

**Certificate on
Status Report on Utilization of Right Share Issue Fund
GPH ISPAT LIMITED
As on August 31, 2018**



**Certificate on
Status Report on Utilization of Rights Share Issue Fund
GPH Ispat Limited
As on August 31, 2018**

We have examined relevant financial statements, books of accounts 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			
	June 01, 2018 to August 31, 2018	Cumulative upto August 31, 2018	March 01, 2017 to May 31, 2018	Cumulative upto May 31, 2018
Opening Balance	1,002,144,731	-	1,507,668,185	-
Proceeds from Rights Share Issue	-	2,619,540,000	-	2,619,540,000
Net Proceed	1,002,144,731	2,619,540,000	1,507,668,185	2,619,540,000
Proceeds Utilization:				
Land & Building/Civil Works	412,179,377	1,897,147,973	431,801,254	1,484,968,596
Erection & Installation of Machinery	89,294,300	202,216,024	73,722,200	112,921,724
Rights Issue Expenses	-	19,504,949	-	19,504,949
Total	501,473,677	2,118,868,946	505,523,454	1,617,395,269

Un-utilized fund from Rights Share Issue proceeds as on August 31, 2018 was Tk. 500,671,054.00; which lies with Southeast Bank Limited in the following way:

SND A/C No: 000413500000007	Tk. 755,056
Fixed Deposit Receipts # 24300020540	Tk. 250,000,000
Fixed Deposit Receipts # 24300020541	Tk. 250,000,000
Total balance in Bank Accounts for Right Issue Proceeds	
Tk. 500,755,056	
Reconciliation between Un-utilized balance and Bank balance:	
Balance to be Utilized as per Status Report	Tk. 500,671,054
Add:	
Interest Credited (Net of Tax & Charges)	Tk. 114,909
Bank Charge	Tk. (30,906)
	84,002
Total balance in Bank Accounts for Right Issue Proceeds	
Tk. 500,755,056	

Board of Directors has authenticated quarter end Utilization Report of GPH Ispat Limited as on August 31, 2018, and is attached herewith.

We report that:

- (a) Rights Issue proceeds have been utilized till August 31, 2018 for the purposes/heads as specified in the Rights Share Offer Document;
- (b) 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;
- (c) Utilization time for Right issue Proceeds has been extended upto 31.05.2019 instead of 31.05.2018 by passing resolution in Extra-ordinary General Meeting of the Shareholders held on 10.12.2017. Utilization of Right issue proceeds are being implemented within the said revised Utilization time.
- (d) Utilization of Rights Issue proceeds is accurate and for the purpose of the company as mentioned/specified in the rights share offer document; and
- (e) (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.

Chattogram, September 18, 2018

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

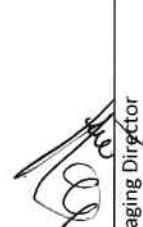
Report on Utilization of RI Proceeds for the Quarter from June 01, 2018 to August 31, 2018

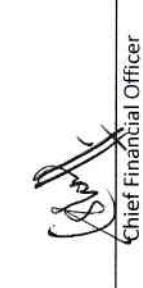
Name of the Company : GPH Ispat Limited
 Amount (BDT) of Capital Raised Through RI : Tk. 2,619.54 Million
 Date of Close of Subscription : May 12, 2016
 Proceeds Receiving Date : June 01, 2016
 Last Date of Full Utilization of Fund as per ROD : Within 24 months of obtaining proceeds i.e. 31st May, 2018 (Subsequently extended upto 31.05.2019)

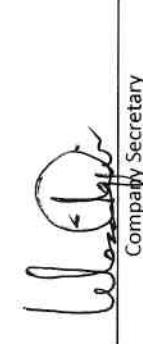
Sl. No.	Purpose Mentioned in the ROD	Time line as per ROD	Revised Time line (upto 31st May, 2019)	Amount as per ROD	Amount as per Revised Utilization Plan	Status of Utilization			Remarks	
						Total Utilized Amount	Utilized %	Total Un-utilized Amount	Un-utilized %	
a)	Land & Building/Civil Works	Within 24 months after receiving the fund, i.e. 31st May, 2018	31st May, 2019	2,300,000,000	N/A	1,897,147,973	82.48	402,852,027	17.52	Revised Utilization plan has been approved in EGM held on December 10, 2017. 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	31st May, 2019	300,000,000	N/A	202,216,024	67.41	97,783,976	32.59	
c)	Rights Issue Expenses	Within 01 month after receiving the fund, i.e. 30th June, 2016	-	19,540,000	N/A	19,504,949	99.82	35,051	0.18	
	Total			2,619,540,000		2,118,868,946		500,671,054		

Interest on RI Proceeds {upto August-2018}
 Un-utilized RI Proceeds with Interest Income

261,515,753
762,186,807


 Managing Director


 Chief Financial Officer


 Company Secretary

Chattogram, September 18, 2018


 Rahman Mostafa Alam & Co.,
 Chartered Accountants