



Quarterly Progress Report
On
Implementation of the Projects
For the Quarter ended March 31, 2019
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 2,025,834,393 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, Slitting Machine & Doctor Rewinder Machine from BIMEC S.R.L Italy were successfully installed & commissioned and now they are fully operational. Furthermore, company successfully complete the upgradation of its firefighting equipment.

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 successfully completed the civil works related to Production. [please see, ANNEXURE -B].

The civil works related to firefighting works are also completed. [please see, ANNEXURE-C].

3. Utilities:

The Utilities related to production are successfully in operation. [please see, ANNEXURE-D].

Electrical and mechanical works related to firefighting completed. [please see, ANNEXURE-C].

4. Handling Equipment

RPL has successfully completed the handling equipment's related to Production. [Please see, ANNEXURE-E].

B. Flexible Expansion Project

1. Plant & Machinery

Slitting Machine & Doctor Rewinder Machine from BIMEC S.R.L Italy were successful installed & commissioned and now they are fully operational along with the other already installed machinery. Now all the production related activities of flexible projects are fully functional. [please see, ANNEXURE F, G, H].

2. Civil Work

Production related civil work is completed. Furthermore, civil construction of Underground water tank is also completed. [please see, ANNEXURE I].

The Pump room for fire protection is also completed. [Please see, ANNEXURE-J].

3. Utilities

Production related utilities are successfully completed.

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 as per applicable legal provisions.

D. Summary of Costs and Capital Expenditures

| Particulars | Total Estimated Cost (PKR) | Total Capitalization to-date (PKR) |
|----------------------|----------------------------|------------------------------------|
| | | |
| Corrugation Division | 932,925,974 | 839,123,494 |
| Flexible Division | 1,401,833,940 | 1,186,710,899 |
| Grand Total | 2,334,759,914 | 2,025,834,393 |

E. IPO Proceeds and Utilization

| | Rupees |
|---|---------------|
| Net Available from IPO proceeds | 2,799,732,716 |
| Capitalization of projects | 550,305,048 |
| Used in Working Capital | 343,287,743 |
| Bridge Financing/ Short term financing paid | 322,702,938 |
| Long Term Loan Paid | 253,620,078 |
| Total Utilization | 1,469,915,807 |
| Cash at bank in saving accounts | 1,329,816,908 |

Rs. 63,409,761 was payable against capital expenses as of 31st Dec, 2018 for which nothing was paid during quarter ending 31 March 2019. Furthermore, Rs. 58,472,638 was payable against upgradation and enhancement of firefighting equipment during the quarter out of which Rs. 23,088,539 was paid during the quarter. After the payment of these outstanding amounts remaining funds will be Rs. 1,231,023,048.

The funds received above the Floor Price can be utilized as per the following priorities:

- i. payoff short-term and long-term borrowings of Roshan Packages
- ii. increased working capital requirements
- iii. any other activity related to the company's ongoing operations, as deemed necessary by the board of directors

The Company has detailed the utilization of funds hereinabove. The surplus funds are part of working capital of the Company.

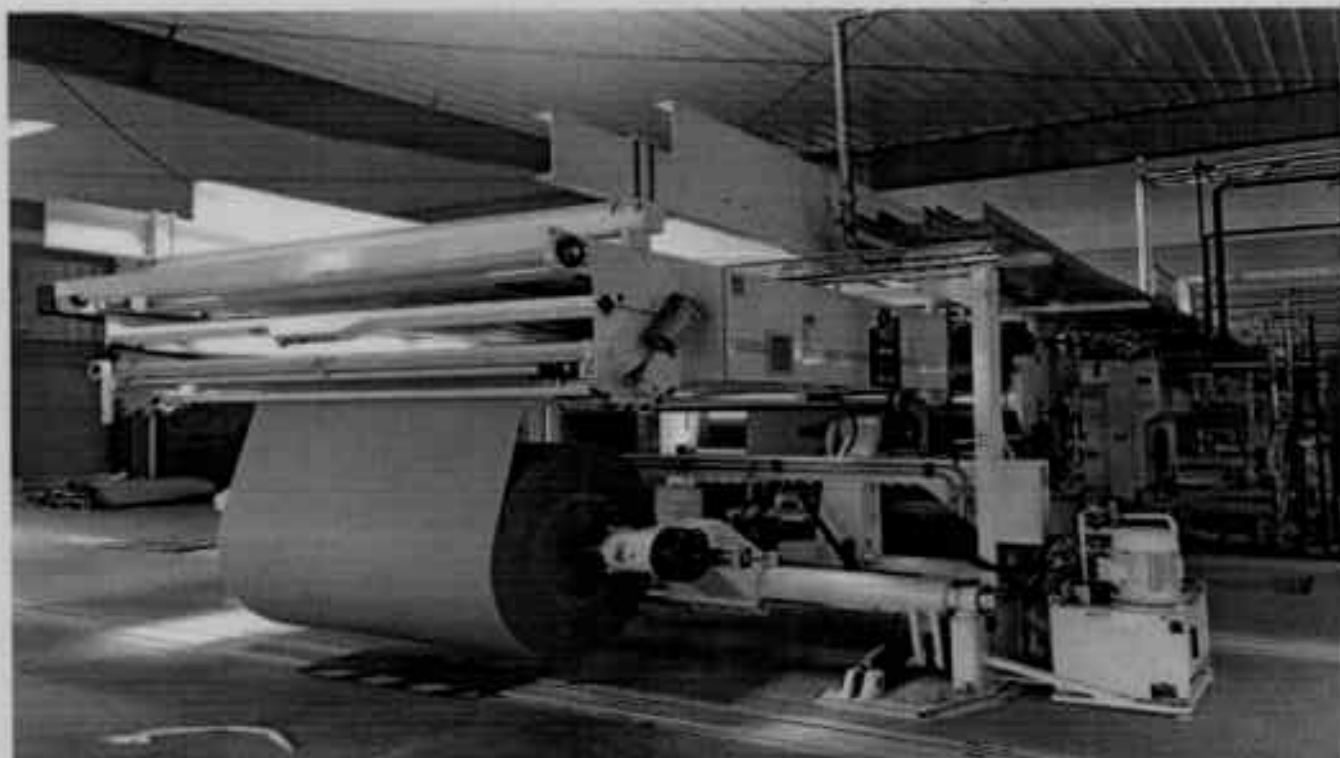

Chief Executive Officer


Company Secretary

ANNEXURES

BHS Corrugator

[ANNEXURE-A]



Civil Work – Corrugation Extension

[ANNEXURE-B]



Firefighting Project Corrugation

(ANNEXURE-C)







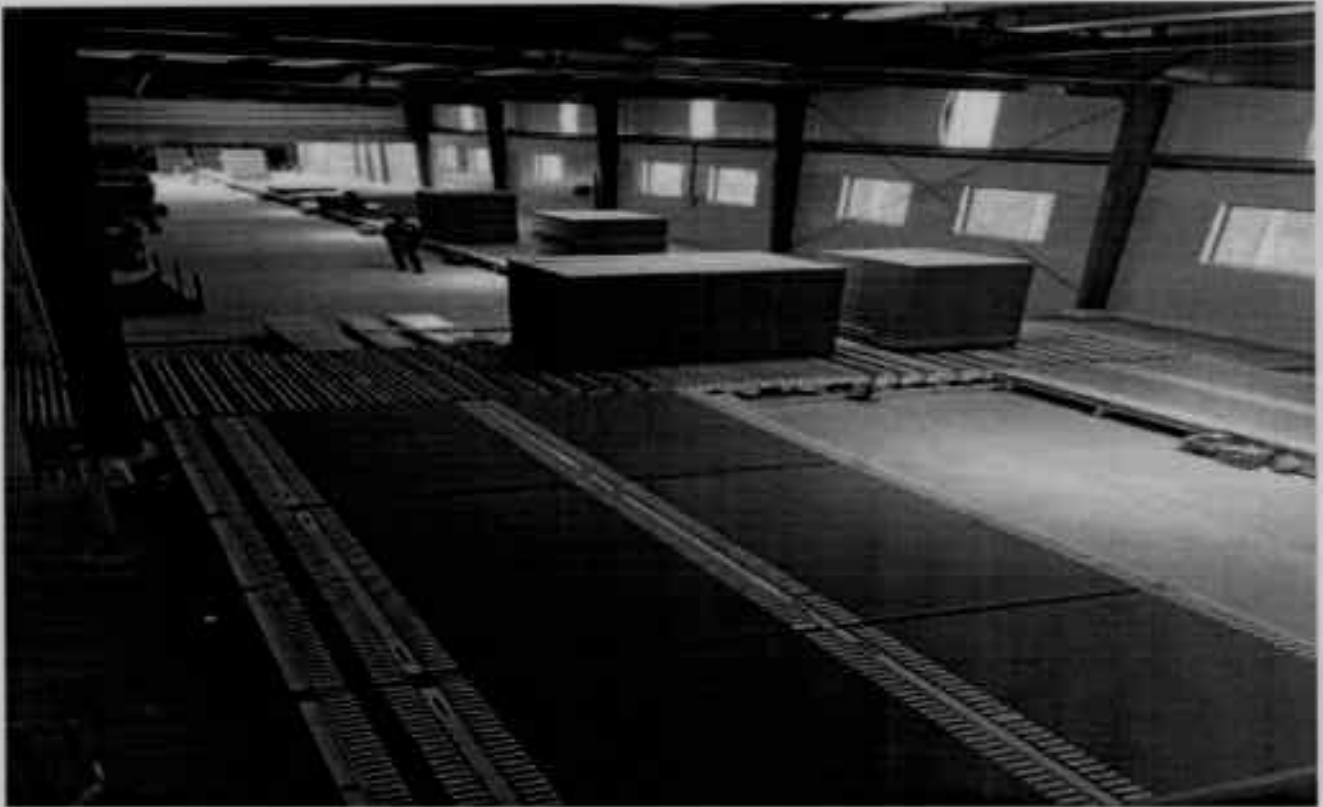
Utilities – Corrugation

[ANNEXURE-D]



Handling Equipment

[ANNEXURE-E]



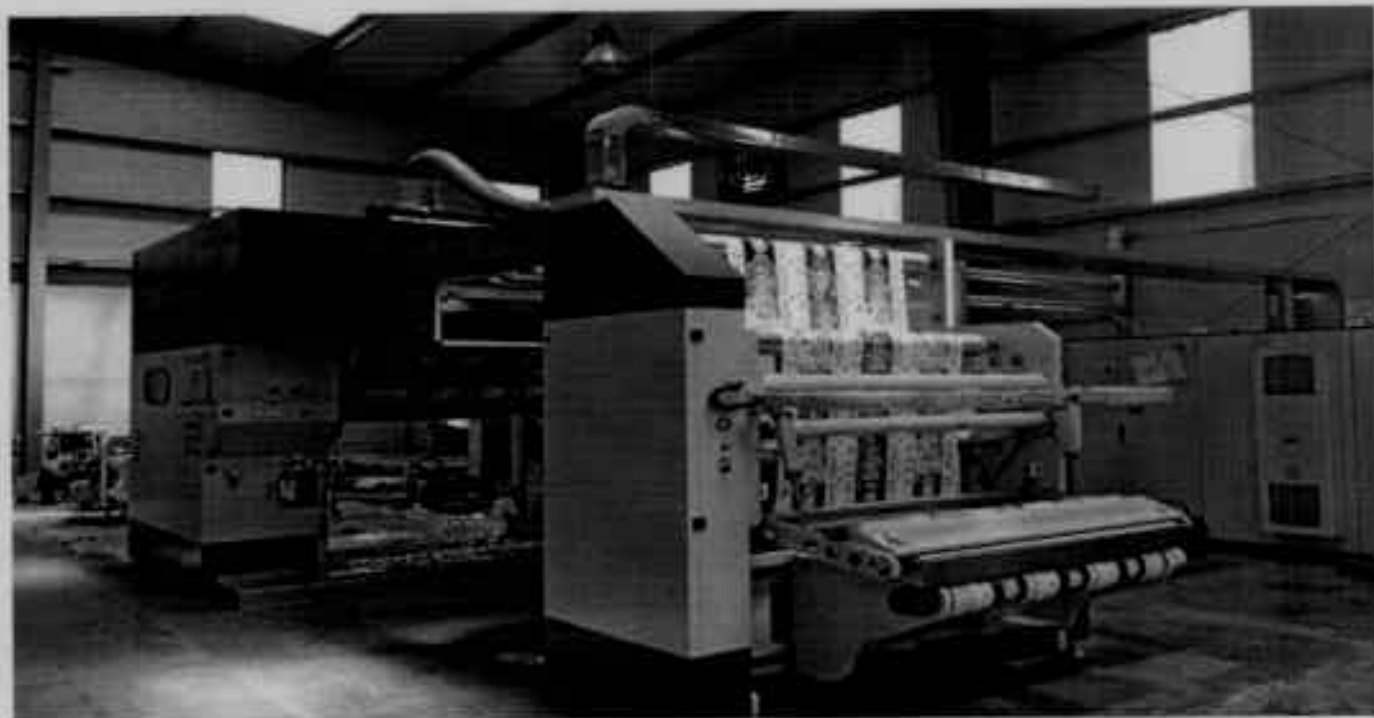
Lamination – Flexible

[ANNEXURE-F]



WAX Machine – Flexible

[ANNEXURE-G]



SLITTING Machine – Flexible

[ANNEXURE-H]



Dr. Rewinder

[Annexure I]



Converting Hall – Flexible

[ANNEXURE-I]



Flexible Unit Civil Construction

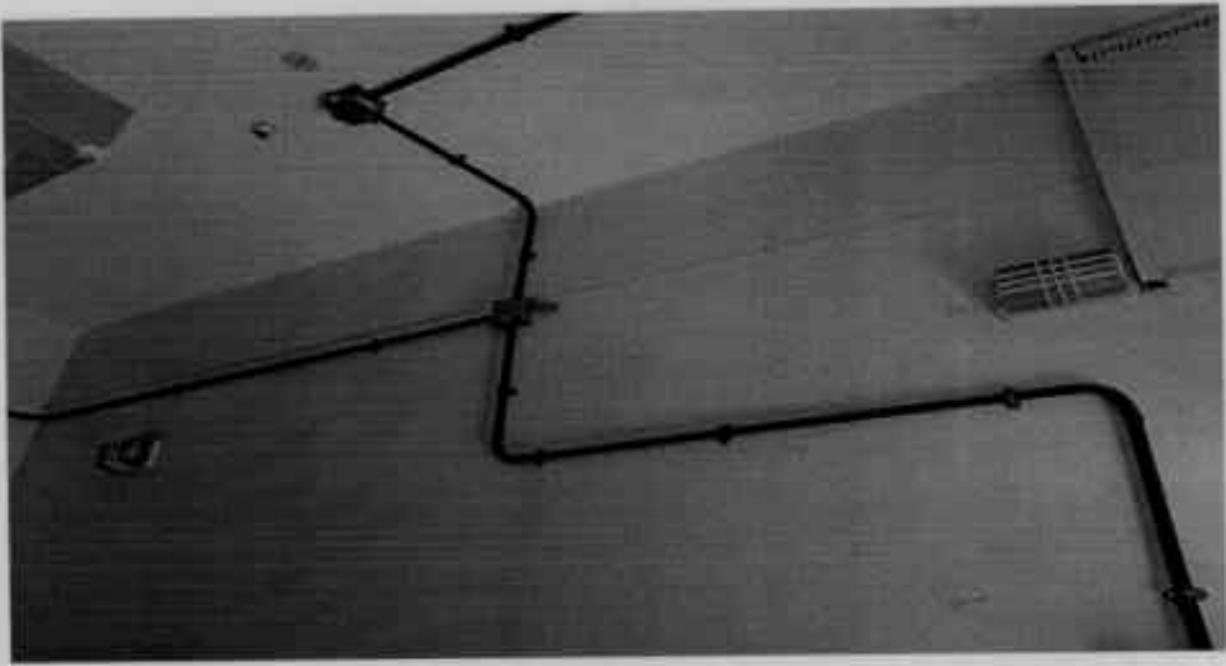


Flexible Business Unit firefighting

(Annexure-J)



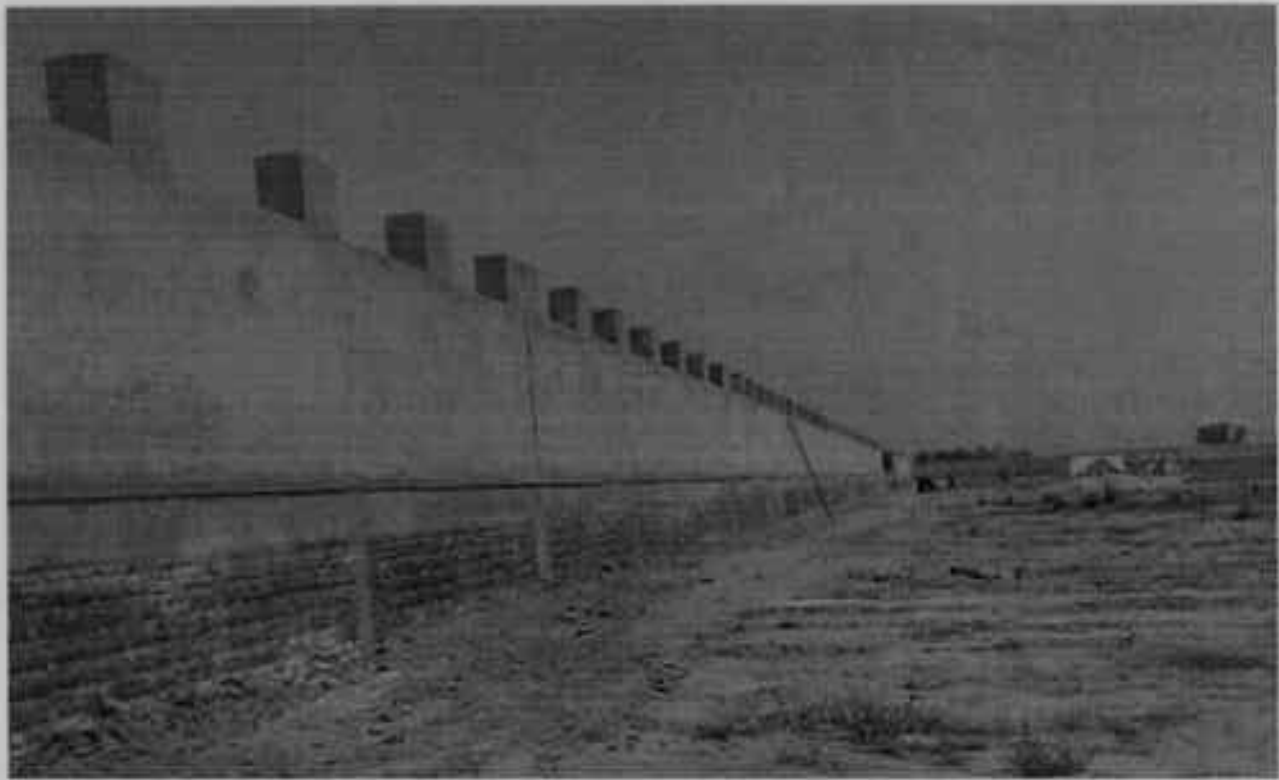




Boundary Wall - Sun Tao Paper Mills

[ANNEXURE-K]





END