

**CERTIFICATE ON
STATUS REPORT ON UTILIZATION
OF
PROCEEDS FROM PUBLIC OFFERING
OF
TAUFIKA FOODS AND AGRO
INDUSTRIES LIMITED
For the month of February 28, 2021**



**AUDITOR'S CERTIFICATE REGARDING MONTHLY STATUS REPORT OF
UTILIZATION OF FUND AGAINST INITIAL PUBLIC OFFERING (IPO) OF
TAUFIKA FOODS AND AGRO INDUSTRIES LIMITED
FOR THE MONTH OF FEBRUARY 28, 2021**

This is to certify that **Taufika Foods and Agro Industries Limited** has received Taka. 300,000,000 (Taka Thirty Crore) only as Initial Public Offering (IPO) proceeds through subscription from January 03, 2021 to January 07, 2021 in the separate Bank Account with Trust Bank Ltd. Millennium Branch, Jahangir Gate, Dhaka Cantonment, Dhaka. Bank Account number is 0022-0320000775. In line with the condition number 4, Part C of the consent letter number BSEC/CI/IPO-301/2019/278 dated on November 30, 2020 of Bangladesh Securities and Exchange Commission (BSEC), fund utilization status as on February 28, 2021 is as follows:

| Sl. No. | Purpose of Utilization | Allotment as per IPO (Tk.) | Fund utilized (Taka) for the month of February 28, 2021 | Total Utilization of Fund up to February 28, 2021 | Unspent Balance (Taka) |
|---------|---|----------------------------|---|---|------------------------|
| 1 | Acquisition of plant & machinery | 90,365,003 | 53,294,735 | 53,294,735 | 37,070,268 |
| 2 | Freezer purchase | 57,849,847 | 23,315,200 | 23,315,200 | 34,534,647 |
| 3 | Vehicles purchase | 20,564,250 | 9,146,752 | 9,146,752 | 11,417,498 |
| 4 | Investment in depot to increase | 13,220,900 | - | - | 13,220,900 |
| 5 | To meet up IPO expenses | 28,000,000 | 16,512,362 | 16,512,362 | 11,487,638 |
| 6 | Bank loan repayment | 90,000,000 | 70,000,000 | 70,000,000 | 20,000,000 |
| | Total IPO proceeds | 300,000,000 | 172,269,049 | 172,269,049 | 127,730,951 |
| 7 | Interest income/ (Foreign exchange loss & Bank charges) | | (80,638) | (1,300) | (81,938) |
| | Total IPO Proceeds & Interest Income/ (Bank Charges) | 300,000,000 | 172,188,411 | 172,267,749 | 127,649,013 |

Total unutilized fund excluding Interest Income/(Bank Charges) Taka 12,77,30,951 (Twelve Crore Seventy Seven lac Thirty thousand Nine hundred Fifty one) only and including foreign exchange loss & Bank charges Taka 12,76,49,013/- (Twelve Crore Seventy six lac Fourty nine thousand Thirteen) as on February 28, 2021 is lying with Trust Bank Ltd. Millennium Branch, Jahangir Gate, Dhaka Cantonment, Dhaka (Account number 0022-0320000775) .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:

- The management of Taufika Foods and Agro Industries Limited has transferred Taka 5,32,94,735 for opening L/C to Shimanto Bank Ltd. in Account No- 1001244000258 for Acquisition of Plant & Machinery during the month of February 28, 2021 from the allotment as per IPO.
- The management of Taufika Foods and Agro Industries Limited has spent total amount of Taka 2,33,15,200 for Freezer purchase, out of this Taka 1,92,95,000 has been spent for direct purchase from different parties and the amount of Taka 40,20,200 has transferred for opening L/C to Shimanto Bank Ltd. in Account No: 1001244000258 for purchase through L/C during the month of February 28, 2021.



- c) The management of Taufika Foods and Agro Industries Limited has transferred Taka 91,46,752 for opening L/C to Shimanto Bank Ltd. in Account No- 1001244000258 for Vehicles purchase during the month of February 28, 2021.
- D) The management of Taufika Foods and Agro Industries Limited has spent total amount of Tk. 16,950,924 for the purpose of IPO Expenses upto 28 February 2021, in which Tk 14,838,562 was paid from company's owns bank account and Tk 2,112,362 was paid from IPO proceeds account. During the month, Taka 1,44,00,000 has been adjusted with against own funded balance and remaining balance of of Taka 4,38,562 has not yet been adjusted.
- e) The Management of Taufika Foods and Agro Industries Limited has paid Taka 7,00,00,000 for repayment of Corporate Term Loan to Shimanto Bank Ltd. in Account No :1001741000187 during the month of February 28, 2021 as per mentioned clause in Prospectus. .
- f) The management of Taufika Foods and Agro Industries Limited has been incurred Foreign currency loss of Taka. 80,638 and Bank Charge of Taka 1,300 during month of February 28, 2021.

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 Taka 17,22,69,049 of IPO proceeds have been completed as mentioned time schedule/ implementation schedule as specified in 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 except the deducted Tax has not yet been deposited into authority; and
- v. 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: March 11, 2021
Place: Dhaka


FAMES & R
Chartered Accountants



Report on Utilization of IPO Proceeds for the month of February-2021

Name of the Company : **Taufika Foods and Agro Industries Limited**
Amount (BDT) of Capital Raised Through IPO : **BDT. 300,000,000/-**
Date of Close of Subscription : **January 07, 2021**
Proceeds Receiving Date : **January 17, 2021**
Last Date of Full Utilization of Fund as per Proceeds : **January 31, 2023 (within 24 Months of obtaining IPO proceeds)**

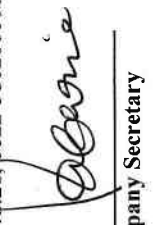
| Sl. No. | Purpose Mentioned in the Prospectus | Time line as per prospectus | Amount as per prospectus | Fund utilized (Taka) for the month of February 28, 2021 | Total Utilized Amount | Utilized % | Total Un-utilized Amount | Un-utilized % | Remarks |
|---------------------------|-------------------------------------|-----------------------------|--------------------------|---|-----------------------|------------|--------------------------|---------------|---------|
| 1 | Acquisition of plant & machinery | 24 Months | 90,365,003 | 53,294,735 | 53,294,735 | 58.98% | 37,070,268 | 41.02% | |
| 2 | Freezer purchase | 24 Months | 57,849,847 | 23,315,200 | 23,315,200 | 40.30% | 34,534,647 | 59.70% | |
| 3 | Vehicles purchase | 24 Months | 20,564,250 | 9,146,752 | 9,146,752 | 44.48% | 11,417,498 | 55.52% | |
| 4 | Investment in depot to increase | 24 Months | 13,220,900 | - | - | 0.00% | 13,220,900 | 100.00% | |
| 5 | To meet up IPO expenses | 24 Months | 28,000,000 | 16,512,362 | 16,512,362 | 58.97% | 11,487,638 | 41.03% | |
| 6 | Bank loan repayment | 24 Months | 90,000,000 | 70,000,000 | 70,000,000 | 77.78% | 20,000,000 | 22.22% | |
| Total IPO Proceeds | | | | 172,269,049 | 172,269,049 | | 127,730,951 | | |

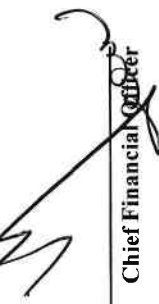
Note:

* BDT 1,300 has been charged by the bank as maintenance fee on IPO Proceeds accounts (Account number 0022-0320000775 maintaining with Trust Bank Ltd.) during the month of February 28, 2021. Taufika Foods and Agro Industries Limited and the management of Agro Industries Limited have received an amount of Taka 14,34,000 as forfeit amount which has subsequently deposited to BSEC.

* Balance as at Bank as on February 28, 2021 with Trust Bank Ltd. Millennium Branch, Jahangir Gate, Dhaka Cantonment, Dhaka. (Account number 0022-0320000775) BDT. 127,607,813.50, Receivable Taka 50,000, 0022-5803000016(GP)POU 3,593.16, 0022-5804000014(EUR) 148.26, 0022-5802000018 (USD) \$78,864.04


Chairman


Managing Director


Chief Financial Officer

Company Secretary

Dated: March 11, 2021
Place: Dhaka

Kawser Ahmed
Nominee Director
of
Taufika Engineering Ltd.

