



**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 DECEMBER-2018**

This is to certify that INDO-BANGLA PHARMACEUTICALS LTD. has received Tk. 200,000,000 (Taka Thirty 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 10113604594250) 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 December 2018 is as follows:

Sl. No.	Purpose of Utilization	Allotment as per IPO (Tk.)	Fund utilization up to the month of November 2018	Fund utilized (Taka) for the month of December 2018	Total Utilization of Fund up to December 31, 2018	Unspent Balance (Taka)
1	Construction and other Civil works	58,580,000	-	-	-	58,580,000
2	Machineries	124,720,000	-	768,129	768,129	123,951,871
3	IPO Expenses	16,700,000	16,700,000	-	16,700,000	-
	Total IPO Proceeds	200,000,000	16,700,000	768,129	17,468,129	182,531,871
	Interest Income/Bank Charges	403,895	25,567	25,345	50,912	352,983
	Total IPO Proceeds & Interest Income/Bank Charges	200,403,895	16,725,567	793,474	17,519,041	182,884,854

Total unutilized fund excluding interest income/Bank Charge Tk. 18,25,31,871 (Taka: Eighteen Crore Twenty Five Lac Thirty One Thousand Eight Hundred and Seventy One) only and including interest income/ Bank Charges Tk. 18,28,84,854 as on 31 December 2018 as at Bank with Eastern Bank Limited, Principal Branch, Jiban Bima Bhaban 10, Dilkusha C/A, Dhaka-1000. (Account number 10113604594250). We have collected relevant information and required documents for all disbursements made and we have also checked and enclosed Status Report (Annexure-A) of utilization of fund prepared by management.



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

(a) the management of INDO-BANGLA PHARMACEUTICALS LTD. have paid Tk. 1,67,00,000 during the months of November 2018 for IPO expenses from the allotment as per IPO including Tk. 76,48,001 adjusted which were previously paid from the company's bank account.

(b) 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 months of November 2018 with Mercantile Bank Limited Tk. 10,00,00,000 (Taka: Ten Crore) to separate FDR Account 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) to separate FDR Account for 3 months period with 9% interest rate per annum which is included in the total unutilized fund.

(c) the management of INDO-BANGLA PHARMACEUTICALS LTD. has been paid Tk. 7,68,129 for opening letter of credit (L/C) USD 164,800 L/C No. 18010290,18010291,18010292,18010293 & 18010294 dated on 24th December 2018 to 26th december 2018 for machineries from the allotment as per IPO during the months of December 2018 and the Company have paid the same amount from Company's own fund.

(d) the management of INDO-BANGLA PHARMACEUTICALS LTD. have received as interest amounting Tk. 4,03,895 net off withholding tax during the month of December 2018 from IPO proceed account maintaining with Eastern Bank Limited.

We also report that:

- i. the expenses/utilization has been made in line with the provision of Initial Public Offering (IPO) documents;
- ii. the expenses/utilization made in line with the condition 4, part C of consent letter of Initial Public Offering (IPO);
- iii. the expenses/utilization of IPO proceeds have been completed Three (3) months (after the receiving of IPO fund) within 24 (Twenty Four) months mentioned the time schedule/ implementation schedule as specified Initial Public Offering (IPO) documents;
- iv. the expenses/utilization made is accurate /for the purpose of the company as mentioned in Initial Public Offering (IPO) documents; and
- v. we also confirmed that: (i) expenses have been procured/incurred maintaining proper procedure as well as at a reasonable price; and (ii) books and records including vouchers in support of utilization of Initial Public Offering (IPO) proceeds are found correct.

Dated: 13 January 2019

Place: Dhaka


AHMAD & AKHTAR
Chartered Accountants



Report on Utilization of IPO Proceeds for the month of December-2018

Name of the Company : INDO-BANGLA PHARMACEUTICALS LTD.
 Amount (BDT) of Capital Raised Through IPO : BDT. 200,000,000.00
 Date of Close of Subscription : August 16, 2018
 Proceeds Receiving Date : September 13, 2018
 Last Date of Full Utilization of Fund as per Proceeds : September 12, 2020 (within 24 Months of obtaining IPO proceeds)

Sl. No.	Purpose Mentioned in the Prospectus	Time line as per prospectus	Amount as per prospectus	Status of Utilization					Remarks	
				Fund utilization (Taka) up to the month of November 2018	Fund utilized (Taka) for the month of December 2018	Total Utilized Amount	Utilized %	Total Un-utilized Amount		Un-utilized %
1	Construction and other Civil works	24 Months	58,580,000	-	-	-	0.00%	58,580,000	100.00%	IPO Utilization proceeds Certified by AHMAD & AKHTAR, Chartered Accountants
2	Machineries	18 Months	124,720,000	-	768,129	768,129	0.62%	123,951,871	99.38%	
3	IPO Expenses	As or when required	16,700,000	16,700,000	-	16,700,000	100.00%	-	0.00%	
Total IPO Proceeds			200,000,000	16,700,000	768,129	17,468,129		182,531,871		

Note:

- * BDT 50,912 has been charged by the bank as maintenance fee and others of IPO proceeds accounts (A/C No.1011360459420 maintaining with Eastern Bank Limited) upto the month of December 2018 and Tk. 25,345 during the month.
- * Fund utilization period have increased 24 months in stead 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.
- * The management of INDO-BANGLA PHARMACEUTICALS LTD. have received as interest amounting Tk. 4,03,895 net off withholding tax during the month of December 2018 from IPO proceed account maintaining with Eastern Bank Limited.

Arifza Yasmin

Chairman



Amanul Haq

Managing Director

[Signature]

Company Secretary

[Signature]

Chief Financial Officer