

Certificate on
Status Report on Utilization of Right Share Issue Fund
GPH ISPAT LIMITED
As on May 31, 2019



Certificate on
Status Report on Utilization of Rights Share Issue Fund
GPH Ispat Limited
As on May 31, 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			
	March 01, 2019 to May 31, 2019	Cumulative upto May 31, 2019	December 01, 2018 to February 28, 2019	Cumulative upto February 28, 2019
Opening Balance	93,987	-	250,958,897	-
Proceeds from Rights Share Issue	-	2,619,540,000	-	2,619,540,000
Net Proceed	93,987	2,619,540,000	250,958,897	2,619,540,000

Proceeds Utilization:

Land & Building/Civil Works	58,936	2,300,000,000	240,548,334	2,299,941,064
Erection & Installation of Machinery	-	300,000,000	10,316,576	300,000,000
Rights Issue Expenses	-	19,504,949	-	19,504,949
Total	58,936	2,619,504,949	250,864,910	2,619,446,013

Un-utilized fund from Rights Share Issue proceeds as on May 31, 2019 was Tk. 77,811.40; which lies with Southeast Bank Ltd in the following way:

Balance in SND A/C No: 0004135000000007 Tk. **77,811**

Reconciliation between Un-utilized balance and Bank balance:

Balance to be Utilized as per Status Report	Tk.	35,051
Add:		
Interest Credited (Net of Tax & Charges)	Tk.	100,599
Bank Charge	Tk.	(57,839)

Total balance in Bank Accounts for Right Issue Proceeds Tk. **77,811**

Board of Directors has authenticated quarter end Utilization Report of GPH Ispat Limited as on May 31, 2019 and is attached herewith.

We report that:

- (a) Rights Issue proceeds have been utilized till May 31, 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; June 12, 2019

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

Report on Utilization of RI Proceeds for the Quarter from March 01, 2019 to May 31, 2019

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)

(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	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	2,300,000,000	100.00	-	-	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	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	99.82	35,051	0.18	
Total				2,619,540,000		2,619,504,949		35,051		

Interest on RI Proceeds (upto May-2019)

272,171,180

Un-utilized RI Proceeds with Interest Income

272,206,231



Managing Director



Chief Financial Officer



Company Secretary

Dated, Chattogram; June 12, 2019



 Rahman Mostafa Alam & Co. Chartered Accountants
 CHITTAGONG