THE KARACHI STOCK EXCHANGE (GUARANTEE) LIMITED

KSE/N-7616 **NOTICE** *November 13, 2008*

Reproduced hereunder letter received from ***ALLIED RENTAL MODARABA*** *for information of members of the Exchange.*

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THE Rental STORE

ALLIED RENTAL MODARABA
Managed By: Allied Engineering Management Company (Pvt) Ltd.
21/3, Sector 22, Korangi Industrial Area, Karachi-74900.
UAN: 111 250 250 Tel : 021-5066901-13, 5113621-25
Fax: 5066915-16 Website : www.aesl.com.pk
E-mail: rental@aesl.com.pk

November 10, 2008

The General Manager Operations
Karachi Stock Exchange (Guarantee) Limited
Stock Exchange Building
Stock Exchange Road
Karachi.

Dear Sir

Subject: Purpose of Right issue, Benefit to the Modaraba and Use of Funds

There is a huge potential in the Rental segment as can be seen from the increasing demand of the rental equipment, both in the power generation and construction and material handling equipment. In order to tap the available opportunity and cater the demand, the management of the Modaraba has decided to expand its Rental fleet by acquiring the new and update equipment. This will help maintain our continued leadership in the Rental market and increase the customer base by providing the best possible services and economical rental solutions to our customers.

The expansion of Rental Fleet will help generate additional Rental revenue which along with the economies in operation will significantly enhance the earning capacity of the Modaraba translating into higher returns in the hands of certificate holders.

The proceeds from Right issue will be used for the purchase of additional equipments to enhance the size of the Rental fleet in line with the expansion program as decided by the management of the Modaraba.

Financial projection for the three years duly signed by the Directors is also enclosed herewith.

For Allied Rental Modaraba

Shams Ghani
CFO & Company Secretary