

**Partners:**

Md. Shafiqul Islam, FCA  
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 Md. Enayet Ullah, FCA  
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**AUDITOR'S CERTIFICATE REGARDING MONTHLY STATUS REPORT OF  
 UTILIZATION OF FUND AGAINST INITIAL PUBLIC OFFERING (IPO) OF  
 INDO-BANGLA PHARMACEUTICALS LTD.  
 FOR THE MONTH OF FEBRUARY-2020**

This is to certify that INDO-BANGLA PHARMACEUTICALS LTD. has received Tk. 200,000,000 (Taka Twenty Crore) only as Initial Public Offering (IPO) proceeds through subscription from 09 August 2018 to 16 August 2018 in the separate Bank Account (Account number 1011360459420) maintaining with Eastern Bank Limited, Principal Branch, Jiban Bima Bhaban 10, Dilkusha C/A, Dhaka-1000. In line with the condition number 4, Part C of the consent letter number BSEC/CI/IPO-260/2016/118 dated: 19 February 2018 of Bangladesh Securities and Exchange Commission (BSEC), fund utilization status as on 31 February 2020 is as follows:

Sl. No.	Purpose of Utilization	Allotment as per IPO (Tk.)	Fund utilized (Taka) up to the month of January 2020	Fund utilized (Taka) for the month of February 2020	Total Utilization of Fund up to February 29, 2020	Unspent Balance (Taka)
1	Machinery	183,300,000	134,125,759	37,207,065	171,332,824	11,967,176
2	IPO Expenses	16,700,000	16,700,000	-	16,700,000	-
	<b>Total IPO Proceeds</b>	<b>200,000,000</b>	<b>150,825,759</b>	<b>37,207,065</b>	<b>188,032,824</b>	<b>11,967,176</b>

Total fund unutilized amounting to Tk. 1,19,67,176 (Taka: One Crore Nineteen Lac Sixty Seven Thousand One Hundred Seventy Six) only up to 29 February 2020.

We have confirmed Bank Balance of Tk. 1,19,67,176 vide A/C-017711100000302 with First Security Islami Bank Ltd. Bashundhara Branch as at 29 February 2020.

We have checked and enclosed Status Report (Annexure-A) of utilization of fund prepared by management.

**During the course of our certification, we have found that:**

The management of INDO-BANGLA PHARMACEUTICALS LTD.\* deposited as FDR amount in Tk. 18,33,00,000 (Taka: Eighteen Crore and Thirty Three Lac) only during the month of November 2018 with Mercantile Bank Limited Tk. 10,00,00,000 (Taka: Ten Crore) for 3-6 months period with 9% interest rate per annum and Standard Bank Limited Tk. 8,33,00,000 (Taka: Eight Crore and Thirty Three Lac) for 3 months period with 9% interest rate per annum. We also note that the Company has encashed the whole amount of Tk. 18 Crore and 33 Lac upto the month of November 2019.

**We also report that:**

- i. the expenses/utilization has been made in line with the provision of Initial Public Offering (IPO) documents (for the month of February 2020); With a Change made in 5th AGM.
- ii. the expenses/utilization made in line with the condition 4, part C of consent letter of Initial Public Offering (IPO) (for the month of February 2020);
- iii. the expenses/utilization Tk. 18,80,32,824 of IPO proceeds have been completed within Seventeen (17) months (after receiving of IPO fund) out of 24 (Twenty Four) months as mentioned the time schedule/ implementation schedule as specified Initial Public Offering (IPO) documents and subsequent change made in 4th AGM.
- iv. the expenses/utilization made during the month of February 2020 is accurate /for the purpose of the company as mentioned in Initial Public Offering (IPO) documents; and
- v. we also confirmed that: (i) assets have been procured/incurred maintaining proper procedure as well as at a reasonable price; and (ii) records including vouchers in support of utilization of Initial Public Offering (IPO) proceeds during the month of February 2020 are found correct.

Dated: 14 February 2020

Place: Dhaka

  
SHAFIQ BASAK & CO.  
Chartered Accountants

Report on Utilization of IPO Proceeds for the month of February-2020

Name of the Company : INDO-BANGLA PHARMACEUTICALS LTD.  
 Amount (BDT) of Capital Raised Through IPO : BDT. 200,000,000.00  
 Date of Trading : October 18, 2018  
 Last Date of Full Utilization of Fund as per Proceeds : October 17, 2020 (within 24 Months of obtaining IPO proceeds)

Sl. No.	Purpose Mentioned in the Prospectus	Time line as per prospectus and 4th AGM	Amount as per prospectus	Status of Utilization				Remarks		
				Fund utilization (Taka) up to the month of January 2020	Fund utilized (Taka) for the month of February 2020	Total Utilized Amount	Utilized %		Total Un-utilized Amount	Un-utilized %
1	Machineries	24 Months	183,300,000	134,125,759	37,207,065	171,332,824	93.47%	11,967,176	6.53%	IPO Utilization proceeds Certified by Shafiq Basak & CO., Chartered Accountants
2	IPO Expenses	As or when required	16,700,000	16,700,000	-	16,700,000	100.00%	-	0.00%	
<b>Total IPO Proceeds</b>			<b>200,000,000</b>	<b>150,825,759</b>	<b>37,207,065</b>	<b>188,032,824</b>		<b>11,967,176</b>		

**Note:**

- \* BDT 51,262 has been charged by the bank as maintenance fee and others of IPO proceeds accounts (A/C No.1011360459420 maintaining with Estern Bank Limited) upto the month of February 2020.
- \* Fund utilization period have extended to 24 months instead of 18 months for construction and other civil works due to changes of Factory place and subsequently approved by the Board of Director and Shareholders in 4th Annual General Meeting.
- \* Fund utilization fixed for Construction and other Civil works has been changed to Machinery subsequently approved by the Board of Director and Shareholders in 5th Annual General Meeting.

  
 Chairman

  
 Managing Director

  
 Company Secretary

  
 Chief Financial Officer