

15

REGISTERED No. **M - 302**  
**L.-7646**

# The Gazette of Pakistan



**EXTRAORDINARY**  
**PUBLISHED BY AUTHORITY**

**ISLAMABAD, SATURDAY, SEPTEMBER 28, 2002**

**PART III**

**Other Notifications, Orders, etc.**

GOVERNMENT OF PAKISTAN

**MINISTRY OF PRIVATISATION**

**(Privatisation Commission)**

**NOTICE**

*Islamabad, the 21st September, 2002*

**No. PC/PRIV-PSFL/IND/2002.**—WHEREAS the Privatisation Commission is required to publish by notice in the official gazette each Privatisation Commission transaction following completion, *vide* Section 26 of the Privatisation Commission Ordinance, 2000, within thirty days of the completion.

WHEREAS the Privatisation Commission has completed the privatisation of the Pak-Saudi Fertilizers Limited, Mirpur Mathelo, District Ghotki, on 19th September 2002.

Now, THEREFORE, in pursuance of the aforesaid provisions of the Privatisation Commission Ordinance, 2000 and in exercise of powers enabling in that behalf, the Privatisation Commission hereby publishes this notice.

**SECTION A: Summary description of the transaction including the name of the contracting party.**

(2671)

[1145 (2002) Ex. Gaz.] Price : Rs. 05.00

**Summary Description.**

Pak-Saudi Fertilizers Limited (PSFL) a Government owned public limited company was included in the Privatisation Programme approved by the Cabinet. The Company was incorporated in 1975, under the Companies Ordinance 1984 to reduce the import of fertilizers and to promote the fertilizer industry in Pakistan. The major financing for this project was provided by Saudi government, and in appreciation of this contribution, the Project was named as Pak-Saudi Fertilizers Limited. The plant started its trial production in April 1980 and commercial production started in October 1980. The total initial investment was approximately \$ 210 million, and the Company has an issued, subscribed and paid up capital of Rs. 600 million comprising of 60 million ordinary shares.

PSFL is one of the five urea-manufacturing plants, which are presently operating as subsidiaries of National Fertilizers Corporation (NFC). PSFL produces Urea that is marketed under the brand name of "Kissan Urea". PSFL employs over 850 employees (officers and workers).

The PSFL Plant mainly comprises Ammonia and Urea Plants. The Urea Plant is a combination of various parts that were imported from Italy, Germany, Holland and Japan.

The Ammonia Plant was imported from Danish and United Kingdom. Ammonia Plant is capable to produce 1,000 M. Tons of Ammonia per day. The basic raw materials used for production of Ammonia are natural gas and steam. The urea plant is capable to produce 1,740 M. Tons of urea per day. The annual capacity of the urea plant, based on 320 days production, is 557,000 M. / Tons. Urea is a chemical combination of Ammonia and Carbon dioxide.

The plant is equipped with the facility of generating power for its own requirements. Two generators of 8 Megawatt each have been installed at the plant. Another 1.5 Megawatt Automatic Diesel Generator set has also been provided at the plant to meet any emergency requirement. In the proceeding five years the production capacity attained was more than 100%.

The unit has been taken to the market twice in the past. On the first occasion in 1991, Ford Rhodes Robson and Morrow was the valuer. The reference price of Rs. 65 per share was approved by the CCOP. Six parties participated and the highest bid of Rs. 67 per share was received from Pakland Cement. The transaction could not be finalized due to the conditional bids, unnecessary representations by the parties, devaluation, increase in the company's net worth and in order to sell the company to a professional group. The bids were, as such, not accepted. In the second privatisation attempt in 1996, M/s Sidat Hyder Morshed Associated (Pvt) Limited was the valuer.