KSE/N-5796 **N O T I C E** **November 06, 2014**

Reproduced hereunder letter received from **GAUHAR ENGINEERING LIMITED**, for information of TRE Certificate Holders of the Exchange.
(Copy of the same is also available on our Website www.kse.com.pk).

GAUHAR ENGINEERING LIMITED

GEL/KSE/141001 October 28, 2014

The GM and Chief Compliance Officer
The Karachi Stock Exchange Limited
Stock Exchange Building
Karachi 74000

Dear Sir,

Re: Subject: Shifting of the Name of the Company from Defaulters' Segment to Normal Counter and Commencement of trading in its Shares

1. Refer to your letter No Ref. No. RSL/ C-1023-7043 dated October 23, 2014.
2. In reply to the observations highlighted in the letter, the management of the Company states as under:-

   (a) The Company was not in operation since long but in the last quarter the directors of the Company have decided to revamp the Company's operations by restructuring its internal as well as external resources. In this context, the directors of the Company have injected loan amounting to Rs. 15 million in the Company account which has helped a lot to streamline the day-to-day affairs of the Company. The Company has been able to make a profit Rs.6,313,590/-by the end of June 30, 2014.

   (b) To manage the day-to-day requirements of the funds, the Company has opened 02 Bank accounts in October 2014 thus enabling it to be fully aligned with International Financial reporting standards applicable in Pakistan

   (c) The Company management believes that right-sizing, portfolio adjustment activities, and by raising capital (if needed) will make the Company profitable