IGI
Investment Bank

Ref: SIC-040(a)-2016

September 23, 2016

The General Manager
Pakistan Stock Exchange Limited
Stock Exchange Building,
Stock Exchange Road,
Karachi

Dear Sir,

Proposed amalgamation of IGI Investment Bank Limited with and into IGI Insurance Limited

In accordance with Sections 96 and 131 of the Securities Act, 2015 and Regulation 5.19.13(c) of the Pakistan Stock Exchange Regulations, we are enclosing herewith a Form, disclosing information regarding decision of the Board of Directors of IGI Investment Bank Limited (IGI Investment Bank) to abandon the previously proposed merger of IGI Finex Securities Limited, a corporate brokerage house and 100% owned subsidiary of IGI Investment Bank with and into IGI Investment Bank; and contemplation of the proposed merger of IGI Investment Bank with and into IGI Insurance, a major shareholder holding 42.006% of the shares of IGI Investment Bank, by way of court sanctioned scheme of arrangement, as part of the overall restructuring being contemplated for IGI group's financial services businesses (subject to the advice from financial, tax and legal advisors and the procurement of all applicable regulatory, corporate and shareholder approvals).

Should you have any further queries, kindly let us know.

Yours Sincerely,

Adil Ali Abbasi
Company Secretary

Cc: Commissioner
Company Law Division
Securities & Exchange Commission of Pakistan
NIC Building, 63 Jinnah Avenue, Blue Area
Islamabad

Commissioner
Specialised Companies Division
Securities & Exchange Commission of Pakistan
NIC Building, 63 Jinnah Avenue, Blue Area
Islamabad

IGI Investment Bank Limited
7th Floor, The Forum, Suite No. 701 - 713, G-20, Block-9, Khayaban-e-Jami, Clifton, Karachi-75600, Pakistan.
Tel: 111-234-234, Fax: 111-567-567

IGI

Investment Bank

DISCLOSURE FORM
INTERMS OF SECTIONS 96 AND 131 OF THE SECURITIES ACT, 2015

Name of Company:	IGI Investment Bank Limited.
Date of Report:	September 23, 2016
Name of Company as specified in its Memorandum:	IGI Investment Bank Limited.
Company's registered office:	7th floor, The Forum, Suite 701-713, G-20, Block 9, Khayaban-e-Jami, Clifton, Karachi – 75600, Pakistan
Contact information:	Tel: [+(92-21) 111-234-234] . Fax: [(+92-21) 111-567-567]

Disclosure of inside information by listed company:

During last few years, IGI Investment Bank Limited ("IGI Investment Bank") has been facing financial difficulties including accumulated losses, non-compliance with applicable minimum equity requirement and non-renewal of its licenses by SECP.

In order to formulate a viable business model for IGI Investment Bank, the Board of Directors of IGI Investment Bank had earlier approved the proposed merger of IGI Finex Securities Limited, a corporate brokerage house and 100% owned subsidiary of IGI Investment Bank with and into IGI Investment Bank. It was envisioned that the said merged entity will be able to offer a full suite of investment products to its clients from a single platform including stocks, commodities and fixed income brokerage, mutual funds distribution, investment advisory, portfolio management and corporate advisory services. The said decision was taken in light of the draft NBFC Rules and Regulations that were issued by SECP whereby NBFCs were to be permitted to undertake the aforesaid businesses from a single entity. However, consequent to the final amendments in NBFC Rules and NBFC Regulations that have now been enacted by SECP, the management reassessed the proposed merger and has concluded that the same is no more possible. Accordingly, the management has evaluated other options for IGI Investment Bank.

On the other hand, IGI Insurance Limited (IGI Insurance), a major shareholder holding 42.006% of the shares of IGI Investment Bank, is also contemplating overall restructuring of IGI group's financial services businesses. One of the prime desired objective of the proposed restructuring is to create a 'financial services holding company' of the group, in line with international practices, that owns subsidiaries as may be feasible for the respective businesses. This revised structure

IGI

Investment Bank

will facilitate operations, management and ownership in a focused/flexible manner.

Consequent to the evaluation of other options for IGI Investment Bank and proposed overall restructuring being contemplated for IGI group's financial services businesses, the Board of Directors of IGI Investment Bank have decided to abandon the previously proposed merger of IGI Finex Securities Limited, a corporate brokerage house and 100% owned subsidiary of IGI Investment Bank with and into IGI Investment Bank. Further, IGI Insurance and IGI Investment Bank are considering (subject to the advice from financial, tax and legal advisors) the merger of IGI Investment Bank with and into IGI Insurance **(Proposed Amalgamation)**.

The Proposed Amalgamation will be finalized after appropriate evaluation based on applicable financial, tax and legal advice, determination of the final structure and swap ratio and its approval by the Board of Directors and is subject to the procurement of all applicable regulatory, corporate and shareholders approvals, finalization of relevant documentation and sanction of the Scheme of Amalgamation by the Honorable High Court of Sindh at Karachi.

Pursuant to the requirements of the Securities Act, 2015, the Company has duly caused this form/statement to be signed on its behalf by the undersigned hereunto duly authorized.

For and on behalf of
IGI INVESTMENT BANK LIMITED

Adil Ali Abbasi
Company Secretary