

TO WHOM IT MAY CONCERN

Based on our audit accompanying Status of Utilization of IPO proceeds with reference to all related documents of ACME Pesticides Limited as of **August 31, 2024**, we certify that, to the best of our knowledge and belief and according to the examination:

- a The IPO proceeds that have been utilized for the purposes/heads specified in the prospectus;
- b The IPO proceeds have been utilized in line with the conditions of the commission's consent letter No-BSEC/CI/IPO-113/2021/514, Dated: **September 07, 2021** except to repayment of Bank Loan.
- c As per consent letter issued by Bangladesh Securities and Exchange Commission the company submitted a special agenda in its 14<sup>th</sup> AGM (Annual General Meeting) about time extension of utilization of IPO proceeds upto **30 June 2025**. Attended shareholders were spontaneously voted this agenda. After 14th Annual General Meeting the company has submitted an intimation with voting results and other related documents to Bangladesh Securities and Exchange Commission about time extension of utilization of IPO proceeds up to **30 June 2025**.
- d The company has utilized **TK. 218,632,316/-** in total as of **August 31, 2024** out of the schedule of the committed expenditures.
  - 1 The utilization of IPO issue expenses was **TK. 14,422,561/-** as of **August 31, 2024**. During the month of **August 31, 2024**, **Tk. Nil-** has been utilized for paying off IPO expenses.
  - 2 The utilization of Construction of Factory Building, was **TK. 100,374,105/-** as of **August 31, 2024**. During the month of **August 31, 2024**, **Tk. Nil-** has been utilized for paying off Construction of Factory Building as advance against Party & Supply of Construction Materials. The Mode of payment were Cash & Cash Cheque. No TDS & VDS on such payment were deducted and deposited to exchequer. Also, the progress of work is going on as per contractors' agreement and having BOQ, engineering certificate of work in progress.
  - 3 The utilization of Electrical Installation was **TK. 20,400,000/-** as of **August 31, 2024**. During the month of **August 31, 2024**, **Tk. Nil-** has been utilized for paying off Electrical Installation as advance against Party & Supply of Electrical Installation Materials as per agreement which are yet to be received & installed.
  - 4 The utilization of Acquisition of new plant & Machineries was **TK. 83,435,650/-** as of **August 31, 2024**. During the month of **August 31, 2024**, **Tk. Nil-** has been utilized for paying off Acquisition of new plant & Machineries as advance against Party & Supply of Acquisition of new plant & Machineries as per agreement which are yet to be received & installed.

e The utilization is accurate and for the purpose of the company as mentioned/specified in the prospectus as of August 31, 2024, except following

- 1 The Company opened 2 Fixed Deposits Account for 3 Month Period with Southeast Bank Limited, Le Meridian Branch for Tk. 80,000,000/-.
- 2 No Bank Loan repaid by ACME Pesticides Limited using IPO proceeds as of August 31, 2024 against which there is a money suit filed by National Finance Ltd. for which FDR A/C- 012324300000123 Tk. 33,493,496.10/-, FDR A/C- 012324300000118 Tk. 55,806,915.35/- and Current A/C- 01211100000282 Tk. 695,029.91/- Frozen.
- 3 According to the consent letter of IPO from BSEC, the company is supposed to utilize the whole IPO proceeds within 24 months of receipt of IPO Proceeds, but the company could not utilize the entire amount of IPO Proceeds within stipulated time. As per consent letter the company submitted a special agenda in its 14th Annual General Meeting about time extension of utilization of IPO proceeds. After 14th AGM the company submitted an intimation to Bangladesh Securities and Exchange Commission with shareholders voting result and other related documents for extend the time to utilization of IPO proceeds upto 30 June 2025. The company is supposed to utilize the whole IPO proceeds within the mentioned extended time which will be ended by 30 June 2025 of which Tk. 695,029.91/- as A/C No- 01211100000282 of Southeast Bank Limited, Le Meridian Branch, Tk. 6,107.58/- (Net of Bank Charge) as A/c no. 1501204600436001 of BRAC Bank Limited, Gulshan Branch, Tk. 30,000,000/- as A/C No-012324300000123 & Tk. 50,000,000/- as A/C No-012324300000118 as Fixed Deposit, interest on FDR Tk 9,300,411.45/- (net of TDS and bank charges) with Southeast Bank Limited, Le Maridian Branch and Tk. 2,838,224/- used as working Capital which will be adjusted soon. The balance of the un- utilized IPO proceeds is TK. 90,668,095.45/- as August 31, 2024 after adjusting Bank interest/charges.
- 4 Bank deposit Current A/C-01211100000282 Tk. 695,029.91/- FDR A/C No- 012324300000123 Tk. 33,493,496.10/- & FDR A/C No-012324300000118 Tk. 55,806,915.35/- frozen against loan of National Finance Ltd.
- 5 FDR A/C No-012324300000123 Tk. 30,000,000/- & FDR A/C No-012324300000118 Tk. 50,000,000. have been liened against Bank Loan of Sharib Trade Sangsta (PVT) Ltd. by the company's board decision dated:14-11-2022 executed on 20/11/2022 FDR A/C No- 012324300000123 & A/C No-012324300000118 (Total Tk. 89,300,411.45/- and the same is Frozen favoring National Finance Ltd. Loan of Tk. 5.50 Crore.)

Place : Dhaka

Date : September 11, 2024

  
Ashraf Uddin & Co.  
Chartered Accountants



Name of the Company : ACME Pesticides Limited  
Amount (BDT) of Capital Raised Through IPO : 30.00 Crore  
Date of Close of Subscription : 18 October 2021  
Proceeds Receiving Date : 31 December 2021  
Last Date of Full Utilization of Fund as per Prospectus : Within 24 Months of obtaining IPO proceeds

SL	Purpose Mentioned in the Prospectus	Time Line as per prospectus	Amount as per Prospectus	Status of Utilization				Remarks		
				Utilized up to July 2024	Utilization in August 2024	Total Utilized Amount up to August 2024	Utilized %		Total Un-utilized Amount	Un-utilized %
a	Factory Building & Other Construction	Within 24 Months of obtaining IPO proceeds	101,499,000	100,374,105	-	100,374,105	98.89%	1,124,895	1.11%	
b	Electrical Installation		20,000,000	20,400,000	-	20,400,000	102.00%	(400,000)	-2.00%	
c	Acquisition of New Plant & Machineries		105,000,000	83,435,650	-	83,435,650	79.46%	21,564,350	20.54%	
d	Bank Loan Repayment	Within 2 Months of	55,000,000	-	-	-	0.00%	55,000,000	100.00%	
e	IPO Expenses	Paid on trancky basis	18,501,000	14,422,561	-	14,422,561	77.96%	4,078,439	22.04%	
			300,000,000	218,632,316	-	218,632,316		81,367,684		

Percentage : 6.00%  
Interest/ Bank Charge on IPO Proceeds (FDR) : 9,300,411  
Un-utilized IPO Proceeds with Interest Income : 90,668,095

ACME Pesticides Limited  
Managing Director

Md. Salim Reza  
Chief Financial Officer  
ACME Pesticides Limited

Sabuj Kumar Ghosh  
Company Secretary (Acting)  
ACME Pesticides Limited

Place : Dhaka  
Date : September 11, 2024



Ashraf Uddin & Co.  
Chartered Accountants