

May 31, 2016



Mr. Muhammad Ghufraan
Deputy General Manager - Operations
Pakistan Stock Exchange Limited
Stock Exchange Limited
Stock Exchange Road
Kaachi -74400

Dear Sir,

**CONDITION NO. 5
SECTION 88(1) AND 87(2)
SECURITIES ACT, 2015
THIRD QUARTERLY REPORT**

Refer to your letter number PSX/C-1152-4117 dated May 18, 2016 wherein our attention was drawn towards the implementation schedule disclosed under clause 3.10 of the Prospectus of the Company whereby the Equipment should have been arrived in Arrived in April 2016 while as per our third quarterly report, the equipment has not arrived yet, hence, we are advised to apprise about the current status of equipment.

At the outset, we draw your attention towards the following important facts:

1. Currently four consultants are working on this project including one foreign contractor
2. Project site is under construction

In order to understand the **minute delay in arrival of equipment**, one need to understand the current status of the project in the light of our compliance reports wherein lies the reason for delay. In this regard, we specifically draw your attention toward the role of four consultants and chart are as follows:

Refrigeration Design and Installation - Iceandeasy BV – Netherland
Concept P&ID drawing, Final P&ID drawing Detail Engineering. Bill of Quantity. Concept Electrical Control Panel. Electrical panel fabrication. Defining New and Used components. Sourcing components. Evaluation of equipment. Budgetary comparison. Decisions regarding Deliveries and Contractors.

Define place of major Components, Pipelines Infrastructure, Cable tray Infrastructure. Floor heating system. Review of visit Additional drawings / changes. Quality control of first deliveries Mechanical as well as Electrical. Check development of the project (Civil work), start of Mechanical and Electrical installation on commissioning of the plant including fine tuning and training

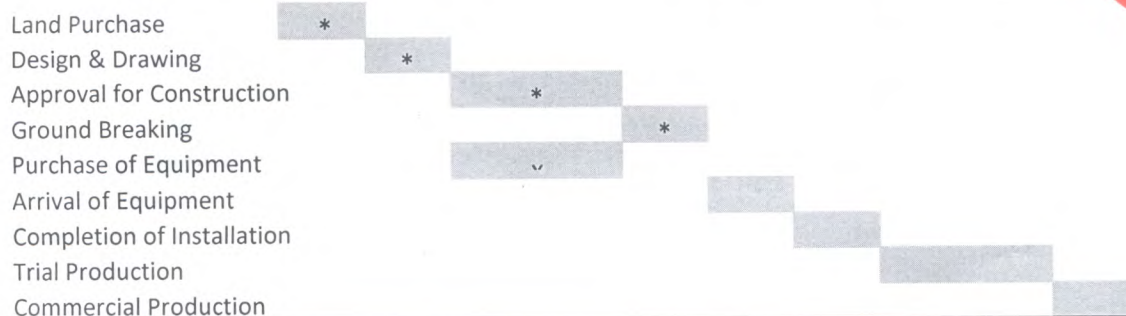
Electrical Consultancy and Design - United Engineering Service

Architect Design and Supervision - Akber Associates

Civil Works Contract - Shahab & Co.

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Project Milestones Jul-15 Aug-15 Sep-15 Oct-15 Nov-15 Apr-16 Jan-17 Mar-17 Apr-17 Jun-17



- Completed

From the above status, it is amply clear that **equipment were purchased on timely basis but the delay has occurred in arrival only**. The reason for delay in arrival include the following:

1. Non Availability of Space being under construction site of the Project
2. The consultants has not yet finished the installation of equipment already arrived

Consequently, the decision to delay the arrival of equipment was made in order to avoid unnecessary wear and tear.

Moreover, we assure you about the fact that we were updating the progress reports through PUCAR and will continue to do so in future in the light of your instructions.

We hope the above explanation would suffice, however, should you require any further clarification or explanation then please contact.

Warm Regards

Company Secretary

Enclosed: As Above

Cc:

Mr. Amir Khan Afridi
Director (CI)
Securities and Exchange Commission of Pakistan
NIC Building, Jinnah Avenue, Blue Area
Islamabad.