

THE KARACHI STOCK EXCHANGE (GUARANTEE) LIMITED

KSE/N-2839

N O T I C E

May 05, 2009

Reproduced hereunder the 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).



CDC/CS/LC-MNK/132/09

May 04, 2009

Mr. Abdul Hameed
Company Secretary
Southern Networks Limited
5-Y, Block 6, P.E.C.H.S.
Karachi

Dear Sir,

REVOCAION OF CDS ELIGIBILITY OF ORDINARY SHARES OF SOUTHERN NETWORKS LIMITED

We refer to your letter dated April 22, 2009 requesting restoration of CDS Eligibility of ordinary shares of Southern Networks Limited ("SNL").

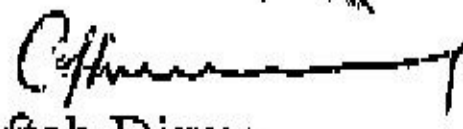
In this regard, it is submitted that as per CDC Regulations, securities of an Issuer is declared as CDS Eligibility Securities after satisfying *inter alia* that the Issuer of securities is not under winding-up (liquidation) where a representation is provided by the Issuer to the CDC at the time of such declaration. SNL had also made similar representation to the CDC on the basis of which its ordinary shares were declared as CDS Eligible Securities.

However, the winding-up order of Honorable High Court of Sindh against SNL affected the eligibility criteria of a security to continue as a CDS Eligible Securities, as result of which the CDS Eligibility of securities of SNL was revoked by CDC in accordance with the CDC Regulations.

Considering that the Honourable High Court of Sindh has not recalled the entire winding-up order, the position with regards to the eligibility criteria has not changed. Therefore, reiterating the position taken in our letter no. CDC/CS/LC-MNK/088/09 dated March 05, 2009, we regret we cannot accede to your request for restoration of CDS Eligibility of ordinary shares of SNL.

As regards future course of action, CDC has already provided the list of shareholders (beneficial owners' report) to the Official Liquidator of SNL vide letter no. FL/JAN-2009/OPS/019 dated January 16, 2009 enabling him to comply with all applicable laws, rules and regulations in view of the winding-up order.

Regards,


Aftab Diwan
Chief Operating Officer