

DANDY COMPANY LTD
APPROVAL FOR ABNORMAL AND EXCEPTIONAL EXPENSES

1. Date: 26th April 2023 2. Business Unit: Dandy Company Ltd
 3. Nature of expense: Detention Charges of Trailers from Alcat 4. Amount; QR 6000/=

5 Brief facts of the case:

There were 3 inbound containers sent to Milaha- Third party warehouse service provider to offload the milk powder during FIFA world cup season (in month of Nov 2022) however due to space constraints it took time for them to offload the stocks (details are presented in below table). There was no space at any of the other Dandy/NFC/GUC warehouse to make alternative arrangement. Though containers were offloaded within free time allocated by shipping line, Alcat has raised detention charges of trailers for number of days delayed in offloading the stocks. Dandy tried to charge the same amount to Milaha but they have not accepted as we had already occupied more space then space commitment given by them.

Container No.	Days Delayed in offloading stocks	Amount (QAR)
CMAU8603788	1	500
TCNU4016335	6	3,000
TRHU8027481	5	2,500
Total	12	6,000

6. Expense to be borne by (Please tick ✓): Vendor ☐ Business Unit ☒ Both ☐

7. If expense is to be borne by vendor, N.A. ☒
- a. Amount (QR) agreed: _____
- b. Please tick ✓ whether there is written acceptance from vendor:
- Yes ☐ No ☐

If Yes, please attach copy of acceptance and if No, please provide
 Remarks _____

8. If expense is to be borne by unit, N.A. ☐

a Amount (QR): 6000/=

b **Reason for incurring the expense and name of the responsible person :**

There was no space at any of the existing warehouse and other supplier were quoting high rates or asking long term commitments due to world cup and even location was not suitable for us as they were far away.

Action taken not to recur in the future: -

FIFA World Cup was exceptional scenario wherein there was acute shortage of space in warehouses as lot of other customers/traders has accumulated stocks in anticipation of new business opportunities. Hiring of new warehouses would had cost much higher and we had planned to accommodate all stock in existing facilities. However due to conditions beyond control and space constraint at third party warehouse we had incurred abnormal expense.

Proposed by:

Department Head

Senior Finance Manager

General Manager

Approved by:

Authorized Signatory