

Ref: SECK/KSE/15

Dated: 22 January 2015

**The General Manager**

Karachi Stock Exchange Limited  
Stock Exchange Building  
Stock Exchange Road  
Karachi  
Fax: 111 – 573 – 329

**The General Manager**

Lahore Stock Exchange Limited  
19-Khayaban-e-Aiwan-e-Iqbal  
Kashmir Road  
Lahore  
Fax: 042 – 3636 8485

**The General Manager**

Islamabad Stock Exchange Limited  
ISE Towers, 55-B, Jinnah Avenue,  
Blue Area  
Islamabad  
Fax: 051 – 111 – 473 - 329

**Subject: Update on our Letter No. SECK/KSE/14 dated 28 August 2014 (the “Material Disclosure Letter”)**

Dear Sirs,

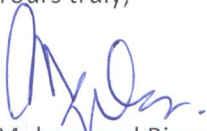
We refer to the Material Disclosure Letter, copy attached for ease of reference, notifying the proposal of KE Board of Directors (BOD), subject to consent from the four (4) major shareholders (GOP, KESP, IFC & ADB), to pay cash dividend upto a maximum of 15% i.e. PKR 0.525 per ordinary share only to minority shareholders.

KES Power Limited (69.2% holding) consented for such waiver on 15 September 2014 however, the remaining waivers from GOP, ADB and IFC were not in place till the holding of AGM on 23 October 2014. The shareholders were informed at the AGM about the status; consequently the shareholders unanimously resolved that “the matter of declaration of dividend be taken up for shareholders’ approval in an EGM within next 90 days of the AGM, provided that the relevant waivers from GOP, ADB and IFC are available with KE. If such waivers /consents from GOP, IFC and ADB are collectively not available in the next 90 days from the date of AGM, then the proposal for dividend shall be deemed to lapse automatically without any need for further notice to the shareholders.”

As the said consents were collectively not available with KE within the stipulated time limit of 90 days set by the shareholders at the AGM which expired on 21 January 2015, the proposal for the dividend under reference stands lapsed.

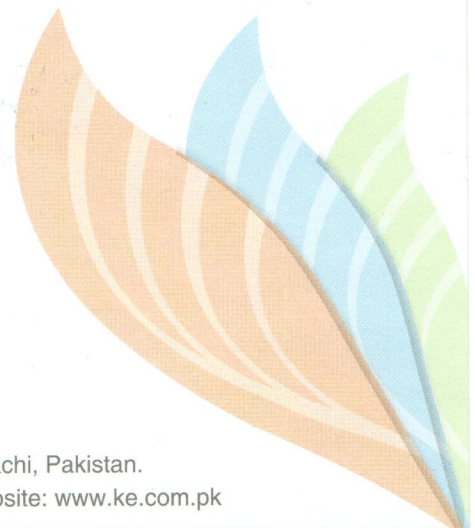
The KE BOD is grateful to and encouraged by the approval of KES Power Limited (comprising Abraaj, Al Jomaih and NIG) for granting the waiver, and will continue its endeavor to convince the remaining major shareholders to do likewise for the benefit of the minority general public shareholders.

Yours truly,



Muhammad Rizwan Dalia  
Director Finance & Company Secretary

- Copy to:
1. The Securities & Exchange Commission of Pakistan, Islamabad
  2. The Registrar, Joint Stock Companies, SECP, Karachi
  3. Central Depository Company of Pakistan Limited
  4. CDC Share Registrar Services





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Subject: **Financial Results of K-Electric Limited for the year ended 30 June 2014**

Dear Sirs,

We have to inform you that the Board of Directors of our Company in its meeting held on **28 August 2014 at 11:00 a.m.** in KE Board Room, 3<sup>RD</sup> Floor, KE House, 39-B, Sunset Boulevard, Phase-II, Defence Housing Authority, Karachi, recommended the following:

**i. Dividend – Ordinary Shares**

**i-a) Majority Shareholders (GOP, KESP, IFC & ADB)**

NIL

**i-b) Minority Shareholders (other than above shareholders)**

The Board, in order to extend a goodwill gesture to minority shareholders in particular and the corporate sector in general and as KE at this point in time is not in a position due to circular debt and cash flow constraints to declare dividend for all shareholders, proposed that the four (4) major shareholders of KE that are GOP, KESP, IFC and ADB should be requested to forgo / waive their right to dividend for the financial year 2014. The Board has proposed, subject to waiver from the four (4) majority shareholders (GOP, KESP, IFC & ADB), **cash dividend up to a maximum of 15% i.e. PKR 0.525 per share**, only for minority shareholders. GOP and KESP consent will also include waiver of their right, for FY 2014, to outstanding accumulated dividend on Redeemable Preference Shares (RPS).

**The Proposed cash dividend for minority shareholders is subject to waiver from all the above majority shareholders (GOP, KESP, IFC & ADB).**

**ii. Bonus Shares / Right Issue**

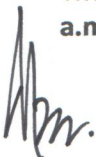
NIL

**iii. Financial Results of the Company**

The financial results of the Company are attached.

**iv. Annual General Meeting (AGM)**

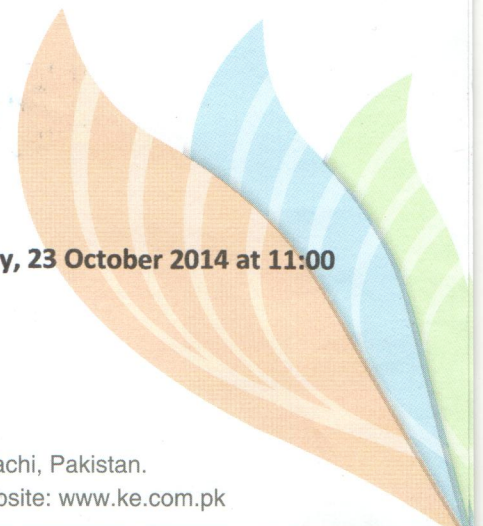
The Annual General Meeting (AGM) of the Company will be held on **Thursday, 23 October 2014 at 11:00 a.m.** at Navy Welfare Centre Liaquat Barracks, Karachi.



Formerly Karachi Electric Supply Company Limited

K-Electric Limited, KE House, 3<sup>rd</sup> Floor, 39-B, Sunset Boulevard, DHA II, Karachi, Pakistan.

Phone: 92-21-32647017, Fax: 92-21- 99205165, UAN: 111-537-211, Ext.: 7024, Website: www.ke.com.pk



**v. Closure of Share Transfer Books**

- i. The Share Transfer Books of the Company, **for the purpose of attending AGM**, will remain closed from **16 October to 23 October 2014** (both days inclusive). Transfer received at CDC Share Registrar Department, Central Depository Company of Pakistan Limited, CDC House 99-B, Block-B, S.M.C.H.S., Main Shahrah-e-Faisal, Karachi-74400 at the close of business on **Wednesday, 15 October 2014** will be treated in time.
- ii Closure of Share Transfer Books of the Company to determine shareholders entitlement to the proposed cash dividend will be announced in due course of time.

We will be sending you 200 copies of printed financial statements for distribution amongst the TRE Certificate Holders of the Exchange 21 days before the date of AGM.

Yours truly,



**Muhammad Rizwan Dalia**  
Director Finance & Company Secretary

Copy to:	1. The Securities & Exchange Commission of Pakistan, Islamabad	Fax: 051-9218592/ 9204915
	2. The Registrar, Joint Stock Companies, SECP, Karachi	Fax: 021 – 99213278
	3. Central Depository Company of Pakistan Ltd.	Fax: 021 – 34326034
	4. CDC Share Registrar Services	Fax: 021 – 34326053