



**PHILIP MORRIS
(PAKISTAN) LIMITED**

February 14, 2023

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

Board Meeting Result- Intercompany Borrowing Arrangement.

Dear Sir,

We wish to inform you that the Board of Directors of Philip Morris (Pakistan) Limited (“the Company/PMPKL”) at its meeting held on February 14, 2023, has approved the Intercompany borrowing arrangement with its parent company Philip Morris Investment BV Netherlands (“PMI BV”) up to USD 2.5 million.

In view of the restrictions on imports by the State Bank of Pakistan (SBP) due to depleting foreign currency reserves in Pakistan (“the Country”), the Company has not been able to import the necessary items despite having sufficient resources to pay off the liabilities arising out of import agreements.

To overcome the difficulties in imports, the Company will enter into a borrowing arrangement with its parent company i.e., PMI BV for up to USD 2.5 million. Under the arrangement, PMI BV will provide loans to facilitate payments for suppliers.

The principal repayment along with applicable interest would be paid off after 3 years which is the minimum tenor set by SBP for such a transaction. The terms and conditions of the arrangement will be executed between the parties by signing the agreement.

You may please inform the members of the Exchange accordingly.

Yours faithfully,

For PHILIP MORRIS (PAKISTAN) LIMITED

Sana Enait Hashmi
Company Secretary

Philip Morris (Pakistan) Limited

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