Systems Limited
Chamber of Commerce Building, 11-Sharae Aiwan-e-Tijarat, Lahore-3, Tel: (+92 42) 36304825, Fax: (+92 42) 36368857
E-mail: info@systemsltd.com

April 4, 2016

Muhammad Ghufran
Deputy General Manager-Operations
Pakistan Stock Exchange Limited
Stock exchange building,
Stock exchange Road, Karachi.

Subject: **Principal purpose of the Public Issue – Reply Regarding**

Dear Sir,

With reference to your letter no. C-1136-2383 dated March 21, 2016, wherein you are required to provide the status/details of the Principal Purpose of the Public Issue of shares as disclosed under clause No. 3.10 of the Prospectus of the Company.

In this regard, we would like to inform you that we have received an amount of Rs. 130 Million as par value and Rs. 390 Million as Premium amount and total Rs. 520 Million against Initial Public Offering and detail of utilization as on December 31, 2015 are as follow:

Particulars	Total Amount	Amount Utilized	Remaining Amount
Setting up sales presence and offices in new international markets i.e. Qatar, UAE, KSA and South Africa	100 Million	100 Million	Nil
For creating additional capacity offering targeted for the aforementioned new markets setting up delivery & presale capabilities in provincial centers and new international markets.	100 Million	74.89 Million	25.11 Million
For new solutions and products	62.5 Million	Nil	62.5 Million
For cash flow support for accelerated revenue growth.	257.5 Million	253.22 Million	4.28 Million
Total:	**520 Million**	**428.11Million**	**91.89 Million**

We hope the above explanation/information will suffice your purpose, however, if you need any other information/explanation, please let us know in writing.

Regards,

For Systems Limited

SYSTEMS LIMITED

Affan Sajjad
Company Secretary

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