

**THE KARACHI STOCK EXCHANGE (GUARANTEE) LIMITED**

KSE/N-1066

**NOTICE**

February 25, 2011

Reproduced hereunder letter received from **CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED**, for information of members of the Exchange.

(Copy of the same is also available on our Website [www.kse.com.pk](http://www.kse.com.pk)).

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**THE CRESCENT STAR INSURANCE COMPANY LIMITED**

**CENTRAL DEPOSITORY COMPANY  
OF PAKISTAN LIMITED**

**Head Office**

CDC House, 99-B, Block 'B'  
S.M.C.H.S. Main Shakra-e-Faisal  
Karachi - 74400, Pakistan.  
Tel: (92-21) 111-111-500  
Fax: (92-21) 34326061  
URL: [www.cdcpakistan.com](http://www.cdcpakistan.com)  
Email: [info@cdcpak.com](mailto:info@cdcpak.com)

**NOTICE**

**To:** - The Chief Executive Officer, The Crescent Star Insurance Company

**CC:** - Director (SROD), Securities and Exchange Commission of Pakistan  
- Acting Managing Director, The Karachi Stock Exchange (Guarantee) Limited  
- Managing Director, Lahore Stock Exchange (Guarantee) Limited  
- The Chief Executive Officer, National Clearing Company of Pakistan Limited  
- CDS Elements - Account Holders/ Participants/ Eligible Pledges

**From:** Kamran Qazi  
CFO & Company Secretary

**Date:** February 24, 2011

**Subject:** NOTICE OF INTENTION TO SUSPEND CDS ELIGIBILITY OF ORDINARY SHARES OF THE CRESCENT STAR INSURANCE COMPANY UNDER THE CDC REGULATIONS

This notice is issued under Regulation 5.3.2 of the Central Depository Company of Pakistan Limited Regulations (the "CDC Regulations") for notifying the intention of CDC to suspend the Central Depository System Eligibility ("CDS Eligibility") of the Ordinary Shares (Security Symbol: CSIL) of The Crescent Star Insurance Company (hereinafter referred to as the "Issuer") on account of its failure to pay the fee and charges in accordance with the Schedule of Fees and Deposits of the CDC Regulations (hereinafter referred to as the "Schedule").

In this regard please note that:

- (a) The Issuer has failed to discharge its obligations to pay the fee and charges of CDC as per Invoice no. 80631 dated July 26, 2010 in the sum of Rs. 33,750 in accordance with the Schedule.
- (b) Regulation 3.8.2 of the CDC Regulations provides that in consideration for the facilities and services provided to it by CDC, each CDS Element (including the Issuer) shall pay fees and charges to CDC in accordance with the Schedule. Further, as per the Issuer Agreement the CDC Regulations constitute a contractual obligation between CDC and the Issuer and are to be read as an integral part of the said Agreement.
- (c) The Issuer is contractually obligated to settle the invoice without raising any objection, however, the Issuer has withheld the payment under the Invoice despite CDC's reminder thereby causing loss to CDC.

In view of the afore going facts and circumstances arising due to conduct of the Issuer, the Issuer is hereby required to settle the invoice on or before ten (10) Business Days from the date of this notice, failing which CDS Eligibility of the Securities of the Issuer shall stand suspended with effect from **Tuesday, March 08, 2011**.

Further, as required under Regulation 5.3.2(b), a copy of this notice is being sent to the Stock Exchanges on which the Securities of the Issuer are listed.

Regards,

*Kamran Qazi*

**Note:** As required under Regulation 5.3.2(a) of the CDC Regulations, Participants are required to notify contents of this notice to their Sub-Account Holders holding securities of the Issuer within 3 Business Days of receipt of this notice.