



Mahfel Huq & Co.

Chartered Accountants

The first registered accounting firm in independent Bangladesh



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AUDITORS' REPORT On IPO Proceeds Utilization

We have audited the annexed Statement of Initial Public Offering (IPO) Proceeds Utilization of **Coppertech Industries Ltd.** as on November 30, 2019.

Management's Responsibility for the IPO proceeds Utilization

Management is responsible for the preparation and fair presentation of these IPO proceeds utilization statement in accordance with Bangladesh Securities and Exchange Commission (BSEC) guidelines.

Auditor's Responsibility

Our responsibility is to express an independent opinion on these Initial Public Offering (IPO) proceeds utilization statement based on our audit. We conducted our audit in accordance with International Auditing Standards and Bangladesh Securities and Exchange Commission (BSEC) guidelines.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our Opinion, the Statement of Initial Public Offering (IPO) Proceeds utilization, prepared in accordance with Bangladesh Securities and Exchange Commission (BSEC) guidelines gives a true and fair view of the statement as on November 30, 2019 and comply with the prospectus.

We draw attention to the following matter,

1. The Company received of Tk. 20,00,00,000 from IPO and has utilized a total amount of Tk. 108,216,942 up to 30 November, 2019 from IPO proceeds as described in the prospectus. Out of Tk. 108,216,942 the company has utilized total amount of Tk. 6,50,00,000 for repayment of bank loan against budgeted amount of Tk. 6,50,00,000, total amount of Tk. 1,50,00,000 for IPO Expenses against budgeted amount of Tk. 1,50,00,000 and total amount of Tk. 28,216,942 for building and other civil work paid in advance to Devcon Engineering against budgeted amount of Tk. 5,50,00,000. The company has received bank interest Tk. 497,675.76 from the IPO proceeds. The balance amount along with interest is lying with Social Islami Bank Bangladesh Ltd., BDT A/C No. 0081360001123.

We also state that:

- a) IPO proceeds have been utilized for the purposes as specified in the prospectus;
- b) IPO proceeds have been utilized in line with the conditions of the BSEC's letter of intent for the IPO;
- c) Utilization of IPO proceeds is done within the time frame as specified in the prospectus;
- d) Utilization of IPO proceeds is accurate for the purpose of the company as mentioned in the prospectus;
- e) Utilization statement has been made on verification of all necessary documents/papers/vouchers in support of utilization of IPO proceeds making reconciliation with bank statement.

Date: December 11, 2019
Dhaka


Mahfel Huq & Co.
Chartered Accountants

Utilization of IPO Proceeds For the Month of November' 2019

Name of the Company : **Coppertech Industries Ltd.**
 Amount of (BDT) of Capital Raised Through IPO : **200,000,000**
 Subscription Period : **31 March 2019 to 09 April 2019**
 IPO Proceeds Receiving Date : **14 July 2019**
 Last Date of Full Utilization of Fund as per Prospectus : **Within 12 Months of receiving IPO fund**

| Sl. No. | Purpose of Issue as per prospectus | Head wise amount of IPO Proceed BDT (As per prospectus) | Time line as per Prospectus | Status of Utilization | | | IPO proceed Yet to be utilized | |
|---------|-------------------------------------|---|--|--|---|------------------------------------|--------------------------------|--------|
| | | | | Fund utilization up to the month of October 2019 | Fund utilized during the month of November 2019 | Total Utilization up to this Month | Amount | % |
| 1 | Plant & Machinery with installation | 65,000,000 | 12 months | | | | 65,000,000 | 100.0% |
| 2 | Building and other civil work | 55,000,000 | 12 months | 16,930,165 | 11,286,777 | 28,216,942 | 26,783,058 | 48.7% |
| 3 | Bank loan repayment | 65,000,000 | Immediately after availability of IPO Fund | 65,000,000 | | 65,000,000 | - | 0% |
| 4 | IPO Expenses | 15,000,000 | | 15,017,237 | | 15,017,237 | - | 0% |
| | Total | 200,000,000 | | 96,947,402 | 11,286,777 | 108,234,179 | 91,783,058 | |

Note: 1) The company has received total amount of IPO proceeds BDT 200,000,000 on 14 July 2019.
 2) The company has utilized BDT 11,286,777 from the IPO Fund during the month of November, 2019 for the purpose of building and other civil work.

[Signature]
Managing Director

[Signature]
Director

[Signature]
Company Secretary

[Signature]
Chief Financial Officer

[Signature]
Chartered Accountants



Date : December 11, 2019