



Mahfel Huq & Co.
Chartered Accountants
The first registered accounting firm in independent Bangladesh



An independent member firm of AGN International

BGIC Tower (4th Floor)
34, Topkhana Road
Dhaka-1000, Bangladesh
Tel: +88-02-9553143, 9581786
Fax: +88-02-9571005
E-mail : info@mahfelhuq.com
Web: www.mahfelhuq.com

AUDITOR'S REPORT
On IPO Proceeds Utilization of
Coppertech Industries Ltd.

We have audited the annexed Statement of Initial Public Offering (IPO) Proceeds Utilization of **Coppertech Industries Ltd.** as on July 31, 2020.

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 July 31, 2020.

We draw attention to the following matter,

1. The Company received of Tk. 200,000,000 from IPO and has utilized a total amount of Tk. 200,000,000 up to July 31, 2020 from IPO proceeds as described in the prospectus and Tk. 998,355 from their own source for IPO expenses and building & other civil work. Out of Tk. 200,000,000, the company has utilized total amount of Tk. 65,000,000 for repayment of bank loan against budgeted amount of Tk. 65,000,000, total amount of Tk. 15,000,000 for IPO Expenses against budgeted amount of Tk. 15,000,000 and total amount of Tk. 55,000,000 for building and other civil work paid to Devcon Engineering against budgeted amount of Tk. 55,000,000, total amount of Tk. 65,000,000 for Plant & Machinery against budgeted amount of Tk. 65,000,000. The company has received bank interest Tk. 967,123.86 (net of tax) from the IPO proceeds.

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 other than building and other civil work. IPO proceeds as fixed for building and other civil work was utilized within thirteen months instead of twelve months;
- 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: September 12, 2020
Dhaka


Mahfel Huq & Co.
Chartered Accountants

Utilization of IPO Proceeds For the Month of July' 2020

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 June 2020 | Fund utilized during the month of July 2020 | Total Utilization up to this Month | Amount | % |
| 1 | Plant & Machinery with installation | 65,000,000 | 12 months | 65,000,000 | - | 65,000,000 | - | 0% |
| 2 | Building and other civil work | 55,000,000 | 12 months | 52,012,148 | 3,968,970 | 55,981,118 | - | 0% |
| 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 | | 197,029,385 | 3,968,970 | 200,998,355 | | |

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 2,987,852 from the IPO Fund and BDT 981,118 from its own source during the month of July, 2020 for the purpose of building and other civil work.


Managing Director


Director


Company Secretary


Chief Financial Officer


Mahfel Huq & Co.
Chartered Accountants



Date : September 12, 2020