



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 31 July 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 as on 31 July 2022 prepared in accordance with BSEC guidelines presents fairly in all material respects 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) The Company paid Tk. 21,500,000 during June, 2022 for purchasing of 6,992 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 has been completed on 27.07.2022.
- c) Time line for acquisition of Land/ Real Estate Assets was 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 07 July, 2022 with Trust Bank Limited, (Account No. 0022-0210021675) is BDT 0.00 (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%. The company initially deposited BDT. 5,000.00 for opening of Bank A/C No.0022-0210021675 and Closing Balance of BDT. 4,772.03 has been transferred to Company's Bank Account No. 0030-0210005004 after deducting account closing fees of BDT. 345.00 from Balance of BDT. 5,117.03 and the account has been closed.
- e) The Company had 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. The company could not invest Tk. 125,835 in Government Treasury Bond/Mutual Funds for the size of available fund for the purpose so Un-utilized Balance of Tk. 125,718 for



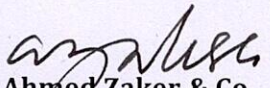
investment in Government Treasury Bond/Mutual Funds has been utilized for purchase of Land/Real estate Assets but approval from BSEC is yet to be received.

- f) Total Un-Utilized Balance is shown Tk. 117.03 which has been deducted by bank as bank account closing charge.
- g) The Utilization of IPO proceeds has been completed during July,2022.

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) Utilization of IPO proceeds has been completed within the extended the time frame as specified in the prospectus and the BSEC time extension 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 and further permission letter No. BSEC/CFD/2021/239/Part-i/661 dated 19 July, 2022 of BSEC;
- 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
August 14, 2022

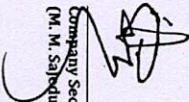

Ahmed Zaker & Co.
Chartered Accountants
Z A Mridha FCA
Partner

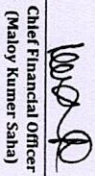
Report on Utilization of IPO Proceeds
For the month of 31 July 2022

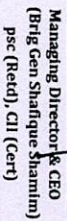
Name of the Company : SENA KALYAN INSURANCE COMPANY LIMITED
Amount (BDT) of Capital Raised through IPO : Tk. 160,000,000
Date of Closing Subscription : 07 October 2021
Proceeds Receiving Date : 17 October 2021 and 27 October 2021
DSC & CSE Trading Starts from : November 07, 2021
Last date of Full Utilization of Fund as per Prospectus : Within 06 months of receipt of IPO fund.

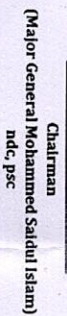
Sl No.	Purpose Mentioned in the Prospectus	Time line as per Prospectus (Revised)	Revised time line (Up to July 06, 2022)	Amount as per Prospectus	Status of Utilization			Status of Un-utilization		Remarks	
					Utilization Up to 30 June, 2022	This Month	Up to this month	Utilized (%)	Total Un-utilized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

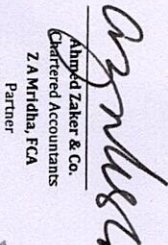
- Notes:
- The Company paid Tk. 21,500,000 during June, 2022 as advance for purchasing of 6,992 square feet office Space/Floor (8th Floor) & Basement from IPO Fund through Cheque No. C3778082. Dated : 29.06.2022 (A/C No. 0022-0210021675). Trust Bank Limited) as per agreement dated 06.07.2022. The registration process has been completed on 27.07.2022.
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 - Investment in Govt. Securities was made through account with Trust Bank Limited, Millennium Branch (Account No. 0022-0210021675).
 - 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.
 - Total Un-utilized Balance is shown Tk. 117.03 which has been deducted by bank as bank account closing charge.
 - The Utilization of IPO proceeds has been completed during July, 2022.**


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


Chief Financial Officer
(Maloy Kumar Saha)


Managing Director & CEO
(Brig Gen Shaifque Shamim)
psc (Retd), CII (Cert)


Chairman
(Major General Mohammed Saidul Islam)
ndc, psc


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