DOMINAGE STEEL BUILDING SYSTEMS LTD.



www.dominage.net

Ref: DSBSL/SD/2023/006 Date: January 12, 2023

The Chairman

Bangladesh Securities and Exchange Commission Securities Commission Bhaban E-6/C, Agargaon, Dhaka-1207, Bangladesh

Managing Director

Dhaka Stock Exchange Limited
DSE Tower, Plot # 46/1 Road # 21,
Nikunja 2, Dhaka 1229

Managing Director

Chittagong Stock Exchange Ltd. 52-53, Dilkusha C/A, (level-15), Dhaka-1000, Bangladesh.

Subject: Submission of IPO Fund Utilization of Dominage Steel Building Systems Ltd. for the month of December 2022

Sir,

With reference to the above-mentioned subject, we are pleased to submit herewith a report on the Utilization of Public Offering Proceeds Compliance, in compliance with Condition No. 3 of Part-C of the Consent letter No: Ref: BSEC/CI/IPO-296/2019/204 dated: September 17, 2020

This is for your kind information and record.

Thanking you.

Engr. Mohammad Rafiqul Islam

Managing Director

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Bangladest Securities & Exchange Commission

JAN 2023

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CERTIFICATE ON
STATUS REPORT ON UTILIZATION
OF
PROCEEDS FROM PUBLIC OFFERING
OF

DOMINAGE STEEL BUILDING SYSTEMS LTD.

For the month of December 31, 2022



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AUDITOR'S CERTIFICATE REGARDING MONTHLY STATUS REPORT OF UTILIZATION OF FUND AGAINST INITIAL PUBLIC OFFERING (IPO) OF DOMINAGE STEEL BUILDING SYSTEMS LTD. FOR THE MONTH OF DECEMBER 31, 2022

This is to certify that Dominage Steel Building Systems Ltd. has received Tk. 300,000,000 (Taka Thirty Crore) only as Initial Public Offering (IPO) proceeds through subscription from October 19, 2020 to October 25, 2020 in the separate Bank Account (Account number 1501202139605001) maintaining with Brac Bank Limited, Principal Branch, Anik Tawer 220/B, Tajgaon Gulshan Link Road, Dhaka-1208. In line with the condition number 4, Part C of the consent letter number BSEC/CI/IPO-296/2019/204 dated on September 17, 2020 of Bangladesh Securities and Exchange Commission (BSEC), fund utilization status as on December 31, 2022 is as follows:

SI. No.	Purpose of Utilization	Time Line as per Prospectus	Allotment as per IPO (Tk.)/Approved in 15th AGM (Taka)	Fund utilized up to the month of 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	Building and other	24 Months	58,647,418			-	58,647,418
2	Electrical Installation	24 Months	22,690,000	-		-	22,690,000
3	Acquisition of new plant & machinery	24 Months	202,155,833	144,830,000	2,500,000	147,330,000	54,825,833
4	IPO Related Expenses	As or when required	19,576,000	19,576,000		19,576,000	-
	Total IPO Proceeds		303,069,251	164,406,000	2,500,000	166,906,000	136,163,251
5	Interest Income up to December 31, 2022		9,599,326	ta a a	1,151.68	-	9,599,326
6	Tax on Interest up to December 31, 2022		(959,933)	. <u>.</u>			(959,933)
9	Bank Charge and Foreign currency loss			434,724	445	435,169	(435,169)
	Total IPO Proceeds & Interest Income/ (Bank		311,708,644	164,840,724	2,501,597	167,341,169	144,367,475

Total unutilized fund excluding Interest income of Tk.136,163,251 (Taka: Thirteen Crore Fourty Three Lac and Sixty Seven Thousand Four Hundred Fifty Five) only and including Interest income / (Bank Charges) Taka 144,367,475 as on December 31, 2022 in lying with Brac Bank Limited, Principal Branch, Anik Tawer 220/B, Tajgaon Gulshan Link Road, Dhaka-1208, (Account number 1501202139605001) and FDR balance with NRB Commercial Bank Ltd. We have collected relevant information and required documents. Enclosed herewith the Status Report annexure-A for utilization of fund which has been prepared by the management.

*** The Board of Directors of the company approved by shareholders on 15th Annual General Metting held on dated December 30, 2021 has decided to make the following changes in the utilization of net IPO Proceeds during the months of January-2022:

Particular	Amount as per Prospectus	Amount as per proposed change/Approved in 15th AGM (Taka)	
Building and other construction	90,423,910	58,647,418	
Electrical Installation	22,690,000	22,690,000	
Acquisition of new plant & machinery	167,310,090	202,155,833	
Total (BDT)	-	283,493,251	





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

- (a) The management of Dominage Steel Building Systems Ltd. has paid Taka. 19,576,000 upto the month of February 28, 2022 for IPO expenses in which the amount of Taka 1,06,000 has been paid in IPO bank Account and Taka 6000 has been adjusted the companys own fund for during the month of February-2022. The amount of Taka 5,556,000 has been adjusted which was previously paid from the company's own bank account.
- (b) The management of Dominage Steel Building Systems Ltd. has received as Interest (IPO Accounts) amounting Taka. 1,074,794 and net off Withholding Tax upto the month December 31, 2021.
- (c) The management of Dominage Steel Building Systems Ltd. has been incurred Foreign currency loss amounting to Taka 83,815 which has been shown in the month of December 31, 2020.
- (d) The management of Dominage Steel Building Systems Ltd. has encashed the FDR an amount of Taka 5,29,13,072(Five Crore Twenty Nine Lac Thirteen Thousand and Seventy Two) only during the month of May, 2022 with NRBC Bank Ltd. Princple Branch, Motijheel. The company has deposited as FDR in remaining amount of Taka 117,310,090 (Eleven Crore Seventy Three Lac Ten Thousand and Ninety) only during the month of June 30, 2022 with NRB Commercial Bank Ltd for 3 (Three) months period with 6.00% intereast rate par annual. Balance amount have included in the total unutilized fund.
- e) The management of Dominage Steel Building Systems Ltd. has paid the amount of Taka 147,330,000 (Forteen Crore Seventy Three Lac Thirty Thousand) as advance for acquisition of new plant & machinery to Arena Construction & Engineering through banking channal in which the amount of Taka 2500,000 (Tewnty Five Lac) during the month of December 31, 2022.
- f) According to the fund utilization monthly report of IPO Proceeds, report submittion time line has been ended on November 22, 2022 as per Prospectus. We have received a letter from the company, reference no. DSBSL/SD/2022/073 on dated November 19, 2022, where the company has applied to Bangladesh Securities and Exchange Commission (BSEC) for 1st time, time extention for 15 months up to February 22, 2024 and BSEC has received the letter on dated November 20, 2022, But there is no approval letter available from BSEC as of today.

We also report that:

- i. the expenses/utilization has been made during the month of December 31, 2022 from the fund of Initial Public Offering (IPO);
- ii. the expenses/utilization made in line with the condition 4, part C of consent letter of Initial Public Offering (IPO);
- iii. the expenses/utilizationTaka 164,406,000 (Sixteen Crore Forty Four Lac Six Thousand) of IPO proceeds have been completed up to December 31, 2022 according to the mentioned time schedule/ implementation schedule as specified 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; 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: January 10, 2022

Place: Dhaka

FAMES & R
Chartered Accountants



REPORT ON UTILIZATION OF IPO PROCEEDS For the Month of December 31, 2022

Amount(BDT) of Capital raised through IPO Name of the Company

Date of close of Subscription Proceeds Receiving Date

Last Date of Full Utilization of Fund as per Prospectus

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Dominage Steel Building Systems Ltd.

Tk. 300,000,000

: October 25, 2020

: November 3, 2020

st Date of Full Utilization of Fund as per Prospectus	stus	: November 22, 2022 (With in 24 Months of receiving IPO Fund)	2 (With in 24 Month	is of receiving IP	O Fund)	-			Annexure-A
		Allotment	Sta	Status of Utilization					
Purpose Mentioned in the Prospectus	Time Line as per Prospectus	as per IPO (Tk.)/Approved in 15th AGM (Taka)	Utilized upto November 30, 2022	This Month	Total Utilized Utilized (%) Amount	Utilized (%)	Fotal Un-utilized Un-utilized Amount (%)	Un-utilized (%)	Remarks
Building and other construction	24 Months	58,647,418		ij	-	0.00%	58,647,418	100.00%	
Electrical Installation	24 Months	22,690,000	-	-	•	%00'0	22,690,000	100.00%	
Acquisition of new plant & machinery	24 Months	202,155,833	144,830,000	2,500,000	147,330,000	72.88%	54,825,833	27.12%	
IPO Expenses	As or when required	000'925'61	19,576,000	•	19,576,000	100.00%	-	%00.0	
Total taka		303,069,251	164,406,000	2,500,000	166,906,000		136,163,251		

(a) The Management of Dominage Sleel Building Systems Ltd. has been received as interest (IPO Accounts) an amount of Tk.95,99,326 and TDS has been deducted Taka 959,933 on Interest income up to the month up to the December 31, 2022 (b) The Management of Dominage Sleel Building Systems Ltd. has been paid as bank charge (IPO Accounts) an amount of Tk. 4,34,724 including Tk. 83,815 Foreign currency loss upto the month of December 31, 2022

c) Bank Balance as on December 31, 2022 with BRAC Bank Limited, (Account number No. 1501202139605001) BDT. 902,118.62 & (Account number No. 1501202139605005) BDT. 23,075,402.47; (Account number No. 1501202139605002) (USD) BDT. 0.00 (Account number No. 1501202139605003) (GBP) BDT. 0.00; and (Account number No. 1501202139605004) EUR. 0.00 and Tk.117,310,090 as FDR on NRB Commercial Bank Ltd.

Chairman

Managing Director

Dated: January 10, 2022 Place: Dhaka

Chief Financial Officer

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