

THE KARACHI STOCK EXCHANGE (GUARANTEE) LIMITED**KSE/N-5688****N O T I C E****October 16, 2009**

Reproduced hereunder letter received from PACE (PAKISTAN) LIMITED for information of members of the Exchange.

(Copy of the same is also available on our Website www.kse.com.pk).



14 October 2009

PACE/C&T/C/10/09/

The Managing Director
Karachi Stock Exchange (Guarantee) Limited
Stock Exchange Building
Stock Exchange Road
Karachi

Further issue of 23,027,298 Shares of Pace (Pakistan) Limited (the "Company") against conversion of Foreign Currency Convertible Bonds ("FCCB's") amounting to US\$ 5.00 million along with interest accrued thereon

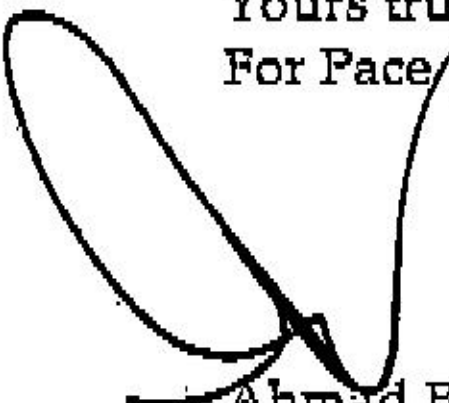
Dear Sir,

We are pleased to inform you that Pace (Pakistan) Limited ("PACE" or "the Company") has issued 23,027,298 ordinary shares of face value of Rs. 10/- each to MORGAN STANLEY AND CO. INC, 25 CABOT SQUARE, CANARY WHARF LONDON E14 4QA UNITED KINGDOM, pursuant to the conversion of their investment in FCCB's of US Dollars 5,000,000/- along with interest accrued thereon for the first year of issue i.e. US\$ 278,781.25. The paid up capital of the Company is increased from 255,849,306 ordinary shares of Rs. 10/- each to 278,876,604 ordinary shares of Rs. 10/- each. These shares have been issued after receipt of the conversion notice from Morgan Stanley and Co. Inc, one of the Bond holder, opting for conversion of FCCB's into ordinary shares of the Company as per the terms and condition of the issuance of subject FCCB's.

The subject issue of 23,027,298 ordinary shares of Rs. 10/- each of the Company is otherwise than rights to Morgan Stanley and Co. Inc pursuant to the Shareholders' approval dated 03 September 2007 and subsequent approval from Securities and Exchange Commission of Pakistan ("SECP") vide its letter dated 18 September 2007, copies enclosed. We are also enclosing approval letter no. INT/B-8146/3 (194)-07 dated 04 December 2007 issued from State Bank of Pakistan for issuance of FCCB's.

We shall be depositing with you fee for the increased paid up capital and return of allotment in due course for the subject increase in paid up capital of the Company.

Yours truly,
For Pace (Pakistan) Limited



Ahmad Bilal
Company Secretary

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