

Certificate on
Status Report on Utilization of Right Share Issue Fund
GPH ISPAT LIMITED
As on February 28, 2019



Solution....Begins

Rahman Mostafa Alam & Co.

Chartered Accountants



Certificate on
Status Report on Utilization of Rights Share Issue Fund
GPH Ispat Limited
As on February 28, 2019

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			
	December 01, 2018 to February 28, 2019	Cumulative upto February 28, 2019	September 01, 2018 to November 30, 2018	Cumulative upto November 30, 2018
Opening Balance	250,958,897	-	500,671,054	-
Proceeds from Rights Share Issue	-	2,619,540,000	-	2,619,540,000
Net Proceed	250,958,897	2,619,540,000	500,671,054	2,619,540,000

Proceeds Utilization:

Land & Building/Civil Works	240,548,334	2,299,941,064	162,244,757	2,059,392,730
Erection & Installation of Machinery	10,316,576	300,000,000	87,467,400	289,683,424
Rights Issue Expenses	-	19,504,949	-	19,504,949
Total	250,864,910	2,619,446,013	249,712,157	2,368,581,103

Un-utilized fund from Rights Share Issue proceeds as on February 28, 2019 was Tk. 1,36,747.40; which lies with Southeast Bank Ltd in the following way:

Balance in SND A/C No: 000413500000007	Tk. <u>136,747</u>
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Reconciliation between Un-utilized balance and Bank balance:

Balance to be Utilized as per Status Report	Tk. <u>93,987</u>
Add:	
Interest Credited (Net of Tax & Charges)	Tk. <u>100,599</u>
Bank Charge	Tk. <u>(57,839)</u> <u>42,760</u>

Total balance in Bank Accounts for Right Issue Proceeds	Tk. <u>136,747</u>
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Board of Directors has authenticated quarter end Utilization Report of GPH Ispat Limited as on February 28, 2019 and is attached herewith.

We report that:

- (a) Rights Issue proceeds have been utilized till February 28, 2019 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.

Dated, Chattogram; March 13, 2019

Rahman Mostafa Alam & Co.
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Chartered Accountants

Report on Utilization of RI Proceeds for the Quarter from December 01, 2018 to February 28, 2019

Name of the Company

Amount (BDT) of Capital Raised Through RI

Date of Close of Subscription

Proceeds Receiving Date

Last Date of Full Utilization of Funds as per ROD

: GPH Ilspat Limited

: Tk. 2,619.54 Million

: May 12, 2016

: June 01, 2016

: Within 24 months of obtaining proceeds i.e. 31st May, 2018 (Subsequently extended upto 31.05.2019)

(All the figures are in BDT)

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	
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	2,299,941,064	99.997	58,936	0.0026
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	300,000,000	100.00	-	-
c)	Rights Issue Expenses	Within 01 month after receiving the fund, i.e. 30th June, 2016	-	19,540,000	N/A	19,504,949	99.821	35,051	0.179
	Total			2,619,540,000		2,619,446,013		93,987	

Interest on RI Proceeds (upto February-2019)
Un-utilized RI Proceeds with Interest Income

272,171,180
272,265,167


Managing Director

Chief Financial Officer


Chief Financial Officer


Company Secretary

Dated, Chattogram; March 13, 2019


Rahman Mostafa Alam & Co.
Chartered Accountants