Energy That Moves Life

Date: April 19, 2017
Ref: TR/SH/PSX/Sukuk-2/Delisting/16

The General Manager
Pakistan Stock Exchange Limited (PSX)
Stock Exchange Building,
Stock Exchange Road
Karachi.

Subject: - Delisting of K-Electric (KE) AZM Sukuk-2

Dear Sirs,

We would like to state that K-Electric AZM Sukuk-2 having issue size of PKR 3750 million (Pak Rupees Three Billion Seven Hundred Fifty Million Only) has been fully redeemed on 19th March 2017. A Certified True Copy (CTC) of the Auditors' certificate confirming principal redemption and profit payments to the holders of the said Sukuk is attached herewith for your reference and record.

In view of the above, it is requested to delist the Security i.e. K-Electric (KE) AZM Sukuk-2 at the esteemed Exchange and issue a formal confirmation letter for our record.

Yours faithfully,

Muhammad Rizwan Dalia
Director Finance & Company Secretary

CC: SUKUK-2 Trustee - Pak Brunei Investment Company Ltd

Central Depository Company of Pakistan Ltd
Fax: 021-34326034

THK Associates (Pvt.) Ltd
Fax: 021-35655595

The Securities & Exchange Commission of Pakistan, Islamabad
Fax: 051-92185292

KPMG Taseer Hadi & Co.
Chartered Accountants
Sheikh Sultan Trust Building No. 2
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Karachi, 75530 Pakistan

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Syed Moonis Abdullah Alvi
Chief Financial Officer
K-Electric Limited
KE House 39/B
Phase II, D.H.A.
Karachi

Our ref KA-ZQ-1385

Contact Mohammad Mahmood Hussain

19 April 2017

Dear Sir,

Report of factual findings in respect of final payment to Sukuk holders against 36 month AZM Sukuk-2

We have performed the procedures agreed with you vide our engagement letter no. KA-ZQ-1328A dated 6 April 2017 and enumerated below in respect of final payment (principal and profit) net of tax and Zakat to the Sukuk holders. Our engagement was undertaken in accordance with International Standard on Related Services (ISRS)-4400 "Engagements to Perform Agreed-Upon Procedures Regarding Financial Information" applicable to Agreed Upon Procedures engagements. The procedures were performed solely for reporting on the final payment to the Sukuk holders on redemption of "Sukuk 2" and to assist management with compliance of Pakistan Stock Exchange (PSX) and Central Depository Company of Pakistan Limited (CDC). The agreed upon procedures performed are as follows:

1. Obtained the prospectus of the AZM Sukuk-2 and checked that principal redemption and profit is as per the prospectus;

2. Obtained bank statements and traced payments of principal amount and profit to the AZM Sukuk-2 holders.

We report our findings below:

a) With respect to item number 1, we obtained the prospectus of AZM Sukuk-2 and checked that the redemption of principal amount of Rs. 3,750,000,000 and profit payable of Rs. 77,208,908 is as per the terms mentioned in the prospectus.

b) With respect to item number 2, traced payment of Rs. 3,824,740,661 net of tax and Zakat from Company's bank accounts with Habib Bank Limited (account number 5000-79002336-03). The payment was made on 16 March 2017.

Because the above procedures do not constitute either an audit or a review made in accordance with International Standards on Auditing or International Standard on Review Engagements, we do not express any assurance thereon.

MUHAMMAD RIZWAN DALIA
Company Secretary
K-ELECTRIC LIMITED

Had we performed additional procedures or had we performed an audit or review of the financial statements of the Company in accordance with International Standards on Auditing or International Standard on Review Engagements other matters might have come to our attention that would have been reported to you.

Our report is solely for the purpose set forth in the first paragraph of this report and for your information and is not to be used for any other purpose or to be distributed to any other person parties without our prior consent. This report relates only to the items as mentioned above and does not extend to any financial statements of the Company taken as whole.

It has been assumed that all information and representation provided to us by the Management of the Company are genuine without any omission.

Yours faithfully,

KPMG Taseer Hadi & Co.

MUHAMMAD RIZWAN DALIA
Company Secretary
K-ELECTRIC LIMITED