

AGHA STEEL INDUSTRIES Ltd.
PROGRESS REPORT
FOR THE PERIOD ENDED
02nd May, 2021

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PROGRESS REPORT

INTRODUCTION

This Progress report is being submitted as per Regulation 16 of the Public Offering Regulations, 2017 & in compliance with the requirement specified in clause 4.1.10 of the prospectus to the issue of the Company.

AGHA STEEL INDUSTRIES LIMITED carried out a successful IPO in October 2020 to finance its expansion at estimated cost as detailed below:

Break up of IPO Proceeds Utilization	Rupees
Civil Works	377,380,707
Electrical	486,387,463
Mechanical	458,231,960
Duties and Others	534,403,866
Air Separation Unit	399,735,446
LC Discount Charges	193,860,558
Contingency	150,000,000
Working Capital Requirement	1,000,000,000

In this respect, We would like to update the following progress has been achieved on the implementation of the phase II during the period ended May 02nd, 2021 after listing on PSX and in accordance with financial results uploaded at PSX in respect of aforementioned projects in the ensuing pages.

SUMMARY OF IPO FUNDS GENERATED

Description	Rupees
Issuance of 120 million ordinary shares at floor price of Rs. 30 per share	3,600,000,000
Excess funds received – Share Premium at Rs. 2 per share	240,000,000
Less: Share issuance costs	(225,275,000)
Net IPO Proceeds	3,614,725,000

PROGRESS REPORT

IMPLEMENTATION STATUS

1. UTILIZATION OF IPO PROCEEDS ON LOCAL COST COMPONENTS:

Break up of IPO Proceeds Utilization	Completed	Cost to be incurred	Already utilized	Percentage of Completion
Civil Works	In process	377,380,707	345,897,745	90%
Electrical	In process	486,387,463	180,976,532	Letter of Credit established
Mechanical	In process	458,231,960	170,544,895	Letter of Credit established
Duties and Others	Completed	534,403,866	535,410,211	100%
Air Separation Unit	In process	399,735,446	408,230,500	85%
LC Discount Charges	Completed	193,860,558	193,860,558	100%
Contingency	In process	150,000,000	-	N/A
Working Capital Requirement	In process	1,000,000,000	-	N/A

2. SHIPMENT AND INSTALLATION OF MI DA ROLLING MILL:

S.no	Commitment made in prospectus	Start date (disclosed in prospectus)	Completion date (disclosed in prospectus)	Current Status	Rational for Delay, If any
1	Shipment of the Mi.Da rolling mill	January 2020	March 2020	Completed	N/A
2	Installation of the of Mi.Da rolling mill.	September 2020	December 2020	Delayed	Foreign Travel restrictions on account of COVID-19 pandemic

Please refer 'Annexure – I' for pictorial representation of the under process Civil, Electrical and Mechanical works involved in implementation of MI DA rolling mill would give an idea over pace of progress.

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3. SHIPMENT AND INSTALLATION OF AIR SUPPRESSION UNIT:

S.no	Commitment made in prospectus	Start date (disclosed in prospectus)	Completion date (disclosed in prospectus)	Current Status	Rational for Delay, If any
1	Shipment of Air Separation Unit	August 2020	October 2020	Completed	N/A
2	Installation of Air Separation Unit	November 2020	December 2020	Delayed	Foreign Travel restrictions on account of COVID-19 pandemic

Please refer 'Annexure – II' for pictorial representation of the under process Civil, Electrical and Mechanical works involved in implementation of Air Separation Unit would give an idea over pace of progress.

4. PRE-COMMISSIONING AND COMMISSIONING:

S.no	Commitment made in prospectus	Start date (disclosed in prospectus)	Completion date (disclosed in prospectus)	Current Status	Rational for Delay, If any
1	Pre-Commissioning and Commissioning	January 2021	March 2021	Delayed	Foreign Travel restrictions on account of COVID-19 pandemic



Company Secretary



Chief Financial Officer

PROGRESS REPORT

ANNEXURE - I

CIVIL, ELECTRICAL AND MECHANICAL WORKS INVOLVED IN IMPLEMENTATION OF MI DA ROLLING MILL



PROGRESS REPORT

ANNEXURE - II

CIVIL, ELECTRICAL AND MECHANICAL WORKS INVOLVED IN IMPLEMENTATION OF AIR SEPARATION UNIT

