Karachi Electric Supply Company Limited
KESC House, Plot No. 39/B, Sunset Boulevard, Defense Phase 4, Karachi
Phone No. 021-35657127 Fax No. 021-35647155

August 9, 2011

Mr. Mohammad Ghufran
General Manager
Company Affairs Division
Karachi Stock Exchange (Guarantee) Limited
Stock Exchange Building
Karachi

Sub: Listing of Term Finance Certificates of Total Amount up to PKR 2,000 million inclusive of Green Shoe Option of PKR 1,000 million by Karachi Electric Supply Company Limited ("KESC")

Dear Sir,

We refer to the Prospectus (published on May 6, 2012) issued by KESC for the subject TFCs issue (TFC 1, TFC 2 and TFC 3, collectively referred to as TFCs) of total amount upto PKR 2,000 million inclusive of Green Shoe Option of PKR 1,000 million as per details mentioned below:

	TFC 1	TFC 2	TFC 3
Tenor	13 months	36 months	60 months
Amount (PKR mn)	300	500	200
Green Shoe Amount (PKR mn)	NIL	700	300
Total (incl. Green Shoe – PKR mn)	300	1,200	500
Profit Rate	13.00%	14.75%	15.50%
Profit Payment	Monthly	Quarterly	Quarterly

With reference to the notification from KSE dated August 9, 2012 we understand that the listing application for the subject TFCs has been approved and trading will commence from August 13, 2012. Further, owing to completion of the required subscription amount, the subscription period has also closed earlier than the scheduled date of August 24, 2012.

Therefore, KESC hereby confirms that to bring all TFCs at par before listing, Interim Profit will be paid from Date of Investment until August 12, 2012, to all investors.

We will also be circulating the above in one English and one Urdu newspaper to inform all investors.

Revised payment schedule of the TFCs will be submitted.

Thank you.

Sincerely,

Syed Moonis Abdullah Alvi

Chief Financial Officer & Company Secretary

Cc: Mr. Amir Khan Afridi, Director, Securities and Exchange Commission of Pakistan