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Private & Confidential

CERTIFICATE

ON

STATUS REPORT ON UTILIZATION OF PROCEEDS FROM

QUALIFIED INVESTOR OFFER (QIO)

OF

MK FOOTWEAR PLC

FOR THE PERIOD FROM OCTOBER 01, 2023 TO DECEMBER 31, 2023



Habib Sarwar Bhuiyan & Co.



Certificate on
Status Report on Utilization of Proceeds from Qualified Investor Offer (QIO) of
MK Footwear PLC
For the Period from October, 2023 to December, 2023

We have been appointed by the management of MK Footwear PLC (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-37/2022/1251 dated May 03, 2023) issued for QIO under Bangladesh Securities and Exchange Commission (Qualified Investor Offer by Small Capital Companies) Rules 2022 (The Ordinance).

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.

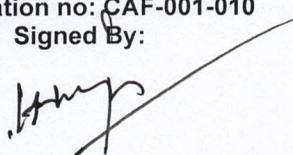
We report that:

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:

- The company management has utilized an amount of Tk. 9,76,80,100 during the previous quarter and Tk. 23,19,900 during the current quarter, thus utilizing 100% of the total QIO proceeds of Tk. 10,00,00,000 as on December 31, 2023. Out of Tk. 23,19,900 utilized during the current quarter, Tk. 16,550 has been expended from own fund but yet to be transferred from Brac Bank Account No#2053643410001.
- The Company management has applied to obtain permission for Revised Utilization of Raised Capital from BSEC vide their letter Ref. MKFPLC/2023/12/01 dated: December 11, 2023, the approval of which is yet to be received.
- Since 100% of the total QIO proceeds has been utilized, the amount lying with Brac Bank Limited, Bijoy Nagar Branch, Account No # 2053643410001 represents Bank interest and the transferable amount of Tk. 16,550 as shown in the reconciliation statement.

Dhaka,
Dated: January 15, 2024

Habib Sarwar Bhuiyan & Co.
Chartered Accountants
Registration no: CAF-001-010
Signed By:


Md. Habibullah FCA
Managing Partner
Enrolment No.: 0411



Habib Sarwar Bhuiyan & Co. Chartered Accountants

Report on the Utilization of QIO Proceeds For the Period from October 01, 2023 to December 31, 2023

Name of the Company : MK Footwear PLC
 Amount (BDT) of Capital Raised Through IPO : 10.00 Crore
 Date of Close of Subscription : June 15, 2023
 Proceeds Receiving Date : June 21, 2023
 Last Date of Utilization of Fund as per prospectus : Within 12 months of receiving the IPO proceeds

(Amount in BDT)

SL	Purpose Mentioned in the Prospectus	Time line as per prospectus	Amount as per prospectus	Revised Amount	Total Utilization before this Period Amount	Status of utilization			Remarks
						Utilized %	Total Un-Utilized Amount	Un-Utilized %	
a)	Plant and Machineries	Within 12 months of receiving the IPO proceeds	9,73,44,647	9,76,19,900	9,53,00,000	100.00%	23,19,900	-	
b)	QIO Expenses	Within 12 months of receiving the IPO proceeds	26,55,353	23,80,100	23,80,100	100.00%	-	-	
Total			10,00,00,000	10,00,00,000	9,76,80,100	100.00%	23,19,900	-	

Mir M. Mohammed
 Chairman
 MK Footwear PLC

[Signature]
 Managing Director
 MK Footwear PLC

[Signature]
 Chief Financial Officer
 MK Footwear PLC

Habib Sarwar Bhuiyan & Co.
 Chartered Accountants
 Registration no: CAF001-010
 Signed By: *[Signature]*

Md. Habibullah FCA
 Managing Partner
 Enrolment No.: 0411

Dhaka,
 Dated: January 15, 2024

Note:

- The Company management has applied to obtain permission for Revised Utilization of Raised Capital from BSEC vide their letter Ref. MKFPLC/2023/12/01 dated: December 11, 2023, the approval of which is yet to be received.
- During this period, Tk. 23,19,900 has been utilized according to prospectus of which Tk. 16,550 has been expended from own fund but yet to be transferred from Brac Bank Account No#2053643410001.
- Statutory audit for the FY 2022-2023 has been conducted by G. Kibria & Co., Chartered Accountants.





Habib Sarwar Bhuiyan & Co. Chartered Accountants

Annexure "A"

**Certificate on
Status Report of Utilization of Proceeds from Qualified Investor Offer (QIO) of
MK Footwear PLC
For the Period from October 01, 2023 to December 31, 2023**

Bank Balance as on 30th September was made up as follows:

Account No#2053643410001 in Brac Bank Limited , Bijoy Nagar Branch
Total Balance in Bank Account for QIO Proceeds

Amount
Taka

10,00,00,000
10,00,00,000

Reconciliation between unutilized balance and bank balance:

**Opening Balance as per Bank statement
(Account No#2053643410001 in Brac Bank Limited , Bijoy Nagar Branch)**

Total Utilization in this Period Amount

Total Un -Utilized Amount

Amount yet to be transferred

Interest credited

Bank charge and others

**Closing Balance as per Bank statement
(Account No#2053643410001 in Brac Bank Limited , Bijoy Nagar Branch)**

<u>Amount Taka</u>	<u>Amount Taka</u>
<u>Oct, 23 to Dec, 23</u>	<u>Jul, 23 to Sept, 2023</u>
23,75,489	10,00,00,000
<u>(23,19,900)</u>	<u>(9,76,80,100)</u>
<u>55,589</u>	<u>23,19,900</u>
16,550	
2,62,924	66,666
<u>(39,739)</u>	<u>(11,077)</u>
<u>2,95,324</u>	<u>23,75,489</u>

Mir. M. Mohammed
Chairman
MK Footwear PLC

[Signature]
Managing Director
MK Footwear PLC

[Signature]
Chief Financial Officer
MK Footwear PLC

Habib Sarwar Bhuiyan & Co.
Chartered Accountants
Registration no: CAF-001-010
Signed By:

[Signature]
Md. Habibullah FCA
Managing Partner
Enrolment No.: 0411

Dhaka,
Dated: January 15, 2024

