



**Quarterly Progress Report**  
**On**  
**Implementation of the Projects**  
**For the year ended June 30, 2017**  
**ROSHAN PACKAGES LIMITED**

## Projects Progress Report

1. This Progress Report is being submitted in compliance of the requirement of Securities and Exchange Commission of Pakistan's letter No. SMD/CW/SA/88/07/2016 dated 29-12-2016 and Pakistan Stock Exchange Limited's letter No. GEN-9679 dated 30-12-16.
2. The following progress has been achieved on the implementation of the expansion projects of the Company and its subsidiary, Roshan Sun Tao Paper Mills (Private) Limited till the end of the reporting period:

### **Expansion Projects of the Company:**

As mentioned in the Prospectus, the following expansion projects are under implementation. Total estimated cost of both the projects is PKR 2,334,759,914 of which PKR 1,730,444,104 (74% of total cost) have been incurred till the reporting date.

- A. Corrugation Expansion Project
- B. Flexible Expansion Project
- C. Roshan Sun Tao Paper Mills (Pvt.) Limited

An overview of the above projects is given hereunder along with time line and cost status.

### **A. Corrugation Expansion Project**

#### **1. Plant & Machinery**

The Company (RPL) has purchased a new corrugator from BHS which has been successfully installed & commissioned along with its electro mechanical utilities. The BHS corrugator has started producing commercial production [please see, ANNEXURE-A].

#### **2. Civil Work**

RPL has completed 88% civil work of Corrugation expansion project. The production hall for new BHS corrugator has been expanded from front & back side and a new central control room has been built. New Auto bailer area, Compressor and Canteen Area for staff and Back side boundary wall is completed as well.

HT Room, Protection Panel Room and HFO Boiler is under construction [please see, ANNEXURE-B].

#### **3. Utilities:**

Mechanical works is 82% completed. New glue kitchen, air compressor, water chiller, RO plant and storage tanks have been successfully installed and available for the commercial production process.

Electrical works are completed up to 73%. Upgradation of load from WAPDA is approved. Demand Notice have been paid.

New LT panels are installed while HT panels are under installation and will be installed in Jul-17 [please see, ANNEXURE-C].

#### **4. Handling Equipment**

New Auto bailer received from Godswill Paper Machinery, Taiwan, has been successfully installed and operational. New Paper Board Handling Machine is fully operational [Please see, ANNEXURE-D].

### **B. Flexible Expansion Project**

#### **1. Plant & Machinery**

A new Lamination machine from COMEXI Group of Industries, Spain, is successfully installed and is in operations. [please see, ANNEXURE-E]

New WAX Coating machine from UTECO, Italy, has been successfully installed. This machine is still under trial run. The acceptance run of wax coating machine is expected in first quarter of the FY2018 [please see, ANNEXURE-F]

#### **2. Civil Work**

Converting Hall have been completed and is available for the machines from June [please see, ANNEXURE-G]

New warehouse facility for flexible unit is now in progress.

New canteen for flexible unit staff is under construction and expected to be operational in upcoming quarter.

#### **3. Utilities**

- a. Electrical and mechanical utilities are 87%-88% completed at flexible expansion project.
- b. Evaporative cooling system is being installed in flexible.
- c. Firefighting system is under in process.

### **C. ROSHAN SUN TAO PAPER MILLS (PRIVATE) LIMITED (*Subsidiary*)**

- a. Land for the paper mill had been purchased and the boundary wall had been built around the land. [ANNEXURE-H]

b. Lahore Development Authority have accord its approval and Non-Objection Certificate have been issued in favor of paper Mill

The following approvals are under process.

1. Environment Protection Department
2. National Highway Authority
3. Rachna Drainage Division – Sheikhpura
4. Town Planning Officer – Sheikhpura

#### D. Summary of Costs and Capital Expenditures

Particulars	Total Estimated Cost (PKR)	Costs Incurred up to June 30th, 2017 (PKR)
Corrugation Division	932,925,974	630,555,912
Flexible Division	1,401,833,940	1,099,888,192
<b>Grand Total</b>	<b>2,334,759,914</b>	<b>1,730,444,104</b>

#### E. IPO Proceeds and Utilization

	Rupees
Net Available from IPO proceeds	2,799,732,716
Capital Expenditure incurred	318,324,520
Used in Working Capital	100,000,000
Bridge Financing/ Short term financing paid	322,702,938
Long Term Loan Paid	101,199,926
	842,227,384
Cash at bank in saving accounts	<u>1,957,505,332</u>



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Chief Executive Officer



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Company Secretary

**ANNEXURES**

**BHS Corrugator**

**[ANNEXURE-A]**





Utilities – Corrugation

[ANNEXURE-C]



Handling Equipment

[ANNEXURE-D]



Lamination – Flexible

[ANNEXURE-E]



WAX Machine – Flexible

[ANNEXURE-F]







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