

26 August 2014

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

Dear Sir

Scheme of Arrangement for the merger of Lotte Chemical Pakistan Limited and Lotte PowerGen (Private) Limited.

The Boards of Directors of Lotte Chemical Pakistan Limited ("Lotte Chemical") and Lotte PowerGen (Private) Limited ("Lotte PowerGen") in their meetings held on 26 August 2014 and 21 August 2014, respectively, have approved a Scheme of Arrangement (the "Scheme") for the amalgamation of Lotte PowerGen with Lotte Chemical. In accordance with the Scheme, the entire business of Lotte PowerGen together with all its properties, assets, rights, liabilities and obligations (the "Lotte PowerGen Undertaking") will be transferred to and will vest in Lotte Chemical.

The Scheme will be processed in accordance with Sections 284 to 288 of the Companies Ordinance 1984 for the sanction and appropriate facilitating orders of the High Court of Sindh. In this connection approval of the Scheme will be sought from the members in general meeting and the concerned authorities will be approached for necessary consents and sanctions.

Further announcements in this regard will be made in due course.

Yours sincerely,



Adnan W Samdani
Chief Financial Officer &
Company Secretary

cc: The Managing Director
Lahore Stock Exchange (Guarantee) Limited

The Managing Director
Islamabad Stock Exchange (Guarantee) Limited

The Chairman
Securities and Exchange Commission of Pakistan

