

# **GPH Ispat Limited**

**Status Report of Utilization of Right Share Issue Fund**



### Status Report of Utilization of Rights Share Issue Fund

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                       |                                    |  |   |
|----------------------------------|--------------------------------------|------------------------------------|--|---|
|                                  | March 01, 2017<br>to<br>May 31, 2017 | Cumulative<br>upto<br>May 31, 2017 | December 01, 2016<br>to<br>February 28, 2017 | Cumulative<br>upto<br>February 28, 2017 |
| Opening Balance                  | 2,484,622,371                        | -                                  | 2,583,425,651                                | -                                       |
| Proceeds from Rights Share Issue | -                                    | 2,619,540,000                      | -  | 2,619,540,000                           |
| <b>Net Proceed</b>               | <b>2,484,622,371</b>                 | <b>2,619,540,000</b>               | <b>2,583,425,651</b>                         | <b>2,619,540,000</b>                    |

#### Proceeds Utilization:

|                                      |                   |                    |                   |                    |
|--------------------------------------|-------------------|--------------------|-------------------|--------------------|
| Land & Building/Civil Works          | 62,474,739        | 140,796,419        | 6,988,280         | 78,321,680         |
| Erection & Installation of Machinery | -                 | 37,091,000         | 30,815,000        | 37,091,000         |
| Rights Issue Expenses                | -                 | 19,504,949         | -                 | 19,504,949         |
| <b>Total</b>                         | <b>62,474,739</b> | <b>197,392,368</b> | <b>98,803,280</b> | <b>134,917,629</b> |

Un-utilized fund from Rights Share Issue proceeds as on May 31, 2017 was Tk. 2,422,147,632.00; which lies with Southeast Bank Ltd in the following way:

|                                      |            |                      |
|--------------------------------------|------------|----------------------|
| SND A/C No: 000413500000007          | Tk.        | 322,154,300          |
| 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          |
| <b>Total</b>                         | <b>Tk.</b> | <b>2,422,154,300</b> |

Board of Directors has authenticated quarter end Utilization Report of GPH Ispat Limited as on May 31, 2017, and is attached herewith.

We report that:

- Rights Issue proceeds have been utilized till May 31, 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.

*Rahman Mostafa Alam & Co.*

Dated, Chittagong; June 06, 2017

**Rahman Mostafa Alam & Co.**  
Chartered Accountants

# Report on Utilization of RI Proceeds for the month of March 01, 2017 to May 31, 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 |         |
| 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                                    | 140,796,419           | 6.12       | 2,159,203,581            | 93.88   |
| 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    |
|        | <b>Total</b>                         |  |                             | <b>2,619,540,000</b> |  | <b>197,392,368</b>    |            | <b>2,422,147,632</b>     |         |

|               |
|---------------|
| 6,668         |
| 2,422,154,300 |

Interest on RI Proceeds  
Un-utilized RI Proceeds with Interest Income

  
Managing Director  
GPH Ispat Limited

  
Chief Financial Officer  
GPH Ispat Limited

