

GPH Ispat Limited

Status Report of Utilization of Rights Share Issue Fund



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We have examined relevant financial statements, books of account and other records of the GPH Ispat Limited and certify that the proceeds raised through rights share issue were utilized for purpose of the Company's business.

Utilization of Rights Share Proceeds:

GPH Ispat Limited has raised BDT 2,619,540,000 through issuance of 187,110,000 rights share, subscription date from April 17, 2016 to May 12, 2016 and utilization status of rights share issue proceeds is as follows:

Particulars	Amount in Taka			
	December 01, 2016 to February 28, 2017	Cumulative upto February 28, 2017	September 01, 2016 to November 30, 2016	Cumulative upto November 30, 2016
Opening Balance	2,583,425,651	-	2,599,471,051	-
Proceeds from Rights Share Issue	-	2,619,540,000	-	2,619,540,000
Net Proceed	2,583,425,651	2,619,540,000	2,599,471,051	2,619,540,000

Proceeds Utilization:

Land & Building/Civil Works	61,988,280	78,321,680	15,769,400	16,333,400
Erection & Installation of Machinery	36,815,000	37,091,000	276,000	276,000
Rights Issue Expenses	-	19,504,949	-	19,504,949
Total	98,803,280	134,917,629	16,045,400	36,114,349

Un-utilized fund from Rights Share Issue proceeds as on February 28, 2017 was Tk. 2,484,622,371.36; which lies with Southeast Bank Ltd in the following way:

SND A/C No: 000413500000007	Tk.	411,631,535
Fixed Deposit Receipts # 24500017093	Tk.	1,000,000,000
Fixed Deposit Receipts # 24400009335	Tk.	600,000,000
Fixed Deposit Receipts # 24400009336	Tk.	500,000,000
Total	Tk.	2,511,631,535

Board of Directors has authenticated quarter end Utilization Report of GPH Ispat Limited as on February 28, 2017, and is attached herewith.

We report that:

- Rights Issue proceeds have been utilized till February 28, 2017 for the purposes/heads as specified in the Rights Share Offer Document;
- Rights Issue proceeds have been utilized in line with the condition no. 18 of the Bangladesh Securities & Exchange Commission's approval letter for the Rights Issue;
- Utilization of Rights Issue proceeds are being completed within the time schedule/implementation schedule as specified in the rights share offer document;
- Utilization of Rights Issue proceeds is accurate and for the purpose of the company as mentioned/specified in the rights share offer document; and
- (i) Assets have been procured/imported/constructed maintaining proper/required procedure as well as at a reasonable price; and
(ii) Verification of all necessary documents/papers/vouchers has been made in support of utilization of Rights Issue proceeds making reconciliation with Bank Statement.

Dated, Chittagong; March 06, 2017

Rahman Mostafa Alam & Co.

Rahman Mostafa Alam & Co.
Chartered Accountants

Report on Utilization of RI Proceeds for the month of December 01, 2016 to February 28, 2017

Name of the Company : GPH Ispat Limited
 Amount (BDT) of Capital Raised Through RI : Tk. 2,619.54 Million
 Date of Close of Subscription : May 12, 2016
 Proceeds Receiving Date : June 01, 2016
 Last Date of Full Utilization of Fund as per ROD : Within 24 months of obtaining proceeds i.e. 31st May, 2018

(All the figures are in BDT.)

SL No.	Purpose Mentioned in the ROD	Time line as per ROD	Revised Time line (upto...)	Amount as per ROD	Amount as per Revised Utilization Plan	Status of Utilization				Remarks
						Total Utilized Amount	Utilized %	Total Un-utilized Amount	Un-utilized %	
a)	Land & Building/Civil Works	Within 24 months after receiving the fund, i.e. 31st May, 2018	N/A	2,300,000,000	N/A	78,321,680	3.41	2,221,678,320	96.59	RI Utilization Proceeds Certified By M/S. Rahman Mostafa Alam & Co., Chartered Accountants
b)	Erection & Installation of Machinery	Within 24 months after receiving the fund, i.e. 31st May, 2018	N/A	300,000,000	N/A	37,091,000	12.36	262,909,000	87.64	
c)	Rights Issue Expenses	Within 01 month after receiving the fund, i.e. 30th June, 2016	N/A	19,540,000	N/A	19,504,949	99.82	35,051	0.18	
Total				2,619,540,000		134,917,629		2,484,622,371		

Interest on RI Proceeds

Un-utilized RI Proceeds with Interest Income

27,009,164
2,511,631,535


 Managing Director
 GPH Ispat Limited


 Chief Financial Officer
 GPH Ispat Limited

