



Ref. No. GHAIL/ROD/BSEC -08

August 07, 2023

The Chairman

Bangladesh Securities and Exchange Commission
Securities Commission Bhaban
E-6/C, Agargaon
Sher-e-Bangla Nagar Administrative Area
Dhaka-1207.

Subject: Submission of Quarterly Audited Right Issue Fund Utilization in compliance with the condition no. 18 of BSEC, s consent letter no BSEC/CI/RI-119/2019/489, dated October 01, 2019.

Dear Sir,

With reference to the above-mentioned subject, we are pleased to submit herewith the audited Right Issue fund utilization report for the quarter ended June 30, 2023, in compliance with the condition no. 18 of BSEC consent letter no. BSEC/CI/RI-119/2019/489, dated October 01, 2019.

We are submitting the copies of audit report for your kind information.

Thanking You.

Yours Sincerely

Nirmal Chandra Sardar
Company Secretary



Enclosure:

1. Auditors Report of Utilization Fund

Copy to:

- The Managing Director, Dhaka Stock Exchange Limited (DSE)
- The Managing Director, Chittagong Stock Exchange Limited (CSE)



AUDITORS' REPORT
On Right Issue (RI) Proceeds Utilization

We have audited the annexed statement of Rights Issue (RI) Proceeds Utilization of **Golden Harvest Agro Industries Limited** as on 30 June 2023.

Management's Responsibility for the RI proceeds Utilization

Management is responsible for the preparation and fair presentation of these Rights Issue (RI) Proceeds Utilization Statement in accordance with Bangladesh Securities and Exchange Commission (BSEC) Letter No. BSEC/CI/RI-119/2019/489 Dated 01 October 2019.

Auditors' Responsibility

Our responsibility is to express an independent opinion on these Right Issue (R.I) Proceeds Utilization Statement based on our audit. We conducted our audit in accordance with International Standards on Auditing (ISA) and Bangladesh Securities and Exchange Commission (BSEC) Letter No. BSEC/CI/RI-119/2019/489 Dated 01 October 2019.

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 Right Issue (RI) proceeds utilization is prepared in all material respect as on 30 June 2023 with the Bangladesh Securities and Exchange Commission (BSEC) Letter No. BSEC/CI/RI-119/2019/489 Dated 01 October 2019 and in compliance with the Rights Share Offer Document (ROD).

We draw attention to the following matter:

1. The Company has utilized total amount of BDT. 701,017,889 from RI proceeds as described in the ROD in the following manner:
 - a) In respect of Civil and Construction, the company has utilized an amount of BDT. 89,122,663 for Land Development & Construction of Road, Factory Building (Including aging , air controlling area), LPG Shed with Basement & road, Boiler Shed, WTP Shed and Warehouse 1. Annexed report shows detail breakdown.
 - b) In respect of Machinery and Equipment, the Company has utilized an amount of BDT. 289,130,501 Annexed report shows detail breakdown.
 - c) In respect of Repayment of Loans, the Company has utilized an amount of BDT. 299,750,000 to repay loans to Standard Bank Ltd and Union Capital Limited. Annexed report shows detail breakdown.
2. In respect of Installation and utility connectivity, the Company has utilized an amount of BDT. 8,201,358 Annexed report shows detail breakdown.
3. The Company has utilized an amount of BDT. 14,813,368 against Right issue expenses. Annexed report shows detail breakdown.



WE ARE AN INDEPENDENT MEMBER OF
THE GLOBAL ADVISORY
AND ACCOUNTING NETWORK

4. The Company has been maintaining a Bank Account with Standard Bank Limited vide No. 01736000303 to manage the proceeds from Right Share Issue.

We also state that referred to above:

- a) RI proceeds have been utilized for the purposes as specified in the Rights Share Offer Document (ROD);
- b) RI proceeds have been utilized in line with the condition of BSEC's approval letter for RI;
- c) Utilization of RI proceeds is being under completion within the time schedule as specified in the Rights Share Offer Document;
- d) Utilization of RI proceeds is accurate for the purpose of the company as mentioned in the Rights Share Offer Document:
- e) (i) Assets are being procured/imported/constructed maintaining proper/required procedures as well as at a reasonable price; and
(ii) Audit report has been made on verification of all necessary documents/papers/vouchers in support of utilization of Rights Issue proceeds making reconciliation with Bank Statement.



Dated, Dhaka;
06 August 2023

A handwritten signature in black ink, appearing to read "S. F. Ahmed & Co.".

S. F. Ahmed & Co.
Chartered Accountants

Report on Utilization of Fund of Right Issue (RI) Proceeds for the Quarter ended 30 June 2023

Name of the Company: **Golden Harvest Agro Industries Limited**
 Amount (BDT) of Capital Raised Through RI: **899,323,420**
 Date of Closing Subscription: **December 08, 2019**
 Proceeds Receiving Date: **December 30, 2019**
 Last Date of Full Utilization of Fund as per ROD: **Within 2 (two) years of receiving the rights issue proceed**

Amount of Subscription money	Purpose of Right Issue	SL	Est. Cost of BMRE/Project (Amount of Right Issue proceeds to be used)		Est./Time for completion as per prospectus	Investment so far made			Inv. Yet to be made	Remarks
			Items	Amount (Tk.)		Amount (Tk.) upto 13th Quarter- March 2023	14th Quarter- June, 2023	Amount (Tk.) upto 14th Quarter- June 2023		
899,323,420	Establishment of Proposed Project for Food Factory & Market Equipments		Establishment of Proposed Project for Food Factory & Market Equipments	113,826,207	Within 2 years of receiving Rights Share proceeds					
	A. Civil Construction	1				89,122,663	-	89,122,663	24,703,545	
		1A	Land Development & Construction of Road	59,219,274	Within 2 years of receiving Rights Share proceeds	55,200,897	-	55,200,897	4,018,376	6.79%
		1B	Factory Building (Including aging, air controlling area)	31,560,805	Within 2 years of receiving Rights Share proceeds	15,450,655	-	15,450,655	16,110,150	51.04%
		1C	LPG Shed with Basement & Road	876,507	Within 2 years of receiving Rights Share proceeds	876,507	-	876,507	-	0.00%
		1D	Boiler Shed	1,872,603	Within 2 years of receiving Rights Share proceeds	1,872,603	-	1,872,603	-	0.00%
		1E	WTP Shed	2,760,034	Within 2 years of receiving Rights Share proceeds	1,932,024	-	1,932,024	828,010	30.00%
		1F	Warehouse 1	17,536,984	Within 2 years of receiving Rights Share proceeds	13,789,975	-	13,789,975	3,747,009	21.37%
	B. Machinery & Equipment	2		426,587,081		289,130,501	-	289,130,501	137,456,580	
		2A	Pestorization	19,236,000	Within 2 years of receiving Rights Share proceeds	1,250,000	-	1,250,000	17,986,000	93.50%
		2B	Ready to eat line (Cutting equipment, cooking, packaging and cooling)	63,100,000	Within 2 years of receiving Rights Share proceeds	67,291,695	-	67,291,695	(4,191,695)	-6.64%



Amount of Subscription money	Purpose of Right Issue	SL	Est. Cost of BMRE/Project (Amount of Right Issue proceeds to be used)		Est./Time for completion as per prospectus	Investment so far made			Inv. Yet to be made	Remarks	
			Items	Amount (TLK)		Amount (TLK) upto 13th Quarter- March 2023	14th Quarter- June, 2023	Amount (TLK) upto 14th Quarter- June 2023			%
		2C	Pallet Making Machine (Food ingredient manufacturing plant)	71,000,000	Within 2 years of receiving Rights share proceeds	12,328,812	-	12,328,812	58,671,188	17.36%	82.64%
		2D	Trolley	4,500,000	Within 2 years of receiving Rights Share proceeds	4,071,161	-	4,071,161	428,839	90.47%	9.53%
		2E	Tray	2,000,000	Within 2 years of receiving Rights Share proceeds	200,000	-	200,000	1,800,000	10.00%	90.00%
		2F	Dough Mixer	2,400,000	Within 2 years of receiving Rights Share proceeds	-	-	-	2,400,000	0.00%	100.00%
		2G	Rotary Oven	2,000,000	Within 2 years of receiving Rights Share proceeds	-	-	-	2,000,000	0.00%	100.00%
		2H	Oil Reserve Tank	2,500,000	Within 2 years of receiving Rights Share proceeds	-	-	-	2,500,000	0.00%	100.00%
		2I	Pallet	757,900	Within 2 years of receiving Rights Share proceeds	757,900	-	757,900	-	100.00%	0.00%
		2J	Date Coding Machine	1,600,000	Within 2 years of receiving Rights Share proceeds	1,600,000	-	1,600,000	-	100.00%	0.00%
		2K	Auto Sealer Machine	100,000	Within 2 years of receiving Rights Share proceeds	100,000	-	100,000	-	100.00%	0.00%
		2L	Metal Ditector	1,158,981	Within 2 years of receiving Rights Share proceeds	1,158,596	-	1,158,596	385	99.97%	0.03%
		2M	Freezer	130,025,000	Within 2 years of receiving Rights Share proceeds	125,212,116	-	125,212,116	4,812,884	96.30%	3.70%
		2N	LPG Plant	32,300,000	Within 2 years of receiving Rights Share proceeds	-	-	-	32,300,000	0.00%	100.00%
		2O	WTP	7,700,000	Within 2 years of receiving Rights Share proceeds	-	-	-	7,700,000	0.00%	100.00%
		2P	Sub Station/Generator	19,300,700	Within 2 years of receiving Rights Share proceeds	19,294,000	-	19,294,000	6,700	99.97%	0.03%
		2Q	Boiler	21,000,000	Within 2 years of receiving Rights Share proceeds	16,500,000	-	16,500,000	4,500,000	78.57%	21.43%
		2R	ETP	35,000,000	Within 2 years of receiving Rights Share proceeds	33,800,000	-	33,800,000	1,200,000	96.57%	3.43%
		2S	Air Compressor	10,908,500	Within 2 years of receiving Rights Share proceeds	5,566,222	-	5,566,222	5,342,278	51.03%	48.97%
	C. Intangible Asset (Software)	3		23,549,180		-	-	-	23,549,180		
		3A	ERP	8,800,000	Within 2 years of receiving Rights Share proceeds	-	-	-	8,800,000	0.00%	100.00%
		3B	SCADA	7,216,103	Within 2 years of receiving Rights Share proceeds	-	-	-	7,216,103	0.00%	100.00%
		3C	Qlik View	7,533,077	Within 2 years of receiving Rights Share proceeds	-	-	-	7,533,077	0.00%	100.00%
	D. Repayment of Bank Loan	4	D. Repayment of Bank Loan	299,750,000	Within 3 months of receiving Rights Share proceeds	299,750,000	-	299,750,000	-	100.00%	0.00%



Amount of Subscription money	Purpose of Right Issue	SL	Est. Cost of BMRE/Project (Amount of Right Issue proceeds to be used)		Est./Time for completion as per prospectus	Investment so far made			Inv. Yet to be made		Remarks
			Items	Amount (Tk.)		Amount (Tk.) upto 13th Quarter-March 2023	14th Quarter-June, 2023	Amount (Tk.) upto 14th Quarter-June 2023	Amount (Tk.)	%	
899,323,420	E. Installation and utility connectivity	5	E. Installation and utility connectivity	19,911,962	Within 2 years of receiving Rights Share proceeds	8,201,358	-	8,201,358	11,710,604	41.19%	58.81%
	F. Right Issue Expenses	6	F. Right Issue Expenses	15,698,990	Immediately after of receiving Rights Share proceeds	14,813,368	-	14,813,368	885,622	94.36%	5.64%
				899,323,420		701,017,889	-	701,017,889	198,305,530		

Reconciliation of Un-used RI Proceeds:

Balance as per Bank Statements on June 30, 2023 686,543
Less: Interest Income on June 30, 2020, December 31, 2020, June 30, 2021, December 31, 2021, June 30, 2022, December 31, 2022 & June 30, 2023 13,989,585
Less: Interest Income from FDR 9,929,488
(23,232,530)
1,414,057

Add: TDS from Interest on June 30, 2020, December 31, 2020, June 30, 2021, December 31, 2021, June 30, 2022, December 31, 2022 & June 30, 2023 124,004
(21,694,470)
10,000,000
20,000,000
20,000,000
60,000,000
10,000,000
20,000,000
10,000,000
10,000,000
20,000,000
20,000,000
20,000,000
198,305,530

FDR No. 337258-59 at Standard Bank Limited
FDR No. 242458-61 at Standard Bank Limited
FDR No. 242464-67 at Standard Bank Limited
FDR No. 242479-90 at Standard Bank Limited
FDR No. 242492-93 at Standard Bank Limited
FDR No. 337022-25 at Standard Bank Limited
FDR No. 337028-29 at Standard Bank Limited
FDR No. 337032-33 at Standard Bank Limited
FDR No. 337035-38 at Standard Bank Limited
FDR No. 337042-45 at Standard Bank Limited
FDR No. 337049-52 at Standard Bank Limited
Balance as per Utilization Report

Director

Chief Financial Officer



Dated, Dhaka;
06 August 2023

Managing Director

Company Secretary

E.Z. Ahmed
Chairman

S. F. Ahmed & Co.
Chartered Accountants