



Quarterly Progress Report
On
Implementation of the Projects
For the Quarter ended March 31, 2018
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 30-12-2016.
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, two expansion projects – Corrugation Expansion Project and Flexible Expansion Project - were under implementation. Total estimated cost of both the projects was PKR 2,334,759,914 out of which PKR 1,976,096,423 were capitalized till the reporting date.

Both flexible and corrugation projects successfully commenced commercial operations as disclosed in our notification to PSX dated 14 June, 2017 and 16 January 2018. These projects are fully operational, however, some ancillary items not related to production like civil worked for admin office, firefighting equipment's, water tanks related to firefighting, new ware house for finished goods are in progress. The only production related item which is still in process is slitting machine which will be installed by the end of 4th quarter financial year 2018 – the delay was caused as the supplier has not been able to dispatch the machine as per agreed schedule.

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 97% 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 Area are completed.

New Backside boundary wall & parking shed for cars is constructed. The only civil activity left is related to firefighting which is in progress.

3. Utilities:

New glue kitchen, air compressor, water chiller, RO plant, storage tanks & Evaporative cooling system has been successfully installed and available for the commercial production process. HFO boiler is successfully installed while a new ventilation system for BHS Corrugator is in progress.

Up gradation of load from WAPDA is approved. Demand Notice has been paid. Installation of the electrical supply line is completed while energizing of electric connection will be completed in current quarter. Further, some electrical and mechanical works related to firefighting are in progress.

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. The machine has started its commercial production [please see, ANNEXURE-F]

Order confirmation and Letter of credit has been sent for Slitting Machine and Doctor Re-winder from BIMEC S.R.L Germany. Both the have been manufactured and now in testing phase with the vendor and these both machine will be expected to be received at RPL site in May-18 and will be operational by the end of 4th quarter. The delay is caused due to vendor not able to delivers it as per schedule.

2. Civil Work

Production related civil work is completed. However, Civil construction of Underground water tank & Pump room for fire protection has been started. Excavation & PCC work has been done while remaining works are in progress.

3. Utilities

Electrical and mechanical utilities are completed related to production activity, however upgradation of fire protection and suppression system , CCTV system for surveillance are in progress.

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

The company is not utilizing any funds of the public issue for investment into this project. The update on this project has already been provided through notification dated 26-02-2018. If and when there will be any material information regarding this project, the same will be notified s per applicable legal provisions.

D. Summary of Costs and Capital Expenditures

Particulars	Total Estimated Cost (PKR)	Total Capitalization to-date (PKR)
		806,000,193
Corrugation Division	932,925,974	1,170,096,230
Flexible Division	1,401,833,940	1,976,096,423
Grand Total	2,334,759,914	

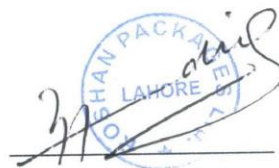
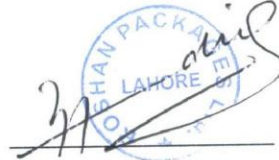
E. IPO Proceeds and Utilization

	Rupees
Net Available from IPO proceeds	2,799,732,716
Capitalization of projects	416,360,570
Used in Working Capital	320,841,976
Bridge Financing/ Short term financing paid	322,702,938
Long Term Loan Paid	101,199,926
Total Utilization	1,161,105,410
Cash at bank in saving accounts	1,638,627,306

147,616,269 Million is payable against capital expenses incurred. After the payment of this amount remaining funds will be 1,491,011,037.



 Chief Executive Officer



 Company Secretary

ANNEXURES

BHS Corrugator

[ANNEXURE-A]





Civil Work – Corrugation Extension

[ANNEXURE-B]





Utilities – Corrugation

[ANNEXURE-C]













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