

Press Release

Gammon Board Directors Election Conflict Resolved

Islamabad - November 8, 2005: The Securities and Exchange Commission of Pakistan (SEC), in compliance with the Lahore High Court's Rawalpindi Bench Consent Order dated 25.10.2005, facilitated the resolution of a corporate conflict by conducting the election for the board of directors of Gammon Pakistan Limited. The election was presided by Commissioner SEC Mr. Rashid Irfan Malik, in the company's Annual General Meeting (AGM) on October 31, 2005.

Mr. Malik assured the shareholders that the election would be conducted in a fair and transparent manner while Mr. Nazir A. Shaheen, Registrar of Companies, described the procedure and legal requirements of election of directors while.

An objection was raised by certain shareholders, claiming that the use of perpetual proxies was against the provisions of the Companies Ordinance, 1984. The presiding officer ruled that proxies already updated and meant only for the purpose of the AGM would be accepted. The contesting parties later agreed to allow casting of perpetual proxies to the extent of immediate family members and signed a joint statement accepting this decision.

Votes were counted in the presence of the polling agents representing both parties, and the final result announced by Mr. Malik. The results were unanimously accepted by both the contesting parties. The successful candidates to the Board of Directors of the Gammon Pakistan Limited were Mr. Ahmed Kuli Khan, Mr. Raza Kuli Khan, Mr. Amjad Hussain Malik, Mr. A. Karim Khan, Syed Wajid Hussain Bokhari, Muhammad Abdul Qadir, Mian Muhammad Arif, Mr. Salahuddin and Mr. Habib-ur-Rehman.

On behalf of the shareholders, Mr. Ahmed Kuli Khan Khattak appreciated and eulogized the role SEC in implementing the Court order, conducting a fair transparent election and amicably resolving a long standing dispute.