

**AUDITOR'S CERTIFICATE REGARDING MONTHLY STATUS REPORT OF  
 UTILIZATION OF FUND AGAINST INITIAL PUBLIC OFFERING (IPO) OF  
 M.L. DYEING LIMITED  
 FOR THE MONTH OF JANUARY-2019**

This is to certify that M.L. DYEING LIMITED has received Tk. 200,000,000.00 (Taka Twenty Crore) only as Initial Public Offering (IPO) proceeds through subscription from 08 July 2018 to 19 July 2018 in the separate Bank Account (Account number 0021360002882, FC A/C # 0021680000018, A/C # 0021680000019 & A/C # 0021700000011 respectively) maintaining with Social Islami Bank Limited, Principal Branch, 15, Dilkusha C/A, Dhaka-1000. In line with the condition number 4, Part C of the consent letter number BSEC/CI/IPO-152/2011/395 dated: 10 June, 2018 of Bangladesh Securities and Exchange Commission (BSEC), fund utilization status as on 31 January, 2019 is as follows:

Sl. No.	Purpose of Utilization	Allotment as per IPO (Tk.)	Fund utilization (Taka) upto the month of December 2018	Fund utilized (Taka) for the month of January 2019	Total Utilization of Fund (Taka) upto January 31, 2019	Unspent Balance (Taka)
1	Acquisition of Machineries and Equipments	178,300,000	20,092,055	2,096,161	22,188,216	156,111,784
2	IPO Expenses	21,700,000	18,193,756	-	18,193,756	3,506,244
	<b>Total IPO Proceeds</b>	<b>200,000,000</b>	<b>38,285,811</b>	<b>2,096,161</b>	<b>40,381,972</b>	<b>159,618,028</b>
3	Exchange Loss /Interest Income/Bank Charges	7.71	151,465	-	151,465	(151,457)
	<b>Total IPO Proceeds &amp; Exchange Loss / Interest Income/Bank Charges</b>	<b>200,000,008</b>	<b>38,437,276</b>	<b>2,096,161</b>	<b>40,533,437</b>	<b>159,466,571</b>

Total unutilized fund excluding Exchange Loss /Interest Income/Bank Charges is Tk. 159,618,028 (Taka: Fifteen Crore Ninty Six Lac Eighteen Thousand and Twenty Eight) only and including Exchange Loss /Interest Income/Bank Charges is Tk. 159,466,571 as on 31 January, 2019 with Social Islami Bank Limited Account number 0021360002882, Principal Branch, 15, Dilkusha C/A, Dhaka-1000 and Islami Bank Bangladesh Ltd. (MSND A/C No. 20501020900029211) Local Office Branch. 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 the management.



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

(a) the management of M.L. Dyeing Limited has shown Tk. 18,195,196.00 as IPO expenses of which Tk. 10,167,086.00 had expended earlier from Company's own source which has transferred to SBAC Bank Ltd. (SND A/C No. 0002130000763) during the month of October-2018 from Social Islami Bank Ltd. (A/C # 0021360002882) for adjusting the same.

(b) the management of M.L. Dyeing Limited has transferred Tk. 34,051,000.00 (Taka : Three Crore Forty Lac and Fifty One Thousand) only during the months of October 2018 to Islami Bank Bangladesh Ltd. (MSND A/C No. 20501020900029211) for making LC payment for Importing Machineries. Balance of this account is Tk. 33,918,182.00 on 31 October, 2018. Tk. 328,818.00 has already expended in this regard as LC Opening charge, Bank charges and C & F cost which were made Tk. 132,818.00 from Islami Bank Bangladesh Ltd. (A/C # 20501020900029211) and Tk. 196,000.00 from Social Islami Bank Ltd. (A/C # 0021360002882).

(c) the management of M.L. Dyeing Limited has transferred Tk. 6,400,000.00 (Taka : Sixty Four Lac) only during the months of November 2018 from Social Islami Bank Ltd account no:MND 0021360002882 to Islami Bank Bangladesh Ltd. (MSND A/C No. 20501020900029211) for making LC payment for Importing Machineries. Balance of this account is Tk. 25,194,264.00 on 30 November, 2018. During the month of November 2018, total fund utilized Tk. 15,281,918.00 of which Tk. 158,000.00 expended from Social Islami Bank Ltd. (A/C # 0021360002882) rest of the amount were expended from IBBL for the purpose of LC payment for Importing machineries.

(d) the management of M.L. Dyeing Limited has deposited as FDR amount in Tk. 135,000,000 (Taka : Thirteen Crore and Fifty Lac) only FDR with Islami Bank Bangladesh Ltd., Local Branch, Dhaka for 1-6 Months and rate of interest at not mention which is included in the total unutilized fund.

(e) the management of M.L. Dyeing Limited has paid Tk. 4,481,319 during the month of December 2018 against L/C opening charges, L/C payment, erection & installation expenses for acquisition of Machineries and Equipments from IPO Proceeds.

(f) the management of M.L. Dyeing Limited incurred Foreign Exchange conversion Loss amounting Tk. 97,160 during the month of December 2018 for realizing NRB IPO Proceeds account maintaining with Social Islami Bank Limited.

(g) the management of M.L. Dyeing Limited have received as interest amounting Tk. 7.71 net off withholding tax during the month of December 2018 from Islami Bank Bangladesh Limited.

(h) the management of M.L. Dyeing Limited has paid Tk. 2,096,161 during the month of January 2019 against L/C payment, Insurance premium, erection & installation (partial), carrying charges, duties and C & F expenses for acquisition of Machineries and Equipments from IPO Proceeds.

**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 total expenses/utilization Tk. 40,381,972 of IPO proceeds have been completed in 4 (Four) months (after the receiving of IPO fund), within 18 (Eighteen) 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: 12 February 2019  
Place: Dhaka



  
AHMAD & AKHTAR  
Chartered Accountants

**Report on Utilization of IPO Proceeds for the month of January 2019**

Name of the Company : M.L. DYEING LIMITED  
 Amount (BDT) of Capital Raised Through IPO : BDT. 200,000,000.00  
 Date of Close of Subscription : July 19, 2018  
 Proceeds Receiving Date : September 23, 2018  
 Last Date of Full Utilization of Fund as per Proceeds : March 22, 2020 (within 18 Months after 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) upto the month of December 2018	Fund utilized (Taka) for the month of January 2019	Total Utilization of Fund (Taka) upto January 31, 2019	Utilized %	Total Un-utilized Amount		Un-utilized %
1	Acquisition of Machineries and Equipments	18 Months	178,300,000	20,092,055	2,096,161	22,188,216	12.44%	156,111,784	87.56%	LC payment, Insurance premium, Duties and C & F expenses.
2	IPO Expenses	As and when required	21,700,000	18,193,756	-	18,193,756	83.84%	3,506,244	16.16%	
<b>Total IPO Proceeds</b>				<b>38,285,811</b>	<b>2,096,161</b>	<b>40,381,972</b>		<b>159,618,028</b>		

Note:

\* BDT 151,465 has incurred upto December 2018 as Bank Charges and foreign currency Loss from IPO Proceeds Maintaining with Social Islami Bank Ltd. Islami Bank Bangladesh Limited of which Tk. 97,160 as Foreign Exchange conversion Loss.

the management of M.L. Dyeing Limited have received as interest amounting Tk. 7.71 net off withholding tax on account maintaining with Islami Bank Bangladesh Limited during the month of December 2018.



*SMK*

Chairman

*Abdullah*

Managing Director

*Faruk*

Chief Financial Officer

*Rahman*

Company Secretary