



AUDITORS' REPORT On IPO Proceeds Utilization

We have audited the annexed Statement of Initial Public Offering (IPO) Proceeds Utilization of **SEA PEARL BEACH RESORT & SPA LIMITED** as on September 30, 2019.

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.

Auditor's Responsibility

Our responsibility is to express an independent opinion on this Initial Public Offering (IPO) 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) 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, the Statement of Initial Public Offering (IPO) Proceeds Utilization prepared in accordance with Bangladesh Securities and Exchange Commission (BSEC) guidelines presents fairly in all material respects, of the statement as on 30 September 2019 and complies with the prospectus.


We draw attention to the following matters,

1. The Company has utilized total amount of Tk. 35,232,590 from IPO proceeds as described in the Prospectus in respect of Interior, finishing, furniture & fixture of Tk. 9,940,000 ; Acquisition of land for Tk. 8,779,890 and IPO Expenses for Tk. 16,512,700.
2. During the month, The Company has utilized Tk. 9,940,000 for the purpose of Interior, finishing, furniture & fixture from the IPO Proceeds account no. 2104313030420, held at Prime Bank Limited, Motijheel Branch.
3. A sum of Tk. 155,189 was deducted by Bank as Bank charges from IPO Proceeds account no. 2104313030420 which are yet to be adjusted from interest received on IPO proceeds.

We also state that referred to above:

- a) IPO proceeds have been utilized for the purposes as specified in the prospectus and IPO Utilization plan;
- b) IPO proceeds have been utilized in line with the conditions as stipulated in the BSEC's Consent letter for the IPO;
- c) Utilization of IPO proceeds is being under completion within the time frame as specified in the prospectus;
- d) Utilization of IPO proceeds is accurate for the purposes of the company 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 in support of utilization of IPO Proceeds making reconciliation with the Bank statement as submitted by the management of the company for the purpose.

Place: Dhaka;
Date: October 14, 2019.


Ahmed Zaker & Co.
Chartered Accountants

Report on Utilization of IPO Proceeds

For the month of September 30, 2019

Name of the Company : SEA PEARL BEACH RESORT & SPA LIMITED
 Amount (BDT) of Capital Raised through IPO : Tk. 150,000,000
 Date of Closing Subscription : May 06, 2019
 Proceeds Receiving Date : May 26, 2019
 Last date of Full Utilization of Fund as per Prospectus : Within 12 months of receipt of IPO fund

Sl	Purpose Mentioned in the Prospectus	Time line as per Prospectus	Amount as per Prospectus	Status of Utilization			Status of Un-utilization		Remarks
				This Month	Up to this month	Utilized (%)	Total Un-utilized Amount	Un-utilized (%)	
1	Interior, finishing, furniture & fixture (157 rooms)	Within 12 months of receipt of IPO fund	106,827,300	9,940,000	9,940,000	9%	96,887,300	91%	
2	Acquisition of land	Within 06 months of receipt of IPO fund	26,660,000	-	8,779,890	33%	17,880,110	67%	
3	IPO Expenses	As and when required	16,512,700		16,512,700	100%	-	0%	
Total			150,000,000	9,940,000	35,232,590		114,767,410		

Net interest on IPO Proceeds	131,129
Un-utilized IPO Proceeds	114,767,410
Total Un-utilized IPO Proceeds with Interest Income	<u>114,898,539</u>

Percentage:

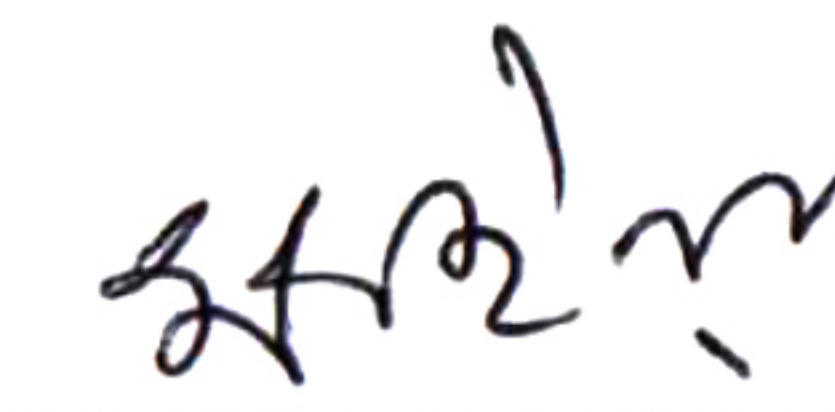
Net Interest on IPO Proceeds: 0.09%

Un-Utilized IPO proceeds with Interest Income : 76.60%

Notes:

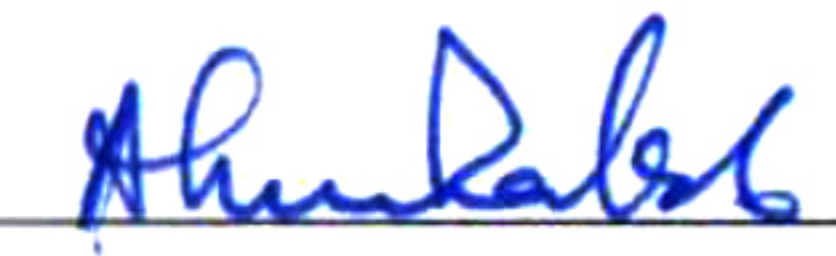
- During the month, The Company has utilized Tk. 9,940,000 for the purpose of Interior, finishing, furniture & fixture from the IPO Proceeds account no. 2104313030420, held at Prime Bank Limited, Motijheel Branch.
- A sum of Tk. 155,189 was deducted by Bank as Bank charges from IPO Proceeds account no. 2104313030420 which will be adjusted from interest received on IPO proceeds.


 Managing Director
 Md. Aminul Haque
 Managing Director
 Sea Pearl Beach Resort & Spa Ltd.


 Independent Director
 Md. Rafiqul Islam
 Independent Director
 Sea Pearl Beach Resort & Spa Ltd.


 Chief Financial Officer
 Mizanur Rahman
 Chief Financial Officer
 Sea Pearl Beach Resort & Spa Ltd.


 Company Secretary
 Md. Azaharul Mamun
 Company Secretary
 Sea Pearl Beach Resort & Spa Ltd.


 Ahmed Zaker & Co.
 Chartered Accountants