



PUNJAB INDUSTRIAL ESTATES

DEVELOPMENT AND MANAGEMENT COMPANY

PIE/NEPRA-1961

Date: October 4, 2016

The Registrar,
National Electric Power Regulatory Authority (NEPRA)
NEPRA Tower,
Attaturk Avenue (East), Sector G-5/1,
Islamabad.

Subject: **APPLICATION FOR POWER DISTRIBUTION LICENSE FOR PUNAJAB INDUSTRIAL ESTATE DEVELOPMENT AND MANAGEMENT COMPANY (PIEDMC) OWNED BY GOVT. OF PUNJAB AT RAHIM YAR KHAN INDUSTRIAL ESTATE.**

The Chief Executive Officer, being duly authorized representative of Punjab Industrial Estates Development and Management Company (PIEDMC) by virtue of power of Attorney / Board Resolution as stipulated in its 104th BOD Meeting dated 21st July 2016 hereby; and make the amendment in memorandum and article association of Punjab industrial Estate Development and Management Company on dated 20 Oct, 2010 for Generation, distribution and Transmission of Electric Power as clause X.

Apply to National Electric Regulatory Authority, Islamabad, for the grant of Distribution License to the Punjab Industrial Estates Development and Management Company (PIEDMC) Govt. of Punjab within Rahim Yar Khan Industrial Estate, pursuant to section 20 of the regulation of Generation, Transmission and Distribution of Electric Power Act, 1997 (XL of 1997).

A Cheque in the sum of Rupees 1,821,400/- being the 'Non-refundable License Applicant Fee calculated in accordance with schedule II of the National Electric Power Regulatory Authority Licensing (Application and Modification Procedure) Regulations, 1990, is attached here with for the above 50MW Distribution License.

Page 1 of 2



Head Office: Commercial Area (North) Sundar Industrial Estate Sundar, Raiwind Road, Lahore.

Tel: 042-35297203-6, Fax: 042-35297207

Website: www.pie.com.pk

An Approved Non Profit Organisation U/S 2(36) of Income Tax Ordinance 2001

Table of Contents, detail of Annexure and other particular for New Facilities are attached here to complete the 'License Application'.

I certify that the documents-in-support attached with his application are prepared and submitted in conformity with the provisions of National electric Power Regulatory Authority Licensing (Application and Modification Procedure) Regulations, 1997 and undertake to abide by the terms and provisions of the above said regulations. It is further undertake and confirm that the information provided in the attached documents-in-support is true and correct to the best of my knowledge and belief.

Best Regard,
For Punjab Industrial Estates



Chief Executive Officer
PIEDMC

**Check List for Examination of
Distribution License Application**

Name of Company: **Punjab Industrial Estates Development & Management Company.**

Load: **60 MW**

Regulation #	Information/Documents Required	Information/Documents Submitted by the Applicant
3(1)	Authorization from Board Resolution / Power of Attorney	
3(3)	Application fee (including Indexation)	
3(4)	Three copies of Application	
3(5)(a)(i)	Certificate of incorporation	
3(5)(a)(ii)	Memorandum and articles of association	
3(5)(a)(iii)	Annual Return statements or in lieu thereof	
3(5)(b)	Profile of experience of the applicant its management, staff and its members in power sector.	
3(5)(c)	CVs of applicant's Senior Management and Technical professionals	
3(5)(d)(i)	Cash balance & bank certificates	
3(5)(d)(ii)	Expression of interest to provide credit or financing along with sources and details thereof	
3(5)(d)(iii)	Latest financial statements	
3(5)(d)(iv)	Employment records of Engineers & Technical Staff	
3(5)(d)(v)	Profile of Sub-contractors, if any along with Expression of Interest (EoI) of such contractor.	
3(5)(d)(vi)	Verifiable references w.r.t. experience of the Applicant and its sub-Contractors	
3(5)(g)(b)(i)	The type, technology, model technical details and design of the facilities proposed to be acquired, constructed, developed or installed	
3(5)(g)(b)(ii)	A territorial map of the service area proposed to be covered	
3(5)(g)(b)(iii)	Particulars in respect of the availability, sources, rates and evidence of commitments from the sources of electric power.	
3(5)(h)	Feasibility Report	
3(5)(i)	Prospectus	

Regulation #	Information/Documents Required	Information/Documents Submitted by the Applicant
Schedule III		
1.	Distribution system configuration, service territory, right of way, feeder maps.	
2.	Voltage levels, regulation	
3.	Type of distribution system	
4.	Line equipment characteristics	
5.	Power quality control	
6.	Back-up/express feeder provision	
7.	Accident protection/prevention procedure	
8.	Maintenance plans and procedures	
9.	Fault location/trouble-shooting procedures	
10.	Emergency provision	
11.	Patrolling and inspection procedure	
12.	Customer service data/manuals	
13.	Billing and collection procedure	
14.	Protection, control and measuring instruments	
15.	Metering and testing facilities	
16.	Communication systems	
17.	Training and development	

3(1)

**Authorization from Board Resolution/
Power of Attorney**

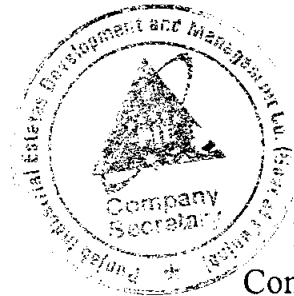



PUNJAB INDUSTRIAL ESTATES DEVELOPMENT AND MANAGEMENT COMPANY

CERTIFIED COPY OF RESOLUTION PASSED IN THE 104TH BOD MEETING HELD ON THURSDAY 21 JULY, 2016 AT 2:30 PM AT HEAD OFFICE OF PUNJAB INDUSTRIAL ESTATES DEVELOPMENT AND MANAGEMENT COMPANY

RESOLVED THAT, "permission be and is hereby granted for submission of application to NEPRA and issuance of electricity distribution license for all the industrial estates under preview of PIEDMC".

FURTHER RESOLVED THAT, "CEO-PIEDMC be and is hereby authorized and empowered to file and execute documents, contracts and to complete all related formalities on behalf of the Company".




Iftikhar Hussain
Company Secretary



3(3)

Application fee (including Indexation)



PLS100

Cheque No 805191758

THE BANK OF PUNJAB
LAHORE (MAIN) EGERTON ROAD, LAHORE

Date

13/10/2016

Pay NEPRA or bearerRupees One Million Eight Hundred Twenty One Thousand Four
Hundred Rupees and No Paisa

PKR= 1,821,400 /-

PK26 BPUN 0020 1100 1624 0005
PUNJAB INDUSTRIAL ESTATE DEVEL

Please do not write below this line.

Signature

Punjab Industrial Estates

Development and Management
Company

⑈05191758⑈08300021:0020110016240005⑈000⑈



PUNJAB INDUSTRIAL ESTATES

DEVELOPMENT AND MANAGEMENT COMPANY

PIE/NEPRA/- 196 /

Date: October 4, 2016

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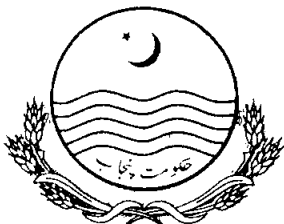
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Best Regard,
For Punjab Industrial Estates



Chief Executive Officer
PIEDMC

**Check List for Examination of
Distribution License Application**

Name of Company: **Punjab Industrial Estates Development & Management Company.**

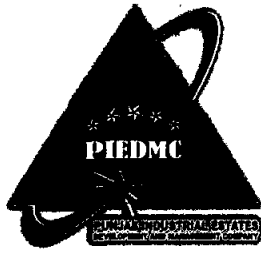
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3(1)

**Authorization from Board Resolution/
Power of Attorney**



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Iftikhar Hussain
Company Secretary



3(3)

Application fee (including Indexation)



Payee's A/C Only

PLS100

Cheque No

THE BANK OF PUNJAB
LAHORE (MAIN) EGERTON ROAD, LAHORE

Date

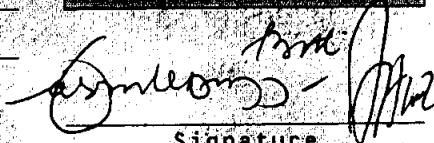
13/10/2016

Pay NEPRA or bearer.

Rupees One Million Eight Hundred Twenty One Thousand Four
Hundred Rupees and No Paisa

PK26 BPUN 0020 1100 1624 0005
PUNJAB INDUSTRIAL ESTATE DEVEL

Please do not write below this line.



Signature

Punjab Industrial Estates

Development and Management
Company

⑈05191758⑈0830002⑈0020110016240005⑈000⑈

3 (4)

Three Copies of Application

Provided



3(5)(a)(i)

Certificate of incorporation

CERTIFICATE OF INCORPORATION

No. RP/379 of 200 - 200

I hereby certify that **" PUNJAB INDUSTRIAL ESTATE
DEVELOPMENT AND MANAGEMENT COMPANY, "13-PAHE ROAD, LAHORE. "**

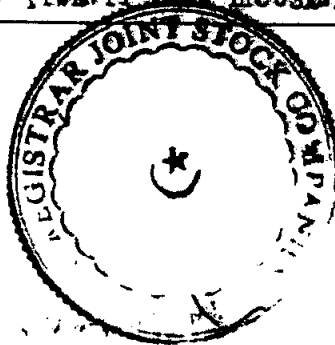
is this day incorporated under the Companies Ordinance of
1984, and that the company is limited by Guarantee without addition
of the word "Limited" to its name.

Given under my hand at LAHORE

this 18TH day of SEPTEMBER, 2003.

Two Thousand THREE

Fee : Rs. 25,000/- (TWENTY FIVE THOUSAND ONLY).



(ATIQ-UL-REHMAN)

District Officer

For Registrar

Joint Stock Companies

CITY District Government.

Lahore.

No. RP/1251/L/S/2003/587

Dated. 18.09.2003

SECP Cert

3(5)(a)(ii)

Memorandum and articles of association

(THE COMPANIES ORDINANCE, 1984)

A COMPANY LIMITED BY GUARANTEE
HAVING A SHARE CAPITAL

Memorandum

and

Articles of Association

of

PUNJAB INDUSTRIAL ESTATE DEVELOPMENT
AND MANAGEMENT COMPANY

CERTIFICATE OF INCORPORATION

No. RP/379 of 200 - 200

I hereby certify that " PUNJAB INDUSTRIAL ESTATE
DEVELOPMENT AND MANAGEMENT COMPANY, "13-FANE ROAD, LAHORE."

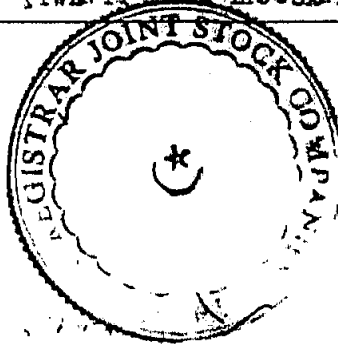
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Given under my hand at LAHORE

this 18TH day of SEPTEMBER, 2003.

Two Thousand THREE

Fee : Rs. 25,000/- (TWENTY FIVE THOUSAND ONLY).



(ATIQ-UR-REHMAN)

District Officer

For Registrar

Joint Stock Companies

CITY District Government.

Lahore.

No. RP/1251/L/S/2003/587
Dated. 18.09.2003

Certificate for Commencement of Business

(Pursuant to section 146 of the Companies Ordinance, 1984)

Certified that the PUNJAB INDUSTRIAL ESTATE DEVELOPMENT AND
MANAGEMENT COMPANY, 13- PUNJAB ROAD, LAHORE.

Which was incorporated under the Companies Ordinance, 1984, on the 18th
day of SEPTEMBER, 2003

and which has this day filed a duly verified declaration in the Prescribed form that the conditions of section 69 and 146 of the said Act, been complied with, is entitled to commence business.

Given under my hand at LAHORE

This 3rd day of JAN 2004

~~One thousand nine hundred and~~ TWO THOUSAND FOUR.



PC.RE/1251/1/5/2004

Dated:- 3.1.2004.

(ATIQ-UR-REHMAN)

DISTRICT OFFICER

ENTERPRISE & INVESTMENT PROMOTION
LAHORE

FOR JOINT STOCK COMPANIES
LAHORE REGION.

THE COMPANIES ORDINANCE, 1984

(A COMPANY LIMITED BY GUARANTEE HAVING A SHARE CAPITAL)

ESTABLISHED UNDER SECTION 42
OF THE COMPANIES ORDINANCE, 1984

MEMORANDUM OF ASSOCIATION

OF

PUNJAB INDUSTRIAL ESTATE DEVELOPMENT AND MANAGEMENT COMPANY

1. The name of "The Company" is Punjab Industrial Estate Development and Management Company, having a share capital, (hereinafter referred to as "The Company").
2. The registered office of "The Company" shall be situated in the Province of the Punjab, city of Lahore.
3. "The share capital of "The Company" will be as follows:-

- | | |
|------------------------|---|
| (i) Authorized Capital | Rs.150.00 Million (Rupees One Hundred and Fifty Million). |
| (ii) Paid-up Capital | Rs.50.00 Million (Rupees Fifty Million). |

The Capital is divided into Five (05) Million Ordinary Shares of Rupees Ten (10) each.

4. The objects for which "The Company" is established are as follows:-
 - i. "The Company" is an association of non-profit organization, within the meaning of section 42 of the Companies Ordinance, 1984 and is being formed as a public company;
 - ii. organized and established for orderly, planned and rapid industrialization of Punjab, headed by a Chairman from private sector, a Board of Directors and a General Body as per Articles of Association, all to be nominated by Government of the Punjab, (hereinafter referred to as Government);
 - iii. to establish new Industrial Estate(s) as defined in Articles of Association of "The Company" and to upgrade those existing Industrial Estate(s) as may be assigned to "The Company" by Government, in financially sustainable

manner and to undertake such related functions as may be entrusted by Government to "The Company" from time to time;

- iv. to select/acquire/lease/purchase appropriate site(s) for the development of new Industrial Estate(s) and to make ancillary arrangements related thereto for establishing such Estate(s) including but not limited to creation of charge, lien, mortgages, encumbrances etc.;
- v. to develop infrastructure within the Industrial Estate(s). However, "The Company" shall not engage in real estate business;
- vi. to appoint Board of Management (BOM) for each of the Industrial Estate;
- vii. to identify support services required by each Industrial Estate(s) and to establish a linking mechanism with all the industries to increase productivity;
- viii. to form/incorporate/manage/administer/dispose of corporate entity(ies) as subsidiary(ies) with prior approval of the Government including but not limited to power generation/distribution/transmission/purchase/sale and/or any other purpose deemed expedient for the fulfillment of the objects of the Company and/or co-operate with any other company or association having similar objects;
- ix. to facilitate the provisions of utilities like electricity, gas, telephone and medical facilities and ancillary services for the units established or to be established within the industrial estate(s);
- x. To generate eclectic power through any means of generation developed or to be developed in future and to deal in transmission, transforming, conversion, switching, gridding, sale, purchase, distribution of electric power and other utilities in all its forms and perspectives and to undertake all such activities as are connected, linked or associated therewith and seek necessary approvals/registrations/licences from relevant authorities and to do all such acts, deeds or things as would be required for effective discharge of these objects;
- xi. to provide common facilities for the Industrial Estate(s) and to enter into financial transactions in furtherance thereof;
- xii. to identify the environment preservation requirements for the benefits of the Industrial Units;
- xiii. to create zoning restrictions within the Industrial Estate(s);

- xiv. to promote creation of jobs by capitalization on strengths of each region by prioritizing the type(s) of industry, already prevalent in that particular area;
- xv. to collect statistical data from within the Industrial Estate(s) for undertaking future improvements;
- xvi. to promote interaction between the industrialists and Government to create an over all conducive industrial environment in the Industrial Estate(s);
- xvii. to arrange workshops and meeting points for creating interaction with international investors, government regulators, non government organizations (NGOs) and various similar services organizations and bodies for creating a highly conducive local/international investment environment;
- xviii. to arrange interaction between academia and industry for creating platform to initiate research projects for the benefits of all concerned;
- xix. to provide the platform for the financial institutions to meet the stake holders and create specific products and services to solve the financial requirements of SMEs and the fiscal requirements of the financial institution(s) to create healthy loaning environment with a reduced risk of failure and to arrange systematic recovery/closure of such units;
- xx. to take necessary steps to attract industrialists to set up units in the Industrial Estate(s);
- xxi. to borrow or raise money by all legal means/instruments, with the specific permission of Government;
- xxii. to open and operate banking account(s) and to draw, make, accept, endorse, discount, execute and issue promissory notes, bills of exchange, bills of lading, warrants, drafts, cheques, bonds, debentures and other negotiable or transferable instruments subject to compliance of relevant prudential regulations;
- xxiii. to undertake and execute such agency agreement(s) which may promote directly the objects of "The Company";
- xxiv. to print and publish any periodicals, books or leaflets in furtherance of "The Company's" objectives;
- xxv. to invest the monies of "The Company" not immediately required in short term secured investment;
- xxvi. to enter, with permission of Government into any arrangements with any government(s) and authority(ies), municipal, local or otherwise or any

person or company that may seem conducive to all or any of the objects of "The Company" and to obtain from any such government(s), authority(ies), person or company any rights, privilege, contracts, license and concessions which "The Company" may think is desirable to obtain and to carry out exercise and comply therewith;

- xxvii. to accept from any government(s) or agencies or authorities, public/private/civic bodies, corporations, companies, persons or any other source in Pakistan and abroad for use in work and to raise funds, accept any grants or money, moveable or immoveable property, donations, gifts, subscriptions, devices, bequests and other assistance with a view to promoting the objects of "The Company" and in receiving any gift or property to take the same either conditionally or unconditionally or subject to any special conditions which may be prescribed by the donor in writing and accepted by the BOD, subject to such procedure prescribed by Government from time to time;
 - xxviii. acquire, take over, accept by way of gift, the assets of any other organization, body or society with similar objects or undertake and accept the management of any endowment or trust fund set up with similar objects as that of "The Company", subject to such procedure as may be prescribed by Government from time to time;
 - xxix. to take such steps by personal or written appeals or otherwise as may from time to time be deemed expedient for the purpose of procuring contributions to the funds of "The Company" in the shape of donations or annual subscriptions;
 - xxx. to cooperate with any company or association having objects similar to the objects of "The Company" and any company or association the objects of which are calculated either directly or indirectly to benefit "The Company" in attainment of any of its objects;
 - xxxi. to propose to Government amendments in statutes, rules, orders for enabling "The Company" to carry any of its objects into effect; and
 - xxxii. to do all such other lawful and charitable things as are incidental or conducive to the attainment of the above described objects;
5. The liability of the members is limited.
6. The income of "The Company" when-so-ever derived shall be applied solely towards the promotion of the objects of "The Company" as set forth in the Memorandum of Association and no portion thereof shall be paid or transferred directly or indirectly, by way of dividend, bonus, remuneration or grant in the

shape of other benefits, by way of profit, or otherwise howsoever, to the members of "The Company"; provided that nothing therein contained shall prevent the payment in good faith of remuneration to any officers or servants of "The Company" or any other person including Legal Advisor, except a Member in return for any services actually rendered to "The Company", nor prevent the payment of interest on money borrowed or rent out any property leased or hired from any person other than a Member of "The Company". No member of BOD of "The Company" shall be appointed to any salaried office of "The Company", or any office of "The Company" generating fee and that no remuneration shall be given by "The Company" to its members of BOD, but the Chairman/BOD shall be provided with the facilities for boarding, lodging and/or travel domestic or abroad undertaken for furtherance of the objects of "The Company".

7. No addition, alteration or amendment shall be made to or in the provisions or regulations contained in the Memorandum and/or Articles of Association, for the time being in force, except in accordance with the Companies Ordinance, 1984 and with the prior approval of the Government and thereafter the same shall be submitted to and approved by the Registrar of Companies, Lahore Region.
8. Patronage of any government or authority, express or implied, shall not be claimed unless such government or authority has signified its consent thereto in writing.
9. Each member of "The Company" undertakes to contribute to the assets of "The Company" in the event of its being wound up, while he is a member, or within one year afterwards for payment of the debts and liabilities of "The Company" contracted before he ceases to be member, and of the costs, charges and expenses of winding up. The sum to be contributed by the Members shall be as follows.

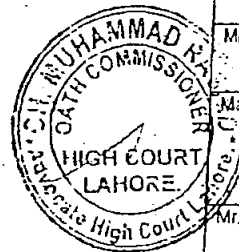
All Members of "The Company" shall individually contribute a sum not exceeding Rs.1000.00 (Rupees one thousand only).

If the total sum required on winding up for payment of the debts and liabilities of "The Company" and of the said costs and expenses shall be less than Rs.1000.00 then the Member shall contribute thereto in proportion to their maximum specified liability.

10. Notwithstanding what is stated herein, if upon the winding up or dissolution of "The Company" there remains, after the satisfaction of all its debts and liabilities, any property whatsoever, the same shall be given or transferred to Government.

We, the several persons, whose names and addresses are hereunder subscribed, are desirous of being formed into a Company in pursuance of this Memorandum of Articles of Association.

Name and surname (present and former in full and block letters)	Father's/Husband's name in full	Nationality/former Nationality	Occupation	Residential address in full	Signature
Mohsin M. Syed	Syed M. Musa	Pakistani	Engineer	71-S, Defence Phase-II, Lahore Cantt.	<i>[Signature]</i>
Mr. Fayyaz Bashir	Bashir Ahmad	Pakistani	Secretary Industries, Commerce & Investment	7-Aikman Road, GOR, Lahore.	<i>[Signature]</i>
Mr. Khawaja Muhammad Owais	Khawaja Khuda Bakhsh	Pakistani	Industrialist	House No.2, Nisar Colony Kashina Dastgir Lahore.	<i>[Signature]</i>
Mr. Sikandar Mustafa Khan	Bashir A. Khan	Pakistani	Chairman TEVTA	House No.30-D, Sarwar Road, Lahore Cantt, Lahore.	<i>[Signature]</i>
Mr. Sabir P. Ghohar	Dr. M. A. Ghohar	Pakistani	Engineer	House No.16, St. No. 63, Sector F7/3, Islamabad.	<i>[Signature]</i>
Mr. Almas Hider	Dr. S. M. Hider	Pakistani	Businessman	House No. L-41, Gulberg-II, Lahore.	<i>[Signature]</i>
Mr. Syed Nabeel Hashmi	Syed Owais Ali Shah	Pakistani	Chief Executive Thermo Steel Industries (Pvt.) Ltd.	House No. 698 Block-3 Sector C-I, Township, Lahore.	<i>[Signature]</i>
Mr. M. I. Khuram	Haji Baktat Ali	Pakistani	Chief Executive Comfort Knitwear (Pvt.) Ltd.	45-E/1, Gulberg-III, Lahore.	<i>[Signature]</i>
Major (R) Shah Nawaz Badar	S. M. Badar	Pakistani	Secretary Labour and Industrial Resources	House No. 8B GOR-III, Shadman, Lahore.	<i>[Signature]</i>
Mr. Kamran Lashari	Sardar Abdul Majeed Khan Lashari	Pakistani	Secretary Environment Protection	House No. 224 F-10/3, Islamabad.	<i>[Signature]</i>
Mr. Zaheer Ahmad Khan	Naseer Ahmad Khan	Pakistani	Engineer	House No.18 Fateh Sher Road Mozang, Lahore.	<i>[Signature]</i>
Dr. Faisal Bari	Abdul Bari	Pakistani	Economist	122-R, Phase-II, Lahore.	<i>[Signature]</i>
				House No.29 Ghazi Road, Karachi, Mohallah Saddar Bazar, Lahore.	<i>[Signature]</i>



ATTESTED

Signatures: *[Signature]*
 Occupation: OATH COMMISSIONER
 Advocate High Court Lahore

Dated the _____ day of _____

WITNESS TO ABOVE SIGNATURES

Full Name:

Father's Name:

Full Address:

Nationality:

THE COMPANIES ORDINANCE, 1984

ARTICLES OF ASSOCIATION

OF

PUNJAB INDUSTRIAL ESTATES DEVELOPMENT AND MANAGEMENT COMPANY
(A COMPANY LIMITED BY GUARANTEE HAVING A SHARE CAPITAL)

PRELIMINARY

1. WHEREAS IT HAS BEEN agreed by several persons whose names are hereunto subscribed to establish and incorporate a Company Limited by Guarantee having a Share Capital under the provisions of the Companies Ordinance, 1984 in the name of Punjab Industrial Estate Development and Management Company (hereinafter referred to as "The Company") in accordance with the provisions of the Memorandum of Association hereto annexed and subject to several regulations hereinafter contained which shall be the regulations for management of "The Company" and for the observance of members thereof and their representatives and the same shall subject to exercise powers of "The Company", in reference to the repeal or alteration of or addition to its regulations by Special Resolution as prescribed by the "Ordinance", be such as are contained in "These Presents".

INTERPRETATION

2. The marginal notes hereto shall not affect the construction hereof, and in "These Presents" unless there be something in the subject or context inconsistent therewith:
 - I. "Attorney" includes an attorney duly constituted or appointed under power of attorney or any other authority in writing.
 - II. "Board of Directors" means the Board of Directors (BOD) of "The Company" as constituted under provisions of "These Presents".
 - III. "Board of Management" mean representatives of occupiers of each Industrial Estate, nominated and appointed as such by BOD subject to Article 22 hereof. For the purposes of this clause an "occupier" means an owner in-possession of an industrial unit in industrial estate(s).
 - IV. "Chairman" means Chairman of "The Company" duly nominated from time to time by "Government" under the provisions of "These Presents".
 - IV-a "Chief Executive Officer" means the contractual employee, selected through an open competitive selection process by BOD to perform functions within the meaning of section 2(6) of the Companies Ordinance, 1984 and appointed as such in accordance with the terms and conditions to be determined by BOD.
 - V. "Federal Government" means Government of Pakistan.

- VI. "Fund" means initial amount to be provided by "Government" on loan basis on mutually agreed terms and conditions including mark-up rate with repayment period.
- VII. "General Body" means General Body of "The Company" as constituted under the provisions of "These Presents".
- VIII. "Government" means Government of the Punjab through Industries Department.
- IX. "Industrial Estate" means an Industrial Estate managed or to be established by "The Company" anywhere in the Province of Punjab.
- X. "Legal Advisor" means an Advocate entitled to appear before any of the High Court of Pakistan or Supreme Court of Pakistan and shall be appointed by the Chief Executive Officer and approved by BOD on retainer basis.
- XI. "Local Government" means a Local Government as defined in the Punjab Local Government Ordinance, 2001 (XIII of 2001).
- XII. "Member" means Member of "The Company" whose name appears and/or is borne on the Register, as envisaged by Section 2(21) of the "Ordinance".
- XIII. "Month" means English Calendar month.
- XIV. "Office" means the registered office of "The Company".
- XV. "Ordinance" means the Companies Ordinance, 1984 and every statutory modification thereof for the time being in force.
- XVI. "Prescribed" means as prescribed by BOD from time to time.
- XVII. "Private Sector Member" means a Member who is nominated by "Government" and who is not a government employee.
- XVIII. "Register" means the Register of Members to be kept pursuant to the "Ordinance".
- XIX. "Seal" means the common Seal of "The Company".
- XX. "Secretary" means any individual appointed to perform the secretarial, administrative or other duties ordinarily performed by the secretary of a company.
- XXI. "Special Resolution" and "Ordinary Resolution" have the same meanings as assigned thereto respectively by the "Ordinance".
- XXII. "These Presents" means and include Articles of Association and any modification or alteration thereof for the time being in force.
- XXIII. Words importing singular number only include the plural number.
- XXIV. Words importing plural number only include the singular number.
- XXV. Words importing masculine gender only include the feminine gender.
- XXVI. Words importing feminine gender only include the masculine gender.

- XXVII. Words importing persons include bodies corporate and otherwise, firms, registered or un-registered associations, and non-government, semi-government and government organizations.
- XXVIII. Words of expressions in "These Presents" shall, except where it is repugnant to the subject or context, bear the same meanings as in a Standard English Dictionary.
- XXIX. "Written" and "In Writing" includes printing, lithography, type-writing, telex, tele-facsimile (fax) and other modes of representing or reproducing words in a visible form.

BUSINESS OF "THE COMPANY"

3. The business of "The Company", its affairs and/or functions shall comprise of achieving the objects given in the Memorandum and include undertaking of all or any of the several objects, and any act, deed or thing done in pursuance thereof, ancillary and/or incidental thereto as expressed in, and authorized by the Memorandum of Association hereto annexed, and can be commenced immediately after incorporation of "The Company" as BOD may think fit.

SHARE CAPITAL OF "THE COMPANY"

4. The Equity of "The Company" which shall be provided by the "Government" as follows:
- Authorized Capital Rs.150.00 Million (Rupees One Hundred and Fifty Million)
 - Paid up Capital Rs.50.00 Million (Rupees Fifty Million)

The Capital shall be divided into Five (05) Million Ordinary Shares of Rupees Ten (10) each. "The Company" may from time to time, by Special Resolution, increase, consolidate, subdivide, reduce or otherwise reorganize the Share Capital, subject to the "Ordinance" and with prior approval of the "Government".

TRANSFER AND TRANSMISSION OF SHARES

5. The "Government" shall have the exclusive right to transfer any share.
- No shares can be mortgaged, pledged, sold, hypothecated, transferred or disposed of by any Member without previous sanction of Government.
- In case of death of any Member, his share shall automatically stand transferred to Government, which shall have the exclusive right to allot the same to any other person/institution/entity.

MEMBERSHIP

6. The subscribers to "These Presents" and to the Memorandum of Association hereunto annexed shall be admitted to the Membership of "The Company" from time to time and shall be deemed to have agreed to become a "Member" of "The Company" in accordance with and in pursuance to "These Presents" and whose names appear in the Register, shall be the "Member" of "The Company".

7. The total number of members of BOD of "The Company" shall be twenty two (22), who shall be nominated by "Government". Sixteen (16) members including the CEO (contractual employee) representing private sector, (herein referred to as "Private Sector Members") shall be the persons from non-government organizations, academia, business community, and other professional or private individuals having a record of service in Industrial development related activities, nominated by "Government" in consultation with private sector organizations. Four (04) members of the BOD shall be the Secretaries to the "Government" for Industries Department, Finance Department, Labor & Human Resource Department, and two (02) from Punjab Assembly. The members of BOD from Government departments and TEVTA shall be appointed *ex-officio*.

Subsequent vacancies arising thereafter of members of BOD shall be filled in accordance with "These Presents". Due regard shall be given to skills and discipline in the composition of "General Body". Any person, who is a loan defaulter, or is a sponsor of a company which is in loan default, or otherwise ineligible to hold any such post under or by any law cannot be a member of BOD.

8. Any person/industrial estate/organization interested in the promotion of good governance and engaged in any voluntary activity with a proven record of Industrial experience is eligible to become a "Private Sector Member" of "General Body" on invitation by BOD and approval of "Government", except a person/ industrial estate/organization who is a loan defaulter, or is a sponsor of company which is a loan defaulter, or otherwise ineligible to hold any such post under or by any law. Such person/industrial estate/organization may be associated with a voluntary organization or a private individual having record of community service but his/its Membership of "The Company" will be in his/its individual capacity.
9. "The Company" shall maintain a Roll of "Members", clearly indicating their full names, addresses and occupations and every "Member" shall sign the same. If a "Member" of "The Company" changes his address, he shall forthwith notify his new address to "Secretary" of "The Company", who shall thereupon cause the new address to be put on the Rolls of "Members". Where, however, a "Member" does not notify any change of address to the "Secretary", the address appearing on the Rolls of the "Members" shall be deemed to be correct address of the "Member". The said Roll of "Members" also called "Register" shall be maintained at the Office of "The Company".
10. Membership of "The Company" may be terminated on the happening of any of the following events:
- I. On the "Member's" death, resignation, insolvency, lunacy or conviction for an offense involving moral turpitude.
 - II. When a "Member" does not attend three consecutive General Meetings of "The Company" without prior leave of absence granted by BOD.
 - III. When "The Company" in General Meeting, by a simple majority, decides to terminate the Membership of any person who acts in a manner prejudicial to the interests of "The Company", fails to fulfill any obligation required by

"The Company" or acts in a manner as is not conducive to the objects of "The Company".

11. Subject to the foregoing and/or other provisions, Membership of "The Company" shall be open to all Pakistani citizens.
12. If a vacancy occurs, among the "Members", such vacancy shall be filled in as provided in Article (08) supra.
13. When a "Member" desires to resign from his Membership of "The Company", he shall forward his letter of resignation to the Chairman and such resignation shall take effect only from the date of its acceptance by BOD.
14. "The Company" shall function notwithstanding any vacancy in any of its bodies and no act, direction or proceeding of "The Company" shall be rendered invalid merely by reason of such vacancy or because of any defect in the appointment of any of the officers of "The Company".
15. The Chairman and the members of BOD will not be paid any remuneration but will be provided traveling, boarding, lodging traveling and transportation facilities on such terms as decided by BOD.
16. "Members" of "The Company" shall not be paid any remuneration or dividend.

OFFICERS OF "THE COMPANY"

17. "The Company" shall comprise the following: -
 - I. General Body
 - II. BOD
 - III. Chairman
 - IV. Chief Executive Officer
 - V. Secretary
 - VI. Board of Management for specific Industrial Estates, exercising such powers as may be specifically "Prescribed" by BOD.

GENERAL BODY

18. There shall be a "General Body" of "The Company", which shall comprise of all the share holders.
19. The Chairman shall preside over all meetings of "General Body".
20. The Chairman may invite any person other than a Member to attend a meeting of "General Body". Such invitee to be known as special invitee, shall not, however, be entitled to vote at the meeting.
21. "General Body" shall have the following powers and functions, namely:
 - a. to give overall policy guidance and direction for the efficient functioning of "The Company";

- b. to approve the annual budget;
- c. to consider the balance sheet and audited accounts for the previous year;
- d. to consider the annual report prepared by BOD;
- e. to amend "These Presents", if deemed necessary, by way of addition, alteration, modification or substitutions, in accordance with the "Ordinance" and with prior approval of the "Government" only after which the same shall be submitted to and approved by the Registrar Companies, Lahore Region.
- f. to appoint auditors except the First Auditors to be appointed by BOD.

POWER OF NOMINATION AND/OR TERMINATION

- 22. The power to nominate and/or terminate the Chairman, any Director or the "Member" of "General Body" shall vest with the "Government". The "Government" may also supersede BOM of industrial estates or appoint or remove member(s) thereof.

GENERAL MEETINGS

- 23. The First Annual General Meeting of "The Company" shall be held at such time not more than eighteen (18) months after the incorporation of "The Company", and at such time and place as BOD may determine.
- 24. Subsequent Annual General Meetings of "The Company" shall be held at least once every year at such time and place as may be determined by BOD, within fifteen calendar months after the holding of the last preceding General Meeting and within four months from the closing of the annual accounts.
- 25. The above named General Meetings shall be called Annual General Meetings. All other meetings of "The Company" shall be called Extraordinary General Meetings.
- 26. BOD may at any time call for an Extraordinary General Meeting and shall, on the requisition of the Members representing not less than one-third of the voting power on the date of deposit of requisition, proceed to call an Extraordinary General Meeting.
- 27. Any such requisition shall specify the objects of the Meeting and shall be signed by the makers, and shall be deposited at the Office. The meeting must be convened for purposes specified in the requisition only.
- 28. If BOD does not proceed to cause a meeting to be held within twenty one days from the date of requisition being deposited, the makers or a majority of them may themselves convene a meeting to be held not more than three months, from the date of deposit of the requisition.
- 29. Any meeting convened through requisition shall be convened in the same manner, as nearly as possible, as that in which meeting is convened by BOD.
- 30. Subject to the provisions of the "Ordinance", relating to Special Resolutions, twenty one days notice, at least (exclusive of the day on which the notice is served

or deemed to be served, but inclusive of the day on which the notice is given), specifying the place, the day and the hour of the meeting, and in case of special business, the general nature of such business, shall be given of every General Meeting whether Annual or Extraordinary to the "Members" in the manner in which notices are required to be served in accordance with the provisions contained herein below. Notwithstanding anything contained herein before, a meeting may be convened by such shorter notice and in such manner as those "Members" may think fit with the consent of all the "Members" entitled to receive notice thereof and the permission of the Registrar Companies, Lahore Region.

31. The accidental omission to give any such notice to or the non-receipt of notice by any of the "Member" shall not invalidate the proceedings of any such meeting.

PROCEEDING AT GENERAL MEETINGS

32. The business of an Annual General Meeting shall be to receive and consider the income and expenditure account and balance sheet, the Annual Report of BOD and of the Auditors, if required or found necessary, and the appointment of the Auditors and fixation of their remuneration and to transact any other business which may be transacted at an Annual General Meeting. All other business transacted at Annual General Meeting and all business transacted at an Extraordinary General Meeting shall be deemed special.
33. Two third (2/3) of the voting power of "Members" of "The Company" present personally, shall be a quorum for a General Meeting for all purposes. No business shall be transacted at any General Meeting unless the quorum is present at the commencement of business.
34. If within an hour of the time appointed for the meeting a quorum is not present, the meeting if called on the requisition of "Members", shall be dissolved. In any other case, it shall stand adjourned to the same day in the next week at the same time and place, and if at the adjourned meeting, a quorum is not present within half an hour from the time appointed for the meeting, "Members" being not less than one fourth (1/4) of the total voting power of "Members" of "The Company", shall be a quorum.
35. The Chairman shall be entitled to take the chair at every General Meeting of "The Company". If the Chairman is unable due to sickness or some other unavoidable reasons, BOD may elect one of the Director's to preside.
36. The Chairman may, with the consent of any meeting at which a quorum is present (and shall if so directed by the meeting), adjourn the meeting from time to time and from place to place, but no business shall be transacted at any adjourned meeting other than the business left unfinished at the meeting from which the adjournment took place. When a meeting is adjourned for ten days or more, notice of the adjourned meeting shall be given as in the case of an original meeting. Save as aforesaid, it shall not be necessary to give any notice of an adjournment or of the business to be transacted at an adjourned meeting.

37. At any General Meeting a resolution put to the vote of the meeting shall be decided on a show of hands, unless a poll (before or on the declaration of the result of the show of hands) demanded in accordance with the provisions of the "Ordinance" and unless a poll is so demanded, a declaration by the Chairman that a resolution has, on a show of hands, been carried or carried unanimously or by a particular majority and an entry to that effect in the book of the proceedings of "The Company" shall be conclusive evidence of the fact, without proof of the number or proportion of the votes recorded in favor of, or against, that resolution.
38. If a poll is duly demanded, it shall be taken in such manner as the Chairman shall direct, and the result of the poll shall be deemed to be the resolution of the meeting at which the poll was demanded.
39. In the case of an equality of votes, whether on a show of hands or on a poll, the Chairman of the meeting at which the show of hands takes place, or at which the poll is demanded, as the case may be, shall be entitled to a casting vote.
40. The demand of a poll shall not prevent the continuance of a meeting for the transaction of any business other than the question on which a poll has been demanded.

VOTES OF MEMBERS

41. On a show of hands and on a poll, every Member present in person shall have vote(s) according to the share holding. Voting by proxy is allowed as envisaged by the "Ordinance".
42. Any corporation or body corporate which is a Member of "The Company" may by resolution of its directors or other governing body, authorize such person as it thinks fit, to act as its representative at any meeting of "The Company". The persons so authorized shall be entitled to exercise the same powers on behalf of the corporation which he represents as that corporation could exercise if it were an individual Member of "The Company" present in person. A corporation or body corporate, as the case may be, attending a meeting through such representative shall be deemed to be present at the meeting in person.

BOARD OF DIRECTORS (BOD)

43. The BOD shall comprise of twenty two (22) members of which sixteen (16) members including CEO shall be from the private sector. The remaining six (06) members shall be the following
 - Secretary Industries
 - Secretary Finance
 - Secretary Labor and Human Resource Development
 - Chairman TEVTA
 - Two (2) members of the Provincial Assembly of the Punjab
44. The affairs of "The Company" shall be managed by BOD, which shall have the responsibility to determine the direction and scope of the activities of "The

Company" in accordance with the objectives specified in Memorandum of Association. It shall also have the responsibility to approve projects and assignments as well as providing technical assistance as may be mutually agreed upon, to the "Local Governments" and to approve and administer the annual and supplementary budgets.

45. The term of office of a member of BOD shall be three years, unless he resigns earlier or becomes disqualified from being a Director or otherwise ceases to hold office.
46. No member of BOD shall serve for more than three (03) consecutive terms of three (03) years each except *ex officio* members.
47. Members of BOD shall function in their individual capacity exercising individual judgment under the Chairman, and shall not be subjected to or be bound by instructions or orders of the office, organization or agencies with which they may be associated, except *ex officio* members.
48. No action or decision by BOD shall be rendered invalid or inoperative on account of any vacancy or vacancies in the composition of BOD.
49. The meetings of BOD shall be held in the following manner:
 - a. The BOD shall hold at least six regular meetings every year and shall be called by notice under the signature of "Secretary".
 - b. All meetings of BOD shall be presided over by the Chairman or in his absence, by a Director to be elected by BOD.
 - c. Minutes of the meetings of BOD shall be recorded by "Secretary" or in his absence by a member of BOD, appointed by the Chairman. The minutes shall be duly approved or corrected at the following regular meeting and filed in the permanent records of "The Company".
 - d. Members of BOD shall not receive any compensation for their services to "The Company" and/or any profit out of the business of "The Company".
50. Every notice calling for a meeting of BOD shall state "In Writing" the date, time and place of the meeting and shall be sent to every member of BOD ordinarily seven clear days before the day appointed for the meeting.
51. Any inadvertent omission to give notice or the non-receipt or late receipt of a notice by any member shall not invalidate the proceedings of the meetings.
52. At least 1/4th of the members of the BOD shall constitute a quorum provided at least one Director shall be the representative of the "Government".
53. Each member of BOD shall have one vote. All questions at meetings of BOD shall be determined by a vote of members present, provided that in case of equality of votes, the Chairman shall have a casting vote.
54. Subject to the "Ordinance" any business which BOD may consider necessary to perform, except such as may be required to be placed before "General Body" in general meeting, may be performed by a resolution in Writing circulated among all members of BOD, and any such resolution so circulated and approved by a majority

of the members signing, shall be as effectual and binding as if a resolution had been passed at a meeting of BOD.

55. The proceedings of the meeting of BOD and resolution passed by the circulation shall be recorded in a book which shall be maintained by "The Company" for this purpose.
56. BOD shall exercise all executive and financial powers of "The Company", subject to such direction as may be issued by "General Body" from time to time.
57. The BOD shall be responsible for developing the policy guide lines for over-all management and administration of "The Company" and in particular and without prejudice to the generality of the foregoing provisions, BOD shall have the powers, subject to the provisions hereof, *inter alia*:
 - I. establish byelaws and service rules of "The Company";
 - II. to constitute or to reconstitute Board of Management(s) for the industrial estates established, developed or managed by "The Company" and appoint members, fill casual vacancy(ies) and to remove any or all member(s) thereof;
 - III. to devise eligibility criteria and to establish operational policies including those relating to finance(s) for "BOM" of the Industrial Estate(s) established, developed or managed by "The Company";
 - IV. prepare and execute detailed plans and programs for the furtherance of the objects of "The Company";
 - V. consider the annual and supplementary budgets placed before it and pass them with such modification as may be deemed necessary for being submitted to "General Body";
 - VI. prepare annual report and cause the preparation of accounts of "The Company" for consideration of "General Body";
 - VII. create posts and appoint such contractual staff as may be required for efficient management of affairs of the "The Company" and regulate the recruitment and terms and conditions of their services;
 - VIII. receive and to have custody of Funds and resources of "The Company", operate "The Company" and manage the properties of "The Company";
 - IX. incur expenditures subject to the provisions of the approved budget;
 - X. enter, for and on behalf of "The Company", into agreements including those containing arbitration clauses;
 - XI. establish, maintain, amalgamate and/or close down 'the company' offices etc. as may be deemed appropriate;
 - XII. to propose investment scenarios relating to Industrial Estate(s) development to Government;
 - XIII. to promote the establishment of common technical facility centers for up gradation of technologies used by the occupier(s) of Industrial Estate(s);

- XIV. appoint boards, committees, sub-committees and panels, consisting of persons who may or may not be Members of "The Company" or employees of "The Company" to deal with any specific task as may be determined from time to time and to confirm the appointment of Legal Advisor appointed by the Chairman;
 - XV. to impose and recover fees and charges for the services rendered by "The Company"; and
 - XVI. to contract out operational and management functions as and when required, to reputable firms or companies;
58. BOD may by resolution delegate such administrative, financial and other powers to the Chairman, Chief Executive, committees, sub-committees, panels and boards or any other officer of "The Company" as it may consider necessary and proper, subject to the condition that action taken by them under the powers so delegated, shall have to be confirmed and/or ratified in the next meeting of BOD.

CHAIRMAN

59. A. The Chairman shall be nominated by the "Government".
- B. The Chairman shall not be paid any remuneration for his services, but shall be provided all secretarial/material/ technical support in order to facilitate the efficient handling of "The Company". He will also be provided boarding, lodging, traveling and transportation facilities and shall be reimbursed for out of pocket expenses.
60. The Chairman shall be responsible *inter alia* for:
- I. coordinating and exercising general supervision over all activities of "The Company"; and
 - II. any other task as may be delegated by BOD.

CHIEF EXECUTIVE OFFICER (CEO):

- 60 - A. a. The CEO shall be a contractual employee to be hired for a period of three years renewable term. He shall be duly selected through an open competitive selection process by the BOD from private sector having engineering/management qualification and experience of at least 10 years managing industrial projects, and appointed as such in accordance with terms and conditions of his appointment to be determined by BOD.
- b. The CEO shall work under the directions of the BOD through Chairman and he shall be responsible for day-to-day management and administration of "The Company". Without prejudice to the generality of the foregoing, he shall be responsible:
- I. to determine powers, duties and fix salaries or emoluments of the managers, secretaries, officers, clerks and employees, either permanent or temporary and to require security in such instances and to such amount as deemed appropriate;

- II. to prescribe duties of all employees and staff of "The Company";
- III. to make, draw, endorse, sign, accept, negotiate and give cheques, bills of lading, drafts, orders, bills of exchange, promissory notes and other negotiable instruments in the amount(s) and manner as allowed/approved by BOD;
- IV. to institute, conduct, defend or abandon any legal proceedings by or against "The Company" in consultation with Legal Advisor or otherwise concerning the affairs of "The Company" and also to compound and allow time for payment or satisfaction of any debt due and of any claim or demand by or against "The Company";
- V. proper administration of the affairs, "Funds" and resources of "The Company";
- VI. to secure fulfillment of any contract, agreement or engagement entered into by "The Company" by mortgage or charge of all or any of the properties of "The Company" from time to time or in such manner as he may think fit in the interest of "The Company";
- VII. to appoint and to remove or suspend managers, secretaries, officers, clerks and employees, either permanent or temporary, and to determine their powers, duties and fix their salaries or emoluments and to require security in such instances and to such amount as deemed appropriate;
- VIII. to refer any claims or demands by or against "The Company" to arbitration and observe and perform the awards, in consultation with Legal Advisor;
- IX. to exercise supervision and disciplinary control over the work and conduct of all employees of "The Company" in accordance with Human Resource and Administration Policy/Rules or Regulations approved by the BOD;
- X. to delegate any of his function(s) to any officer of "The Company" with permission of the BOD;
- XI. any other task assigned by BOD.

POWERS AND DUTIES OF BOD

- 61. The business of "The Company" shall be managed by BOD, who may exercise all such powers of "The Company" as are required by the "Ordinance".

RESOURCES OF "THE COMPANY"

- 62. The resources of "The Company" shall consist of the following;
 - I. grants made by "Government";
 - II. fee and charges imposed by "The Company" for services rendered by it; and
 - III. income and receipt from other sources;

63. "The Company" may in furtherance of its objectives;
- i. invest and deal with "Funds" and monies of "The Company" according to "These Presents";
 - II. borrow and raise resources for "The Company" according to "These Presents";
 - III. draw, accept, make, endorse, sign, negotiate, deposit, promissory notes, bills of exchange, cheques or any other negotiable instruments; and
 - IV. create, with the permission of "Government", a reserve company, sinking company, insurance company or any other special company whether for depreciation, repair, improvement, extension or maintenance of any of the properties or rights of "The Company" and/or for recouping wasting assets and for any other purposes for which "The Company" deems it expedient or proper to create or maintain any such company or companies.
64. All properties of "The Company", ~~moveable or immovable~~, shall vest in "The Company" and shall be administered by ~~Chief Executive Officer~~, on behalf of "The Company" within the parameters set by "The Company" in its General Meeting or otherwise as directed by BOD.
65. "The Company" may purchase, hire, ~~lease~~ exchange or otherwise acquire property, moveable or immovable, ~~tangible or intangible~~ (including copyrights, patents and intellectual properties) which may be necessary or convenient for the purpose of "The Company" and construct, alter and/or maintain such buildings and works as may be necessary for carrying out the objects of "The Company"; provided that for acquisition or disposal of immovable property through any mode, prior permission of "Government" shall be mandatory.
66. The income and the property of "The Company", however derived, shall be applied towards the promotion and furtherance of the objectives of "The Company" as set forth in the Memorandum of Association hereto annexed. Save as otherwise provided elsewhere, no portion of the income and property of "The Company" shall be paid or transferred directly or indirectly by way of dividend, or by way of profit to persons who at any time are or have been "Members" of "The Company" or to any of them or to any person claiming through them provided that nothing herein shall prevent the payment in good faith any remuneration to any employee or other person in return for services rendered to "The Company" or for traveling allowance, and other similar out of pocket expenses.
67. A. All funds should be paid into "The Company's" account(s) with the bank(ers) of "The Company" and shall not be withdrawn except by cheque signed by authorized representatives in accordance with the procedure to be "Prescribed";
- B. Unless otherwise authorized by BOD, no new account in the name of "The Company" shall be opened.

THE SEAL

68. The "Seal" shall not be affixed to any instrument except by the authority of a resolution of the BOD and in the presence of at least two members of BOD or such other persons as BOD may appoint for the purpose and they shall sign every instrument to which the "Seal" is affixed in their presence.

ACCOUNTS

69. The BOD shall cause to be kept proper books of accounts as required under section 230 of the "Ordinance".
70. The books of account shall be kept at the "Office" or at such other place as BOD shall think fit and shall be open to inspection by the members of BOD during business hours.
71. BOD shall from time to time determine whether and to what extent and at what time and places and under what conditions or regulations, the accounts and books or papers of "The Company" or any of them shall be open to the inspection of Members not being members of BOD and no Member (not being a member of BOD) shall have any right of inspecting any account and book or papers of "The Company" except as conferred by law or authorized by BOD or by "The Company" in General Meeting.
72. BOD shall cause to be prepared and to be laid before "The Company" in General Meeting such profit and loss accounts or income and expenditure accounts and balance-sheets duly audited and reports as are required by sections 233 and 236 of the "Ordinance".
73. A balance-sheet, profit and loss account, income and expenditure account and other reports referred to in Article 69 supra shall be made out in every year and laid before "The Company" in the Annual General Meeting and made up to a date not more than four (04) months before such meeting. The balance-sheet and profit and loss account or income and expenditure account shall be accompanied by a report of the Auditors of "The Company" and the report of BOD.
74. A copy of the balance-sheet and profit and loss account or income and expenditure account and reports of BOD and Auditors shall, at least twenty one days preceding the meeting be sent to the persons entitled to receive notices of General Meetings in the manner in which notices are to be given hereunder.
75. BOD shall in all respects comply with the provisions of sections 230 to 236 of the "Ordinance".

AUDIT

76. The appointment and duties of the auditor(s) shall be regulated in accordance with the "Ordinance".
77. A. "The Company" at each Annual General Meeting shall appoint an auditor(s) being chartered accountant(s) to hold office until the next Annual General Meeting and the following provisions shall have effect, that is to say:

If an appointment of an auditor(s) is not made at an Annual General Meeting, the Securities and Exchange Commission may appoint an auditor(s) as per provisions of the "Ordinance".

- I. A member of BOD or an officer of "The Company", or a partner of or person in the employment of such member of BOD or officer or any person, indebted to "The Company" shall not be appointed auditor of "The Company".
 - II. If any person after being appointed auditor becomes indebted to "The Company", his appointment shall thereupon be terminated.
 - III. The First Auditor(s) of "The Company" may be appointed by BOD within 60 days of the date of incorporation and auditor(s), if so appointed, shall hold office until the first Annual General Meeting, unless previously removed by a resolution of "The Company" in General Meeting in which "Member" of "The Company" may appoint auditor(s) at such a meeting.
 - IV. Retiring auditor(s) shall be eligible for reappointment.
 - V. No person other than a retiring auditor(s) shall be capable of being appointed to the office of the auditor at the Annual General Meeting unless notice of an intention to nominate him be given to "The Company" not less than fourteen days before the day fixed for the holding of such Annual General Meeting and upon receipt of such notice, the provisions of the "Ordinance" shall be complied with.
- B. Any other audit of "The Company" shall be conducted as provided in the "Ordinance".
78. The remuneration of the auditor(s) shall be fixed by "The Company" in the General Meeting except that the remuneration of any auditor(s) appointed before the first Annual General Meeting or to fill any casual vacancy may be fixed by BOD.
79. Every auditor of "The Company" shall have a right of access at all times to the books, assets and accounts and vouchers of "The Company" and shall be entitled to require from the members of BOD and officers of "The Company" such information and explanation as may be necessary for the performance of duties of the auditor(s) and auditor(s) shall make a report to Members of "The Company" on the accounts examined by them, and on every balance-sheet, income and expenditure account laid before "The Company" in the General Meeting, during their tenure of office and the report shall state whether or not they have obtained all information and explanations they have required and whether or not in their opinion the balance-sheet, is in conformity with the law and whether or not such balance-sheet, and income and expenditure account, exhibit true and correct view of the state of "The Company's" affairs according to the best of their information and explanations given to them as shown by the books of "The Company" and whether or not in their opinion the books of accounts have been kept by "The Company" as required by the "Ordinance"; where any of the matters referred to herein above and answered in the negative or with a qualification, the report shall state the reasons for such answers and the report shall be attached to the balance-sheet,

income and expenditure account and such report shall be read before "The Company" in a General Meeting and shall be open to inspection by any "Member".

80. The auditor(s) shall be entitled to receive notice of and to attend all General Meetings of "The Company".
81. Every account when audited and approved by the General Meeting shall be conclusive except as regards any error discovered therein within three months after the approval thereof. Whenever any such error is discovered within that period, the account shall forthwith be corrected and henceforth shall be conclusive.

NOTICE

82. A notice may be given by "Secretary" to any "Member" either personally or by sending it by post to him to his registered address.
83. Where a notice is sent by post, service of the notice shall be effected by properly addressing, pre-paying and posting a letter containing the notice and unless the contrary is proved, notice shall be deemed to have been effected at the time at which the letter would be delivered in the ordinary course of post.
84. Notice of every General Meeting shall be given in a manner described supra to every "Member".

INDEMNITY

85. Every "Member" of "The Company" and BOD, the Chairman, Chief Executive Officer or any other officer or employee of "The Company" shall be indemnified by "The Company" against all costs, losses which they may incur or become liable to pay by reason of any contract entered into or act or deed done by them in discharge of their duties in good faith and any loss occasioned by any error of judgment, damage or misfortune which may happen in the execution of their duties in connection with affairs of "The Company".

POWER OF GOVERNMENT

86. Power to authorize the development, and up-gradation of existing or new "Industrial Estate(s)" shall vest in the "Government".

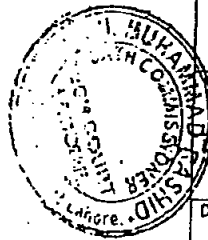
AMENDMENT

87. "These Presents" may, subject to clause 7 of the Memorandum of Association, be amended, modified, substituted, altered or repealed by a three fourth majority of the voting strength of the "Members" present and voting on a Special Resolution for the purpose in an Extraordinary General Meeting of the "Members", provided that a notice "In Writing" specifying the intention to propose the resolution as a Special Resolution shall have been served on "Members" of "The Company" at least twenty-one days prior to the meeting.

DISTRICT OFFICER
Enterprises & Investment Promotion
For Registration of Joint Stock Companies
Lahore District, Lahore

We, the several persons, whose names and addresses are hereunder subscribed, are desirous of being formed into a Company in pursuance of these Articles of Association.

Name and surname (present and former in) full and block letters	Father's/Husband's name in full	Nationality/former Nationality	Occupation	Residential address in full	Signature
Mohsin M. Syed	Syed M. Musa	Pakistani	Engineer	71-S, Defence Phase-II, Lahore Cantt.	<i>[Signature]</i>
Mr. Fayyaz Bashir	Bashir Ahmad	Pakistani	Secretary Industries, Commerce & Investment	7-Akman Road, GOR, Lahore.	<i>[Signature]</i>
Mr. Khawaja Muhammad Owais	Khawaja Khuda Bakhsh	Pakistani	Industrialist	House No.2, Nisar Colony Kashina Dasgiri Lahore.	<i>[Signature]</i>
Mr. Sikandar Mustafa Khan	Bashir A. Khan	Pakistani	Chairman I.T.A	House No.30-D, Sarwar Road, Lahore Cantt., Lahore.	<i>[Signature]</i>
Mr. Sabir P. Chohan	Dr. M. A. Chohan	Pakistani	Engineer	House No.16, St. No. 63, Sector F7/3, Islamabad.	<i>[Signature]</i>
Mr. Almas Hyder	Dr. S. M. Naqi	Pakistani	Businessman	House No. L-41, Gulberg-II, Lahore.	<i>[Signature]</i>
Mr. Syed Nabeel Hashmi	Syed Quwat Ali Shah	Pakistani	Chief Executive Thermoseal Industries (Pvt.) Ltd.	House No. 698 Block-3 Sector C- I, Township, Lahore.	<i>[Signature]</i>
Mr. M. I. Khuram	Haji Barkat Ali	Pakistani	Chief Executive Safeway Footwear Pvt. Ltd.	45-E/I, Gulberg-III, Lahore.	<i>[Signature]</i>
Major (R) Shahnawaz Badar	S. M. Badar	Pakistani	Secretary Labour and Human Resources	House No. 88 GOR-III, Shadman, Lahore.	<i>[Signature]</i>
Mr. Kamran Lashari	Sardar Abdul Majeed Khan Lashari	Pakistani	Secretary Environment Protection	House No. 224 F-10/3, Islamabad.	<i>[Signature]</i>
Mr. Zaheer Ahmad Khan	Muaseer Ahmad Khan	Pakistani	Engineer	House No.18 Fateh Sher Road Mozang, Lahore.	<i>[Signature]</i>
Dr. Faisal Bari	Abdul Bari	Pakistani	Economist	122-F, Phase-II, Lahore.	<i>[Signature]</i>
				House No.29 Ghazi Road, Karachi, Mohallah Saddar Bazar, Lahore.	<i>[Signature]</i>



Dated the _____ day of _____

WITNESS TO ABOVE SIGNATURES

Full Name: *Hasnana Aslam*

Father's Name: *S. M. Kamran Hussain*

Full Address: *109 BE, LDA Flats*

Signatures: *[Signature]*

Occupation: *Advocate High Court Lahore*

ATTESTED

[Signature]
District Officer
Enterprises & Investment Promotion
Registrar Joint Secretariat
Lahore District Office

3(5)(a)(iii)

Annual Return statements or in lieu thereof

FORM - A

ANNUAL RETURN OF COMPANY HAVING SHARE CAPITAL

01. Registration No.: RP/379
02. Name of the Company: PUNJAB INDUSTRIAL ESTATES DEVELOPMENT AND MANAGEMENT COMPANY
03. Form A made upto: 02nd March 2016
04. Date of AGM: 31st October 2014 *

*The AGM was required to be held on or before 31-10-2014, however the same was held on 02- 03-2016 under direction of the Registrar of Companies u/s 170 of the Companies Ordinance, 1984.

PART-A

05. Registered office address: Commercial Area (North) Sundar Industrial Estate, Raiwind Road, Lahore.
06. E-mail Address:
07. Office Tel. No.: 042-35297203-06
08. Office Fax No.: 042-35297207
09. Nature of Business: Industrial Estates Infrastructure Development/Management Company
10. Authorized Share Capital:

Type of Shares	No. of Shares	Amount	Face Value
Ordinary Shares	15,000,000	Rs. 150,000,000/-	Rs. 10/-

11. Paid up Share Capital:

Type of Shares	No. of Shares	Amount	Issue Price
Subject to payment wholly in cash	5,000,000	Rs. 50,000,000/-	Rs. 10/-

12. Amount of indebtedness on the date upto which form A is made in respect of all Mortgages/Charges.

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13. Particulars of the holding Company:

Name	Registration No.	% Shares Held
N.A.	N.A.	N.A.

14. Chief Executive Officer

Lt. Col. (R) Naveed Mushtaq Gill	House # 561/6-S, Phase-II, DHA Lahore.	
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15. Chief Accountant

Mr. Iftikhar Hussain	House # 10-D-BII, Audit Colony, Gulberg-III, Lahore.	
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16. Company Secretary

Mr. Iftikhar Hussain	House # 10-D-BII, Audit Colony, Gulberg-III, Lahore.	
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17. Legal Advisor

M/s Ahmed and Pansota	20 - Ganga Ram Mansions, The Mall, Lahore, Pakistan	
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18. Auditors

M/s KPMG Taseer Hadi & Co	53 L, Gulberg III, Lahore	
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19. List of Directors as on 01-03-2016

Sr. No.	Name of Director	Address	Nationality	NIC (Passport No. if foreigner)	Appointment Date
1.	Mr. S. M. Tanveer	Din Textile Mills Ltd, 16-M, Model Town Ext, Lahore	Pakistani	42201-2328985-1	28-03-2013
2	Syed Nabeel Hashmi	Thermosole Industries (Pvt) Ltd, 140 Main Industrial Area, Kot Lakhpat, Lahore	Pakistani	35202-2699574-5	28-03-2013
3	Mr. Rizwan Khalid Butt	M/s Next Pharmaceutical Ltd, House # 2/4-D, Aziz Avenue, Justice Sardar Iqbal Road, Gulberg V, Lahore.	Pakistani	35201-7000395-3	28-03-2013
4	Mr. Rehman Naseem Sheikh	House No. 59/3, Abdali Road, Multan.	Pakistani	36302-5348786-1	28-03-2013

5	Syed Tariq Siraj Jafri	KOLDKARFT (Pvt) Ltd, 68-B Block, Model Town, Lahore	Pakistani	35202-2595174-1	28-03-2013
6	Mr. Yaqoob Tahir Izhar	35-Tipu Block, New Garden Town, Lahore	Pakistani	35202-2929518-9	28-03-2013
7	Mr. Muhammad Irfan Qadri	House # 164, Block-B, Izmir Town, P.E.C.H.S, Canal Bank Road, Near Thokar Niazbaig, Lahore.	Pakistani	35202-7239654-1	28-03-2013
8	Mr. Tanveer Tariq	7/8-A, Justice Sardar Iqbal Road, Gulberg-V, Lahore.	Pakistani	35201-6803576-3	28-03-2013
9	Mr. Javed Iqbal Bhatti	House # 423, Block-E, Johar Town, Lahore	Pakistani	35202-5741155-3	12-08-2015
10	Mr. Sajid Saleem Minhas	House # 51, Tippu Block, New Gardent Town, Lahore	Pakistani	35202-0669048-7	12-08-2015
11	Mr. Shahid Hassan Sheikh	House # 15-H, Azmeer Housing Society, Canal Bank, Lahore	Pakistani	35200-1510457-3	12-08-2015
12	Ms. Arifa Khalid	House # 189/9-A, Asad Jan Road, Lahore Cantt	Pakistani	35202-0634000-6	12-08-2015
13	Mrs. Shaista Pervaiz	House # 142, E-1, Gulberg-III, Lahore	Pakistani	35202-6147537-4	12-08-2015
14	Ms. Hina Mansab Khan	House # 499, Street # 109, I-8/4, Islamabad	Pakistani	37101-1027462-6	12-08-2015
15	Mrs. Rukhsana Zafar	114-G-3, Johar Town, Lahore	Pakistani	35202-2701111-6	12-08-2015
16	Bao Akhtar Ali	House # 148, St. No. 46, Bilal Park, Chahmeeran, Lahore	Pakistani	35202-3435173-7	12-08-2015
17	Malik Ahmad Saeed Khan	Village Fateh Pur, Tehsil District Kasur	Pakistani	35102-4306541-9	12-08-2015
18	Secretary Finance Department	Finance Department, Government of Punjab, Civil Secretariat, Lahore	Pakistani	13101-1530025-3	08-01-2016
19	Chairman TEVTA	96- Gulberg Road, Lahore.	Pakistani	35201-4439582-3	29-09-2014
20	Secretary Industries Commerce & Investment Department	Industries Commerce & Investment Department, Old P&D Building, 2 Bank Road, Lahore	Pakistani	61101-1892892-3	20-08-2015
21	Secretary Labour & Human Resource	Labour & Human Resource Department, Government of Punjab, 7 Bank road, Lahore	Pakistani	33100-0804380-3	5-10-2015

PART-B

20. List of members on the date of Form-A

Folio No.	Name	Address	Nationality	No. of Shares	NIC No.
	Government of the Punjab (through Industries/C&I Department)	Old P&D Building, 2 Bank Road, Lahore		5,000,000	-


21. Transfer of shares (debentures) since last Form-A was made

	Name of Transferor	Name of Transferee	Number of shares transferred	Date of registration of transfer

22. I certify that this return and the accompanying statements state the facts correctly and completely as on the date upto which this Form-A is made.

Date: 3rd March, 2016
Place: Lahore.

Signature:
Name:
Designation:



Iftikhar Hussain
Company Secretary



Federal Board of Revenue
Revenue Division - Government of Pakistan



114(1) (RETURN OF INCOME FILED VOLUNTARILY FOR COMPLETE YEAR)

Name: PUNJAB INDUSTRIAL ESTATE DEVELOPMENT AND
Address:

Registration No: 1962954

Tax Year: 2014

Date: 28-Feb-2015



10000005496919

Manufacturing / Trading Items				
Description	Code	Total Amount	Amount Exempt from Tax / Subject to Fixed / Final Tax	Amount Subject to Normal Tax
Income / (Loss) from Business	3000	276,157,449	276,157,449	0
Net Revenue (excluding Sales Tax, Federal Excise, Brokerage, Commission, Discount, Freight Outward)	3029	2,638,057,718	2,638,057,718	0
Gross Revenue (excluding Sales Tax, Federal Excise)	3009	2,638,057,718	2,638,057,718	0
Gross Domestic Sales / Services Fee	3004	2,638,057,718	2,638,057,718	0
Cost of Sales / Services	3030	2,338,739,544	2,338,739,544	0
Direct Expenses	3089	2,338,739,544	2,338,739,544	0
Salaries / Wages	3071	47,865,904	47,865,904	0
Power	3073	2,134,370,174	2,134,370,174	0
Repair / Maintenance	3077	41,055,138	41,055,138	0
Other Direct Expenses	3083	111,956,924	111,956,924	0
Accounting Depreciation	3088	3,491,404	3,491,404	0
Gross Profit / (Loss)	3100	299,318,174	299,318,174	0
Other Revenues				
Description	Code	Total Amount	Amount Exempt from Tax / Subject to Fixed / Final Tax	Amount Subject to Normal Tax
Other Revenues	3129	201,107,363	201,107,363	0
Profit on Debt	3106	186,697,005	186,697,005	0
Others	3128	14,410,358	14,410,358	0
Management, Administrative, Selling & Financial Expenses				
Description	Code	Total Amount	Amount Exempt from Tax / Subject to Fixed / Final Tax	Amount Subject to Normal Tax
Management, Administrative, Selling & Financial Expenses	3199	224,149,454	224,149,454	0
Rent	3151	1,799,951	1,799,951	0
Salaries / Wages / Perquisites / Benefits	3154	132,494,266	132,494,266	0

114(1) (RETURN OF INCOME FILED VOLUNTARILY FOR COMPLETE YEAR)

Name: PUNJAB INDUSTRIAL ESTATE DEVELOPMENT AND
Address:

Registration No: 1962954

Tax Year: 2014

Date: 28-Feb-2015



100000005496919

Management, Administrative, Selling & Financial Expenses				
Description	Code	Total Amount	Amount Exempt from Tax / Subject to Fixed / Final Tax	Amount Subject to Normal Tax
Traveling / Conveyance / Vehicles Running / Maintenance	3155	5,932,782	5,932,782	0
Electricity / Water / Gas	3158	12,390,081	12,390,081	0
Communication	3162	708,192	708,192	0
Repair / Maintenance	3165	5,829,152	5,829,152	0
Stationery / Printing / Photocopies / Office Supplies	3166	2,835,546	2,835,546	0
Advertisement / Publicity / Promotion	3168	2,064,359	2,064,359	0
Insurance	3170	3,964,574	3,964,574	0
Professional Charges	3171	6,953,071	6,953,071	0
Profit on Debt (Financial Charges / Markup / Interest)	3172	3,245,426	3,245,426	0
Other Indirect Expenses	3180	35,742,285	35,742,285	0
Accounting Depreciation	3198	10,189,769	10,189,769	0
Accounting Profit / (Loss)	3200	276,276,083	276,276,083	0
Inadmissible / Admissible Deductions				
Description	Code	Total Amount	Amount Exempt from Tax / Subject to Fixed / Final Tax	Amount Subject to Normal Tax
Inadmissible Deductions	3239	13,681,173	13,681,173	0
Add Backs Accounting Depreciation	3238	13,681,173	13,681,173	0
Admissible Deductions	3259	13,799,807	13,799,807	0
Tax Depreciation / Initial Allowance for Current Year	3248	13,799,807	13,799,807	0
Business Assets / Equity / Liabilities				
Description	Code	Amount		
Total Assets	3349	0	0	0
Building (all types)	3302	0	36,047,183	0
Computations				
Description	Code	Total Amount	Amount Exempt from Tax / Subject to Fixed / Final Tax	Amount Subject to Normal Tax



Federal Board of Revenue
Revenue Division - Government of Pakistan



114(1) (RETURN OF INCOME FILED VOLUNTARILY FOR COMPLETE YEAR)

Name: PUNJAB INDUSTRIAL ESTATE DEVELOPMENT AND
Address:

Registration No: 1962954

Tax Year: 2014

Date: 28-Feb-2015



100000005496919

Computations				
Description	Code	Total Amount	Amount Exempt from Tax / Subject to Fixed / Final Tax	Amount Subject to Normal Tax
Accounting Profit / Tax Chargeable u/s 113C @17%	923173	0	0	0
Tax Payable	99992	0	0	0

Depreciation

Description	Code	WDV (BF)	Deletion	Addition (Used in Pakistan)	Extent of Use	Addition (New)	Extent of Use	Initial Allowance	Depreciation	WDV (CF)
Building (all types)	3302	36,047,183	0	2,182,127	100	0	0	0	3,822,931	34,406,379
Plant / Machinery (not Otherwise specified)	330301	13,951,702	0	8,498,701	100	0	0	0	3,367,560	19,082,843
Computer Hardware / Allied Items / Equipment used in manufacture of IT products	330302	3,580,342	0	3,166,916	100	0	0	0	2,024,177	4,723,081
Furniture (including fittings)	330303	5,567,447	870,000	3,255,016	100	0	0	0	1,192,869	6,759,594
Motor Vehicle (plying for hire)	33042	18,880,761	4,973,230	8,707,603	100	0	0	0	3,392,270	19,222,864

Attachments

Description
Final Accounts



Federal Board of Revenue
Revenue Division - Government of Pakistan



114(1) (RETURN OF INCOME FILED VOLUNTARILY FOR COMPLETE YEAR)

Name: PUNJAB INDUSTRIAL ESTATE DEVELOPMENT AND
Address:

Registration No: 1962954

Tax Year: 2014

Date: 28-Feb-2015



100000005496919

3(5)(b)

**Profile of experience of the applicant its management, staff and
its members in power sector**

Punjab Industrial Estates (PIE)						
Employees Data Head Office						
Official Data						
S. No.	Employee Name	Designation	Date of Joining		Experience in Years	Qualification
						Degree
1	Lt. Col. (R) Naveed Mushtaq Gill	Chief Executive Officer	02-Jun-10	25-Jul-16	6.14	BSc. (Civil)
2	Col. (Retd.) Shahzada Adil Sultan	GM (Technical)	19-Aug-15	25-Jul-16	0.93	BSc (Civil)
3	Muhammad Javed Ilyas	General Manager Special Projects	01-Mar-16	25-Jul-16	0.40	BSc (Civil)
4	Umar Saeed	Chief Engineer Civil	14-Mar-14	25-Jul-16	2.36	BSc. (Civil) & EMBA
5	Ali Muazzam Syed	Chief Engineer Civil	20-Nov-15	25-Jul-16	0.68	Msc (Transportation Engg), MBA (Finance)
6	Muhammad Fareed Ahmed	Chief Engineer Electrical	16-Jun-10	25-Jul-16	6.10	B. E (Electrical)
7	Khizar Hayat	Project Director-BIE	14-Jun-10	25-Jul-16	6.10	BSc. (Electrical)
8	Aamir Taufique	Manager Construction-MIE & PD-QASP	23-Apr-12	25-Jul-16	4.25	BSc. (Civil)
9	Shair Muhammad	Project Director-RIE	08-Nov-12	25-Jul-16	3.70	BSc (Civil)
10	Abdul Majid	Project Director VIE	02-Mar-15	25-Jul-16	1.40	BSc (Civil)
11	Khalid Kifah	Manager Special Projects	01-Sep-15	25-Jul-16	0.90	BSc (Metallurgical) & MBA
12	Shuja-ud-Din Ahmed	Manager Civil	16-Mar-16	25-Jul-16	0.36	BSc (Civil)
13	Ali Ahmed Khan	Manager BCD	10-Feb-15	25-Jul-16	1.45	Bachelor of Architecture
14	Nouman Rafique	Manager Technical	09-Mar-11	25-Jul-16	5.37	Msc (Hydro Power Engg)
15	Zafar Aliam	Manager Technical	29-Apr-08	25-Jul-16	8.22	Msc (Civil Engg)
16	Mirza Aftab Ahmad	Projects Engineer (Electrical)	06-Apr-11	25-Jul-16	5.29	Matric & DAE Electrical
17	Muhammad Aamir	Assistant Manager Electrical	04-Aug-08	25-Jul-16	7.96	MBA (HRM) & B-Tech (Hons) Electrical
18	Haris Rashid	Junior Engineer Electrical	15-Jan-14	25-Jul-16	2.52	BSc (Electrical)
19	Zia-ur-Rehman	Coordinating Assistant	10-Mar-08	25-Jul-16	8.36	DAE (Electrical)
20	Habib-ur-Rehman	Electrical Supervisor	19-Aug-14	25-Jul-16	1.93	Matric & DAE Electrical
21	Muhammad Hashim Amin	Internee	16-Feb-16	25-Jul-16	0.44	BS Electrical Engineering
22	Asif Rauf	Assistant Manager Business Development	12-Sep-11	25-Jul-16	4.86	MSc
23	Muhammad Khan	Electrical Supervisor	04-Mar-13	25-Jul-16	3.39	DAE (Electronics)
24	Umar Sohail	Electrical Supervisor	26-Jul-11	25-Jul-16	4.99	Matric
25	Imran Ali	Electrical Supervisor	19-Aug-14	25-Jul-16	1.93	Matric & DAE Electrical
26	Adnan Jamil	Assistant Auto Cad	08-Aug-11	25-Jul-16	4.96	FA
27	Ihtisham Ali	Electrical Helper	01-Sep-14	25-Jul-16	1.90	DAE (electronics)
28	Hafiz SM Azeem Gillani	Internee	21-Dec-15	25-Jul-16	0.59	B.Tech (Hon.) (Electrical)
29	Hafiz Muhammad Akram	Sub Engineer	17-Aug-11	25-Jul-16	4.93	DAE (Civil)
30	Muhammad Faisal Rashid	Surveyor	16-Jun-10	25-Jul-16	6.10	I. Com & DAE (Civil)
31	Nauman Mustafa	Site Engineer (Civil)	04-Feb-13	25-Jul-16	3.46	BSc (Civil)
32	Muhammad Saleem	Senior Lab Technician	03-Oct-14	25-Jul-16	1.61	BSc
33	Imran Aslam	Surveyor	21-Jan-13	25-Jul-16	3.50	DAE (Civil)
34	Muhammad Shafi	Deputy Manager QA/QC	11-Aug-11	25-Jul-16	4.95	MSc (Geology)
35	Muhammad Jamshaid Rana	Site Engineer (Civil)	18-Sep-11	25-Jul-16	4.84	DAE (Civil)
36	Ghulam Ghous	Sub Engineer-MIE	01-Oct-10	25-Jul-16	5.81	DAE (Public Health Engg)
37	Ghulam Haider	Sub Engineer (Civil)	03-Oct-11	25-Jul-16	4.60	DAE (Civil)
38	Fazal Mubeen	Supervisor (Civil)	03-Oct-14	25-Jul-16	1.61	Matric & DAE (Civil)
39	Kashif Khan	Supervisor (Civil)	03-Oct-14	25-Jul-16	1.81	Matric & DAE (Civil)
40	Syed Sana Haider	Electrical Supervisor	01-Apr-11	25-Jul-16	5.31	Matric & DAE Electrical
41	Muhammad Waseem	Deputy Manager Construction	15-Oct-12	25-Jul-16	3.77	BSc (Civil)
42	Muhammad Amar	Sub Engineer (Civil)	20-Sep-10	25-Jul-16	5.84	B-Tech (Civil)

Punjab Industrial Estates (PIE)						
Employees Data Head Office						
Official Data						
S. No.	Employee Name	Designation	Date of Joining		Experience in Years	Qualification
						Degree
43	Imran Qaisar	Surveyor (Civil)	30-Jan-13	25-Jul-16	3.48	DAE (Civil)
44	Muhammad Farooq Shah	Internee	10-Feb-16	25-Jul-16	0.46	DAE (Civil)
45	Jafar Abbas	Senior Quantity Surveyor	12-Jan-16	25-Jul-16	0.53	DAE (Civil)
46	Muhammad Faisai Waseem	Sub Engineer (Civil)	26-Sep-11	25-Jul-16	4.82	Matric & B. Tech (Hon)
47	Sarfraz Ashraf	Sub Engineer (Civil)	28-Jan-13	25-Jul-16	3.48	B. Tech (Civil)
48	Muhammad Sajid	Junior Engineer Civil	01-Aug-14	25-Jul-16	1.98	BSc (Civil)
49	Adnan Aslam	Site Engineer Civil	07-Feb-13	25-Jul-16	3.46	BSc (Civil)
50	Mariam Liaqat	Junior Engineer Environment	15-Jan-14	25-Jul-16	2.52	BSc (Environment)
51	Shahbaz Ahmad	Sub Engineer (Civil)	2-Feb-11	25-Jul-16	5.47	DAE (Mechanical)
52	Qasim Afzal	Junior Engineer Civil	17-Dec-12	25-Jul-16	3.60	BSc (Civil)
53	Muhammad Rizwan Javed	Supervisor Civil	15-Feb-16	25-Jul-16	0.44	DAE (Civil)

3(5)(d)(i)

Cash balance & bank certificates



THE BANK OF PUNJAB

Passion Reborn

Main Branch, 7-Egerton Road,
Lahore.phones:042-36375816
Website://www.bop.com.pk

MAY 16,2016.

TO WHOM IT MAY CONCERN

This is to certify that "**PUNJAB INDUSTRIAL ESTATES DEVELOPMENT AND MANAGEMENT COMPANY**" is maintaining CPA account with us under serial#0016240005 which shows credit balance of Rs:1659,288,645.19 (Rupees sixteen hundred fifty nine million two hundred eighty eight thousand six hundred forty five and Paise nineteen only)at the close of business hours as on 13-05-2016.

This Certificate is being issued at the specific request of the party without any risk or liability on the part of this bank or any of its officers.



OFFICER



MANAGER

Main Branch, 7-Egerton Road,

3(5)(d)(ii)

**Expression of interest to provide credit or financing along with
sources and details thereof**



PUNJAB INDUSTRIAL ESTATES DEVELOPMENT AND MANAGEMENT COMPANY

EXPRESSION OF INTEREST

In the light of resolution passed by the Board of Directors in 104th BOD meeting held on July 21, 2016. The Company expresses its interest to provide credit from the resources owned by the company.


Chief Executive Officer



3(5)(d)(iii)

Latest Financial statements

**Punjab Industrial Estates Development
and Management Company**

Financial Statements for the year ended
30 June 2014

Directors' Report for the Financial Year Ended June 30, 2014

The Board of Directors of Punjab Industrial Estates Development & Management Company (PIEDMC) is pleased to present the report together with the audited accounts for the year ended June 30, 2014.

PIE has been assigned the responsibility of developing and maintaining a chain of industrial estates throughout Punjab to provide a business friendly climate to the entrepreneurs. Currently PIE is managing the affairs through four Boards of Management namely:

1. Sundar Industrial Estate;
2. Multan Industrial Estate;
3. Quid-e-Azam Industrial Estate; and
4. Pakistan Drugs Testing & Research Centre.

Sundar Industrial Estate is presently in development phase of extended area. An amount of Rs.2,11.61 million has already been spent on the Infrastructure development of the projects of SIE up to 30th June, 2014.

132 KV grid station has been established and is working satisfactorily. Extension of load of 32 KV from FESCO is also in process. This will resolve the power supply problems of the industrial community of SIE to a great extent and will enhance industrial production and further colonization of SIE.

Due to quality infrastructure and one window operation, plot sales have continued and majority of the plots have been allotted. Multi-nationals like Tetra Pak, Pepsi Co, CHT Pakistan (Pvt) Ltd, SVA Rana (Haler), New Allied Motors (P.G), Kansai paints, Terraco Pakistan and BOC Pakistan Ltd have set up their units in SIE.

Keeping in view the success of the Exit Policy, according to which allottees were allowed to transfer their plots by paying plot transfer fee, it was extended up to September 2013. During the current financial year, revenue of Rs.87.10 million was generated through Exit policy.

As per instructions of the Honorable Chief Minister Punjab, state of the art drugs testing lab has been established in Sundar Industrial Estate to facilitate the pharmaceutical sector. The lab is fully operational and is in the phase of obtaining certification under ISO 17025.

Whereas for Multan Industrial Estate Phase-II, amicable out of court settlement was carried out with the contractor, work was restored and the development works completed.

The Government has also assigned PIE the task of development of the following industrial estates:

1. Rahim Yar Khan Industrial Estate;
2. Bhawal Industrial Estate;
3. Achari Industrial Estate
4. Quid-e-Azam Apparel Park; and
5. Chunian Industrial Estate; &

External Development of Rahim Yar Khan and Bhakwal Industrial Estates has already been completed and Internal Development is in progress rapidly. An amount of Rs. 987.41 and 584.75 million respectively, out of PIEDMC's own funds, has already been spent on development of both the Industrial Estates.

The External Development of Vehari Industrial Estate is also in progress and an amount of Rs. 77.64 million has been spent out of PIEDMC's own funds up to 30th June 2014.

1836 acres of land has been acquired for development of Quaid-e-Azam Apparel Park. The External Development of Quaid-e-Azam Apparel Park is in progress and Rs. 20.10 has been spent up to 30th June 2014. The release of funds from the Government of Punjab for development of Quaid-e-Azam Apparel Park is under way.


PIEDMC is also in the process of issuance of Section "4" by the Land Acquisition Collector (LAC) for acquiring of land for Chiniot Industrial Estate.

The deposit work of Quaid-e-Azam Solar Park also started during the current financial year. An amount of Rs. 68.70 million has been spent on engineering, construction and procurement services as per the direction of the Energy Department of the Government of Punjab. Funds of Rs.1.6 Billion will be released by the Energy Department of the Government of Punjab in due course.

The long outstanding issue of qualified opinion of auditors, regarding long term loan from Government of the Punjab, has been removed as PIEDMC has signed a loan agreement of Rs. 125.20 million during the current financial year. 1st instalment of the loan has also been paid during the current financial year.

All other observations of the auditors on different issues mentioned in the BOD letter have also been duly addressed by the Board of Directors.

On behalf of the Board of Directors,


Chairman, PIEDMC



KPMG Taseer Hadi & Co.
Chartered Accountants
2nd Floor,
Servo House
2-Mari Gulberg-Jal Road,
Lahore-Pakistan

Telephone : +92(42) 3579 0901 to 4
Fax : +92(42) 3579 0907
Internet : www.kpmg.com.pk

Auditors' Report to the Members

We have audited the annexed balance sheet of **Punjab Industrial Estates Development and Management Company ("the Company")** as at 30 June 2014 and the related income and expenditure account, cash flow statement and statement of changes in equity together with the notes forming part thereof, for the year then ended and we state that we have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purpose of our audit.

It is the responsibility of the Company's management to establish and maintain a system of internal control, and prepare and present the above said statements in conformity with the accounting standards and the requirements of the Companies Ordinance, 1984. Our responsibility is to express an opinion on these statements on the basis of our audit.

An audit is conducted in accordance with the auditing standards as applicable in Pakistan. An audit involves examining evidence on a test basis, assessing the risks of material misstatement, and exercising professional judgment about whether the above said statements are free of any material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the statements and documents. An audit also includes assessing the accounting policies and accounting estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that our audit provides a reasonable basis for our opinion and after due verification, we report that:

(a) in our opinion, proper books of accounts have been kept by the Company as required by the Companies Ordinance, 1984;

(b) except for:

(i) the cash, income and income and expenditure account together with the notes hereon have been drawn up in conformity with the Companies Ordinance, 1984 and the provisions of supporting books of accounts and are further in accordance with the accounting standards as applicable in Pakistan;

(ii) the cash flow statement of the Company;

(c) the business conducted, investments made and the expenditure incurred during the year are in accordance with the objects of the Company;

(d) in our opinion and to the best of our information and according to the explanations given to us, the balance sheet, income and expenditure account, cash flow statement and statement of changes in equity together with the notes forming part thereof conform with approved accounting standards as applicable in Pakistan and give the

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KPMG Taseer Hadi & Co.

the income is reported by the company Ordinance 1984 in the manner so required by the provisions of the Ordinance of the company with the effect of the income being reported in the manner required by the Ordinance.

The Zakat was deductible at source under the Zakat and Ushr Ordinance, 1986.

Date: 30 October 2015

Yours faithfully,

KPMG Taseer Hadi & Co.
Chartered Accountants
(Kamran Iqbal Yousafi)

Punjab Industrial Estates Development and Management Company
(A Company set up under section 42 of the Companies Ordinance, 1984)
Balance Sheet

As at 30 June 2014

	Note	2014 Rupees	2013 Rupees
EQUITY AND LIABILITIES			
<u>Share capital and reserves</u>			
Authorized share capital: (5,000,000/2013: 15,000,000) ordinary shares of rupees 10 each		150,000,000	150,000,000
Issued, subscribed and paid up capital: (5,000,000/2013: 5,000,000) ordinary shares of rupees 10 each		50,000,000	50,000,000
Excess of income over expenditure		1,189,855,581	1,068,860,175
		1,239,855,581	1,118,860,175
<u>Non-Current liabilities</u>			
Long term financing	5	736,208,827	170,839,341
Long term deposits	9	171,681,995	140,177,912
		907,890,822	311,017,253
<u>Deferred liabilities</u>			
Deferred government grant	10	737,627,609	349,113,116
Staff retirement benefits	11	18,436,862	36,611,064
		756,064,471	385,724,180
<u>Current liabilities</u>			
Current portion of long term financing	8	123,887,375	955,809,804
Trade and other payables	12	927,516,155	478,113,209
Accrued mark up on long term financing		-	23,030,759
Advances received for sale of plots	13	7,444,579,703	6,977,331,969
		8,495,983,233	8,434,966,137
Contingencies and commitments	14	-	-
		11,399,794,107	10,239,868,965
<u>Non-Current assets</u>			
Net investment in finance lease	15	1,350,496	1,787,186
Property and equipment	16	131,340,326	128,578,956
Intangible	17	1,764,354	-
Capital work in progress	18	87,800,697	80,948,968
Long term deposits		89,575,500	89,294,880
		311,831,373	300,610,020
<u>Current assets</u>			
Current maturity of net investment in finance lease	15	436,690	416,191
Stores, spare parts and loose tools		19,950,750	25,008,171
Inventory	19	8,445,281,941	7,021,375,850
Trade debtors	20	376,028,634	273,496,576
Receivable from related party	21	19,500,000	19,500,000
Advances, deposits, prepayments and other receivables	22	465,103,379	601,467,936
Short term investment	23	265,000,000	265,000,000
Accrued interest		18,559,985	10,758,390
Cash and bank balances	24	1,478,101,355	1,732,205,131
		11,087,962,734	9,949,258,315
		11,399,794,107	10,249,868,365

The annexed notes from 1 to 39 form an integral part of this financial information.

Asst. Secy.

Lahore


Chief Executive


Chairman

Punjab Industrial Estates Development and Management Company
(A Company set up under section 42 of the Companies Ordinance, 1984)
Income and Expenditure Account
For the year ended 30 June 2014

	Note	2014 Rupees	2013 Rupees
<u>Income</u>			
Government grant related to income	10.1.1	-	58,029,000
Government grant related to assets	16.2	430,160	130,960
Government grant related to loan	19	68,582,245	-
		<u>69,012,405</u>	<u>58,159,960</u>
Sale of plots		157,782,100	128,805,050
Electricity billing		2,223,180,396	1,313,519,643
<u>Income against maintenance of infrastructure</u>			
Operation, maintenance and allied service billing	25	131,108,548	110,225,101
Fees		185,766,722	253,460,286
Miscellaneous sales		31,228,205	14,638,355
		<u>348,103,475</u>	<u>378,323,742</u>
		2,798,078,376	1,878,808,395
Return on bank deposits		182,709,727	148,025,280
Mark up on outstanding dues		3,987,278	4,011,079
Other income	26	17,026,140	11,191,367
		<u>203,723,145</u>	<u>166,230,726</u>
		3,001,801,521	2,045,039,121
<u>Expenditure</u>			
Cost of plots sold		156,745,065	124,802,630
Operations and maintenance expenses	27	130,728,381	98,201,072
Cost of electricity	28	2,140,437,512	1,200,699,502
Administrative expenses	29	357,691,814	168,301,145
Selling expenses		51,229,925	25,419,361
Finance cost	30	63,973,418	13,181,652
		<u>2,880,806,115</u>	<u>1,628,605,263</u>
Taxation	31	-	-
Excess of income over expenditure		<u>120,995,406</u>	<u>416,433,858</u>

The annexed notes from 1 to 39 form an integral part of this financial information.

16/06/2014

Lahore

Chief Executive

Chairman

Punjab Industrial Estates Development and Management Company
(A Company set up under section 42 of the Companies Ordinance, 1984)
Statement of Comprehensive Income
For the year ended 30 June 2014

	2014 Rupees	2013 Rupees
Excess of income over expenditure	120,995,406	416,433,858
Other comprehensive income for the year	-	-
Excess of income over expenditure	<u>120,995,406</u>	<u>416,433,858</u>

The annexed notes from 1 to 39 form an integral part of this financial information.

NAME

Lahore



Chief Executive



Chairman

Punjab Industrial Estates Development and Management Company
(A Company set up under section 42 of the Companies Ordinance, 1984)
Cash Flow Statement
For the year ended 30 June 2014

	Note	2014 Rupees	2013 Rupees
Cash (used in) / generated from operations	32	(494,105,681)	515,437,079
Interest paid		(18,416,652)	(311,645)
Return on bank deposits		174,908,132	148,025,280
Security deposits		30,923,383	24,724,612
Gratuity paid		(10,464,715)	(461,893)
Gratuity contributions transferred by the Company		(29,077,917)	-
Net cash (used in) / generated from operating activities		(346,233,450)	687,313,133

Cash flows from investing activities

Capital expenditure	(34,180,531)	(97,310,002)
Proceeds from sale of assets	3,334,050	1,302,211
Investment made during the year	-	(250,000,000)
Net investment in finance lease	702,601	1,280,183
Net cash used in investing activities	(30,143,880)	(344,727,608)

Cash flow from financing activities

Net loan received from government	122,273,554	250,000,000
Net cash generated from financing activities	122,273,554	250,000,000
Net (decrease) / increase in cash and cash equivalents	(254,103,776)	592,585,825
Cash and cash equivalents at the beginning of the year	1,732,205,131	1,139,619,306
Cash and cash equivalents at the end of the year	1,478,101,355	1,732,205,131

The annexed notes from 1 to 39 form an integral part of this financial information.

14/07/2014

Lahore

Chief Executive

Chairman

Punjab Industrial Estates Development and Management Company
(A Company set up under section 42 of the Companies Ordinance, 1984)
Statement of Changes in Equity
For the year ended 30 June 2014

	Paid Up Share Capital	Excess of income over expenditure	Total
		Rupees	
Balance as at June 30, 2012	50,000,000	652,426,317	702,426,317
Excess of income over expenditure		416,433,858	416,433,858
Balance as at June 30, 2013	50,000,000	1,068,860,175	1,118,860,175
Excess of income over expenditure		120,995,406	120,995,406
Balance as at June 30, 2014	50,000,000	1,189,855,581	1,239,855,581

The annexed notes from 1 to 39 form an integral part of this financial information.

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Lahore

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Chief Executive

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Chairman

Punjab Industrial Estates Development and Management Company
(A Company set up under section 42 of the Companies Ordinance, 1984)
Notes to the Financial Statements
For the year ended 30 June 2014

1 Legal status and nature of business

Punjab Industrial Estates Development and Management Company ("the Company") was incorporated in Pakistan on 18 September 2003 as a public company limited by guarantee, licensed as a non-profit organization under section 42 of the Companies Ordinance, 1984. The Company is wholly owned by the Government of Punjab. The principal activity of the Company is to develop new industrial estates together with updating the existing industrial estates as may be assigned by the Government of Punjab. The registered office of the Company is situated at Commercial Area (North) Sundar Industrial Estate, Raiwind road, Lahore.

The Company is managing Quaid e Azam Industrial Estate ("QIE") in Lahore and Multan Industrial Estate - Phase I ("MIE I") in Multan while it is currently developing:

- Sundar Industrial Estate ("SIE") in Lahore;
- Multan Industrial Estate - Phase II ("MIE II") in Multan;
- Rahim Yar Khan Industrial Estate in Rahim Yar Khan;
- Bhawal Industrial Estate in Bhawal;
- Vehari Industrial Estate in Vehari and;
- Quaid-e-Azam Apparel Park in Sheikhpura.

2 Statement of compliance

These financial statements have been prepared in accordance with approved accounting standards as applicable in Pakistan and the requirements of Companies Ordinance, 1984. Approved accounting standards comprise of such International Financial Reporting Standards ("IFRSs") issued by the International Accounting Standards Board as notified under the Companies Ordinance, 1984, provisions of and directives issued under the Companies Ordinance, 1984. In case requirements differ, the provisions or directives of the Companies Ordinance, 1984 shall prevail.

3 Basis of preparation

These financial statements have been prepared under the historical cost convention except for grants and long term loans which are measured at fair value. In these financial statements, except for the amounts reflected in the cash flow statement, all transactions have been accounted for on accrual basis.

4 Functional and presentational currency

These financial statements have been prepared in Pak Rupees which is also the Company's functional currency.

5 Use of estimates and judgments

The preparation of financial statements in conformity with approved accounting standards requires management to make judgments, estimates and assumptions that effect the application of policies and reported amount of assets and liabilities and income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under circumstances, and the results of which form the basis for making judgment about carrying value of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

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The estimates and underlying assumptions are reviewed on an ongoing basis. Revision to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period, or in the period of revision and future periods if the revision affects both current and future periods. The areas where assumptions and estimates are significant to the Company's financial statements or where judgment was exercised in application of accounting policies are as follows:

- Depreciation method, residual values and useful lives of depreciable assets
- Staff retirement benefits
- Fair value of loan
- Present value of grant
- Provisions and contingencies

6 Summary of significant accounting policies

6.1 Long term financing

These are classified as 'financial liabilities at amortized cost'. On initial recognition, these are measured at cost, being fair value at the date the liability is incurred, less attributable transaction costs. Subsequent to initial recognition, these are measured at amortized cost with any difference between cost and value at maturity recognized in the profit or loss over the period of the borrowings on an effective interest rate basis.

Loan at a below-market rate of interest from Government are recognized and measured at amortized cost (i.e. the present value of the future cash flows discounted at a market rate of interest) and interest to be imputed on the loan in subsequent periods. The benefit, that is the difference between the fair value of the loan on initial recognition and the amount received, is accounted for as a grant according to its nature

6.2 Deferred income

This represents grant received in cash for infrastructure development and plots received from government that are held for sale. The income related to grant in cash is realized as and when infrastructure development expenses are incurred by the Company and income related to grant of plots is realized as and when land is developed by the Company. The income realized is included in the income and expenditure account for the year in which it is realized.

6.3 Government grants

Government grants are recognized when there is reasonable assurance that the Company will comply with the conditions attaching to them and these will be received.

Government grants related to assets are credited to the balance sheet and amortized to income and expenditure account over the useful life of the asset.

Grants related to income are presented as a long term liability. Grants are recognized as income over the period necessary to match them with the related costs which they are intended to compensate on a systematic basis i.e. amount equal to the percentage of the related costs incurred for the purpose for which the grant has been received.

6.4 Staff retirement benefits

The Company operates a gratuity scheme for its employees having a service period of more than six months. Provisions are made in the financial statements to cover obligations. During the year a fund has been created which covers permanent employees of PHE head office who have completed the minimum qualifying period of service as defined under the respective scheme.

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6.5 Trade and other payables

Liabilities relating to trade and other payables are carried at cost which is the fair value of consideration to be paid in the future for goods and services received, whether or not billed to the Company.

6.6 Taxation

The income of the Company is exempt from levy of income tax under clause 58 of part I of the second schedule to the Income Tax Ordinance, 2001. Please also see note 31

6.7 Provisions

Provisions are recognized when the Company has a legal or constructive obligation as a result of past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the amount can be made. Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimate.

6.8 Property and equipment

Property and equipment are stated at cost less accumulated depreciation and impairment in value, if any. Cost of operating fixed assets consists of historical costs and attributable costs in bringing the assets to their working condition.

Depreciation is calculated by applying the rates mentioned in the respective note on reducing balance method. Depreciation is charged on additions from the month the asset is available for use and on disposals up to the month preceding the month of disposal. The assets' residual values and useful lives are reviewed and adjusted, if appropriate, at each balance sheet date.

Normal repair and maintenance is charged to income as and when incurred whereas major renewals and improvements are capitalized. Gain or loss on disposal of assets is charged to income and expenditure account.

6.9 Capital work-in-progress

Capital work-in-progress is stated at cost less any identified impairment loss. All expenditure connected with specific assets incurred during installation and construction period are carried under capital work-in-progress. These are transferred to specific assets as and when these are available for use.

6.10 Intangibles

Expenditure incurred to acquire intangibles is capitalized as intangible and stated at cost less accumulated amortization and any identified impairment loss. The estimated useful life and amortization method is reviewed at the end of each annual reporting period, with effect of any changes in estimate being accounted for on a prospective basis.

Intangibles are amortized using straight-line method over a period of three years. Amortization on additions to intangible assets is charged from the month the asset is available for use and on disposals up to the month preceding the month of disposal.

16/07/2024

6.11 Stores, spare parts and loose tools

These are stated at lower of cost and net realizable value. Cost is determined using the weighted average method. Items in transit are valued at cost comprising invoice value plus other charges paid thereon.

6.12 Projects in progress

This represents saleable land received from government and land purchased for various projects, expenditure incurred on its development, and is intended to be sold in the ordinary course of business.

Saleable land received from government is valued at Deputy Commissioners rate of valuation of land as published in the official gazette. Land purchased is valued at the fair value being the amount paid on purchase consideration. Expenditure incurred on development of infrastructure forms part of the cost of over all project and is capitalized as and when incurred.

Inventory is valued at lower of the cost and net realizable value. Net realizable value is the estimated selling price of plots in the ordinary course of business less the estimated costs of completion of projects in progress.

6.13 Trade debts

Trade debts are carried at original invoice amount less an estimate made for doubtful debts based on review of outstanding amounts at the year end. Bad debts are written off when identified.

6.14 Cash and cash equivalents

Cash and cash equivalents comprise of cash in hand and at bank and short term deposits with maturities of three months or less. These are readily convertible to known amount of cash therefore they are subject to insignificant risk of changes in value and are used by the Company in the management of its short-term commitments.

6.15 Financial assets

Classification

The classification of financial assets depend on the purpose for which they are acquired. Management determines the classification of its financial assets at the time of initial recognition and classifies them in the following categories:

a) Financial assets at fair value through profit or loss

Financial assets at fair value through profit or loss are financial assets held for trading and financial assets designated upon initial recognition as at fair value through profit or loss. A financial asset is classified as held for trading if acquired principally for the purpose of selling in the short term. Assets in this category are classified as current assets if expected to be settled within twelve months, otherwise, they are classified as non-current.

b) Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They are included in current assets, except for maturities greater than twelve months after the balance sheet date, which are classified as non-current assets. Loans and receivables comprise trade debts, receivable from a related party, advances, deposits, prepayments and other receivables, accrued interest and cash at bank in the balance sheet.

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c) Available-for-sale financial assets

Available-for-sale financial assets are non-derivatives that are either designated in this category or not classified in any of the other categories. They are included in non-current assets unless management intends to dispose of the investments within twelve months from the balance sheet date.

d) Held to maturity

Financial assets with fixed or determinable payments and fixed maturity, where management has the intention and ability to hold till maturity are classified as held to maturity and are stated at amortized cost. This include short term investment in the balance sheet

Recognition and measurement

All financial assets are recognized at the time when the Company becomes a party to the contractual provisions of the instrument. Regular purchases and sales of investments are recognized on trade-date, the date on which the Company commits to purchase or sell the asset. Financial assets are initially recognized at fair value plus transaction costs for all financial assets not carried at fair value through profit or loss. Financial assets carried at fair value through profit or loss are initially recognized at fair value and transaction costs are expensed in the profit and loss account. Financial assets are derecognized when the rights to receive cash flows from the assets have expired or have been transferred and the Company has transferred substantially all the risks and rewards of ownership. Available-for-sale financial assets and financial assets at fair value through profit or loss are subsequently carried at fair value. Loans and receivables and held-to-maturity investments are carried at amortized cost using the effective interest rate method.

Gains or losses arising from changes in the fair value of the 'financial assets at fair value through profit or loss' category are presented in the profit and loss account in the period in which they occur. Dividend income from financial assets at fair value through profit or loss is recognized in the profit and loss account as part of other income when the Company's right to receive payments is established.

Changes in the fair value of securities classified as available-for-sale are recognized in other comprehensive income. When securities classified as available-for-sale are sold or impaired, the accumulated fair value adjustments recognized in other comprehensive income are reclassified from equity to profit and loss account as a reclassification adjustment. Interest on available-for-sale securities, calculated using the effective interest method is recognized in the profit and loss account. Dividends on available-for-sale equity instruments are recognized in the profit and loss account when the Company's right to receive payments is established.

The fair values of quoted investments are based on current prices. If the market for a financial asset is not active (and for unlisted securities), the Company measures the investments at cost less impairment in value, if any.

The Company assesses at each balance sheet date whether there is objective evidence that a financial asset or a group of financial assets is impaired. If any such evidence exists for available-for-sale financial assets, the cumulative loss is removed from equity and recognized in the profit and loss account. Impairment losses recognized in the profit and loss account on equity instruments are not reversed through the profit and loss account.

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Financial liabilities

All financial liabilities are recognized at the time when the Company becomes a party to the contractual provisions of the instrument.

A financial liability is derecognized when the obligation under the liability is discharged or cancelled or expired. Where an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a derecognition of the original liability and the recognition of a new liability, and the difference in respective carrying amounts is recognized in the profit and loss account.

Offsetting of financial assets and financial liabilities

Financial assets and liabilities are off-set and the net amount reported in the balance sheet when there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis, or realize the asset and settle the liability simultaneously.

6.16 Revenue

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be measured reliably. Revenue is measured at fair value of consideration received or receivable on the following basis:

- Revenue from sale of industrial plots is recognized at the execution of sale deed.
- Electricity bills, fee and other charges are recorded when these become due.
- Return on bank deposits is recognized as and when accrued on effective interest method.
- Finance lease income is allocated to accounting periods so as to reflect a constant periodic rate of return on the Company's net investment outstanding in respect of leases.
- Miscellaneous sales represents the sales of electricity meters and related items to the allottees'. The income from such sales is recognized on installation of equipment at allottees' sites.

7 Standards, Interpretations and amendments to published approved accounting standards

7.1 New and revised approved accounting standards, interpretations and amendments thereto

There were certain new standards and amendments to the approved accounting standards which became effective during the year but are considered not to be relevant or have any significant effect on the Company's operations and are, therefore, not disclosed in these financial statements.

The following standards, amendments and interpretations of approved accounting standards will be effective for accounting periods beginning on or after 01 July 2014:

IFRIC 21- Levies 'an Interpretation on the accounting for levies imposed by governments' (effective for annual periods beginning on or after 01 January 2014). The Interpretation clarifies that the obligating event that gives rise to a liability to pay a levy is the activity described in the relevant legislation that triggers the payment of the levy. The interpretation is not likely to have an impact on Company's financial statements.

ADDITIONAL

Offsetting Financial Assets and Financial Liabilities (Amendments to IAS 32) – (effective for annual periods beginning on or after 01 January 2014). The amendments address inconsistencies in current practice when applying the offsetting criteria in IAS 32 Financial Instruments: Presentation. The amendments clarify the meaning of ‘currently has a legally enforceable right of set-off’; and that some gross settlement systems may be considered equivalent to net settlement. The amendments are not likely to have an impact on Company’s financial statements.

Amendment to IAS 36 “Impairment of Assets” Recoverable Amount Disclosures for Non-Financial Assets (effective for annual periods beginning on or after 01 January 2014). These narrow-scope amendments to IAS 36 Impairment of Assets address the disclosure of information about the recoverable amount of impaired assets if that amount is based on fair value less costs of disposal.

Amendments to IAS 39 “Financial Instruments: Recognition and Measurement” Continuing hedge accounting after derivative novation (effective for annual periods beginning on or after 01 January 2014). The amendments add a limited exception to IAS 39, to provide relief from discontinuing an existing hedging relationship when a novation that was not contemplated in the original hedging documentation meets specific criteria.

Amendments to IAS 19 “Employee Benefits” Employee contributions – a practical approach (effective for annual periods beginning on or after 01 July 2014). The practical expedient addresses an issue that arose when amendments were made in 2011 to the previous pension accounting requirements. The amendments introduce a relief that will reduce the complexity and burden of accounting for certain contributions from employees or third parties. The amendments are relevant only to defined benefit plans that involve contributions from employees or third parties meeting certain criteria.

Amendments to IAS 38 Intangible Assets and IAS 16 Property, Plant and Equipment (effective for annual periods beginning on or after 01 January 2016) introduce severe restrictions on the use of revenue-based amortization for intangible assets and explicitly state that revenue-based methods of depreciation cannot be used for property, plant and equipment. The rebuttable presumption that the use of revenue-based amortisation methods for intangible assets is inappropriate can be overcome only when revenue and the consumption of the economic benefits of the intangible asset are ‘highly correlated’, or when the intangible asset is expressed as a measure of revenue. The amendments are not likely to have an impact on Company’s financial statements.

Agriculture, Bearer Plants [Amendment to IAS 16 and IAS 41] (effective for annual periods beginning on or after 01 January 2016). Bearer plants are now in the scope of IAS 16 Property, Plant and Equipment for measurement and disclosure purposes. Therefore, a company can elect to measure bearer plants at cost. However, the produce growing on bearer plants will continue to be measured at fair value less costs to sell under IAS 41 Agriculture. A bearer plant is a plant that: is used in the supply of agricultural produce; is expected to bear produce for more than one period; and has a remote likelihood of being sold as agricultural produce. Before maturity, bearer plants are accounted for in the same way as self-constructed items of property, plant and equipment during construction.

Annual Improvements 2010-2012 and 2011-2013 cycles (most amendments will apply prospectively for annual period beginning on or after 01 July 2014). The new cycle of improvements contain amendments to the following standards:

- IFRS 2 ‘Share-based Payment’. IFRS 2 has been amended to clarify the definition of ‘vesting condition’ by separately defining ‘performance condition’ and ‘service condition’. The amendment also clarifies both how to distinguish between a market condition and a non-market performance condition and the basis on which a performance condition can be differentiated from a vesting condition.

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- IFRS 3 'Business Combinations'. These amendments clarify the classification and measurement of contingent consideration in a business combination. Further IFRS 3 has also been amended to clarify that the standard does not apply to the accounting for the formation of all types of joint arrangements including joint operations in the financial statements of the joint arrangement themselves.
- IFRS 8 'Operating Segments' has been amended to explicitly require the disclosure of judgments made by management in applying the aggregation criteria. In addition this amendment clarifies that a reconciliation of the total of the reportable segment's assets to the entity assets is required only if this information is regularly provided to the entity's chief operating decision maker. This change aligns the disclosure requirements with those for segment liabilities.
- Amendments to IAS 16 'Property, plant and equipment' and IAS 38 'Intangible Assets'. The amendments clarify the requirements of the revaluation model in IAS 16 and IAS 38, recognizing that the restatement of accumulated depreciation (amortization) is not always proportionate to the change in the gross carrying amount of the asset. Amendment clarifies that a reconciliation of the total of the reportable segment's assets to the entity assets is required only if this information is regularly provided to the entity's chief operating decision maker. This change aligns the disclosure requirements with those for segment liabilities.
- IAS 24 'Related Party Disclosure'. The definition of related party is extended to include a management entity that provides key management personnel services to the reporting entity, either directly or through a group entity.
- IAS 40 'Investment Property'. IAS 40 has been amended to clarify that an entity should: assess whether an acquired property is an investment property under IAS 40 and perform a separate assessment under IFRS 3 to determine whether the acquisition of the investment property constitutes a business combination.

	Note	2014 Rupees	2013 Rupees
8 Long term financing			
Loan from Government of Punjab I	8.1	935,000,500	935,000,500
Loan from Government of Punjab II	8.2	151,000,000	151,000,000
Loan from Government of Punjab III	8.3	100,000,000	100,000,000
Loan from Government of Punjab IV	8.4	19,500,000	19,500,000
		1,205,500,500	1,205,500,500
Less: Deferred notional income	8.6	(370,201,689)	(79,163,689)
Less: Repayment of Govt Loan	8.5	(145,116,422)	-
		690,182,389	1,126,336,811
Loan from Government of Punjab V	8.7	150,000,000	-
Loan from Government of Punjab VI	8.7	100,000,000	-
		250,000,000	-
Less: Deferred notional income		(80,086,187)	-
		169,913,813	-
		860,096,202	1,126,336,811
Current portion			
- Over due portion		-	(955,500,500)
- Current maturity		(123,887,375)	-
		(123,887,375)	(955,500,500)
		736,208,827	170,836,311

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- 8.1 This represents loan from the Government of Punjab for development of infrastructure and ancillary facilities at SIE. The amount of Rs. 935 million was over due as at 30 June 2013. During the current period this loan has been rescheduled, for detailed terms of rescheduled loan refer note 8.5.
- 8.2 This represents loan received from Government of Punjab amounting to Rs. 151 million for the establishment of Vehari Industrial Estate. It was repayable in five years including two years grace period starting from 14 November 2014 and carries mark-up @ 0.25% per annum. During the current period this loan has been rescheduled, for detailed terms of rescheduled loan refer note 8.5.
- 8.3 This represents loan from Government of Punjab amounting to Rs. 100 million, for shifting of Hazardous Industries from City to Sundar Industrial Estate. It was repayable in five years including two years grace period starting from 06 February 2015 and carries mark-up @ 0.25% per annum. During the current period this loan has been rescheduled, for detailed terms of rescheduled loan refer note 8.5.
- 8.4 This represents loan received from Government of Punjab on behalf of Punjab Environmental Effluent Treatment Company ("PEETCO"), a related party, for combined effluent treatment plant at Sundar Industrial Estate. Loan rescheduled during the year also includes this loan.
- 8.5 On 19 December 2013 a new loan agreement has been signed between the Company and Government of Punjab and as per the new agreement loans from the Government of Punjab amounting to Rs.1,205.50 million are repayable in ten equal annual installments commencing from 31 December 2013 and carry interest at the rate of 0.25% per annum. Penalty on overdue payments is chargeable at the rate on 4% per annum. Further, according to agreed loan amortization the penalty markup related to loan - I as per the draft agreement has not been considered and resultantly the Company is not liable to pay the penalty markup till 30 June 2013.
- 8.6 This represents the difference between amortized cost and the face value of loan. Amortized cost has been determined using effective interest rate of 12% per annum.
- 8.7 This represents loan received during the year from Government of Punjab amounting to Rs. 150 million for the establishment of Vehari Industrial Estate and Rs. 100 million for shifting of Hazardous Industries from City to Sundar Industrial Estate. It is repayable in five years including two years grace period starting from 21 January 2014 and carries mark-up @ 0.25% per annum.

9 Long term deposits

These represent long term security deposits received from customers in SIE against electricity connections given to their plots.

	Note	2014 Rupees	2013 Rupees
10 Deferred government grant			
Grant related to income	10.1	180,000,000	181,000,000
Grant related to assets	10.2	80,000,000	80,000,000
Grant related to loan - I-IV	10.3	397,268,198	89,113,446
Grant related to loan - V & VI	8.2	80,359,411	-
Less: grant converted to Loan	8.2	-	(1,000,000)
NOTE 14		737,627,609	349,113,446

			2014				
			Total grant received upto previous year	Grant received in current year	Grant Recognized as income in previous years	Grant recognized as income in the current year	Closing Balance
10.1	Government grant related to Income- Deferred	Note	----- Rupees -----				
	Grant for purchase of land for Gujrat Industrial Estate	10.1.2	180,000,000	-	-	-	180,000,000
			<u>180,000,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>180,000,000</u>
			2015				
			Total grant received upto previous year	Grant received in current year	Grant Recognized as income in previous years	Grant recognized as income in the current year	Closing Balance
			----- Rupees -----				
	Land for development of MIE II	10.1.1	200,100,000	-	142,071,000	58,029,000	-
	Grant for purchase of land for Gujrat Industrial Estate	10.1.2	180,000,000	-	-	-	180,000,000
	Grant for Feasibility study of Vehari Industrial Estate	10.1.3	1,000,000	-	-	-	1,000,000
			<u>381,100,000</u>	<u>-</u>	<u>142,071,000</u>	<u>58,029,000</u>	<u>181,000,000</u>

10.1.1 This represents Land received from Government of Punjab in MIE II for development. An appropriate percentage of grant has been recognized as income for each period presented equal to the percentage of total related expense incurred for the development of the land for which the grant has been received.

10.1.2 This represents the grant from Government of Punjab received in cash for acquisition of land and development of new industrial estate in Gujrat. No development work has started till 30 June 2014.

10.1.3 This represents the grant from Government of Punjab received in cash for development of industrial Estates in Vehari. This grant has been converted into loan as stated in note 8.2.

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	<i>Note</i>	2014 Rupees	2013 Rupees
10.2	Grant related to assets		
Pharmaceutical laboratory	10.2.1	<u>80,000,000</u>	<u>80,000,000</u>

10.2.1 This represents grant from Government of Punjab for setting up a pharmaceutical laboratory at SIF.

10.3 **Grant related to loan**

This represents the difference between the fair value of the loan on the initial recognition and the amount received as stated in note 8.6. This is accounted for according to the nature of the grant.

	2014 Rupees	2013 Rupees
11	Staff Retirement benefits	
<i>The amounts recognized in the balance sheet are as follows:</i>		
Present value of defined benefit obligation	48,338,703	36,614,004
Less: fair value of plan assets	(29,901,841)	-
Deficit in the plan	<u>18,436,862</u>	<u>36,614,004</u>
Less: unrecognized actuarial gain / loss	-	-
Net liability at end of the year	<u>18,436,862</u>	<u>36,614,004</u>

Movement in the present value of defined benefit obligation is as follows:

Present value of defined benefit obligation at beginning of the year	36,614,004	21,258,445
Current service cost	21,365,490	15,817,452
Less: benefits paid during the year	(10,464,715)	(461,893)
	<u>47,514,779</u>	<u>36,614,004</u>

Movement in the fair value of plan assets is as follows:

Fair value of plan assets at beginning of the year	-	-
Contributions made during the year	37,483,338	-
Return on plan assets	823,924	-
Less: benefits paid during the year	(8,405,421)	-
Fair value of plan assets as at end of the year	<u>29,901,841</u>	<u>-</u>

Fair value of plan assets is as follows:

Cash at bank	<u>29,901,841</u>	<u>-</u>
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		2014 Rupees	2013 Rupees
12	Trade and other payables		
	Creditors	370,582,480	109,737,781
	Advances from customers	290,644,646	224,284,772
	Accrued liabilities	15,574,033	17,160,568
	Retention money	232,248,918	121,403,194
	Payable to employees' gratuity fund trust	797,197	-
	Tax deducted at source payable	13,031,548	783,770
	Payable to Tannery Zone Allottees	2,923,403	2,923,403
	Other payables	1,713,930	1,819,721
		<u>927,516,155</u>	<u>478,113,209</u>
13	Advances received for sale of plots		
	Sundar Industrial Estate	5,429,477,914	5,476,899,196
	Multan Industrial Estate	13.1 1,842,246,024	1,413,205,840
	Rahim Yar Khan	95,906,719	66,049,933
	Bhalswal	76,949,046	21,167,000
		<u>7,444,579,703</u>	<u>6,977,321,969</u>

13.1 This includes advance received against sale of plots at MIE phase I amounting to Rs 4.8 million (2013: Rs 1.5 million)

14 Contingencies and Commitments

Contingencies

14.1 The Company is distributing electricity in SIE without having a distribution license from National Electric Power Regulatory Authority (NEPRA) in its favor. As per Section 20 of the Electric Power Project Act, 1997 no person can engage in the distribution of electric power without having a distribution license issued by NEPRA under the Act in its favor. The Company by engaging in the distribution of electric power is acting in violation of the said section of the Act. Under Rule 3 of the National Electric Power Regulatory Authority (Fines) Rules, 2002 (the "Rules") NEPRA can impose fines as specified in the first schedule to the said Rules in case of such violation.

In this regard, Company submitted an application to NEPRA on 9 October 2006 which was turned down on 17 October 2006. The Company again submitted an application to NEPRA which was admitted for consideration of grant of distribution license on 25 July 2011. In response to this LESCO submitted its comments on 25 August 2011. Consequently NEPRA sought Company's view point vide its letter dated 29 August 2011. The Company, in this regard, submitted its reply to NEPRA on 28 February 2012 through its legal consultant hired for this purpose.

The management is of the opinion that any outcome of the above mentioned cannot be predicted at this stage. Consequently, no provision has been made in these financial statements.

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- 14.2 There are 36 (2013: 79) cases pending in various courts relating to land at Sundar, Quaid-e-Azam, Multan, Rahim Yar Khan Industrial Estates and Quaid-e-Azam Apparel Park. Because of the number of cases involved and their uncertain nature, it is not possible to quantify their financial effect at present. However, independent legal advisors are of the view that the liability, if any, arising on the outcome of the cases is not likely to be material.

	2014 Rupees	2013 Rupees
Commitments in respect of development projects	2,299,330,775	2,920,702,505

Commitments

15 Net investment in finance lease

Minimum lease rentals receivable	2,463,163	3,133,021
Residual value	-	-
Lease contracts receivable	2,463,163	3,133,021
Less: unearned income	(675,977)	(899,344)
Net investment in finance lease	1,787,186	2,233,677
Less: Current maturity	(436,690)	(446,491)
Long term investment	1,350,496	1,787,186

	2014		
	Lease contracts receivable	Unearned finance income	Net investment in finance lease
	-----Rupees-----		
Less than 1 year	615,408	178,718	436,690
More than 1 year and less than 5 years	1,499,858	396,201	1,103,657
More than 5 years	347,897	101,058	246,839
	2,463,163	675,977	1,787,186

	2013		
	Lease contracts receivable	Unearned finance income	Net investment in finance lease
	-----Rupees-----		
Less than 1 year	669,859	223,368	446,491
More than 1 year and less than 5 years	1,983,695	540,519	1,443,176
More than 5 years	479,467	135,455	344,012
	3,133,021	899,342	2,233,679

- 15.1 These investments carry mark up at the rate of 10% (2013: 10%) per annum.

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	Cost					Accumulated depreciation				
	As at 31 July 2013	Additions during the year	Deletions during the year	As at 30 June 2014	Depreciation for the year 2013	Depreciation on disposal	As at 30 June 2014	Book value as at 30 June 2014	Annual rate of depreciation %	
Building	86,961,263	2,182,127	-	89,143,390	18,128,784	6,902,262	25,278,646	64,865,344	10	
Office equipments	1,272,653	4,810,397	-	6,083,050	1,756,462	-	7,839,512	1,838,536	20	
Computers	24,641,514	1,893,987	-	26,535,501	2,451,917	-	12,172,943	19,052,558	36	
Furniture and fixtures	11,279,929	3,255,077	-	14,535,006	1,711,496	(1,111,760)	9,770,444	6,891,501	31	
Electronic installation	2,550,598	-	-	2,550,598	123,219	-	2,661,991	188,197	29	
Machinery	1,706,415	3,833,396	-	5,539,811	1,883,241	-	4,298,207	11,501,415	27	
Vehicles	61,094,191	8,707,691	(6,973,236)	64,828,647	33,361,199	(3,627,502)	35,554,002	29,294,475	20	
2014	218,766,154	24,682,437	(5,843,230)	237,665,358	90,187,198	20,268,836	166,265,032	131,330,326		

Cost		Accumulated depreciation				
As at 31 July 2012	Additions during the year	Deletions during the year	As at 30 June 2012	Depreciation for the year 2012	on disposals	As at 30 June 2012
Book value						
Annual rate of depreciation %	2013					

16.1 The depreciation charge for the period has been allocated as follows:

Operations and maintenance expenses	6,855,674	2,455,133
Cost of electricity	2,725,820	421,546
Administrative expenses	10,006,143	12,454,156
	19,587,637	21,26,836

19,587,637

16.2 Grant assets

	2014					
	Fair value of assets			Grant		
	Opening balance 01 July 2013	Depreciation / Disposal	Closing balance 30 June 2014	Opening balance 01 July 2013	Realized during the period	Closing balance 30 June 2014
	Rupees					
Land freehold	19,777,800	-	19,777,800	19,777,800	-	19,777,800
Developments	114,085	22,817	91,268	114,085	22,817	91,268
Building	406,740	-	-	406,740	406,740	-
		406,740				
Furniture and fixture	3,016	603	2,413	3,016	603	2,413
	<u>20,301,641</u>	<u>430,160</u>	<u>19,871,480</u>	<u>20,301,641</u>	<u>430,160</u>	<u>19,871,480</u>
						-

	2013					
	Fair value of assets			Grant		
	Opening balance 01 July 2012	Depreciation	Closing balance 30 June 2013	Opening balance 01 July 2012	Realized during the period	Closing balance 30 June 2013
	Rupees					
Land freehold	19,777,800	-	19,777,800	19,777,800	-	19,777,800
Developments	142,606	28,521	114,085	142,606	28,521	114,085
Building	508,425	101,685	406,740	508,425	101,685	406,740
Furniture and fixture	3,770	754	3,016	3,770	754	3,016
	<u>20,432,601</u>	<u>130,960</u>	<u>20,301,641</u>	<u>20,432,601</u>	<u>130,960</u>	<u>20,301,641</u>
						-

17 Intangibles

	2014						
	Cost			Rate	Amortization		
	Opening balance 01 July 2013	Additions during the period	Closing balance 30 June 2014		Opening balance 01 July 2013	Amortization during the period	Closing balance 30 June 2014
	Rupees			%	Rupees		
Computer software	-	2,646,398	2,646,398	33.33%	-	882,044	882,044
							<u>1,764,354</u>

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		2014 Rupees	2013 Rupees
18 Capital work in progress			
Capital work in progress	18.1	87,800,697	78,302,600
Software in progress	18.2	-	2,646,398
		<u>87,800,697</u>	<u>80,948,998</u>
18.1 Capital Work in progress			
- Consultancy office building - SIE		2,278,275	2,581,531
- Pharmaceutical laboratory - SIE		85,418,435	77,789,344
- Construction office and canteens - MIE		605,380	210,600
- Construction office and canteens - QIE		1,776,882	-
		<u>90,078,972</u>	<u>80,580,875</u>
Provision for impairment		(2,278,275)	(2,278,275)
		<u>87,800,697</u>	<u>78,302,600</u>
18.2 Software in progress			
- Oracle software		-	2,646,398
		<u>-</u>	<u>2,646,398</u>
19 Inventory			
Projects in progress	19.1	8,427,151,941	7,003,245,850
Plots available for sale	19.2	18,130,000	18,130,000
		<u>8,445,281,941</u>	<u>7,021,375,850</u>
19.1 Projects in progress			
Infrastructure development at SIE		5,111,635,118	5,025,688,209
Infrastructure development at MIE II		1,440,387,508	1,352,240,061
Land at MIE II		200,193,000	200,193,000
Bhalwal Industrial Estate		584,752,507	67,011,060
Rahim Yar Khan Industrial Estate		987,418,874	353,514,333
Vehari Industrial Estate		77,941,015	4,599,187
Quaid-e-Azam Apparel Park		20,958,392	-
Chunian Industrial Estate		110,762	-
P. D. Khan Industrial Estate		3,754,765	-
Independent power plant at SIE		7,598,672	7,598,672
Combined affluent treatment plants		6,609,820	6,609,820
Gujrat Industrial Estate		1,950,702	1,950,702
Attock Industrial Estate		2,466,338	2,466,338
Snikot Industrial Estate		9,073,500	9,073,500
		<u>8,454,850,973</u>	<u>7,030,944,882</u>
Less: provision for impairment	19.1.1	(27,699,032)	(27,699,032)
		<u>8,427,151,941</u>	<u>7,003,245,850</u>

MANAGEMENT

	Note	2014 Rupees	2013 Rupees
19.1.1 Provision for impairment			
Opening balance		27,699,032	27,699,032
Impairment for the year		-	-
Closing balance		27,699,032	27,699,032
19.2 Plots available for sale			
Plots available for sale - QIE		18,130,000	18,130,000
		18,130,000	18,130,000
20 Trade debts			
Electricity bills receivable			
- Considered good		293,251,574	214,421,547
- Considered doubtful		1,095,121	1,338,868
		294,346,695	215,760,415
Operation and maintenance charges receivable			
- Considered good		36,015,447	29,515,408
- Considered doubtful		27,096,044	28,504,604
		63,111,491	58,020,012
Water charges receivable			
- Considered good		16,147,376	12,054,790
- Considered doubtful		16,850,700	19,883,243
		32,998,076	31,938,033
Sewerage charges receivable			
- Considered good		5,395,421	3,791,177
- Considered doubtful		5,464,079	4,490,399
		10,859,500	8,281,576
Lease rentals receivable			
- Considered good		689,368	854,078
- Considered doubtful		1,139,540	1,240,965
		1,828,908	2,095,043
Annual recurring expenses receivable			
- Considered good		-	-
- Considered doubtful		1,022,368	1,552,586
		1,022,368	1,552,586
Transfer fee and building bye laws fee receivable			
- Considered good		13,837,694	2,576,922
- Considered doubtful		2,139,581	2,312,758
		15,977,275	4,889,680
ASSETS 241		18,828,551	8,537,309

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	<i>Note</i>	2014 Rupees	2013 Rupees
B/F		18,828,551	8,537,309
Additional cost of land receivable - Considered doubtful		295,840	353,840
Sub letting fee receivable			
- Considered good		1,464,930	961,805
- Considered doubtful		906,705	573,860
		2,371,635	1,535,665
Non utilization fee receivable			
- Considered good		3,031,895	3,349,861
- Considered doubtful		5,072,420	4,577,405
		8,104,315	7,927,266
Violation Fee receivable - Considered doubtful		100,000	100,000
Mark-up on outstanding dues			
- Considered good		6,194,929	5,970,788
- Considered doubtful		9,512,191	8,884,340
		15,707,120	14,855,128
		446,723,223	347,309,244
Less: provision for doubtful debts	20.1	(70,694,590)	(73,812,868)
		376,028,634	273,496,376

20.1 Provision for doubtful debts

Opening balance	73,812,868	80,977,988
Provision for the year	3,291,206	10,329,658
Recoveries made during the year	(6,409,484)	(17,485,778)
Closing balance	70,694,590	73,812,868

21 Receivable from related party

Company received a loan, on 19 August 2009, from Government of Punjab on behalf of Punjab Environmental Effluent Treatment Company ("PEETCO"), a related party, for combined effluent treatment plant at Sunder Industrial Estate. The funds were transferred to PEETCO on 10 September 2009. As the new loan agreement with the Government of Punjab includes this loan, it was recognized as a liability, as disclosed in note 8.5, with a corresponding receivable from PEETCO.

12/01/10 8:11

		2014 Rupees	2013 Rupees
22	Advances, deposits prepayments and other receivables		
	Advances to suppliers	441,640,341	580,903,152
	Receivable from the Government of Punjab	68,693,258	28,604,041
	Advances to employees	38,388,575	10,282,597
	Security deposits	595,500	544,500
	Prepayments	2,843,731	3,798,290
	Donation recoverable from plot owners - considered doubtful	430,800	1,039,873
	Sales tax adjustable	28,730,307	4,681,908
	Advance income tax	34,607,129	1,629,383
	Others	604,538	300,378
		<u>616,534,179</u>	<u>631,784,122</u>
	Less: Provision for doubtful receivables	<u>(151,430,800)</u>	<u>(30,316,186)</u>
		<u>465,103,379</u>	<u>601,467,936</u>
22.1	This includes:		
	Mobilization advances to contractors	268,747,799	413,504,807
	Material advances to contractors	-	2,873,250
	Advances to suppliers	21,892,542	7,048,867
	Advance to contractor- LESCO	151,000,000	151,000,000
	Advance to contractor- SNGPL & MEPCO	-	6,177,605
	Advances to Marketing Consultant	-	298,623
		<u>441,640,341</u>	<u>580,903,152</u>
22.2	This includes:		
	Receivable from energy department	68,693,258	-
	Receivable from industries department - considered doubtful	-	24,850,095
	Receivable from finance department - considered doubtful	-	3,753,946
		<u>68,693,258</u>	<u>28,604,041</u>
22.2.1	This represents amount receivable against the provision of engineering, construction and procurement services to the Energy Department for the development of Quaid-e-Azam Solar Park, Bhawalpur.		
		2014 Rupees	2013 Rupees
22.3	This includes:		
	Advances to employees against salary	3,070,866	1,600,029
	Advances to employees against expenses	35,317,709	8,682,568
	<i>Amounts due</i>	<u>38,388,575</u>	<u>10,282,597</u>

		2014 Rupees	2013 Rupees
22.4	Provision for doubtful advances and other receivables		
	Opening balance	30,316,186	30,316,186
	Provision during the year	153,873,250	-
	Recoveries made during the year	(982,722)	-
	Write-off during the year	(31,775,914)	-
	Closing balance	<u>151,430,800</u>	<u>30,316,186</u>
23	Short term investment		
	This represents investment in term deposit certificates of Bank of Punjab amounting to Rs 265 million, carrying mark up ranging from 8.75% to 9.40% (2013: 9.10% to 12.00%) per annum.		
		2014 Rupees	2013 Rupees
24	Cash and bank balances		
	Cash in hand	408,789	503,785
	Current accounts	1,008,535	1,009,111
	Deposit accounts	<u>1,476,684,031</u>	<u>1,730,692,235</u>
		<u>1,478,101,355</u>	<u>1,732,205,131</u>
	24.1 The balances in saving accounts carry mark up which ranges from 8% to 9.9% (2013: 6% to 9.25%) per annum.		
		2014 Rupees	2013 Rupees
25	Operation, maintenance and allied service billing		
	Operation and maintenance	72,449,662	66,190,796
	Water	41,209,103	30,387,242
	Security and fire brigade services	7,173,550	5,230,843
	Sewerage and solid waste management	<u>10,276,233</u>	<u>8,316,220</u>
		<u>131,108,548</u>	<u>110,225,101</u>
26	Other income		
	Gain - (loss) on disposal of vehicles	1,539,822	664,433
	Sale of grass	2,322,393	77,500
	Income from finance lease	256,110	730,328
	Scrap sales	-	1,305,050
	Miscellaneous income	9,789,537	4,251,936
	Reversal of provision	<u>3,118,278</u>	<u>7,165,120</u>
	Amount	<u>17,026,140</u>	<u>14,194,367</u>

27	Operations and maintenance expenses	Note	2014	2013
			Rupees	Rupees
	Staff salaries and benefits		50,265,904	33,491,714
	Road, drain and sewerage cleaning		4,861,699	10,472,267
	Maintenance underground electricity distribution system		7,391,498	5,671,563
	Securities		2,070,957	3,618,373
	Maintenance disposal station		14,501,772	11,908,215
	Fuel and power		8,769,067	5,629,988
	Repair and maintenance		2,948,667	1,909,368
	Depreciation		3,455,133	6,855,673
	General maintenance		16,185,916	2,207,505
	Rent		399,609	637,102
	Utilities		17,174,316	15,705,011
	Miscellaneous		2,703,843	693,523
			<u>130,728,381</u>	<u>98,201,072</u>
28	Cost of electricity			
	Electricity purchased		2,099,943,825	1,169,968,169
	Cost of self-generated electricity		9,386,835	-
	Stores consumed		6,906,020	13,307,616
	Staff salaries & benefits		15,356,700	11,179,111
	Fuel		1,761,605	8,336,698
	Repair and maintenance vehicle		1,833,130	1,735,806
	Depreciation		4,217,546	2,725,820
	Insurance		286,092	300,900
	Utilities		650,094	254,201
	Miscellaneous		95,665	11,355
			<u>2,140,437,512</u>	<u>1,200,699,512</u>
29	Administrative expenses			
	Staff salaries & benefits		139,065,500	106,520,063
	Rent, rates and taxes		1,984,433	1,394,546
	Repair and maintenance		7,217,081	5,399,333
	Fuel		7,379,376	9,507,503
	Insurance		6,220,046	3,767,321
	Traveling and conveyance		5,940,852	9,213,522
	Utilities		4,955,801	1,653,014
	Printing and stationery		2,695,078	2,755,484
	Network and website expenses		889,431	1,432,796
	Advertisement		2,064,359	3,200,829
	Security charges		-	311,255
	Entertainment		1,912,210	1,727,970
	Depreciation		12,454,156	10,006,143
	Depreciation on grant assets	16.2	430,160	133,960
	Amortization	17	882,044	-
	Postage		708,192	720,177
	Legal and professional charges		7,096,139	5,198,603
	Bail debts		-	213,033
	Provision for doubtful advances and other receivables	22.2	121,114,614	-
	Advances and other receivables written off	22.2	31,775,914	-
	Books and periodicals		140,468	111,891
	Jointorial services		91,676	60,082
	Auditor's remuneration	29.1	720,000	660,000
	Uniform and liveries		1,284,274	241,728
	Miscellaneous		670,040	1,309,293
			<u>357,691,814</u>	<u>168,361,145</u>
29.1	Auditor's remuneration			
	Statutory audit		600,000	600,000
	Out of pocket expenses		120,000	60,000
	MAJOR PER		<u>720,000</u>	<u>660,000</u>

	2014 Rupees	2013 Rupees
30 Finance cost		
Mark up on long term loan	62,941,462	12,062,143
Bank charges	1,026,676	411,695
Foreign exchange loss	5,280	707,864
	<u>63,973,418</u>	<u>13,181,692</u>

31 Taxation

No provision for income tax has been made in these accounts as the tax authorities have granted approval under Section 2(36) of the Income Tax Ordinance, 2001 ("the Ordinance") to the Company vide letter no. 2518/J dated 26 November 2009, whereby the Company has been declared as non profit organization. Afterwards, with regard to exemption of income from business, Company has filed in application to get approval under clause 58 of Part I of the Second Schedule to the Ordinance with the Chief Commissioner Inland Revenue, Regional Tax Office, Lahore, which is pending till to date. Hence, any income derived from investments in securities of Federal Government, Profit on debt from schedule banks and grant received from Government is exempt from Tax.

	Note	2014 Rupees	2013 Rupees
32 Cash generated from operations			
Profit before taxation		120,995,406	416,433,858
<i>Adjustments for non cash items</i>			
Depreciation		20,126,836	19,587,637
Depreciation on grant related assets		430,160	130,660
Amortization		882,044	-
Provision for doubtful advances and other receivables		121,114,614	-
Advances and other receivables written off		31,775,914	213,933
Finance cost		63,968,138	12,473,788
Grant related to loan amortized		(68,582,245)	-
Grant related to assets realized		(430,160)	(130,660)
Grant related to income amortized		-	(58,029,900)
Gain on sale of property, plant and equipment		(1,539,822)	(661,333)
Interest income on finance lease		(256,110)	(739,328)
Return on bank deposits		(182,709,727)	(148,028,280)
Reversal of provision		(3,118,278)	(7,165,170)
Staff gratuity		21,365,490	15,817,452
Operating surplus before working capital changes		124,022,260	249,941,907
Working capital changes	32.1	(618,127,941)	(268,528,472)
Cash used in / generated from operations		<u>(494,105,681)</u>	<u>(18,586,565)</u>

32.1 Working capital changes

(Increase) / decrease in current assets

Stores, spare parts and loose tools	5,057,421	(1,257,859)
Inventories	(1,423,906,091)	(592,079,414)
Debtors	(99,413,980)	(16,599,915)
Receivable from a related party	-	(19,590,400)
Advance, deposits prepayments and other receivables	(16,525,971)	(254,839,434)
	<u>(1,534,788,621)</u>	<u>(884,276,612)</u>

Increase in current liabilities

Trade and other payables	449,402,916	83,810,713
Increase in advances received for sale of plant	467,257,734	1,65,991,342
	<u>916,660,680</u>	<u>1,49,802,055</u>
	<u>(618,127,941)</u>	<u>(268,528,472)</u>

NOTE 34

33 Financial risk management

33.1 Financial risk factors

The Company's activities expose it to a variety of financial risks: market risk (including currency risk, other price risk and interest rate risk), credit risk and liquidity risk. Its overall risk management program focuses on the unpredictability of financial markets and seeks to minimize potential adverse effects on the financial performance.

Risk management is carried out by the Board of Directors (the 'Board'). The Board provides written principles for overall risk management, as well as policies covering specific areas such as foreign exchange risk, interest rate risk, credit risk and investment of excess liquidity. All treasury related transactions are carried out within the parameters of these policies.

(a) Market risk

(i) Currency risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. Currency risk arises mainly from future commercial transactions or receivables and payables that exist due to transactions in foreign currencies.

(ii) Other price risk

Other price risk represents the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market. The Company is not materially exposed to equity price risk since there are no investments in equity securities instruments traded in the market either classified as available-for-sale or at fair value through profit or loss at the reporting date. The Company is also not exposed to commodity price risk since it does not hold any financial instrument based on commodity prices.

(iii) Interest rate risk

Interest rate risk represents the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

At the balance sheet date, the interest rate profile of the Company's interest bearing financial instruments was:

	2014 Rupees	2013 Rupees
<i><u>Fixed rate instruments</u></i>		
Financial assets		
Saving bank accounts	1,476,684,031	1,730,662,237
Finance lease	1,787,186	2,233,679
Financial liabilities		
Long term financing	(860,096,202)	(1,126,336,811)
Net exposure	<u>618,375,015</u>	<u>606,589,195</u>

Fair value sensitive analysis for fixed rate instruments

The Company does not account for any fixed rate financial assets and liabilities at fair value through profit or loss. Therefore, a change in interest rate at the balance sheet date would not affect profit or loss of the Company.

(b) Credit risk

Credit risk represents the risk of financial loss being caused if counter party fails to discharge an obligation.

Credit risk of the Company arises from cash and cash equivalents and deposits with banks and financial institutions, as well as credit exposures to customers, including outstanding receivables and committed transactions. The management assesses the credit quality of the customers, taking into account their financial position, past experience and other factors. For banks and financial institutions, only independently rated parties with a strong credit rating are accepted.

16/07/2014

Exposure to credit risk

The Company monitors the credit quality of its financial assets with reference to historical performance of such assets and available external credit ratings. The carrying values of financial assets which are neither past due nor impaired are as under:

	2014 Rupees	2013 Rupees
Short term investment	265,000,000	265,000,000
Trade debts	376,028,634	273,496,376
Inventory	8,445,281,911	7,096,125,101
Stores, spare parts and loose tools	19,950,750	28,068,171
Advances, deposits, prepayments and other receivables	465,103,379	625,115,335
Bank balances	1,477,692,566	1,731,701,310
	<u>9,106,261,325</u>	<u>7,667,969,717</u>

All debtors are in domestic currency and the aging of trade receivables at the reporting date is:

Past due < 365 days	362,734,075	245,539,968
Past due 366 - 720 days	11,436,063	27,956,469
Past due 721 & above	72,553,085	73,812,868
	<u>446,723,223</u>	<u>347,309,245</u>

The credit risk on liquid funds is limited because the counter parties are banks with reasonably high credit ratings. The Company believes that it is not exposed to major concentration of credit risk as its exposure is spread over a large number of counter parties.

The credit quality of Company's bank balances can be assessed with reference to external credit ratings as follows:

	Rating		Rating Agency	2014 Rupees	2013 Rupees
	Long term	Short term			
The Bank of Punjab	A1+	AA-	PACRA	1,390,754,422	1,656,434,682
NIB Bank Limited	A1+	AA-	PACRA	63,231,312	85,331,643
Mezan Bank	A1+	AA	ICR-VIS	2,239,184	1,713,159
United Bank Limited	A1+	AA+	ICR-VIS	17,930,408	17,012,333
Silk Bank Limited	A-2	A-	ICR-VIS	3,537,240	879,820
				<u>1,477,692,566</u>	<u>1,731,701,310</u>

Due to the Company's long standing business relationships with these counterparties and after giving due consideration to their strong financial standing, management does not expect non-performance by these counter parties on their obligations to the Company. Accordingly, the credit risk is minimal.

(c) Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities.

The Company's approach to managing liquidity is to ensure that, as far as possible, it always has sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable loss or risking damage to the Company's reputation.

The following are the contractual maturities of financial liabilities as at June 30, 2014 and June 30, 2013:

	2014		
	Carrying amount	Less than one year	More than one year
		Rupees	
Long term financing	860,096,202	(123,887,375)	736,208,827
Trade and other payables	927,516,155	927,516,155	-
	<u>1,787,612,357</u>	<u>803,628,780</u>	<u>736,208,827</u>

10/07/2014

	2013	
	Carrying amount	Less than one year
		More than one year
	Rupees	
Long term financing	1,126,336,811	955,500,500
Trade and other payables	471,801,918	471,801,918
Accrued mark up on long term financing	23,030,759	23,030,759
	<u>1,621,169,488</u>	<u>1,450,333,177</u>
		<u>170,836,311</u>

33.2 Fair value estimation

The fair value of financial instruments traded in active markets is based on quoted market prices at the balance sheet date. However, the Company does not hold any quoted financial instrument.

The financial instruments that are not traded in active market are carried at cost and are tested for impairment according to IAS 39 'Financial Instruments: Recognition and Measurement'.

The carrying amount less impairment provision of trade receivables and payables are assumed to approximate their fair values. The fair value of financial liabilities for disclosure purposes is estimated by discounting the future contractual cash flows at the current market interest rate that is available to the company for similar financial instrument.

33.3 Financial instruments by categories

	Loans and receivables	
	2014	2013
	Rupees	Rupees
<u>Assets as per balance sheet</u>		
Short term investment	265,000,000	265,000,000
Trade debts	376,028,634	273,496,376
Inventory	8,445,281,941	7,099,168,191
Stores, spare parts and loose tools	19,950,750	25,008,173
Advances, deposits, prepayments and other receivables	465,103,379	625,415,755
Bank balances	1,477,692,566	1,231,291,316
	<u>9,306,364,704</u>	<u>8,623,084,776</u>
<u>Financial liabilities at amortized cost</u>		
	2014	2013
	Rupees	Rupees
<u>Liabilities as per balance sheet</u>		
Long term financing	860,096,202	1,126,336,811
Trade and other payables	927,516,155	471,801,918
Accrued mark up on long term financing	-	23,030,759
	<u>1,787,612,357</u>	<u>1,621,169,488</u>

33.4 Capital risk management

The Company's objectives when managing capital are to safeguard the Company's ability to continue as a going concern in order to provide return for shareholders and to maintain an optimal capital structure to reduce the cost of capital.

Operations of the Company are financed through a mix of equity and long term finances. In order to maintain or adjust the capital structure, the Company may issue new shares, issue debt or sell assets of the Company.

MMMB-PL

34 Directors' remuneration

	Chief Executive Officer		Directors		Executives	
	2014	2013	2014	2013	2014	2013
	Rupees					
Managerial remuneration	8,831,670	6,912,000	-	-	39,087,797	30,005,434
Reimbursement of expenses	720,000	1,525,234	-	-	3,925,038	-
Retirement benefits	691,200	480,000	-	-	3,126,736	1,748,167
Total	10,242,870	8,917,234	-	-	46,139,571	31,753,598
Number of persons	1	1	16	16	17	12

35 Transactions with related parties

The related parties comprise of associated company, directors and key management personnel. Significant transactions with related parties other than those disclosed elsewhere are as follows:

	Note	2014 Rupees	2013 Rupees
35.1 Transactions with related parties			
35.1.1 Chief Executive Officer			
Advances given		269,482	367,845
35.1.2 Executives			
Advances given (recovered)		2,076,344	1,921,568
35.2 Related party balances			
35.2.1 Amount due from a related party			
Punjab Environmental Effluent Treatment Company		19,500,000	19,500,000

36 Number of employees

The total and average number of employees of the Company during the current year and as at 30 June are as follows:

	2014	2013
Total number of employees as at 30 June	418	417
Average number of employees during the year	418	374

37 Date of authorization

These accounts were authorized for issue on _____ by the Board of Directors of the Company.

38 Corresponding figures

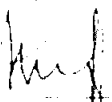
Corresponding figures have been re-arranged and re-classified, wherever necessary, for the purposes of comparison and better presentation as per reporting framework.

39 General

All financial information is presented in pak rupee and has been rounded to the nearest Pak rupee.

1407115 PH

Lahore


Chief Executive


Chairman

3(5)(d)(iv)

Employment records of Engineers & Technical Staff

Punjab Industrial Estates (PIE)					
Employees Data Head Office					
Official Data					
S. No.	Employee Name	Designation	Date of Joining	Experience	Qualification
1	Muhammad Imran	Assistant Manager Electrical	18-Mar-13	3 Years	BE (Telecommunication)
2	Muhammad Bilal	Electrical Supervisor	14-May-08	8 Years	FA & DAE Electrical
3	Zaheer Ahmad Cheema	Electrical Supervisor	11-May-11	5 Years	Matric
4	Umar Sohail	Electrical Supervisor	26-Jul-11	5 Years	Matric
5	Hafiz Amir Rasheed	Electrical Supervisor	15-Mar-13	3 Years	DAE (Electrical)
6	Muhammad Khan	Electrical Supervisor	04-Mar-13	3 Years	DAE (Electronics)
7	Syed Sana Haider	Electrical Supervisor	01-Apr-11	5 Years	Matric & DAE Electrical
8	Abid Hussain	Meter Reader	01-Mar-13	3 Years	B. Tech (Electronics)
9	Tariq Hassan	Store Keeper	21-Oct-10	6 Years	BA
10	Muhammad Irfan	Store Keeper	15-Apr-11	5 Years	BA
11	Muhammad Tufail	Electrician	11-Oct-06	10 Years	Middle
12	Muhammad Irfan	Electrician	21-Sep-10	6 Years	DAE (Electrical)
13	Muhammad Ramzan	Electrician	05-May-11	5 Years	Middle
14	Habib-ur-Rehman	Electrician	06-Apr-11	5 Years	Matric & DAE Electrical
15	Muhammad Ameer Ayaz	Electrician	06-Apr-11	5 Years	Matric & DAE Electrical
16	Imran Ali	Electrician	11-May-11	5 Years	Matric & DAE Electrical
17	Petras Masih	Electrician	11-May-11	5 Years	FA
18	Usman Shaban	Electrician	22-Aug-11	5 Years	Matric & B. Tech (Electrical)
19	Gulraiz Munir	Electrician	13-Sep-11	5 Years	BA & DAE (Electrical)
20	Muhammad Ramzan	Cable Joints	02-Oct-10	6 Years	Matric
21	Muhammad Shafqat Hayat	Dispatcher	11-May-11	5 Years	FA
22	Tahir Mahmood	Dispatcher	15-Jun-11	5 Years	DAE (Electrical)
23	Muhammad Imran	Helper	24-Sep-10	6 Years	Matric
24	Tariq Mehmood	Helper	01-Oct-10	6 Years	FA & DAE Electrical
25	Muhammad Imran Mughal	Electrical Helper	02-May-11	5 Years	Middle
26	Liaqat Ali	Electrical Helper	03-May-11	5 Years	Middle
27	Akbar Hussain	Electrical Helper	11-Apr-11	5 Years	Middle
28	Rustam Ali	Electrical Helper	06-Apr-11	5 Years	Matric
29	Muhammad Atif Ibrahim	Electrical Helper	06-Apr-11	5 Years	Matric
30	Muhammad Zaman Ashraf	Electrical Helper	06-Apr-11	5 Years	Matric

3(5)(d)(v)

Profile of Sub-contractors, if any along with Expression of Interest (Eoi) of such contractor.

No sub-contractor hired by PIEDMC

●)

●)

3(5)(d)(vi)

**Verifiable references w.r.t. experience of the Applicant and its
sub-Contractors**

No sub-contractor hired by PIEDMC

•)

•)

3(5)(g)(b)(i)

● The type, technology, model technical details and design of the facilities proposed to be acquired, constructed, developed or installed

●

THE TYPE, TECHNOLOGY, MODEL, TECHNICAL DETAILS AND DESIGN OF THE FACILITIES FOR THE ACQUIRED, CONSTRUCTED, DEVELOPED OR INSTALLED EQUIPMENT AT RAHIM YAR KHAN INDUSTRIAL ESTATE.

The Electrical design features are briefly stated as under:

- **Design** The design has been prepared for whole of the system as underground and connection point as overhead except the major fixtures/equipment such as Pad Mounted Transformers, H.V Ring main Switches, Street Light Poles and Switches.

- **Distribution System**

The H.V system consists of HT Main Feeders, Standby / Express Feeders and LT Ring Main System to cater for the ultimate load demand of the Rahim Yar Khan Industrial Estate. The HT Feeders have been constructed to form open-end loop system to ensure continuity of supply in case of segment faults. The network has been laid down to achieve the safe operation, technical feasibility and stability of supply to the consumers of the Industrial Estate.

1. Power Requirement calculations

For calculation of load, load criteria and factors specified by WAPDA have been adopted. The basic load requirement was calculated by Punjab Industrial Estate Management and development Company based on the requirement of individuals as per respective applications. The details are as give below:-

a) Industrial Plots

Plot Size	No. of Plots	Per Plot Load	Total Load
0.5 Acre	4	85 KW	340 KW
1 – Acre	75	170 KW	12750 KW
2 – Acre	120	380 KW	45600 KW
Expected Load for new upcoming Plots			58690 KW
PIE Self			1400 KW
Total			60090 KW Say 60 MW

(Street Light, Water Tank, Sewerage Pump, Mosque, Rescue -1122, Accommodation, Office and PIE Office and Check Post, R.O Water Treatment Plant, PIEDMC Store).

b) Commercial & Community Facilities and Public Buildings

14 Watt per Sq ft. for 60% of the plot area.

c) Applicable Design Factors.

Diversity Factor	80%
Development Factor	90%
Power Factor	85 %
Transformer Loading	80%

TOTAL LOAD FOR 199 PLOTS: 60 MW

Apply Development Factor@90%

Apply Diversity Factor@80%

Apply Power Factor@85%

2. Equipment Ratings

The material and equipment for System had been proposed with standard available sizes and ratings. WAPDA specifications have been adopted for the procured equipment and material. Major Electrical material and other components with rating/sizes have been provided keeping in view the ultimate load requirements and are given as below:

3. H.T DISTRIBUTION SYSTEM

- I. 500 mm² 1/C Al. XLPE.PVC. AWA 15KV
- II. ACSR Bear Conductor on 36 ,40 ft poles

4. L.T DISTRIBUTION SYSTEM

PVC/PVA 4-Core/1-Core Cable Al/PVC/PVC 70mm², 35mm², and 25mm² Voltage rating up to 1000V- Operating Voltages 415 / 220V, and ACSR WOLF and Gopher Conductor 415V regulation+ 2.5%,-5%,-7.5%

5. POWER SUPPLY SOURCES

For perspective industries of RIE Grid Station is being established with the capacity of 36 MW in the area having capacity 1 X 40 MVA Power Transformer. The Grid Stations will be feed through a Double Circuit 132 KV Line from Sadiq abad Grid Station. PIEDMC has applied to MEPCO for sanctioning of load of 50 MW for this Grid Station.

RAHIM YAR KHAN INDUSTRIAL ESTATE

RYK Industrial Estate comprising of 456 acres of land development has been started in 2012.

Location

RYK Industrial Estate is ideally located at approximately 20KM from Rahim Yar Khan City towards Sadiqabad on main National Highway (KLP Road).

Proposed Infrastructure of Electrical Distribution

RYK Industrial Estate will have most modern infrastructure facilities comparable to any modern industrial estate globally. After analyzing the needs of industrialists, PIEDMC's Electrical department ensure system stability, flexibility and the quality power for customers. Therefore, the feeder distribution designed under-ground to avoid un-necessary tripping during heavy rain and wind. All 11 KV distribution circuits are in rings for dual supply.

Detail of Electrical Distribution System

1. 132KV Grid Station

132/11 KV Grid Station has been designed by WAPDA/ MEPCO approved consultant M/s BARQAAB with 2X40MVA Trafo Bays, it will be completed in May 2018 expectedly with 1X 40 MVA Trafo initially.

2. 11 KV Distribution System

Major Equipment and Material to be used for Development of Electrical Infrastructure Works at Rahim Yar Khan Industrial Estate:

Sr. No.	Description	Unit	Quantity	Current Status
1	Ring Main Units	No	10	Installed and Energized
2	Pad Mounted Transformer 500kVA	No	20	Installed and Energized
3	11 KV VCB Panels (1+13)	No	14	Delivered at Site
4	500 mm ² H.T Cable	Km	39	24 Km laid
5	4X 1C 240mm ² L.T Cable	Km	1.5	Laid and energized
6	Bear Conductor For H.T Distribution	Km	84	Completed and Energized
7	Wolf Conductor for L.T Distribution	Km	96	Completed and Energized
8	Gopher Conductor For Street Light System	Km	42	Completed and Energized
9	P.C Spun Hollow Poles	No	587	Completed
10	Street Light Fixtures	No	555	Installed and Energized

3(5)(g)(b)(ii)

● **A territorial map of the service area proposed to be covered**

●

○ Muhammaddpur

RAHIM YAR KHAN
INDUSTRIAL ESTATE

TO SADIQABAD
11KM

N5 ROAD

TO RAHIM YAR KHAN
8KM

CANAL ADAM SAHABAH

● SADIQABAD
RAILWAY STATION

adigabad

SADIQABAD RAHIM YAR KHAN
ROAD

○ Memmoodabad

KACHA SHAHI ROAD

RAILWAY LINE

Rahim Yarkhan, Pakistan

● AIR PORT

○ Manzoorabad

○ Ali Pur

RAHIM YAR KHAN

AIRPORT = 20KM

RAILWAY STATION = 10.5KM

GRID STATION = 15.75KM

Hakra

کلیں

کلیں 113

Cha

3(5)(g)(b)(iii)

- **Particulars in respect of the availability, sources, rates and evidence of commitments from the sources of electrical power**

-

**SUBJECT: AVAILABILITY, SOURCES, RATES AND EVIDENCE OF COMMITMENTS
WITH THE APPLICANTS FROM THE SOURCES OF ELECTRIC POWER**

1. AVAILABILITY

- a. PIE has its own 132KV Grid Station at Rahim Yar Khan Industrial Estate with the approved load of 50MW.

2. SOURCE

- a. From 132KV Grid Station Sadiqabad, MEPCO to 132KV Grid Station Rahim yar Khan Industrial Estate.

3. RATES

- a. The security deposits for different class of Industrial connections are same as applicable in MEPCO.
- b. All Tariff rates are the same as applicable in MEPCO for i.e. B-1, B-2, B-3, A-2 etc.
- c. The minimum charges required for certain class of connection are same as of MEPCO.
- d. The equipment costs, however, vary because the two systems are entirely different in nature, as the MEPCO distribution system is an open-air/overhead system. Where the transformer and conductor are installed on the towers/poles. Whereas PIE's distribution system is an-underground and overhead system. Where the cables are embedded under the ground and the transformers are totally enclosed PMT (Pad Mounted Transformer) At RIE, to-eliminate the electricity outages/tripping and increase the system stability. Every feeder is configured in ring main system, controlled by the ring main unit (RMU). Every transformer at RIE is connected to two (02) sources, in case of fall we can restored consumer supply from alternate source.
- e. MEPCO provide independent transformers to its industrial customers whereas PIE facilitates its customers by sharing the transformer according to customer's requirement. Hence in case of transformer damage, MEPCO replaces the transformer on customer's expense and PIE charges the amount according to the connected transformer size, still no case of transformer damage is reported at RIE.



PUNJAB INDUSTRIAL ESTATES DEVELOPMENT AND MANAGEMENT COMPANY

PIE/CEE/RIE-1581

Dated: May 18, 2016

Chief Executive Officer,
Multan Electric Supply Company,
MEPCO,
H.Q. MEPCO, Khanewal Road, Multan

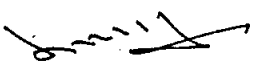
Subject: **CONSTRUCTION OF 132KV GRID STATION AT RAHIM YAR KHAN
INDUSTRIAL ESTATE, SADIQABAD**
Ref: Chief Minister Office Letter no. AS(D)/CMO/16/OT-4-0101397 dated: 05.05.16

Respected Sir,

With reference to above mentioned subject, please allow construction of Grid Station with the approval of 50MW load at Rahim Yar Khan Industrial Estate.

It is, therefore, requested to please sanction the requested load and allow the construction of Grid Station at Rahim Yar Khan Industrial Estate for the early completion of the flagship project of Govt. of Punjab. Application is attached with this letter.

An early action will be highly appreciated, please.


Muhammad Fareed Ahmed
Chief Engineer Electrical, PIEDMC

Cc.

1. Secretary (Implementation) Chief Minister Secretariat, Govt. of Punjab
2. Secretary Industries, Govt. of Punjab
3. Chairman, PIEDMC
4. CEO, PIEDMC



Head Office: Commercial Area (North) Sundar Industrial Estate Sundar, Raiwind Road, Lahore
Tel: 042-35297203-6, Fax: 042-3529720

Website: www.pie.com.pk

An Approved Non Profit Organisation U/S 2(36) of Income Tax Ordinance 2001

واپڈ پر ٹنگ پر یس سنی دیو لا اور

درخواست و معاہدہ برائے حصول بجلی

م کی پل - 03 آف 154
م شدہ 10-10-99

PEPCI

تم نکاش: کمریلہ ☐ عمارتی ☐ صنعتی ☒ زرعی ٹوبہ ویل وغیرہ ☐

NAVEED MUSTAQ GILL
CEO, PUNJAB INDUSTRIAL
ESTATES DEVELOPMENT AND
MANAGEMENT COMPANY
(ب) نام درخواست دہندہ
MUSHTAQ AHMED GILL (ب) والد اشوہر کا نام

قومی شناختی کارڈ نمبر 35201-3815130-9

PRDME HEAD OFFICE NORTH COMMERCIAL AREA SUNDAR
INDUSTRIAL ESTATE, RAJIND ROAD LAHORE
RANGEM VOR KHAN INDUSTRIAL ESTATE MAIN KLP ROAD
SADIQ ABAD
پتہ جہاں محلہ درکار ہے
مالک اگر ایہ دار DINNER (مصدقہ ملکیت کا ثبوت و مالک کی طرف سے اجازت نامہ ساتھ لگائیں)

تفصیلات برقی تنصیبات:

برقی تنصیبات:	تعداد	نمبر شمار	برقی تنصیبات:	تعداد	نمبر شمار
بتیاں		(۴)	ہیئر		
پکچے		(۵)	دانشک مشین		
ایئر کنڈیشنر		(۶)	ریفریجریٹر		
			موٹریں		(۹)
			لائٹ پلگ		(۷)
			پاور پلگ		(۸)

کل لوڈ 50,000 کلو واٹ

دستخط درخواست دہندہ

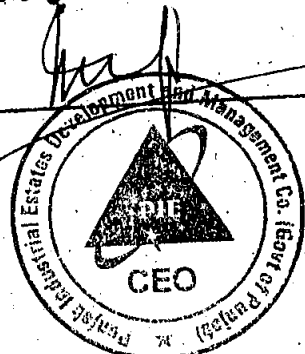
میں اہم پانی اور بجلی کے ادارے (جسے یہاں بعد میں "ادارہ" کہا گیا ہے) بمطابق آگے جات استعمال بجلی جن کی تفصیل درج ہے، بجلی کی سپلائی لینے کرتا کرتی ہوں اور میں اہم اس امر پر بھی اتفاق کرتا کرتی ہوں اگر تے ہیں کہ میں اہم ادارہ کو بجلی کی سپلائی اور خدمات جو ادارہ اس انجام دے گا کی ادائیگی ادارہ کے وقفا وقفا مردجہ ٹیرف اور عام سروس چار جز شیڈول کے مطابق کرتا کرتی رہوں گی اگر تے رہیں گے اور نے ادارہ کی سپلائی کی جملہ شرائط کو پڑھ لیا ہے۔ مجھے انہیں یہ شرائط پڑھ کر سنادی گئی ہیں اور میں اہم ان شرائط کی پابندی پر اتفاق کرتا کرتی تے ہیں۔ شناختی کارڈ کی دونوں طرف کی مصدقہ فوٹو کاپی درخواست کے ساتھ منسلک ہے۔

MUHAMMAD FAREED AHMED
CHIEF ENGINEER ELECTRICAL
PUNJAB INDUSTRIAL ESTATES
DEVELOPMENT AND MANAGEMENT COMPANY

دستخط گواہ

پتہ

شناختی کارڈ نمبر 41304-4894573-3



درخواست دہندہ

آئی پی - 03 آف 154

م شدہ 10-10-99

درخواست و معاہدہ برائے حصول بجلی

PEPC

قسم نکاش: ☐ گریڈ ☐ تجارتی ☐ صنعتی ☒ زرعی/غیر زرعی

(ب) نام درخواست دہندہ: NAVEED MUSTHAQ GILL
CEO, PUNJAB INDUSTRIAL
ESTATES DEVELOPMENT AND
MANAGEMENT COMPANY
(ب) والد/شوہر کا نام: MUSTAFA AHMED GILL

قومی شناختی کارڈ نمبر: 35201-3815130-9

مکمل پتہ: PEDMIC HEAD OFFICE NORTH COMMERCIAL AREA SUNDAR
INDUSTRIAL ESTATE, RIAWIND ROAD LAHORE
پتہ جہاں بجلی درکار ہے: RANBEN YAR KHAN INDUSTRIAL ESTATE, MAIN KLP ROAD
SADIQ ABAD

مالک/کرایہ دار: BINNER (مصدقہ ملکیت کا ثبوت و مالک کی طرف سے اجازت نامہ ساتھ لگائیں)

تفصیلات برقی تنصیبات:

بار	برقی تنصیبات:	تعداد	نمبر شمار	برقی تنصیبات:	تعداد	نمبر شمار
(1)	بتیاں	(2)	(3)	بیمڑ	(4)	(5)
(2)	سکیم	(6)	(7)	واشنگ مشین	(8)	(9)
(3)	ایئر کنڈیشنر	(10)	(11)	ریفریجریٹر	(12)	(13)

کل لوڈ: 50000 کلو واٹ

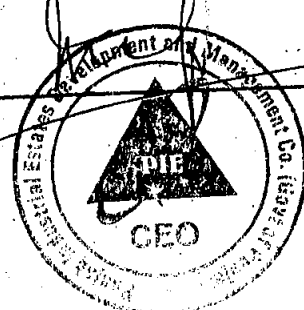
درستخط درخواست دہندہ

میں/ہم پانی اور بجلی کے ادارے (جسے یہاں بعد میں "ادارہ" کہا گیا ہے) مطابق آلہ جات استعمال بجلی جن کی تفصیل درج ہے، بجلی کی سپلائی لینے کے لیے کرتا کرتی ہوں/کرتے ہیں اور میں/ہم اس امر پر بھی اتفاق کرتا کرتی ہوں/کرتے ہیں کہ میں/ہم ادارہ کو بجلی کی سپلائی اور خدمات 'جو ادارہ اس میں انجام دے گا' کی ادائیگی ادارہ کے وقتافوقاً مردجہ ٹیرف اور عام سروس چار جزیں جدول کے مطابق کرتا کرتی رہوں گی/کارتے رہیں گے اور ادارہ کی سپلائی کی جملہ شرائط کو پڑھ لیا ہے۔ مجھے/ہمیں یہ شرائط پڑھ کر سنادی گئی ہیں اور میں/ہم ان شرائط کی پابندی پر اتفاق کرتا کرتی رہتے ہیں۔ شناختی کارڈ کی دونوں طرف کی مصدقہ فولوکاپی درخواست کے ساتھ منسلک ہے۔

MUHAMMAD FAREED AHMED
CHIEF ENGINEER ELECTRICAL
PUNJAB INDUSTRIAL ESTATES
DEVELOPMENT AND MANAGEMENT COMPANY

درستخط گواہ

پتہ



درخواست دہندہ

شناختی کارڈ نمبر: 41304-4894593-3

مکمل پتہ - 03 آف 154
میں شدہ 10-10-99

درخواست و معاہدہ برائے حصول بجلی

PEPCI

تم نکاش: ☐ گریڈ ☐ تجارتی ☐ صنعتی ☒ زرعی/غوبہیل وغیرہ ☐

(ب) نام درخواست دہندہ: NAVEED MUSTAQ GILL
(ب) والد/شوہر کا نام: MUSHTAQ AHMED GILL
CEO PUNJAB INDUSTRIAL ESTATES DEVELOPMENT AND MANAGEMENT COMPANY

قومی شناختی کارڈ نمبر: 35201-3815130-9

مکمل پتہ: EDML HEAD OFFICE, NORTH COMMERCIAL AREA SUNDAR INDUSTRIAL ESTATE
RAHIMYAR KHAN INDUSTRIAL ESTATE MAIN KLP ROAD SADI QABAD

مالک/اکرایہ دار: OWNER (مصدقہ ملکیت کا ثبوت مالک کی طرف سے اجازت نامہ ساتھ لگائیں)

تفصیلات برقی تنصیبات:

بار	برقی تنصیبات:	تعداد	نمبر شمار	برقی تنصیبات:	تعداد	نمبر شمار	برقی تنصیبات:	تعداد
(1)	بتیاں		(4)	ہیئر		(4)	برقی تنصیبات:	تعداد
(2)	پمپ		(5)	واشنگ مشین		(8)	برقی تنصیبات:	تعداد
(3)	ایئر کنڈیشنر		(6)	ریفریجریٹر		(9)	برقی تنصیبات:	تعداد

کل لوڈ 50000 کلو واٹ

دستخط درخواست دہندہ

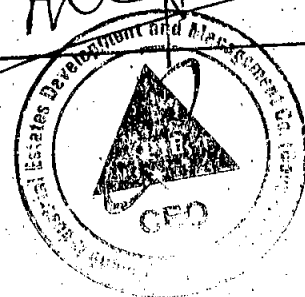
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MUHAMMAD FAREED AHMED
CHIEF ENGINEER ELECTRICAL
PUNJAB INDUSTRIAL ESTATES
DEVELOPMENT AND MANAGEMENT COMPANY

دستخط گواہ

پتہ

شناختی کارڈ نمبر: 411304-4894574-3



درخواست دہندہ

This Tariff is applicable for supply to industries for all loads above 5000 KW receiving supply at 66 KV and also for industries having loaded 5000 KW or below who opt to receive supply at 66 KV or 132 KV.

2. If for any reason, the meter reading date of a consumer is altered and the acceleration / retardation in the date is up to 4 days, no notice shall be taken of this acceleration or retardation. But if the date is accelerated by more than 4 days, the fixed charges shall be assessed on proportionate basis for the actual number of days between the date of the old reading and the new reading.
3. The grid station required for provision of supply falls within the purview of the dedicated system under the NEPRA Eligibility Criteria, the supply under this Tariff shall not be available to such approval of the consumer unless he provides to the satisfaction and including Land, Building, Transformers, Circuit Breakers and other necessary equipment and apparatus as part of the dedicated distribution system for receiving and controlling the supply, or, alternatively, pays to the company for all such Land, Building, Transformers, Circuit Breakers and necessary equipment and apparatus if so provided and installed by the company. The recovery of cost of service connection shall be regulated by NEPRA Eligibility Criteria.

4. All B-4 Industrial Consumer shall be billed on the basis of two-part T.O.U tariff.

Part-I GENERAL DEFINITIONS

The Company for the purpose of these terms and conditions means Lahore Electric Supply Company (LESCO) engaged in the business of distribution of electricity within the territory mentioned in the license granted to it for this purpose.

1. "Month or billing period" unless otherwise defined for any particular tariff category means a billing month of 30 days or less reckoned from the date of last meter reading.
2. "Minimum Charge" means a charge to recover the costs for providing customer service to Consumer even if no energy is consumed during the month.
3. "Fixed Charge" means the part of sale rate in a two part to be recovered on the basis of Billing Demand in kilowatt on monthly basis
3. "Billing Demand" means the highest of maximum demand recorded in a month except in the case of agriculture tariff D2 where Billing Demand, shall mean the sanctioned load.
"Variable Charge" means the sale rate per kilowatt-hour (KWH) as a single rate or part of a two- part tariff applicable to the actual KWH consumed by consumer during a billing period
4. "Maximum Demand" where applicable, means the maximum of the demand obtained in any month measured over successive periods each of 30 minutes duration except in the case of consumption related to are Furnaces, where Maximum Demand shall mean the maximum of the demand obtained in any month measured over successive periods each of 15 minutes duration.
5. "Sanctioned Load" where applicable means the load in kilowatt as applied for by the Consumer and allowed/authorized by the company for usage by the consumer.
6. "Power Factor" means the ratio of KWH to KVAH recorded during the month or the ratio of KWH to the square root of sum of square of KWH and KV ARH.
7. "Point of Supply" means metering point where electricity is delivered to the consumer.
10 Peak and Off peak hours for the application of time Of use (TOU) Tariff shall be the following time periods in a day.

PEAK TIMING

Dec to Feb (inclusive) 5pm to 9pm
Mar to May (inclusive) 6pm to 10 pm
Jun to Aug (inclusive) 7pm to 11pm
Sept to Nov (inclusive) 6pm to 10pm

OFF-PEAK TIMING

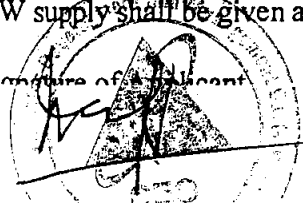
Remaining 20 hours of the day

-do-

-do-

-do-

11. "Supply" means a supply for single-phase/three -phase appliance inclusive of both general and motive loads subject to the conditions that in case of connected or sanctioned load exceeding 4 KW supply shall be given at three-phase.

Signature of _____


MUHAMMAD FARAZ AHMED
CHIEF ENGINEER ELECTRICAL
PUNJAB INDUSTRIAL ESTATES
DEVELOPMENT AND MANAGEMENT COMPANY

12. "Consumer" means a persons or his successor-in-interest as find undo section 2(iv) of the Regulation of generation, Transmission and Distribution of Electric Power Act (XL of 1997).
13. "Charitable Institution" means an institution which works for the general welfare of the public on no profit basis and is registered with the federal or provincial Government as such and has been issued tax exemption certificate by the central Board of Revenue (CBR).
14. NTDC means the National Transmission and Dispatch Company.
15. CPPA means Central Power Purchasing Agency (CPPA).
16. The "Authority" means "The National Electric Power Regulatory Authority (NEPRA)" Constituted under the regulations of Generations Transmission and Distribution of Electric Power Act (XL of 1997).

GENERAL CONDITIONS

1. The company shall be render bills to the consumer on a monthly basis or less on the specific
Request of a consumer for payment by the due date.
2. The company shall ensure that bills are delivered to consumer at least seven days before the Due date if any bill is not paid by the consumer is full within the due date a late payment
Surcharge of 10% (ten percent) shall be levied on the amount billed excluding Govt. tax and duties etc. In case bill is not served at least seven days before the due date then late payment surcharge will be levied after 7th day from the date of delivery of bill.
3. The supply provided to the consumers shall not be available for resale.
4. In the case of two part tariff average Power Factor of a consumer at the point of supply shall not be less then 90 percent. In the event of the said Power Factor falling below 90 percent, the consumer shall pay a penalty of two percent increase in the fixed chares determined with reference to maximum demand during the month corresponding to one percent decrease in the power factor below 90 percent.

PART-II (Definitions for supply of power specific to each consumer category).

INDUSTRY SUPPLY

1. "Industrial Supply", means a supply for bona fide industrial purposes in factories including the supply required for the offices and for normal working of the industry and also for water pumps and tube wells operating on three phase 400 volts, other than those meant of the irrigation or reclamation of agricultural land.
2. For the purposes of application of this tariff an Industry means a bona fide undertaking or establishment engaged in manufacturing, value addition and/or processing of goods.
3. This Tariff shall also be available for consumers having single metering arrangement such as:
 - Poultry Farms,
 - Fish Hatcheries and Breeding Farms; and
 - Software houses.

Conditions:

An industrial consumer shall have the option, to switch over to seasonal tariff F, provided his connection is seasonal in nature as defined under Tariff F and he undertakes to abide by the terms and conditions of tariff F and pays the difference of security deposit rates previously deposited and those applicable to tariff F at the time of acceptance of option for seasonal tariff Seasonal tariff will be applicable from the date of commencement of the season, as specified by the customers at the time of submitting the option for Tariff F. Tariff F consumers will have the option to convert to corresponding Regular industrial Tariff category and vice versa. This option can be exercised at the time of obtaining a new connection or at the beginning of the season. Once exercised, the option will remain in force for at least one year.

Signature of Applicant

MUHAMMAD FAREED AHMED
Signature of Witness
CHIEF ENGINEER ELECTRICAL
PUNJAB INDUSTRIAL ESTATES
DEVELOPMENT AND MANAGEMENT COMPANY

SCHEDULE OF ELECTRICITY TARIFFS FOR MULTAN ELECTRIC POWER COMPANY (MEPCO)

A-1 GENERAL SUPPLY TARIFF - RESIDENTIAL

Sr. No.	TARIFF CATEGORY / PARTICULARS	FIXED CHARGES Rs./kW/M	VARIABLE CHARGES Rs./kWh		GOP Tariff Rationalization				
					Subsidy		Surcharge		
					FIXED CHARGES Rs./kW/M	VARIABLE CHARGES Rs./kWh	VARIABLE CHARGES Rs./kWh		
a)	For Sanctioned load less than 5 kW								
i	Up to 50 Units		4.00			2.00			
	For Consumption exceeding 50 Units								
ii	001 - 100 Units		9.52			3.73			
iii	a. 101 - 200 Units		12.00			3.89			
	b. 201 - 300 Units		12.00			1.80			
iv	301 - 700 Units		15.00					1.00	
v	Above 700 Units		16.00					2.00	
b)	For Sanctioned load 5 kW & above								
			Peak	Off-Peak		Peak	Off-Peak	Peak	Off-Peak
	Time Of Use		16.00	10.50				2.00	2.00

As per the Authority's decision residential consumers will be given the benefits of only one previous slab.

Under tariff A-1, there shall be minimum monthly charges at the following rates even if no energy is consumed.

- a) Single Phase Connections: Rs. 75/- per consumer per month
b) Three Phase Connections: Rs. 150/- per consumer per month

A-2 GENERAL SUPPLY TARIFF - COMMERCIAL

Sr. No.	TARIFF CATEGORY / PARTICULARS	FIXED CHARGES Rs./kW/M	VARIABLE CHARGES Rs./kWh		GOP Tariff Rationalization			
					Subsidy		Surcharge	
					FIXED CHARGES	VARIABLE CHARGES	VARIABLE CHARGES	
					Rs./kW/M	Rs./kWh	Rs./kWh	Rs./kWh
a)	For Sanctioned load less than 5 kw		16.00					2.00
b)	For Sanctioned load 5 kW & above	400.00	14.00					2.00
			Peak	Off-Peak		Peak	Off-Peak	
c)	Time Of Use	400.00	16.00	10.50			2.00	2.00

Under tariff A-2, there shall be minimum monthly charges at the following rates even if no energy is consumed.

- a) Single Phase Connections: Rs. 175/- per consumer per month
b) Three Phase Connections: Rs. 350/- per consumer per month

SCHEDULE OF ELECTRICITY TARIFFS FOR MULTAN ELECTRIC POWER COMPANY (MEPCO)

B. INDUSTRIAL SUPPLY TARIFFS

Sr. No.	TARIFF CATEGORY / PARTICULARS	FIXED CHARGES Rs./kW/M	VARIABLE CHARGES Rs./kWh		GOP Tariff Rationalization			
					Subsidy		Surcharge	
					FIXED CHARGES Rs./kW/M	VARIABLE CHARGES Rs./kWh	VARIABLE CHARGES Rs./kWh	
B1	Upto 25 kW (at 400/230 Volts)	-	13.50					
B2(a)	Exceeding 25-500 kW (at 400 Volts)	400.00	13.00					1.00
	Time Of Use		Peak	Off-Peak		Peak	Off-Peak	Peak Off-Peak
B1 (b)	Up to 25 KW		16.00	10.50				2.00 2.00
B2(b)	Exceeding 25-500 kW (at 400 Volts)	400.00	16.00	10.30				2.00 1.99
B3	For All Loads up to 5000 kW (at 11,33 kV & above)	380.00	16.00	10.20				2.00 2.00
B4	For All Loads (at 66,132 kV & above)	360.00	16.00	10.10				2.00 2.00
For B1 consumers, there shall be...								

For B1 consumers there shall be a fixed minimum charge of Rs. 350 per month.

For B2 consumers there shall be a fixed minimum charge of Rs. 2,000 per month.

For B3 consumers there shall be a fixed minimum charge of Rs. 50,000 per month.

For B4 consumers there shall be a fixed minimum charge of Rs. 500,000 per month.

C. SINGLE-POINT SUPPLY FOR PURCHASE IN BULK BY A DISTRIBUTION LICENSEE AND MIXED LOAD CONSUMERS NOT FALLING

Sr. No. TARIFF CATEGORY / PARTICULARS		FIXED CHARGES Rs/ kW/M	VARIABLE CHARGES Rs/kWh		GOP Tariff Rationalization			
					Subsidy		Surcharge	
					FIXED CHARGES Rs/ kW/M	VARIABLE CHARGES Rs./ kWh	VARIABLE CHARGES Rs./ kWh	
C-1	For supply at 400/230 Volts							
	a) Sanctioned load less than 5 kW			14.00				
	b) Sanctioned load 5 kW & up to 500 kW	400.00		13.50				1.00
C-2(a)	For supply at 11,33 kV up to and including 5000 kW	380.00		13.30				1.00
C-3(a)	For supply at 66 kV & above and sanctioned load above 5000 kW	360.00		13.20				1.00
Time Of Use								
			Peak	Off-Peak		Peak	Off-Peak	Peak Off-Peak
C-1(c)	For supply at 400/230 Volts 5 kW & up to 500 kW	400.00	16.00	10.50				2.00 2.00
C-2(b)	For supply at 11,33 kV up to and including 5000 kW	380.00	16.00	10.30				2.00 2.00
C-3(b)	For supply at 66 kV & above and sanctioned load above 5000 kW	360.00	16.00	10.20				2.00 2.00

D. AGRICULTURE TARIFF

Sl. No.	TARIFF CATEGORY / PARTICULARS	FIXED		VARIABLE CHARGES		GOP Tariff Rationalization			
		CHARGES	Rs./kW/M			Subsidy		Surcharge	
				FIXED CHARGES	VARIABLE CHARGES	VARIABLE CHARGES			
								Rs./kW/M	Rs./kWh
D-1(a)	SCARF less than 5 kW			13.50			1.50		
D-2	Agricultural Tube Wells	200		13.00			1.50		
			Peak	Off-Peak		Peak	Off-Peak	Peak	Off-Peak
D-1(b)	SCARF 5 kW & above	200.00	16.00	10.20		1.00	1.35		
D-1(h)	Agricultural 5 kW & above	200.00	16.00	10.20	200.00	5.65	1.35		
There shall be minimum monthly charges of Rs. 200/-									

There shall be minimum monthly charges of Rs. 2000/- per consumer per month, even if no energy is consumed.

Note: The consumers having sanctioned load less than 5 kW can opt for TOU metering.

SCHEDULE OF ELECTRICITY TARIFFS FOR MULTAN ELECTRIC POWER COMPANY (MEPCO)

E - TEMPORARY SUPPLY TARIFFS

Sr. No.	TARIFF CATEGORY / PARTICULARS	FIXED CHARGES Rs/kW/M	VARIABLE CHARGES Rs/kWh	GOP Tariff Rationalization		
				Subsidy		Surcharge
				FIXED CHARGES Rs/kW/M	VARIABLE CHARGES Rs./kWh	VARIABLE CHARGES Rs./kWh
E-1(i)	Residential Supply		16.00			2.00
E-1(ii)	Commercial Supply		16.00			2.00
E-2	Industrial Supply		13.50			1.00

For the categories of E-1(i)&(ii) above, the minimum bill of the consumers shall be Rs. 50/- per day subject to a minimum of Rs.500/- for the entire period of supply, even if no

F - SEASONAL INDUSTRIAL SUPPLY TARIFF

125% of relevant industrial tariff

Note:

Tariff F consumers will have the option to convert to Regular Tariff and vice versa. This option can be exercised at the time of a new connection or at the beginning of the season. Once exercised, the option remains in force for at

G- PUBLIC LIGHTING

Sr. No.	TARIFF CATEGORY / PARTICULARS	FIXED CHARGES Rs/kW/M	VARIABLE CHARGES Rs/kWh	GOP Tariff Rationalization		
				Subsidy		Surcharge
				FIXED CHARGES Rs/kW/M	VARIABLE CHARGES Rs./kWh	VARIABLE CHARGES Rs./kWh
	Street Lighting		14.00			1.00

Under Tariff G, there shall be a minimum monthly charge of Rs.500/- per month per kW of lamp capacity installed.

H - RESIDENTIAL COLONIES ATTACHED TO INDUSTRIAL PREMISES

Sr. No.	TARIFF CATEGORY / PARTICULARS	FIXED CHARGES Rs/kW/M	VARIABLE CHARGES Rs/kWh	GOP Tariff Rationalization		
				Subsidy		Surcharge
				FIXED CHARGES Rs/kW/M	VARIABLE CHARGES Rs./kWh	VARIABLE CHARGES Rs./kWh
	Residential Colonies attached to industrial premises		14.00			1.00

I - RAILWAY TRACTION

Sr. No.	TARIFF CATEGORY / PARTICULARS	FIXED CHARGES Rs/kW/M	VARIABLE CHARGES Rs/kWh	GOP Tariff Rationalization		
				Subsidy		Surcharge
				FIXED CHARGES Rs/kW/M	VARIABLE CHARGES Rs./kWh	VARIABLE CHARGES Rs./kWh
	Railway Traction		14.00			1.00

Note:

"Neonium-Ilium Surcharge" at the rate of Rs. 0.10 per kWh on all electricity consumers except lifeline domestic consumers of the category 'Residential-A' for electricity sold

"Financing Cost Surcharge" at the rate of Rs. 0.43 per kWh applicable to all the categories of electricity consumers except lifeline domestic consumers of the category 'Residential-A' for electricity sold.

3(5)(i)

Prospectus

Punjab Industrial Estates Development and Management Company (PIEDMC)

Brief Introduction

Vision & Mission

It is a well-established fact that industrialization is the key to economic growth. With the rapid organized, systematic and efficient industrialization there is an increase in GDP, employment opportunities and above all increase in real income & improvement in quality of life a common man.

Our mission is to provide world class quality infrastructure, environment, confidence and freedom for local and foreign investors to enhance their business activities mutually benefiting themselves, as well as economic growth of Pakistan & especially Punjab.

Our vision is to put economic growth on fast track by utilizing the most modern tools and helping local as well as foreign investors to enjoy the safest and welcoming ground to launch their business activities.

Establishment of PIEDMC

To achieve the above objectives, a new institution with name and style of Punjab Industrial Estates Development and Management Company (PIEDMC) was established. The company is owned by the Government of the Punjab with private sector participation to be able to respond to the changing environment challenges and designed to be financially sustainable. The Board of Directors (23 members) was notified in June 2003 with Chairman and 2/3rd members from the Private Sector.

The company was incorporated in September 2003 under Section 42 of the Company's Ordinance as Non Profit Entity.

Seed money in the form of soft loan of Rs. 1.00 Billion was provided to initiate development of new Industrial Estates. The Key Objective of PIEDMC was:

- Provide World Class quality state of the art infrastructure
- Create One Window operation
- Ensure efficient, cost effective and sustainable management and industrial estate(s).
- Provide all utilities and services through One Window Operation to industrial estates and be outside the ambit of TMA local bodies, government agencies etc.

Projects Assigned to PIEDMC

After the incorporation of the company and with the Board of Directors in place, following assignments were given to be undertaken on priority basis:

- Development of Sundar Industrial Estate (1760 Acres)
- Up-gradation of Quaid-e-Azam Industrial Estate (565 Acres)
- Up-gradation of Multan Industrial Estate Phase -I (743 Acres)
- Development of Multan Industrial Estate Phase-II (667 Acres)
- Development of Rahimyar Khan Industrial Estate (456 Acres)
- Development of Bhalwal Industrial Estate (445 Acres)

- Development of Vehari Industrial Estate (268 Acres)
- Development of Chunian Industrial Estate (282 Acres)
- Development of Quaid-e-Azam Apparel Park on motorway (1536 Acres)

Achievements

- Industrial growth through one window facilitation
- Quality infrastructure led to investor confidence/attraction for foreign companies & expatriates
- Prevented real estate speculation through effective allotment policy
- Company operating on no profit basis and maintaining self-sustainability

Rahim Yar Khan Industrial Estate

Rahimyar Khan Industrial Estate is an ongoing project of PIEDMC aiming to bring the district of Rahimyar Khan into the main stream of economic growth located ideally on N-5 just 15 Km away from Rahim Yar Khan city towards Sadiqabad. Rahimyar Khan Industrial Estate has been developed over 456 Acre of land providing state of the art industrial infrastructure to industrialists from all over Pakistan. Big names like Suncrop (Pvt.) Ltd., Big Bird Group, Sunrise Plastic Industries (Pvt.) Ltd. has already become part of Rahimyar Khan Industrial Estate.

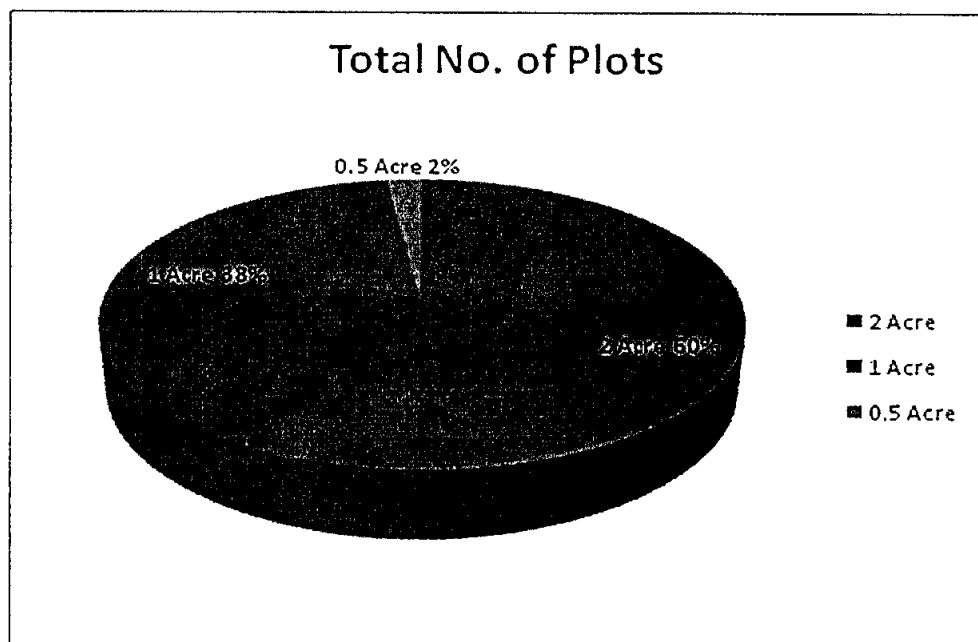
District Rahimyar Khan is rich in wheat, cotton and sugarcane, mangoes, citrus, dates and has abundant livestock resources. Hence it is a good opportunity for industrialists operating in the field of Cotton ginning, leather, meat/poultry processing, Textile, vegetable ghee, fruit juices and fertilizers to invest in Rahimyar Khan Industrial Estate and make use of available resources plus generate employment for local residents.

Key Industrial Trades in Rahim Yar Khan Industrial Estate:

- Animal Poultry Feed
- Aluminum industry
- Dates Processing / Packing
- Fruit Juices, Pickles & Squashes (Especially Mangoes Pulp).
- Hosiery
- Packages
- Plastics products
- Paper & Paper Board
- Sizing Units
- Solvent Oil Extraction Plants
- Wheat Value Added Products (Biscuit, Cookies etc.)
- Textile
- Seed Companies
- Auto industry
- Vegetables Processing

Size wise distribution of Plots

Plot Category	Total No. of Plots
0.5 Acre	4
1 Acre	75
2 Acre	120
Total	199



Salient Features of the facility

To translate above mission and vision following are the key parameters:

- Public Private Partnership
- Rapid Industrialization
- Increase in GDP
- Creation of Employment Opportunities

Major Benefits

Employment	Number (after full colonization)	65,800
Investment	PKR in Billion	40
Export	PKR in Billion(after full colonization)	2/year

Investment and Development of Rahim Yar Khan Industrial Estate

Sr. No.	Name of Project	Present Progress	Scheduled Competition	Cost / Expenditure Rs
1	Roads and Drainage	99.4 %	30 th June,2016	596,869,398
2	Water Supply	96.7 %	30 th June,2016	81,161,840
	Overhead water tanks	96.5 %	30 th June,2016	22,356,040
	Pumps Houses	85 %	30 th June,2016	11,505,802
3	Sewerage System	67 %	30 th June,2016	68,771,761
4	Boundary Wall	100 %	30 th June,2016	96,471,000
5	Electricity distribution network, street light.	90 %	30 th June,2016	425,978,633



1. Executive Summary

1.1 Introduction.

Government of Punjab has decided to launch different industrial estates in the province and to improve the infrastructure in existing industrial estates, to achieve a true benefit from the coming regional cooperation and worldwide introduction of Pakistani products as per international quality standards. R. Y. Khan is an important Southern city in Punjab, which has great potential for industrial development. Unfortunately, unplanned and haphazard expansion of the residential and industrial units has caused the significant environmental and social issues in the city. To meet the requirements of modern era and to overcome the burden of unplanned industrial expansion in R. Y. Khan City, Government of Punjab has planned to establish an Industrial Estate at N-5 (the National Highway), which is about 13 Km away from the city of Rahim Yar Khan. The development of proposed Rahim Yar Khan Industrial Estate (RYK-IE), R. Y. Khan district will be carried by the Punjab Industrial Estate, which is owned by the Government of Punjab.

RYK-IE project involves modernized development view with high-class utilities and facilities based on the modernized planning principles. RYK-IE will be available with necessary services, utilities, Vocational buildings, recreational centers, commercial places and industrial zones such as power generation station, water works, landfill site, telephone exchange, fire fighting, mosque, police station, employment exchange, IT training, play grounds, park and gardens, clinic, bank, restaurants, petrol pumps, etc. The proposed project is divided into different industrial zones like engineering, construction, chemical, pharma, information technology, etc. A combined effluent treatment plant (CETP) is also proposed to treat the industrial wastewater discharge before its disposal.

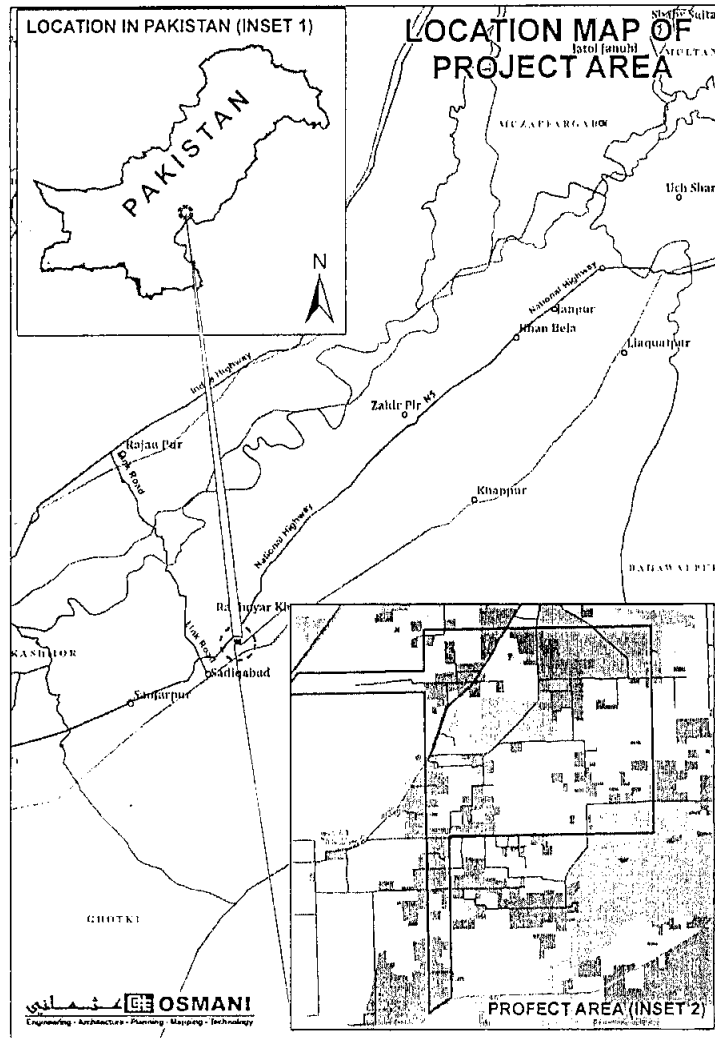


Figure1: Location Plan of the Project

RYK-IE, enjoy a very unique location between two cities of Punjab, i.e., Rahim Yar Khan and Sadiqabad. It is only 15 minutes drive away from Rahim Yar Khan and from Sadiqabad is at only 10 minutes away. The RYK-IE is located at the National highway (N-5), have good access to National railway line and very good proximity to Rahim Yar Khan International Airport. The RYK-IE is also easily accessible from Indus Highway through a link road. A canal (Abbasia) is passing near to the Project site. The proposed site of RYK-IE is only 2.5 Km away from the National Railway, about 12.5 km from the city of Rahim Yar Khan (Fig. 1).



1.2 EIA Obligation:

The Pakistan Environmental Protection Act, 1997 requires proponents of all projects involving any change in the environment, to submit an Initial Environmental Examination (IEE) Report, or, where the project is likely to cause any adverse environmental effects, an Environmental Impact assessment (EIA) Report to the Federal Environmental Protection Agency (EPA) or the relevant Provincial EPAs/EPDs. According to the Environmental Assessment Procedures, October 1997, Schedule II, Section G, List of projects requiring an EIA, includes various components of this project. Therefore, an EIA is prepared for the proposed Project "RYK-IE, Rahim Yar Khan District".

1.3 The EIA Methodology :

The following methodology has been adopted to conduct this EIA:

1.3.1 Review of Relevant Legislation

A comprehensive review of the relevant local, national and international legislation has been conducted, especially the environmental laws and acts. A whole chapter is dedicated for this purpose. The most important of all is the Pakistan Environmental Act, 1997, which makes EIA as an obligatory document before the initiation of any industrial project.

1.3.2 Review of Master Plan

A detailed review of the Project was carried out to truly understand the Project and extent of the developmental activities. Detailed meetings were also held with Client to ensure the consistency of the proposed facilities. The review of Master Plan helped the EIA team to visualize nature and extent of the impacts related with implementation and operation of the proposed RYK-IE.

1.3.3 Delineation of Study Area

To conduct the EIA study, delineation of the Study Area is very important to decide the primary and secondary impacts of the Project. The delineation of the Study Area normally depends upon the nature of the Project, *i.e.*, either project is of linear nature like development of road, railway track, canal, etc. or consolidated area like development of residential colony, industrial estate,



dam, etc. Keeping in view the potential impacts of the Project, the study Area is designated one km beyond the project area's limits. However, in case of severity of the impacts, this limit extends more of impacts on water quality, air and biological resources. For this purpose, detailed buffers of 10 Km, especially to note down the sensitive environmental and cultural areas around the Project area. The delineation of the project area demarcated with the help of advanced DGPS devices to fix the boundary more accurately and precisely.

Reconnaissance Survey of Project Area

Prior to start the detailed environmental and social survey of the Project area, a reconnaissance survey was conducted by a team of environmental and social experts to familiarize themselves with the local conditions and setting of the Project area. This trip also helped to plan the detail survey investigations. During reconnaissance survey, the main information regarding general topography of the area, social set-up, settlement around the proposed project were recorded which were very helpful during detailed survey. The reconnaissance survey was conducted in the last week of September 2011.

Environmental Baseline Survey of Project

Prior to start of the baseline environmental survey, a checklist was prepared based on the Master Plan and reconnaissance survey. The major items, which were considered for physical, biological and social environment, are discussed in the subsequent paragraphs.

Remote Sensing Analysis

It is very important to use available RS source to map the existing land use and Land Cover. This have been achieved with the help of Google earth imageries an image o Geo-eye has been captured through 106 clips for the recent data of July 22, 2010 with the help of this image the entire land use and land cover has been pack-up through on screen vectorization techniques this has been extensively completed for the project area and for the one Km buffer of RYK-IE also mapped and plotted.

Environmental Baseline Survey of Project

Prior to start of the baseline environmental survey, a checklist was prepared based on the Master Plan and reconnaissance survey. The major items, which were considered for physical, biological and social environment, are discussed in the subsequent paragraphs.

a. Need of an Industrial Estate in R. Y. Khan

It is world known phenomena that an industrial estate establishment brings prosperity to the local community and businesses which materialized into regional and national wealth. Hence, development of RYK-IE will provide direct and indirect benefits such as:

- Poverty alleviation and generation of jobs in the Area
- Revenue generation after selling the industrial plots to the industrialists.
- Reduction in environmental pollution due to good in-house environmental practices such as solid waste and wastewater management.
- Bringing foreign investors in Pakistan that generates revenue, ultimately it will bring development and facilities in the community. As Rahim Yar Khan already has very good connection with the investors of UAE.
- Peace of mind business and working conditions for the Local residents.
- Better communication network by road, railway, satellite earth station and telephone connections and also ease in haulage of raw material and finished products.
- Increase in textile, Fertilizer, Soap, it technology and chemicals production that will also increase the overall revenue at the local government level.
- Professional training opportunities for skilled and non-skilled workers
- Increase in textile, pharmaceutical, automobile, cosmetics and their technologies and production that will also increase the overall revenue at all governmental levels.

Objectives of EIA Study

The specific objectives of the Environmental Impact Assessment (EIA) Study are:

- 1) To provide the environmental and social baseline conditions of the project area;
- 2) To identify adverse environmental and social impacts associated with proposed RYK-IE Project;

- 3) To Propose mitigation measures for potential impacts of the project during the construction and operational phases; and
- 4) To develop an Environmental Management and Monitoring Plan (EMMP) for adverse environmental impacts

PROJECT OVERVIEW

The proposed project involves establishment of a state of the art Modern Industrial Estate for Commercial Purposes along with the all basic and advanced necessities required for a standardized commodity of the region by curtailing the impacts on environment and to achieve the goal of sustainable development. The proposed project envisages the construction of Industrial units along with the development of infrastructure like roads, sewerage system, electricity, Sui gas, telephone and water supply system.

The existing land area of the project is about 456 Acres approximately, which will house all the essential components and facilities of a modern Industrial estate such as the Sewerage System, Combined Effluent Treatment Plant (CETP), Electricity, Carpet Roads, Solid waste collection and Disposal station and other components needed to meet demand of the project and project occupants during operation.

The proposed activities at proposed site will include the following:

- Demarcation of Project Area
- Designing and distribution of Project Area
- Civil Work
- Provision of Basic Facilities
- Operation Activities

Project Objectives

Rahim Yar Khan Industrial estate project aims to provide developed plots for industries with latest and most modern utilities and facilities based on the modern planning principles. During current scenarios Industrial growth is the key for the economic growth of a country. In order to achieve this goal it is the dire need of today's time to construct such industrial estates for the promotion of Industrialization in the Country. Main focus of this project is towards sustainable

development so that it would be a self supporting project that leads to open a way of employment for the local as well as regional public. With this project there will be a boost in manufacturing and trading businesses as it incorporate major sectors of industrialization of the Country.

For an effective and well defined master plan, the following main parameter has been adopted:

- The whole site is divided into different Industrial Zones with respect to the type of Industries.
- Each zone is typical in concept and consists of similar facilities, *i.e.*, Industrial Plots, Commercial areas, and Amenities.
- On all the entrances, Admin Areas have been provided.
- Common amenities are provided for whole of the proposed city.
- Efficient movement pattern of goods and personnel.
- Minimum extravagance of Infrastructure.
- Secondary and Primary Infrastructure will be intensively utilized without wasting resources.

Focused/Introvert Physical Planning that includes:

- Controlled sizes of clusters to be created as per the modern concept of industrial town planning.
- Focused location of common amenities and creation of a balanced land-use within the cluster.
- Flexibility for development and expansion in future.
- Flexibility in combining of two or more plots as well as division of bigger plots as per the market demand.

PLANNING REQUIREMENTS

Planning is the key for the success of any project. Rahim Yar Khan Industrial estate is characterized by:

1. Long Life Roads
2. Most Modern Utility Facilities
3. Industrial Plots ranging from 2 acres to 40 acres

4. Basic Amenities and Commercial Spaces
5. Green Areas with indigenous Flora

1.6 Summary of key Environmental, Social and Health Impacts and Mitigation Measures.

Land Acquisition

Permanent Land Acquisition

The Project will require acquiring of 454 acres of land, mostly agricultural land and **about** **owners** will be affected due to land acquisition activities. This agricultural land now abundant after paying compensation to the farmers for the last eight months. The evidence of water-logging and salinity is quite prominent at few spots.

Temporary Acquisition of Land

The contractors will require temporary acquisition of land for:

- Sources of borrow material/earth fill;
- Removal of Bushes and few trees;
- Aggregate quarries;
- Disposal sites and procedures for safe disposal of surplus construction and waste material;
- and
- Access roads for transportation and communication, etc.

In general, areas used to acquire borrow material will be impacted most significantly, followed by those used to install asphalt plants. Utilizing land for project activities may induce temporary as well as permanent changes in the existing land use pattern.

Land Productivity and Use



- Damage to the agriculture land due to implementation of the Project will be a permanent loss and it is expected that due to increase income of the local people and availability of more job resources due to the Project, yield of adjoining agricultural land will be increased which will compensate to this loss up to some extent.
- The expected mushroom industrial growth around the industrial park should be properly controlled by formulating and enforcing the law.
- Project facilities will be located at a minimum distance of 1000 m from existing settlements and other sensitive sites.
- Prior to the commencement of construction activities, the contractor will submit a development plan to the Engineer-in-charge and EPD, Punjab for its scrutiny and approval.
- As far as possible, waste/barren land, i.e., areas not under agricultural, residential or forestation use, and natural areas with a high elevation will be used for borrow material and setting up project facilities.
- Where the use of adjacent agricultural land is unavoidable for borrow of earth material, the top 30 cm of the plough layer will be stripped and stockpiled for redressing the land after the required borrow material has been removed.
- The excavation of earth fill will be limited to an approximate depth of 50 cm. This practice will be applied uniformly across the entire extent of the farmland unit acquired for borrowing earth material.
- Where deep ditching is to be carried out, the top 1m layer of the ditching area will be stripped and stockpiled. The ditch will initially be filled with scrap material from construction and then leveled with the stockpiled topsoil to make it even with the rest of the area. It shall be ensured that the scarp does not contain any material, which may produce leachates or contaminate the soil.
- Ditches or borrow pits that cannot be fully rehabilitated will be landscaped/converted into fishponds to minimize erosion and to avoid creating hazards for people and livestock.
- The Project works have been designed in line with natural drainage to ensure that local drainage pattern should not be disturbed.
- Side drains will be constructed to prevent flooding on the carriageways. In development areas, side drains will be constructed along the road shoulders; in open areas, a drain will be constructed along the toe of the embankment.

Proper storage place of each type of material to be used during the construction to be build to avoid any hindrance to natural slope.

Contractor will be made responsible for the clearing of left over material at the site. In this regard prior to the start of work, contractor should submit the site restoration plan. Site restoration plan should be as pragmatic as possible.

Soil Erosion and Land Sliding

Good engineering practices will help control soil erosion both at construction sites and in peripheral areas, particularly in borrow areas and along transportation tracks. These will include the following measures:

- Low road embankments will be protected from erosion by planting indigenous grasses and low height trees that can flourish under project site conditions.
- High road embankments will be protected by constructing stone pitching or a riprap across the embankment. This practice will also be applied along cross-drainage structures where embankments are more susceptible to erosion by water runoff.
- The Design Consultants will be required to include appropriate measures for slope protection, i.e. vegetation cover and stone pitching, in the detailed construction drawings and implement them accordingly.
- Main drainage courses within the proposed development area should be lined to avoid erosion.
- Growing of creepers and planting local fast growing and deep rooted species will act as sponge and will significantly help in reducing soil erosion.
- A tree plantation program will be developed to reduce the soil erosion cutting of existing trees will be kept at minimum level and for every tree cut two trees must be planted

Trees to be planted

In the project area from the cultivated fields about 500 trees may have to be cut as per design requirements during implementation of the Project. As these scattered trees are small in number, their removal will be made good by planting new trees on both sides of the main, lateral and minor roads. Keeping in view the saline and water logged conditions in the project area a no. of trees might be planted as a part of the project on both sides of the roads. Saline

areas, which are lying unutilized by the communities, could be rehabilitated following proper soil amendments, preparation and choice of suitable species

Soil Contamination

The following practices will be adopted to minimize the risk of soil contamination:

- The contractors will be required to instruct and train their workforce in the storage and handling of materials and chemicals that can potentially cause soil contamination.
- Solid waste generated during construction and at campsites will be properly treated and safely disposed of only in demarcated waste disposal sites.

Oil leakages, chemicals and other materials will be minimized by providing appropriate storage places depending on the type of material for storage. Oil and other lubrication material should be stored in water proof tanks especially built for oil storage. These tanks should be built away from the main road and residential areas. Access to these tanks should only be allowed to concerned personnel. Safety equipment like fire extinguishers should be placed near to these places along with signs for danger and fire.

Workers must be familiar with the Material Safety Data Sheets (MSDS) of each chemical used at site. MSDS are provided with each chemical drum.

Chemicals will be stored as per their MSDS. Utmost care should be taken during the handling of these chemicals. Accidental spills of fuels or other materials pose a potential for contamination of soils. Precautions should be taken to prevent spills and all workers should be trained in proper handling, storage and disposal of hazardous or toxic materials.

- Proper solid waste storage will be adopted for the project such as:
 - Fiber glass Waste Bins with lids and easy unloading mechanism should be placed throughout the Project Area.
 - Separate bins for recyclable materials should be provided.
 - All garbage or other putrid waste should be securely wrapped in recycled papers or similar material bags.



- All cans, bottles, or other food containers would be rinsed free of food particles and drained before being placed in collection containers.
- Collection containers should be kept tightly sealed or covered at all times. Solid waste must not protrude or extend above the top of the container.

Keeping in view the quantities and composition of solid waste generated from different clusters, it is proposed that the solid waste collection, transportation and disposal system should be designed. The solid waste management system should involve the following major operations:

Collection of Waste

As far as solid waste generated from commercial and institutional area is concerned, it is proposed that manual and vehicular system of collection be adopted.

The vehicular system of waste collection is not only fast but also convenient. However, in case of industrial waste collection, it is proposed that each industry should be responsible to transport the waste upto the storage place or transfer station located within or outside the project area.

Storage Place / Transfer Station

For storage of the solid waste at industrial level it is proposed that two types of waste bins should be placed within the premises of each industrial unit to contain organic and inorganic waste separately. This arrangement will segregate the waste at point source. Finally the organic waste will be transferred to the transfer station and inorganic waste will be recycled or reused. However, if any toxic or hazard waste is encountered it will be properly land fill through appropriate measures.

From the transfer station, waste will be transported to the sanitary landfill site. The solid waste system shall consist of the following:

Land Fill Site

It is proposed that instead of providing all the above facilities by owner, the solid waste system can be handled by private Contractors who will be responsible for providing all the facilities for collection of solid waste up-to its disposal at the land fill site. This matter shall be worked out

before the process of disbursement for timely completion of the project. During the design of the land fill site facility, the following important factors shall be considered:

- Availability of cover materials
- Provision of effective drainage system
- Leachate collection and disposal system
- Provision of geo-membranes such as HDPE etc.
- Fire prevention arrangements
- Ground water protection system such as vertical walls etc.
- Operational and management plan

Impacts on Water Resources

This section explains how the proposed project will affect the water resources use, contamination of water bodies and groundwater, siltation of surface water resources and alterations in drainage pattern; the section also describes mitigation measures to manage these impacts.

Ambient Air Quality

Air quality will be affected by the fugitive dust and emissions from the construction machinery, and vehicular traffic during the construction phase. Emissions may be carried over long distances, depending on wind speed and direction which generally varies with seasons, the temperature of the surrounding air, and atmospheric stability.

The critical sources of air pollution during the construction phase are listed below:

- Asphalt plants that generate toxic emissions containing unburnt carbon particulates, sulfur compounds, and dust from aggregate preparation
- Quarry areas that generate fugitive dust during the rock blasting and crushing.
- Earth haulage trucks that generate dust, particularly during loading and unloading processes.
- Commissioning of Project will affect the air quality in the area due to the increase in traffic volume and frequency.
- Most of the industries in each industrial sector will cause air emissions resulting in deterioration of ambient air quality and ultimately affecting human health. NO_x and SO_x



will be dry deposited around the emission sources and when carried away may cause wet deposition in the form of acid rain.

Noise Levels

- PIE will set up a system to monitor the noise levels in the project area near the construction activities.
- To facilitate the EPD Punjab in enforcing noise standards as prescribed in the NEQS.
- During operation stage of the Project, proper mitigation measures will be provided to the sensitive sites (like hospitals, schools, training centres, etc) including vegetative barrier, double glazed windows, etc.
- Noise generated from the plant machinery such as Generators, Turbines and other moving parts will be reduced by using protective covers made of noise absorbing material. All the noise generating machinery will be placed inside the power plant and industrial units building to reduce the noise levels for outside of these units. Workers working near the noise generating machines will be strictly required to use ear muffs and other appropriate measures.

1. Social Impacts:

- The presence of migrant construction workers inevitably causes some degree of social unease and even active disputes with the local community as a result of cultural differences. Potential social conflict will be contained by implementing the measures such as regular consultations with the local community regarding the project progress and impacts, involving local community while hiring, the vulnerable persons will be provided all possible assistance and help for acquiring the skills and be given preference for employment. The persons having no land will be considered as vulnerable people and will be specially treated to provide the maximum benefits and their resettlement places will be provided in their consultation.
- There are few abundant houses will be affected due to implementation of the Project, PIE already settled down their alongwith compensations acceptable to the community with their consultation.
- No known archaeological site is located within the project area and no impacts on archaeological or cultural heritage sites are envisaged.

ENVIRONMENTAL AND SOCIAL EMERGENCY CONTINGENCY PLAN

To cater for the environmental and social issues during construction and operation stage, special emergency contingency plan will be prepared by the Contractor and PIE at construction and operation stages respectively.

Environmental Management and Monitoring Program:

This Chapter provides an overall approach for managing and monitoring the environment related issues and describes the institutional framework and resource allocations proposed by PIE to implement the Environmental Management and Monitoring Plan (EMMP) for the proposed R. Y. Khan Industrial Estate, which includes monitoring programmes for:

Surface water quality

Ground water quality

Air Emissions

Soil Contamination

The environmental protection and enhancement will be achieved in various ways. These approaches shall begin right at the embryonic stage, i.e. i) project location, ii) design, iii) construction activities and iv) post completion activities i.e. operation and maintenance stage. Appropriate environmental management measures are required to be exercised by PIE at each stage of the project.

5 Conclusion:

Based on the Master Plan, Preliminary Design, environmental and social field surveys, and impacts assessment of the proposed RYK-IE, R. Y. Khan Project, it may be concluded that although there are few significant negative impacts but would be of short term during the construction stages. However, there are a few negative impacts that would be expected during the operational stage but their intensity can be reduced by taking appropriate measures and by following necessary environmental protocol and use of modern technologies.



Schedule III

SCHEDULE III

RIE INTRODUCTION & GEOGRAPHICAL FEATURES

Rahim Yar Khan Industrial Estate is located Main KLP Road Rahim Yar Khan. The geographical location map is attached.

The Electrification System had been designed by M/S Osmani & Co, a Consulting Engineering Firm duly registered with Pakistan Engineering Council and MEPCO / WAPDA. This proposal, prepared by the Consultant, deals with the design aspects of Electrification System and source of Power Supply for the Industrial Estate. The total area of the Industrial Estate is about 455 Acres with Plot sizes ranging from 1/2, 1, 2 Acres. The Current application is for 60 MW.

Project Technical Description

1. Distribution System Configuration, service territory, right of way, feeder maps.

The Distribution system consists of 12 feeders, 10 feeders feeding system in open ring & 2 Nos. feeders are standby express feeders to cater for any emergency. Service territory is Rahim Yar Khan Industrial Estate for which land has been acquired and right of way has been procured, MEPCO has been approached to PIEDMC to take distribution license / NOC from NEPRA in favor of RYK Industrial Estate for Power distribution within its territory.

2. Voltage Levels and Regulation

415V LV and 11 KV HV feeders are supplying power to loads as per WAPDA / MEPCO standards DDS-71 2004 and P - 13:66 for regulation 2.5%, -5%, -7.5%.

3. Type of Distribution System

'Underground/Over Head Ring Main Cable/Conductor Distribution System' has been laid down providing electricity to all consumers in the premises of Rahim Yar Khan Industrial Estate.

4. Line Equipment Characteristics

The State-of-The-Art Equipment for Power Supply' has been selected as designed, like Aluminum (AL), Cross Linked Poly Ethylene (XLPE) armored cables of 500 mm² for HT and AL, PVC cables for LT, ACSR Bear, ACSR Wolf and ACSR Gopher Conductor, 5 Way 11 KV ring main units/switches for connecting feeders & Pad Mounted Transformers of capacity 500 KVA. The under-ground cable structure is good enough up-to 80 MW.

5. Power Quality Control

In Rahim Yar Khan Industrial Estate, 132 KV grid station within Rahim Yar Khan Industrial Estate is being made through M/S Barqaab Pvt Ltd Lahore (WAPDA/MEPCO approved consultant) which insures the quality power. Also all the equipment is placed in 'Insets' along the boundary wall of the Industrial Units and underground Power Supply Lines to insure good quality control on the delivered Power. PIEDMC will do the O&M for the Distribution System at RIE and the electric system will operate by PIEDMC, the O&M through a 'Central Operation Room' where all 'Open Points' of feeders & day-to-day changes in their positions are marked. The Manager Electrical along-with his team supervise the overall operation of the system. The electrical team issues all the work orders for any electrical work. No work on any equipment is allowed, for the Distribution System without proper pre-arranged shut down. Safety measures are ensured by providing earthing of the equipment and issuance of PTW (Permit to Work) that is coordinated by the Chief Engineer Electrical PIEDMC.

Back up / Express feeder provision

Two 11 KV feeders have been constructed to be used as backup/ express feeders (See the attached drawings) in case of main feeders' failure.

7. Accident protection / prevention procedures

A well experienced and educated distribution staff has been hired by PIEDMC, who are working under well-qualified supervisors on three (3) shifts per day basis. Proper use of protective gears by staff and hanging / displaying of warning signs are ensured at two tiers-one by RIE electrical team second ensured by CE Electrical PIEDMC. The task risk analysis and detailed procedure have been prepared by the Consultant and adopted by the P I E D M C for its line staff.

8. Maintenance Plans and Procedures

Routine maintenance of equipment is carried out by RIE Electrical team after a work order is issued by the approval of CE Electrical PIEDMC as per manufacturer's recommendations. Maintenance charts for each equipment are maintained and updated on regular basis. The procedure has been developed by the qualified consultant as per international standards and maintenance practices.

'Earth Fault Indicators' have been installed in MEPCO area to help in quick identification and then isolation of faulty portion. Cable Fault Localization Equipment has been procured by the PIEDMC for finding the fault to help

In early repair where a work order is raised by the RIE electrical team accomplishes the same. The troubleshooting procedures have been developed as per international standards.

9. Fault location / trouble shooting procedure

At each ring main station earth fault indicators have been installed which indicate any cable fault in the respective section, then the exact fault point will be located through standard fault locators and faulty cable will be repaired. This procedure has minimized the Power outage time.

10. Emergency Provisions

To cater for emergency express/ back up feeders have been provided, sufficient spares and Line Material is available with the RIE Store in inventory procured and provided by the PIEDMC.

11. Patrolling and inspection procedures

The PIE electrical staff at RIE patrol the area and carry out visual inspection of equipment for any physical damage or fault and reported to Central Operation Control Room. The same then is handed over to the required staff to do the needful under the supervision of qualified Supervisors. For this purpose, proper procedures have been prepared and implemented.

12. Customer services data / manuals

Separate Customer Services Section is taking care of all the requirements from the time of Customers' complain regarding electricity Applications for power supply till the electric connection is provided. The idea of 'One Window Services' has been adopted in its true spirit.

13. Billing and collection procedures

The meter readers of RIE will take the readings and record the KWH energy meter on 01st of each month as the date fixed by the PIEDMC Electrical Department with the help of 'PIE Chief Financial Controller'. Bills will properly be distributed and the consumers are depositing the dues in the designated bank or PIE finance section up to 10th of every month.

14. Protection, Control & Measuring instrument

Sensitive earth fault and overload protection relays have been provided on each 11KV Feeder at RIE Grid Station. Where in all individual pad mounted distribution transformers are fuse protected. The active power meters, energy

meters, ammeters, Volt meters have been installed at individual 11KV Electrical feeders. All the distribution ring mains are fuse protected.

15. Metering and Testing Facilities

Meters are provided by the PIEDMC electrical section after the same are tested / certified for accuracy. However, the doubtful meters are tested at site with testing equipment. In case of any dispute with the customer indigenous laboratory or M&T Wapda for testing is utilized. The factory tested and calibrated standard energy meters are installed at each individual consumer premises that are tested as per manufacturer's recommendation for routine testing or on the complaint/dispute with the consumer/s.

16. Communication System

Communication between Central Control / Operation Room and the field staff has been established through "cell phones" and walkie talkies.

17. Training and Development

PIEDMC has hired the services of Concerned Manufacturers of Equipment, Lahore that have trained staff for fault localization, Metering, Operation & Maintenance of the RIE Distribution System.

Regulation #	Criteria / Requirements	Information / Documents submitted by
4(3)	The load of applicant's existing / proposed distribution network shall not be less than 20 MW.	Already attached as Annex- 3(5)(g)(b)(iii)
	Applicant shall have its own 132 KV grid station.	PIEDMC has own 132 KV grid station at Rahim Yar Khan Industrial Estate. Therefore PIEDMC intends to hire constructor for Design, supply, installation, Testing commissioning and civil work of grid station. The consultant M/S Barqaab Pvt Ltd. would provide the consultancy services for construction of 132 KV grid station.
4(5)	In addition to the requirements provided in sub-regulation (1), the application for grant of a distribution license shall be accompanied by:	
	i. Evidence of adequate and necessary technical, financial and organizational capability to construct, develop, manage and maintain the proposed distribution network;	PIEDMC is the only department responsible for establishing medium and large size Industrial Estates in the province of Punjab. For all Industrial Estates Grid Station and Power Distribution is mandatory requirement. Already attached in application as Annex- 3(5)(c) and 3(5)(d)(iv)
	ii. Evidence demonstrating applicant's ability to fulfill the requirement of Section 21 the Act, NEPRA Licensing (Distribution) Rules, 1999 and other provision of the applicable law.	PIEDMC has established by Government of Punjab, with the main objective to develop a chain of new industrial estate along with upgrading the existing ones in a dynamic and innovative manner, making ancillary arrangements related to the development of infrastructure. From last 10 years PIEDMC is doing electrical distribution in Sundar Industrial Estate successfully with the entire satisfaction of consumers.