

GPH Ispat Limited

Status Report of Utilization of Right 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			
	March 01, 2017 to May 31, 2017	Cumulative upto May 31, 2017	December 01, 2016 to February 28, 2017	Cumulative upto 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
Net Proceed	2,484,622,371	2,619,540,000	2,583,425,651	2,619,540,000

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
Total	62,474,739	197,392,368	98,803,280	134,917,629

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
Total	Tk.	2,422,154,300

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


: GPH Ispat Limited
: Tk. 2,619.54 Million
: May 12, 2016
: June 01, 2016
: 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
	Total			2,619,540,000		197,392,368		2,422,147,632	

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

