

**CERTIFICATE ON
STATUS REPORT ON UTILIZATION
OF
PROCEEDS FROM PUBLIC OFFERING
OF
LUB-RREF (BANGLADESH) LTD.**

For the month of December 31, 2022



**AUDITOR'S CERTIFICATE REGARDING MONTHLY STATUS REPORT OF
UTILIZATION OF FUND AGAINST INITIAL PUBLIC OFFERING (IPO) OF
LUB-RREF (BANGLADESH) LIMITED
FOR THE MONTH OF DECEMBER 31, 2022**

This is to certify that **LUB-RREF (BANGLADESH) LIMITED** has received Taka 1,500,000,000 (One Hundred Fifty Crore) only as Initial Public Offering (IPO) proceeds through subscription from January 26, 2021 to February 01, 2021 in the separate Bank Account (Account number 13100014867) with Southeast Bank Limited, Jubilee RD Branch, PLOT # B-6 (PART), 9-10 23-24 BSCIC I/A, BLOCK-A, SAGA. In line with the condition number 4, Part C of the consent letter number BSEC/CI/BB-14/2018/299, dated on December 24, 2020 of Bangladesh Securities and Exchange Commission (BSEC), fund utilization status as on December 31, 2022 is as follows:

Sl. No.	Purpose of Utilization	Allotment as per IPO (Tk.)	Fund Utilization of Fund up to November 30, 2022	Fund utilized (Taka) for the month of December 31, 2022	Total Utilization of Fund up to December 31, 2022	Unspent Balance (Taka)
1	Expansion of Business (Acquisition & Installation of Machineries)	980,000,000	445,632,907	-	445,632,907	534,367,093
2	Bank Loan Repayment	460,430,282	460,430,282	-	460,430,282	-
3	IPO Related Expenses	59,569,718	57,974,406	-	57,974,406	1,595,312
	Total IPO Proceeds	1,500,000,000	926,237,365	-	964,037,595	535,962,405
4	Interest income upto the month of Dec., 2022	37,526,013	-	6,570,118	-	44,096,131
5	Tax on Interest Income Dec., 2022	(4,636,824)	-	(1,069,035)	-	(5,705,859)
6	Interest income month of June, 2022		-	-	-	-
7	TDS During the month of June, 2022	-	-	-	-	-
8	Foreign Exchange loss & Bank Charges	(672,385)	672,385	(105,415)	-	(777,800)
	Total IPO Proceeds & Interest Income/ (Bank Charges)	1,532,216,805	926,909,750	5,395,668	964,037,595	573,574,878

Total unutilized fund excluding Interest Income/(Bank Charges) Taka **535,962,405** (Fifty Three Crore Fifty Nine Lac Sixty Two Thousand Four Hundred Five) only and including Interest Income/ (Bank Charges/TDS) Taka 573,574,878 as on December 31, 2022 is lying with Social Islami Bank Limited, Agrabad Branch, Chattogram (Account number 0041360004122) and Agrani Bank Limited (AC-0200018772117) there is no expenditure during the month of December 31, 2022. We have collected relevant information and required documents for all disbursements and we have also checked all the relevant document. Enclosed herewith the Status Report as **Annexure-A** for utilization of fund which has been prepared by the management.

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

- (a) The management has spent total amount of Taka 445,632,907.00 upto the month of July, 2022 for expansion of Business (Acquisition & Installation of Machineries) in which the amount of Taka 37,800,230.00 has been spend during the month of July 31, 2022. The company has paid an amount of Taka 37,800,230 to Chittagong Engineering Construction payment for civil construction bill through banking channel during the month of July 31, 2022. The Fund has been paid from IPO proceeds account.



- (b) The Management of LUB-RREF (BANGLADESH) LIMITED has fully utilised of Taka 460,430,282 for repayment of Corporate Term Loan to Social Islami Bank Limited in Account No 0043020000482 during the month of May 31, 2021.
- (c) The management of LUB-RREF (BANGLADESH) LIMITED has spent total amount of Tk. 57,974,406 for the purpose of IPO Expenses upto the month of May 31, 2022, in which has been paid the amount of Taka 407,303 to Southeast Bank Capital Services Ltd. respectively against underwriting commission during the month of May, 2022.
- (d) The management of LUB-RREF (BANGLADESH) LIMITED has transferred the amount of Tk. 6,74,91,800 to the new IPO Proceed Accounts in Social Islami Bank Ltd. Agrabad Branch, Chattogram namely Account No 0041360004122 which has been paid from IPO proceeds account incorporated with Southeast Bank Limited for the purpose of repatriation of Technical Know-How Fees as BIDA permitted during the month of September 30, 2021. We have received letter No-BSEC/CFD/2021/757 on dated October 27, 2021 from BSEC regarding the matters.
- e) The management of LUB-RREF (BANGLADESH) LIMITED has transferred a portion of IPO Proceed fund of Tk.37,00,00,115 to Agrani bank Ltd. newly opened Bank during the month of August 31, 2021. New bank Account details: Agrani Bank Limited, WASA Corp. branch, Chattogram Account No-020001872117. IPO proceeds fund was in Social Islami Bank Limited and balance remains with the bank of Tk20,01,29,964 We have received letter No BSEC/CFD/2021/2022/Part-1/620 on dated June 23, 2022 from BSEC regarding the matters.

We also report that:

- i. the expenses/utilization made in line with the condition 4, part C of consent letter of Initial Public Offering (IPO);
- ii. the expenses/utilization of Taka 964,037,595 of IPO proceeds have been completed as mentioned the time schedule/ implementation schedule as specified in Initial Public Offering (IPO) documents;
- iii. the expenses/utilization made is accurate /for the purpose of the company as mentioned in Initial Public Offering (IPO) documents; and
- iv. we also confirmed that: (i) expenses have been procured/ incurred by maintaining proper procedure as well as at a reasonable price; and (ii) books and records including vouchers are found correct in support of utilization of Initial Public Offering (IPO) fund.

Dated: January 11, 2023

Place: Dhaka



FAMES & R

Chartered Accountants



Report on Utilization of IPO Proceeds for the month of December 31, 2022

Name of the Company : Lab-tref (Bangladesh) Limited

Amount (BDT) of Capital Raised Through IPO : BDT. 1,500,000,000/-

Date of Close of Bidding : 15 October, 2020

Date of Close of Subscription : 01 February, 2021

Proceeds Receiving Date from bidding : 25 October, 2020

Proceeds Receiving Date from Subscription : 25 March, 2021

Last Date of Full Utilization of Fund as per Proceeds : February 28, 2023 (within 24 Months of obtaining IPO proceeds)

Sl No.	Purpose Mentioned in the Prospectus	Time line as per prospectus	Amount as per prospectus	Amount of Taka				Remarks
				Fund Utilization of Fund up to November 30, 2022	This Month	Total Utilization of Fund up to December 31, 2022	Utilized %	Total Un-utilized Amount
1	Expansion of Business (Acquisition & Installation of Machines)	24 Months	980,000,000	445,632,907	-	445,632,907	45.47%	534,367,093
2	Bank Loan Repayment	06 Months	460,430,282	460,430,282	-	460,430,282	100.00%	-
3	IPO Related Expenses	6 Months	59,569,718	57,974,406	-	57,974,406	97.32%	1,595,312
Total IPO Proceeds			1,500,000,000	963,391,972	-	964,037,595		535,962,405

Note:

* BDT 7,77,800 has been charged by the bank as Foreign Exchange loss & Bank Charges, Taka 44,096,131 has been received as Interest Income and TDS has been deducted Taka on 5,705,859 Interest Income on IPO Proceeds accounts up to the month of December 31, 2022 and Lab-tref (Bangladesh) Limited have received an amount of BDT. 1,233,630 as forfeit amount which has subsequently deposited to BSEC.

* Balance as at Bank as on December 31, 2022 with Southeast Bank Limited, (Account number 13100014867) BDT 160,843, AC-16200000001 (GBP) 00.00, 16300000001 (EUR) 00.00, AC-15100000114 (USD) 5,6380.36, Social Islami Bank (Account number 0041360004122) BDT 20,14,24,074, Agrani Bank Limited (AC-0200018772117) BDT 374,113,506

Chairman

Managing Director

Company Secretary

Chief Financial Officer

Dated: January 11, 2023
Place: Dhaka

