

**CERTIFICATE ON
STATUS REPORT ON UTILIZATION
OF
PROCEEDS FROM PUBLIC OFFERING
OF
UNION INSURANCE CO. LTD.**

For the 3rd quarter ended on 30th September, 2022



**AUDITOR'S CERTIFICATE REGARDING QUARTELY STATUS REPORT OF
UTILIZATION OF FUND AGAINST INITIAL PUBLIC OFFERING (IPO) OF
UNION INSURANCE CO. LTD.
FOR THE QUARTER ENDED SEPTEMBER 30, 2022**

This is to certify that **Union Insurance Co. Ltd.** has received Tk. 193,609,040 (Taka Nineteen Crore Thirty Six lac Nine Thousand and Forty) only as Initial Public Offering (IPO) proceeds through subscription from December 15, 2021 to December 22, 2021 in the separate Bank Account (Account number 0100150047042) maintaining with IFIC Bank Limited. In line with the condition number 4, Part C of the consent letter number BSEC/CI/IPO-314/2021/586 dated on November 11, 2021 of Bangladesh Securities and Exchange Commission (BSEC), fund utilization status as on September 30, 2022 is as follows:

Sl. No.	Purpose of Utilization	Allotment as per IPO (Tk.)/Approved in 15th AGM (Taka)	Fund Utilized up to the 2nd quarter ended of June 30, 2022	Fund Utilised for the period from 3rd quarter to the September 30, 2022	Total Utilization of Fund up to 3rd quarter ended as on September 30, 2022	Unspent Balance (Taka)
1	Investment in FDR	45,000,000	45,000,000	-	45,000,000	-
2	Investment in Capital Market	96,981,319	96,981,319	-	96,981,319	-
3	Floor Purchase	40,000,000	35,000,000	5,000,000	40,000,000	-
4	To meet up IPO expenses	11,627,721	8,861,415	2,000,000	10,861,415	766,306
	Total IPO Proceeds	193,609,040	185,842,734	7,000,000	192,842,734	766,306
5	Interest Income up to September 30, 2022	877,981	-	-	877,981	877,981
6	Tax on Interest up to September 30, 2022	(87,798)	-	-	(87,798)	(87,798)
7	Withdrawal from Bank Interest	-	-	-	-	(800,000)
8	Bank Charge	-	-	575	575	(575)
	Total IPO Proceeds & Interest Income/ (Bank Charges)	194,399,223	185,842,734	7,000,575	193,633,492	755,914

Total unutilized fund excluding Interest income of Tk.,766,306 (Taka: Seven Lac and Sixty Six Thousand Three Hundred Six only and including Interest income / (Bank Charges) Taka 755,914 as on September 30, 2022 lying with IFIC Bank Limited, Principal Branch, IFIC Tower Level 2, 61 Purana Palton, Dhaka-1000, (Account number 0100150047042) and FDR balance with several banks. Tk. 120,315 (One Lac Twenty Thousand Three Hundred Sixteen has been included in the closing balance, which is company's own funded amount and We have collected relevant information and required documents of this statement. Enclosed herewith the Status Report as Annexure-A for utilization of fund which has been prepared by the management.

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

- The management of Union Insurance Co. Ltd.. has been kept an amount of Taka 45,000,000 (Four Crore Fifty Five Lac) only as FDR up to the month of June , 2022 in several banks account with different interest rate par annum.
- The management of Union Insurance Co. Ltd. has been invested an amount of Taka 96,981,319 (Nine Crore Sixty Nine Lac Eighty One Thousand Three Hundred Nineteen) only up to the month of June 30, 2022 with (i) Dhaka Bank Security (BO ID AC:12011630075092193) Taka:20,000,000; (ii) NCCB Security (BO ID AC:1202090075213957) Taka: 10,000,000; (iii) United Security (BO ID AC:1204780075146833) Taka: 21,981,319; (iv) Sohel Security (BO ID AC:1202390075096472) Taka: 25,000,000; (v) BRB Security(BOID AC:1203910075089270) Taka: 10,000,000.
- The management of Union Insurance Co. Ltd.. has been paid an amount of Taka 40,000,000 (Four Crore) for Floor Purchase to Abed Holdings Ltd through banking channel up to the month of September 30, 2022.



- (d) The management of Union Insurance Co. Ltd. has been transferred an amount of Taka 185,842,734 (Eighteen Crore Fifty Eight Lac Forty Two Thousand Seven Hundred Thirty Four) to the Company's own account with EXIM Bank Ltd. Paltan Branch (A/C: 04513100035491) for Utilization of IPO Proceeds fund up to the month of June 30, 2022.
- e) The management of Union Insurance Co. Ltd.. has withdrawal on bank Interst an amount of Taka 800,000 (Eight lac) from IPO bank account .

We also report that:

- i. the expenses/utilization has been made during the 2nd quarter of September 30, 2022 from the fund of Initial Public Offering
- ii. the expenses/utilization made in line with the condition 4, part C of consent letter of Initial Public Offering (IPO);
- iii. the expenses/utilization Taka 185,843,309 of IPO proceeds have been completed up to June 30, 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: October 12 2022
Place: Dhaka


FAMES & R
Chartered Accountants



REPORT ON UTILIZATION OF IPO PROCEEDS
For the 3rd quarter ended on the month of September 30, 2022

Name of the Company : Union Insurance Co. Ltd.
Amount (BDT) of Capital raised through IPO : Tk. 193,609,040
Date of close of Subscription : December 22, 2021
Proceeds Receiving Date : December 30, 2021
Last Date of Full Utilization of Fund as per Prospectus : As or when required

SL.	Purpose Mentioned in the Prospectus	Time Line as per Prospectus	Amount as per Prospectus	Status of Utilization			Utilized (%)	Total Un-utilized Amount	Un-utilized (%)	Remarks
				Fund Utilized up to the 2nd quarter ended of June 30, 2022	Fund utilised for the period from 1 July to September 30, 2022	Total Utilization of Fund up to 3rd quarter ended as on September 30, 2022				
a)	Investment in FDR	As or when required	45,000,000	45,000,000	-	45,000,000	100.00%	-	0.00%	
b)	Investment in Capital Market	As or when required	96,981,319	96,981,319	-	96,981,319	100.00%	-	0.00%	
c)	Floor Purchase	As or when required	40,000,000	35,000,000	5,000,000	40,000,000	100.00%	-	0.00%	
d)	To meet up IPO expenses	As or when required	11,627,721	8,861,415	2,000,000	10,861,415	93.41%	766,306	6.59%	
	Total taka		193,609,040	185,842,734	7,000,000	192,842,734		766,306		

Notes:

- (a) The management of Union Insurance Co. Ltd., has been received as interest (IPO Accounts) an amount of Tk. 877,981 and TDS has been deducted Taka 87,798 on Interest income during the 3rd quarter ended September 30, 2022
- b) Bank Balance as on September 30, 2022 with IFIC Bank Limited, (Account number No. 0100150047042) BDT. 755,913.69 & (Account number No. 0100150047052) (USD) BDT. 0.00 (Account number No. 0100150047053) (GBP) BDT. 0.00; and (Account number No. 0100150047053) EUR. 0.00 and Tk.45,000,000 as FDR serveral bank accounts
- c) BO Accounts balance as on September 30, 2022 with (i) Dhaka Bank Security (BO ID AC:12011630075092193) Taka: 1,311,579.90; (ii) NCCB Security (BO ID AC:1202090075213957) Taka: 3,699,618.32; (iii) United Security (BO ID AC:1204780075146833) Taka: 114,581.02 ; (iv) Sohel Security (BO ID AC:1202390075096472) Taka: (1,330,840.74); (v) BRB Security(BOID AC:1203910075089270) Taka: 490.72


Chief Financial Officer


Chief Executive Officer


Chairman

Dated: October 12 2022
Place: Dhaka

