

---

# PROGRESS REPORT

---

---

## INTERLOOP LIMITED QUARTERLY PROGRESS REPORT

---

FOR QUARTER ENDED ON DECEMBER 31<sup>st</sup>, 2021



## Table of Contents

PROGRESS REPORT .....	3
Projects .....	3
Denim Division — Implementation Update.....	3
Phase 1:.....	3
Phase 2:.....	3
Hosiery Division V — Implementation Update .....	4
Annexures .....	5
Progress related to Denim Project Annexure I.....	5
Utilization of Denim Project Cost Annexure II (PKR).....	7
Progress related to Plant V Annexure III.....	8
Utilization of Project Cost of Plant V Annexure IV (PKR).....	11

# PROGRESS REPORT

## Projects

This Progress report is being submitted in compliance with the requirement of the Pakistan Stock Exchange Letter # PSX/Gen-5311, Dated November 20, 2018 and the Securities & Exchange Commission of Pakistan's Letter # SMD/CIW/SA-88/06/2018 dated December 21, 2018.

**Interloop Limited carried out a successful IPO in March 2019 to finance the following two projects:**

- Denim Unit in Lahore; Denim stitching unit
- Hosiery Division V in Faisalabad, Khurrianwala; A Socks knitting unit

**We are pleased to share the implementation report of the projects mentioned above.**

## Denim Division — Implementation Update

The denim division is located at 8 km Manga Raiwind Road, Lahore and has been functional since November 2019 as originally planned. Building & Infrastructure for the entire project is fully completed.

### Phase 1:

We have successfully completed first phase of the project by installing capacity of 20,000 units per day. The project started its commercial operation since Second Quarter FY2020. However, the project is gradually making its place in European and North American markets.

### Phase 2:

In second phase, it is planned to enhance the capacity to 40,000 units per day. The project is completed in terms of infrastructure since nearly 83% of the budget has already been consumed. The management is striving to bring the first phase into profit before going in to second phase of the Denim Project.

(Progress related to the Denim project is reflected in Annexure I)

Utilization of project cost is given in detail in Annexure II.

A handwritten signature in blue ink is written over a circular blue stamp. The stamp contains the text "INTERLOOP LIMITED" around the top edge and "Faisalabad" in the center, with a small star at the bottom.

## Hosiery Division V — Implementation Update

With the Grace of Almighty Allah plant is successfully commissioned and installed all 1,200 machines as per plan. Infrastructure and building related works are also completed. Now plant V is fully operational.

The management is confident that this plant will gradually achieve further efficiencies and contributes towards profitability of the company.

(Progress related to the Captioned project is reflected in Annexure III)

Utilization of project cost is given in detail in Annexure IV.

  
**Muhammad Maqsood**  
President / Group CFO

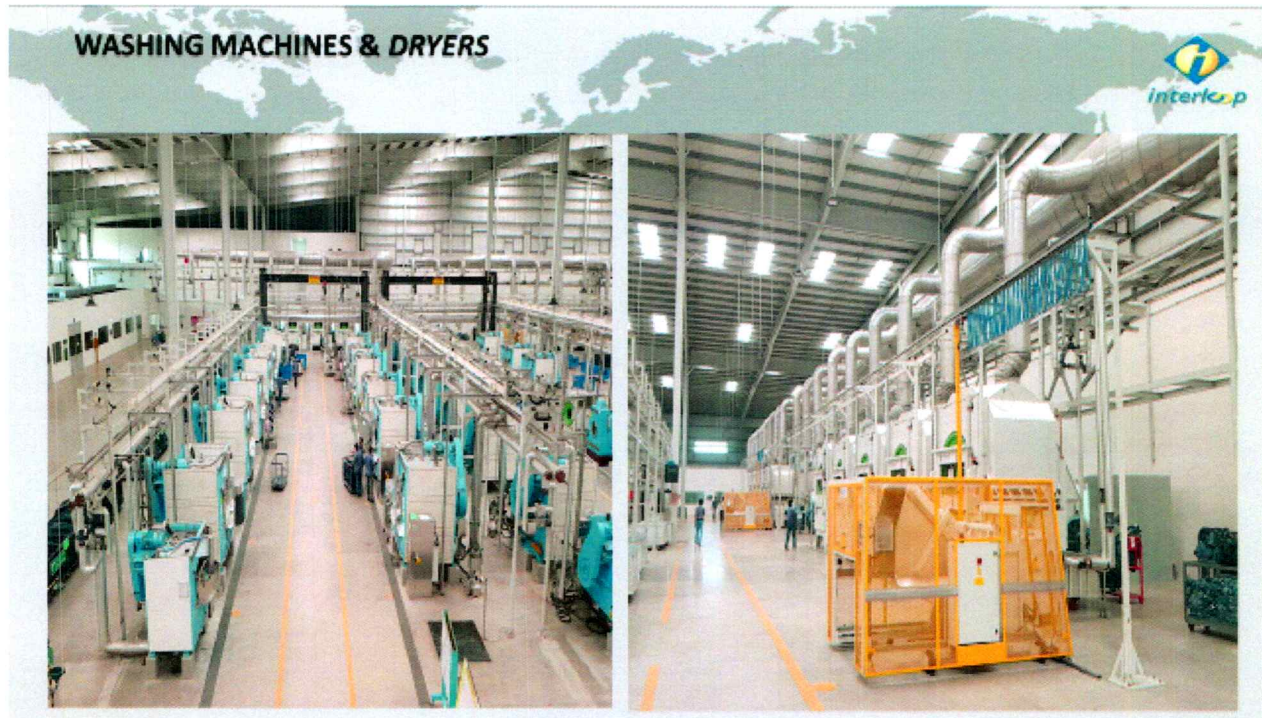


  
**Rana Ali Raza**  
Company Secretary



## Annexures

### Progress related to Denim Project Annexure I





## DISTRESS AREA & OVEN



## Robotic Spray Booth & Ozone Machines



*Handwritten signature*





## Utilization of Denim Project Cost Annexure II (PKR)

Budget Description	Final Approved	PO Issued/LC Established	Actual Payment to Suppliers/Vendors	Available Balance	% age Consumed based on PO
Denim - Construction of Building Setup	2,460,852,632	2,461,459,141	2,384,410,307	(606,509)	100.02%
Denim - Procurement of Machinery	3,342,771,114	2,680,059,300	2,636,553,389	662,711,814	80.17%
Denim - Power & Utilities	1,322,750,505	1,008,712,774	980,399,410	314,037,731	76.26%
Denim - Manufacturing System, Computers and IT Equipment	303,295,870	239,895,687	222,145,768	63,400,183	79.10%
Denim - Miscellaneous Expenses	249,053,099	149,619,425	135,064,875	99,433,674	60.08%
Pre Commencement Expenses / Trial run losses	646,276,780	449,926,780	449,926,780	196,350,000	69.62%
<b>TOTAL</b>	<b>8,325,000,000</b>	<b>6,989,673,107</b>	<b>6,808,500,529</b>	<b>1,335,326,893</b>	<b>83.96%</b>

Project cost has been enhanced to PKR 8.325 billion from initial estimate of PKR 6.75 billion for Denim project due to the devaluation in PKR and trial run losses. The increase in cost will be financed by internal cash generation.

*[Handwritten signature]*





## Progress related to Plant V Annexure III



*Interloop*





## Toe Closing and Linking Machines



## Processing Machines



*Handwritten signature*





## Packing Process



*Handwritten signature in blue ink.*





## Utilization of Project Cost of Plant V Annexure IV (PKR)

Budget Description	Final Approved	PO Issued/LC Established	Actual Payment to Suppliers/Vendors	Available Balance	% age Consumed based on PO
Plant V - Construction of Building Setup	1,289,000,000	1,280,052,793	1,082,847,824	8,947,207	99.31%
Plant V - Procurement of Machinery	2,956,000,000	2,839,794,822	2,779,841,045	116,205,178	96.07%
Plant V - Power & Utilities	1,286,000,000	1,273,503,650	1,137,921,070	12,496,350	99.03%
Plant V - Computers and IT Equipment	43,000,000	39,274,296	35,441,312	3,725,704	91.34%
Plant V - Miscellaneous Expenses	135,000,000	-	-	135,000,000	0.00%
Pre Commencement Expenses / Trial run losses	200,000,000	166,840,189	166,840,189	33,159,811	83.42%
<b>TOTAL</b>	<b>5,909,000,000</b>	<b>5,599,465,751</b>	<b>5,202,891,440</b>	<b>309,534,249</b>	<b>94.76%</b>

*Mr - [Signature]*

