



Dawood Hercules Chemicals Limited

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Fax / Courier

23rd May 2011
 DHS-1603

Mr. Muhammad Ghufraan

Deputy General Manager – Companies Affairs
 Karachi Stock Exchange (Guarantee) Limited
 Stock Exchange Building, Stock Exchange Road
 Karachi-74000

Fax No. 021-111-573-329

The Secretary

Lahore Stock Exchange (Guarantee) Limited
 Lahore Stock Exchange Building
 19, Khayaban-e-Aiwan-e-Iqbal
 Lahore-54000

Fax No. 042-111-441-441

The Secretary

Islamabad Stock Exchange (Guarantee) Limited
 Islamabad Stock Exchange Building
 55-B, ISE Towers, Jinnah Avenue
 Islamabad

Fax No. 051-111-473-329

Dear Sir,

Sub: **MATERIAL INFORMATION**

As required by the material information disclosure of the Listing Rules, we are pleased to inform you that the supply of gas to our Plant stopped on 12th April 2011 has been partially restored by SNGPL and the Plant is now operating at around 70% capacity.

The supply of limited additional gas, enough to run the plant at 80% capacity, has been offered under a scheme of arrangement, approved by the Economic Coordination Committee, whereby the balance gas will be diverted from the IPPs to the Fertilizer Sector and the IPPs will be compensated for the alternate fuel cost differential jointly by the Fertilizer Sector (2/3rds) and the GOP (1/3rd). This will be implemented as soon as the documentation and other formalities in hand are completed. The scheme will be valid up to 30th June 2011.

With regards,

For Dawood Hercules Chemicals Limited


Aftab Ahmed Qaiser

Company Secretary