Summit Bank

Ref: SMBL/CSD/2018/10-09

Date: 24.10.2018

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

Subject: **Notice to Invoke Lock-in Clause for 14th (Final) Redemption of Term Finance Certificate (TFC) of Summit Bank Limited under clause 4.1.1 of the Declaration of Trust.**

Dear Sir,

This is with reference to recent PSX notification regarding the 14th (final) redemption of Term Finance Certificate (TFC) of Summit Bank Limited ('the Bank') falling due on October 27, 2018 subject to compliance with the applicable laws and prudential regulations.

As you may be aware that Summit Bank Limited is in the process of merger with and into Sindh Bank Limited and in this regard, after obtaining approval of SWAP ratio from the respective Board Members of both the financial institutions and approval of respective shareholders vide EOGM dated August 31, 2018, the Bank is currently waiting for the approval from the Sindh Cabinet to proceed further to secure necessary approvals/sanctions from the Honourable Supreme Court of Pakistan and the State Bank of Pakistan.

Nevertheless, with regards to the final payment of subject TFCs, we would like to draw your kind attention to the clause 4.1.1 of the "Declaration of Trust" which requires Summit Bank Limited not to make the payment of principal and coupon on the subject TFCs (maturing on October 27, 2018) if such payment means that the Bank falls below or remains below its minimum capital requirements. Accordingly, Summit Bank Limited hereby serves the required notice to all the TFC holders that their respective payment of principal and coupon on the subject TFCs is not being paid as per the schedule in view of the lock-in clause. In this context, the Bank, though a separate letter is proposing to extend the maturity of subject TFCs at least for one year, subject to compliance with all the applicable laws, rules and regulations and necessary approvals (if any).

We remain thankful for the confidence that the TFC holders have reposed in the Bank and look forward to their continued support in the matter.

Thanking You,

Very truly yours,

For and on behalf of
Summit Bank Limited

Syed Muhammad Talib Raza
Company Secretary

c.c.:

i. To all the TFC holders (on their registered addresses available with the Bank)
ii. The Head of Trustee & Agency Services, Pak Brunei Investment Company Limited, Horizon Vista, Commercial-10, Block-4, Scheme # 5, Clifton, Karachi
iii. The Director, Banking Policy & Regulations Department, State Bank of Pakistan, I.I Chundrigar Road, Karachi.
iv. The Executive Director (CI), Securities Market Division, Securities and Exchange Commission of Pakistan, NIC Building, Jinnah Avenue, Blue Area, Islamabad
v. The General Manager, THK Associates (Private) Limited, 1st Floor, 40-C, Block-6, P.E.C.H.S, Karachi.
vi. The Head of Operations, Central Depository Company of Pakistan Limited, Head Office, CDC House, 99-B, Block-B, S.M.C.H.S, Main Shahra-e-Faisal, Karachi
vii. The Senior Partner, Mandviwalla and Zafar, Advocates & Legal Consultants, C-15, Block 2, Clifton, Karachi.

COMMITTED TO YOU

Summit Bank Limited
Company Secretary
5-Business & Finance Centre,
2nd Mezzanine Floor, I. I. Chundrigar Road, Opp: State Bank of Pakistan, Karachi.

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