

**Certificate on
Status Report on Utilization of Proceeds
From Qualified Investor Offer (QIO) of
NIALCO ALLOYS LIMITED
For the period ended as on 30 June 2023**



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Status Report on Utilization of Proceeds from Qualified Investor Offer (QIO) of
NIALCO ALLOYS LIMITED
For the period ended as on 30 June 2023**

We have been engaged by Nialco Alloys Limited (the "Company") to certify whether the Company has complied with the conditions of Qualified Investor Offer (QIO) in relation to the utilization of proceeds from Qualified Investor Offer as required by BSEC vide its consent letter (ref: BSEC/CI/QIO-SC-05/2021/379 dated April 29, 2021) issued for QIO under Bangladesh Securities and Exchange Commission (Qualified Investor Offer by Small Capital Companies) Rules 2018.

The Company's Responsibilities

The Company management is responsible for utilizing the proceeds from QIO and preparation of Status Report on utilization of Proceeds from Qualified Investor Offer in accordance with the conditions of QIO consent letter issued by BSEC.

Our Responsibilities

Our responsibility is to examine all the relevant documents in connection with the utilization of proceeds from QIO with reference to the Terms of Reference formulated by BSEC and certify whether the proceeds have been utilized and the Status Report have been prepared in accordance with the conditions of QIO consent letter.

We report that:

We have examined relevant documents, obtained information and explanations which to the best of our knowledge and belief were necessary for the purpose of verification and certification of the Status Report. As per Terms of Reference of audit of Status Report, we certify that:

- a) The company has utilized an amount of Taka 46,191,588 till 30 June 2023 for the purpose as specified in the prospectus out of total QIO proceeds of Taka 75,000,000. Balance QIO proceeds amounting to Taka 28,808,412 remain unutilized on the reporting date.
- b) Utilization of QIO proceeds was accurate and made for the purpose of the company as mentioned in the prospectus and revised implementation schedule as approved by the shareholders in the EGMs held on 06 May 2023.
- c) Unutilized amount of Taka 28,808,412 is kept in Bank Account which is lying with Mutual Trust Bank Limited Account #50320003791.

Chattogram, 26th July 2023

For and on behalf of
Rahman Mostafa Alam & Co.
Chartered Accountants

Arafat Kamal FCA
Partner
ICAB Enrollment No.: 1184

UTILIZATION OF QIO PROCEEDS FOR THE PERIOD ENDED AS ON JUNE 30, 2023

Name of the Company : NIALCO ALLOYS LIMITED
 Amount of (BDT) Capital Raised through QIO : 75,000,000
 Subscription Period : May 16, 2021 to May 20, 2021
 QIO Proceeds Receiving Date : June 8, 2021
 Last Date of Full Utilization of Fund as Per Prospectus : Within 15 Months of receiving QIO Fund.

SL No.	Purpose of issue as per prospectus	Head wise amount of QIO Proceed BDT(as per prospectus)	Time Line as per prospectus	Head wise amount (Revised) of QIO Proceed BDT(as per EGM)	Status of Utilization				Time Extened (As per EGM)
					Fund Utilization during the period from January 01, 2023 to 30 June, 2023	Total Utilized Amount	Utilized %	Total Unutilized Amount	
01	Land and Land Development	25,582,500	Within 9 Months of receiving QIO Fund.	25,582,500	11,232,952	43.91%	14,349,548	56.09%	By December 2023
02	Factory Building	-	-	14,000,188	-	0%	14,000,188	100%	By June 2024
03	Plant and Machineres	48,600,000	Within 15 Months of receiving QIO Fund.	34,599,812	34,599,812	100%	-	0%	-
04	QIO Expenses	817,500	Immediate after availability of QIO Fund.	817,500	358,824	43.89%	458,676	56.11%	By June 2023
TOTAL		75,000,000		75,000,000	46,191,588	61.59%	28,808,412	38.41%	


 Managing Director


 Director


 Chief Financial Officer

Chattoogram, 26 July 2023

For and on behalf of
 Rahman Mostafa Alam & Co.
 Chartered Accountants

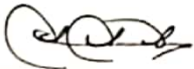

 Arafat Kamal FCA
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	<u>Amount</u> <u>Taka</u>
Bank Balance as on 30 June 2023 was made up as follows:	
Account#50320003791 in Mutual Trust Bank Limited, Agrabad Branch	28,808,412
Total balance in Bank Accounts for QIO proceeds	28,808,412

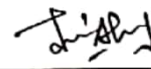
	<u>Amount</u> <u>Taka</u>
Reconciliation between unutilized balance and bank balance:	
Balance at Mutual Trust Bank Limited, A/C#50320003791 (Book record)	28,808,412
Initial Deposit	149,805
Interest credited (net of tax)	2,339,248
Interest withdrawn	(1,970,000)
Bank charges and others etc.	(59,000)
Balance as per Bank statement (MTBL, A/C No#50320003791)	29,268,465



Managing Director



Director



Chief Financial Officer

Chattogram, 26 July 2023

For and on behalf of
Rahman Mostafa Alam & Co.
Chartered Accountants



Arafat Kamal FCA
Partner

ICAB Enrollment No. 1184

