



AUDITORS' REPORT
On IPO Proceeds Utilization

We have audited the annexed Statement of Initial Public Offering (IPO) Proceeds Utilization by **SENA KALYAN INSURANCE COMPANY LIMITED** as on 30 June 2022.

Management's Responsibility for the IPO Proceeds Utilization

Management is responsible for the preparation and fair presentation of this IPO Proceeds Utilization Statement and its related documents in accordance with Bangladesh Securities and Exchange Commission (BSEC) guidelines.

Auditors' Responsibility

Our responsibility is to express an independent opinion on this IPO Proceeds Utilization Statement based on our audit. We conducted our audit in accordance with International Standards on Auditing (ISA) and BSEC guidelines.

We believe that the audit evidence we have obtained as provided by the management of the company is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our Opinion, based on following matters the Statement of IPO Proceeds Utilization prepared in accordance with BSEC guidelines presents fairly in all material respects, the statement as on 30 June 2022 and complies with the prospectus.

We draw attention to the following matters,

- a) The Company has utilized total amount of Tk. 159,999,883 from IPO proceeds as described in the Prospectus:

Sl No.	Particulars	Amount in Taka
(i)	Investment in Government Treasury Bond/Mutual Funds	29,874,165
(ii)	Investment in FDR with Scheduled Commercial Banks/Corporate Bonds	62,000,000
(iii)	Investment in Capital Market of Bangladesh	32,000,000
(iv)	IPO Expenses	6,276,718
(v)	Land/ Real Estate Assets	29,849,000
	Total	159,999,883

- b) During the month of 30 June 2022, the Company has utilized total amount of Tk. 29,849,000 for the purpose of acquisition of Land/Real Estate Assets among which Tk. 8,349,000 has been paid for the purpose of acquisition of 964 sqft spaces at the 4th Floor of Sena Kalyan Trade Center (SKTC), Agrabad. Deal No: 10329 dated 23.06.2022 and Tk. 21,500,000 has been paid as advance against payment for purchasing of 6992 square feet office Space/Floor (8Th Floor) & Basement from IPO Fund through Cheque No. C3778082, dated: 29.06.2022 (A/C No. 0022-0210021675, Trust Bank Limited) as per agreement dated 06.07.2022. The registration process of the Space has not been completed yet.
- c) Time line for acquisition of Land/ Real Estate Assets has been extended up to July 06, 2022 as per BSEC approval letter no. BSEC/CFD/2021/239/Part-i/533 dated 28 April 2022.
- d) Bank Balance as on 30 June, 2022 with Trust Bank Limited, (Account No. 0022-0210021675) is BDT 32,31,617.03 (Account No. 0022-5802000023) EURO 0.00 (Account No. 0022-5802000025) GBP 0.00 and (Account No. 0022-5802000027) USD 0.00. The rate of interest allowed by the bank is 0.00%. As per company Ledger, the Balance of Account No. 0022-0210021675 on 30 June, 2022 is BDT 5,117.03 and the Balance as Per Bank Statement is BDT. 32,31,617.03.
Reconciliation of Bank balance: BDT 32,00,000.00 (Cheque No. C3778079, dated: 29.06.2022), cleared by Bank on 04.07.2022 and BDT 26,500.00 (Cheque No. C3778083, dated: 30.06.2022), cleared by Bank on 04.07.2022.

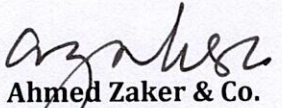


- e) The Company has used the un-utilized fund of IPO expenses of Tk. 47,23,282.00 for purchase of the land/real estate assets. BSEC approved Tk. 4,725,424.00 vide letter no. BSEC/CFD/2021/239/Part-i/661 dated 19 July,2022 out of which Tk. 2,142.00 has been expended as bank charge. Remaining Tk. 47,23,282.00 for purchase of the land/real estate assets. Un-utilized Balance of Tk. 125,718.00 for investment in Government Treasury Bond/Mutual Funds has been utilized for purchase of Land/Real estate Assets. But approval from BSEC is yet to be received.

We also state that:

- a) IPO proceeds have been utilized for the purpose specified in the prospectus and IPO Utilization plan;
b) IPO proceeds have been utilized in line with the BSEC's Consent letter in this regard;
c) For utilization of IPO proceeds BSEC has extended the time limit as per approval letter no. BSEC/CFD/2021/239/Part-i/533 dated 28 April 2022;
d) Utilization of IPO proceeds seems accurate for the purposes as mentioned in the prospectus;
e) The annexed audited Statement of IPO Proceeds Utilization has been made upon verification of all necessary documents/papers/vouchers as per declaration in the prospectus by the management of the company.

Place: Dhaka
July 20, 2022


Ahmed Zaker & Co.
Chartered Accountants
Z A Mridha, FCA
Partner



Report on Utilization of IPO Proceeds
For the month of 30 June 2022

Name of the Company
Amount (BDT) of Capital Raised through IPO
Date of Closing Subscription
Proceeds Receiving Date
DSC & CSE Trading Starts From
Last date of Full Utilization of Fund as per Prospectus

: SENA KALYAN INSURANCE COMPANY LIMITED
: Tk. 160,000,000
: 07 October 2021
: 17 October 2021 and 27 October 2021
: November 07, 2021
: Within 06 months of receipt of IPO fund.

Sl No.	Purpose Mentioned in the Prospectus	Time line as per Prospectus (Revised)	Revised time line (Up to July 06, 2022)	Amount as per Prospectus	Status of Utilization		Status of Un-utilization		Remarks	
					Utilization Up to May 31, 2022	This Month	Up to this month	Utilized (%)		Total Un-utilized Amount
1	Investment in Capital Market: a. Government Treasury Bond/Mutual Funds b. Investment in Capital Market of Bangladesh	03 months from receiving IPO Fund		30,000,000	29,874,165	29,874,165	29,874,165	99.58%	125,835	0%
		06 months from receiving IPO Fund and up to July 06, 2022	Up to July 06, 2022 as per BSEC approval	32,000,000	32,000,000	32,000,000	32,000,000	100%		0%
2	Land/ Real Estate Assets	03 months from receiving IPO Fund		25,000,000		29,849,000	29,849,000	119%	(4,849,000)	-19%
3	Investment in FDR with Scheduled Commercial Banks/Corporate Bonds	03 months from receiving IPO Fund		62,000,000	62,000,000	62,000,000	62,000,000	100%		
4	IPO Expenses	45 Days from receiving IPO Fund		11,000,000	6,274,576	2,142	6,276,718	57%	4,723,282	43%
				160,000,000	130,148,741	29,851,142	159,999,883	100%	117	0%
	Total									

Notes:

- During the month of 30 June 2022, the Company has utilized total amount of Tk. 29,849,000 for the purpose of acquisition of Land/Real Estate Assets among which Tk. 9,349,000 has been paid for the purpose of acquisition of 964 sqft spaces at the 4th Floor of Sena Kalyan Trade Center (SKTC), Agrabad. Dead No: 10329 dated 23.06.2022 and Tk. 21,500,000 has been paid as advance against payment for purchasing of 6992 square feet office Space/Floor (8Th Floor) & Basement from IPO Fund through Cheque No. C3778082, Dated : 29.06.2022 (A/C No. 0022-0210021675, Trust Bank Limited) as per agreement dated 06.07.2022. The registration process of the Space has not been completed yet.
- Time line for acquisition of Land/ Real Estate Assets has been extended up to July 06, 2022 as per BSEC approved letter no. BSEC/CFD/2021/239/Part-i/533 dated 23 April 2022.
- Bank Balance as on 30 June, 2022 with Trust Bank Limited, (Account No. 0022-5802000023) is BDT 32,31,617.03 (Account No. 0022-5802000023) EURO 0.00 (Account No. 0022-5802000025) GBP 0.00 and (Account No. 0022-5802000027) USD 0.00. The rate of interest allowed by the bank is 0.00%. As per company Ledger, the Balance of Account No. 0022-0210021675 on 30 June, 2022 is BDT 5,117.03 and the Balance as Per Bank Statement is BDT. 32,31,617.03.
- Reconciliation of Bank Balance : BDT 32,00,000.00 (Cheque No. C3778079, Dated: 29.06.2022), cleared by Bank on 04.07.2022 and BDT 26,500.00 (Cheque No. C3778083, Dated: 30.06.2022), cleared by Bank on 04.07.2022.
- The Company has used the un-utilized fund of IPO expenses of Tk. 47,23,282 for purchase of the land/real estate assets with approval from BSEC Letter No. BSEC/CFD/2021/239/Part-i/661 dated 19 July, 2022. Un-utilized Balance of Tk. 125,718 for investment in Government Treasury Bond/Mutual Funds has been utilized for purchase of Land/Real estate Assets but approval from BSEC is yet to be received.
- Investment in Govt. Securities was made through account with Trust Bank Limited, Millennium Branch (Account No. 0022-0210021675).
- Dhaka Stock Exchange has transferred all IPO proceeds on 17 October 2021 and 27 October 2021 from Social Islami Bank Limited and the company Sena Kalyan Insurance directly credited to the paid-up capital.
- Investment in FDR was made as per declaration in the prospectus. The FDR interest thereon would be considered at the time of renewal or encashment which comes earlier.
- IPO proceeds utilization starts from after receiving IPO proceeds dated 17 October 2021 and 27 October 2021.
- IPO Expense of Tk. 2,142.00 represent Bank charges among which Tk. 356.50 has been charge during the month of June, 2022 and Tk. 345.00 was charge during the month of June, 2021 and Tk. 1,440.00 was charged during September, 2021.

Company Secretary
(M. M. Saiedul Islam, FCS)

Chief Financial Officer
(Maloy Kumar Saha)

Managing Director - CEO
(Brig Gen Shafiqe Shamim)
psc (Retd), CII (Cert)

Chairman
(Major General Mohammed Saidul Islam)
ndc, psc

Ahmed Zaker & Co.
Chartered Accountants
Z.A Mridha, FCA
Partner