

SEC 
Quarterly Review
July – September 2005

**Securities and Exchange Commission
Bangladesh**

SECURITIES AND EXCHANGE COMMISSION
Quarterly Review
July -September 2005

A PUBLICATION OF THE SEC

Securities and Exchange Commission

Jiban Bima Tower (Floor 15, 16 & 20)

10, Dilkusha Commercial Area

Dhaka-1000, Bangladesh

Phone: 9568101-2, 9561525

Fax: (88)-02-9563721

Website: <http://www.secbd.org>

E-mail: secbd@bdmail.net <<mailto:secbd@bdmail.net>>

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CAPITAL MARKET NEWS

The Commission

The Securities and Exchange Commission (SEC) was established on June 8, 1993 under the Securities and Exchange Commission Act 1993 (Act XV of 1993) as a capital market regulator with a view to ensuring proper issuance of securities, protection of the interest of investors in securities, development of the capital and securities markets, and regulation of the capital and securities markets in Bangladesh.

Market Performance:

The total issued capital of all listed securities with the Dhaka Stock Exchange Ltd. was Tk. 68,684 million as on end of the July-September quarter. The said figure was Tk.66,392 million at the end of the previous quarter that indicates an increase of 3.45%. Similarly, in the Chittagong Stock Exchange the figure was Tk.52,258.03 million as on end of the said quarter and TK.49,988.40 million at the end of the previous quarter resulting in an increase of 4.54%. The market capitalization of all listed securities of the Dhaka stock Exchange Ltd. was TK.229,199 million as on 30th September 2005 compared to TK. 224,611 million as on 30th June 2005 resulting in an increase of 2% over previous quarter. Similar trend was noticed in the CSE also. The market capitalization of all listed securities in Chittagong Stock Exchange was TK. 208,602 million as on the end of the said quarter compared to Tk. 202,139.07 million at the end of the previous quarter posting an increase of 3.1% compared to previous quarter.

Activities of the Securities and Exchange Commission (SEC) during July –September 2005 quarter are furnished below:

Investors' Education Program held:

The Securities and Exchange Commission (SEC) conducted Investors' Education Program at SEC- two programs in each month from July to September 2005. A total of 58 investors participated in the said programs. The course included regulatory framework; securities transactions and investment procedures, surveillance system, and central depository system. Senior SEC Officials imparted training on the said course contents to the participants and answered the numerous queries posed by the participants.

Participants of course titled “Merchant Banking” of BIBM visited SEC:

A total number of 21 senior officers of different banks led by two faculty members of BIBM visited SEC on July 18, 2005. Mr. Anwarul Kabir Bhuiya, Executive Director of SEC welcomed them and gave a presentation on ‘Surveillance System of SEC’ and ‘Oversight on Merchant Bankers activities’ in that program.

Regional Seminar on Capital Market held:

A two-day long regional Seminar titled “Regional Seminar on Capital Market Development: Asian Experiences” organized by International Chamber of Commerce - Bangladesh (ICCB) held at Sheraton Hotel, Dhaka on 27-28 September, 2005. H.E. Professor Dr. Iajuddin Ahamed, Honble’ President of the Peoples Republic of Bangladesh inaugurated the Seminar as the Chief Guest. Air Vice Marshal (Retd.) Altaf Hossain Choudhury, Minister, Ministry of Commerce, Government of the People’s Republic of Bangladesh, Dr. Mirza Azizul Islam, Chairman, Securities and Exchange Commission, Bangladesh were attended the Seminar as special guests. The Seminar was chaired by Mr. Mahbubur Rahman, President, ICCB.

Capital market regulators, professionals and experts from across Asia gathered at the Seminar and shared views and understanding among them. From the two days deliberations, the forum drew some key recommendations for Bangladesh’s Capital market that included introduction of book building process for public offerings, strengthening of SEC, a separate bench in the high court to deal with the securities related cases, ensuring quality auditing and accounting, ensuring good corporate governance and facilitating cross- border listing of securities.

There were five sessions in the said Seminar. Dr. Mirza Azizul Islam, SEC, Bangladesh presented a paper on Bangladesh Capital Market, and spoke as a Key Note Speaker in two business sessions of the seminar. In his presentations, among other things, he made following recommendations for the development of Bangladesh Capital Market:

- ? “As of now, enforcement powers of SEC are, after due enquiry and giving an opportunity to the violators to be heard, limited to cancellation or suspension of registration of market intermediaries, and imposition of penal measures which may involve levying of fines on or filing of cases in competent courts against issuers/market intermediaries. There is no legal provision for SEC to award compensation to shareholders or to file cases on behalf of shareholders. SEC is the process of drafting amendments to the relevant laws so as to be able to better protect the interests of the shareholders.”
- ? “The need for strengthening compliance by all market intermediaries is greatly felt . As present, the regulatory requirement for appointment of a compliance officer extends only to stock broker/dealer. SEC intends to extend the requirement to other market intermediaries laying down the qualifications of the concerned officials and specifying the issues to be addressed in implementing internal compliance procedures”.
- ? “A sound capital market requires depth with a wide range of products and instruments to cater to varying risk-return- liquidity preferences of investors and also to ensure that the adverse effects arising from disturbance in some part do not assume systemic proportions. In this regard, SEC, in collaboration with Bangladesh Bank had made long-term government bonds tradable on stock exchanges. But, not much of trading has been taking place. SEC and Bangladesh Bank have formed a joint committee to suggest measures to activate trading in government bonds. Recently introduced asset- backed securities which are now

being issued only on private placement basis need to be brought into the mainstream secondary market.”

- ? “At the initial stages of capital market development, privatization of state-owned enterprises can make a significant contribution. In Malaysia, for example, the privatization Master plan resulted in many government-linked firms being listed with Kuala Lumpur stock exchange. Seven largest firms listed with the exchange belong to this category. Government – linked firms account for 34 per cent of total market capitalization. In Bangladesh also efforts are being made to progressively offload government shares through the stock exchanges. Hon’ble Finance Minister recently chaired an inter – Ministerial meeting at the request of SEC. The meeting took a number of decisions regarding off-loading of government shares and issuance of bonds by government agencies through the capital market. The implementation of these decisions will make a notable contribution to the depth of the capital market.”
- ? “A healthy capital market requires engagement of competent professionals by a wide range of market actors. Among the positions which require the services of people with adequate knowledge of the principles of corporate governance as well as security laws and regulations are the members of company boards, company secretaries, officials of the share departments of companies, authorized representatives of brokers, compliance officers of market intermediaries etc. Academic institutions or the professional bodies in the country do not produce enough people to fill up such positions. SEC has constituted a steering committee for preparing suggestions to set up a capital market training institute to bridge the gap. Asian Development Bank is expected to assist in this endeavor. SEC’s investors’ education program has been intensified to enable investors to make informed decisions concerning their portfolio.”
- ? “SEC is revisiting IPO and rights Issue rules and drafting direct listing rules. The objectives are to reduce issue cost, simplify procedural requirements and shorten the time gap between submission of an application to and consent by SEC.”

Dhaka Stock Exchange

Trading under upgraded system formally inaugurated:

The Dhaka Stock Exchange (DSE) began online trading under an upgraded system from August 21, 2005 to cater to the growing demands of securities market including enhanced trading capacity of 50,000 howlas per day, which is scaleable up to 100,000 howlas per day. Previously the daily trading capacity was 15,000 only. Minister for Science, Information and Communication Technology of the Government of the Peoples Republic of Bangladesh Mr. Abdul Moyeen Khan, MP formally inaugurated the system. Chairman of Securities and Exchange Commission (SEC) Dr. Mirza Azizul Islam was the guest of honor in the function. The scaleable up gradation will see an increase in number of workstations to 1500 from the present 450 initially, but the system will be able to handle

as many as 3,000 workstations. The guests termed the new up gradation as a milestone in the country's capital market.

International Conference on Corporate Governance held in Bangladesh:

A two- day International Conference on Corporate Governance in Bangladesh was held on July 30 and 31, 2005 at Dhaka Sheraton Hotel, Dhaka Stock Exchange in association with Center for Corporate Governance and Finance Studies of Dhaka Universities (DU) organized the high-profile conference. The Conference addressed issues like- the rights of the shareholders, equitable treatment of minority shareholders, disclosure and transparency, composition and responsibilities of the Board, audit committee and improvement in judicial process based on the Asian and local experiences to strengthen corporate governance practices in Bangladesh.

A total of 103 representatives of eight countries attended the conference. Entrepreneurs and senior executives of the corporate sector, senior Govt. officials and academics attended. The conference suggested development of the code of corporate governance, formulation of code of conduct for companies, formation of independent audit committees to improve corporate governance in Bangladesh, also for bringing about changes in the regulatory framework.

The Chairman of Securities and Exchange Commission (SEC) Dr. Mirza Azizul Islam moderated a Session titled 'Asian Experiences- Shareholders Rights'. Elaborating different measures taken by the government, the SEC Chairman said that Govt. had taken steps to amend the Companies Act, 1994 to keep parity with the changes that are being taking place in emerging and neighboring countries and ensuring better corporate governance. He added that the proper implementation of rules and regulations were very important to establish corporate governance. He informed that a guideline on corporate governance would be issued soon that have to be followed on "Comply or Explain" basis.

DSE -SEC Joint workshop on Securities Rules and Regulations held:

A two day – long workshop on Securities Rules and Regulations was held in the Dhaka Stock Exchange on September 22 and 29, 2005. The workshop was organized by the DSE and SEC. A total of 60 listed company secretaries and high officials took part in the program. DSE President Mr. Md. Shahiq Khan inaugurated the program. The Securities and Exchange Commission (SEC) Chairman Dr. Mirza Azizul Islam attended the concluding session as chief guest and distributed certificates among the participants of the workshops held in both days. The SEC Chairman while addressing the functions said that the regulatory body is considering to establish a Securities Training Institute to create awareness on securities laws among the investors and market operators. He also said, the SEC is considering to modify rules that will require appointment of 'compliance officers' at every listed companies and intermediaries. The SEC Chairman hoped that this type of training will be continued for the betterment of the stock market.

Dr. Yunus visited DSE:

Dr. Mohammed Yunus, the innovator of micro-credit financing and founder of Grameen bank visited the Dhaka Stock Exchange (DSE) on September 04, 2005 on the occasion of debut trading of Grameen Mutual Fund One. DSE President Mr. Md. Shahiq Khan, Vice President Ahmad Rashid and Senior members of the bourse greeted Dr. Yunus on his first visit to the DSE. Addressing the function, both the President and Vice President of DSE demanded listing of Grameen Phone (GP), country's largest mobile phone company and also other companies of Grameen Bank Group in the stock market. In reply Dr. Yunus said that discussing with his other GP partners they would consider listing of Grameen Group Companies on the stock exchange. DSE President Mr. Md. Shahiq Khan chaired the function.

Chittagong Stock Exchange**IUB, BBA students visited CSE:**

A total of sixty three students of Independent university, Chittagong campus visited CSE on 27 august 2005. They were informed about the role of CSE in capital market and its regulations

CORPORATE FINANCE

During July-September 2005 quarter the following companies held their annual general meeting (AGM). Date of holding of AGM and status of declaration of dividend are furnished below:

Company Performance: July - September 2005

SL. No.	Company Name	Date of AGM	% of cash dividend	% of stock dividend
01.	The City Bank Ltd.	14.7.2005	-	50%
02.	Islami Bank (Bd.) Ltd.	16.9.2005	-	20%
03.	National Bank Ltd.	07.09.2005	-	20%
04	Rupali Bank Ltd.	24.09.2005	-	-
05	Eastern Bank Ltd.	19.07.2005	43%	
06	South East Bank Ltd.	01.09.2005	-	30%
07	Social Investment Bank Ltd.	28.08.2005	-	-
08	Export Import (EXIM) Bank Ltd.	14.08.2005	-	40%
09	BD. Thai Aluminium Ltd.	25.08.2005	5%	-
10	Apex Foods Ltd.	22.09.2005	15%	-
11	Meghna Shrimp Culture Ltd.	01.08.2005	-	-
12.	Bionic Seafood Exports Ltd.	29.09.2005	-	-
13	Fine Foods Ltd.	30.09.2005	-	-
14	Dhaka Vegetable Oil Ind. Ltd.	28.7.2005	-	-
15	BD. Welding Electrodes Ltd.	28.09.2005	-	-
16	Style Craft Ltd.	22.09.2005	25%	-
17	Eagle Star Textile Mills Ltd.	30.08.2005	-	-
18	Apex Spinning & Knitting Mills Ltd.	22.09.2005	18%	-
19	Dandy Dyeing Ltd.	14.09.2005	-	-
20	Sonargaon Textiles Ltd.	16.07.2005	10%	-
21	Ambee Pharma Ltd.	04.08.2005	25%	-
22	Petro Synthetic Ltd.	29.09.2005	-	-
23	Therapeutics (BD.) Ltd.	28.09.2005	-	-
24	Squire Pharmaceuticals Ltd	21.09.2005	77%	15%
25	Padma Printers And Color Ltd.	28.07.2005	-	-
26	Maq Paper Ltd.	06.09.2005	-	-
27	Maq Enterprises Ltd.	06.09.2005	-	-
28	Confidence Cement Ltd.	06.07.2005	5%	-

29	Aramit Cement Ltd.	27.08.2005	-	-
30	Apex Footwear Ltd.	19.07.2005	20%	-
31	Lexco Ltd.	08.09.2005	-	-
32	Janata Insurance Co. Ltd.	11.07.2005	-	-
33	Central Insurance Co. Ltd.	23.07.2005	10%	-
34	Rupali Insurance Co. Ltd.	26.07.2005	-	15%
35	National Life Insurance Co. Ltd.	17.07.2005	20%	15%
36	Federal Insurance Ltd.	07.09.2005	-	10%
37	Reliance Insurance Co.. Ltd.	09.07.2005	10%	33.33%
38	Purabi General Insurance Co. Ltd.	14.09.2005	10%	-
39	Sandhani Life insurance Co. Ltd.	14.09.2005	-	16%
40	Prime Insurance Co. Ltd.	31.08.2005	-	-
41	Aramit Ltd.	27.08.2005	35%	-
42	Sinobangla Industries Ltd.	14.07.2005	5%	-

CAPITAL ISSUE DEPARTMENT

During July – September 2005 the Commission accorded consent under the Securities and Exchange Commission (Issue of Capital) Rules, 2001 for raising capital above TK.1 crore for the following Public Limited Companies:

Serial No.	Name of the Company	Date of Application	Status (Consent letter issued on)	Amount (BDT)
1	Fidelity Assets & Securities Co. Ltd.	21.07.2005	07.09.2005	96,400,000.00
2	Phoenix Leasing Co. Ltd.	25.08.05	26.07.2005	31,250,000.00
3	Bay Leasing and Investment Ltd.	01.08.2005	08.08.2005	62,000,000.00
4	Bangladesh Finance and Investment Co. Ltd.	24.07.2005	15.08.2005	14,786,000.00
5	TM International Bangladesh Ltd.	07.02.2005	21.09.2005	2,720,000,000.00
7	Ibrahim Iqbal Memorial Hospital Ltd.	16.04.2005	13.07.2005	100,000,000.00
8	Ocean Containers Limited	06.04.2005	03.09.2005	50,000,000.00
9	Dacca Dying & Manufacturing Co. Ltd.	28.05.2005	19.07.2005	156,000,000.00
10	BEXIMCO Pharmaceuticals Ltd.	28.06.2005	09.07.2005	350,000,000.00

11	S. Alam Cold Rolled Steels Ltd.	04.07.2005	19.07.2005	166,724,000.00
12	Otto Spinning Ltd.	03.08.2005	25.08.2005	244,800,000.00
13	Jamuna Resort Ltd.	27.08.2005	06.09.2005	55,930,000.00
Total Amount				4,047,890,000.00

During the quarter the Commission accorded consent under the Securities and Exchange Commission (Issue of Capital) Rules, 2001 for raising capital above TK. 10 crore for the following private limited companies:

Serial No.	Name of the Company	Date of Application	Status (Consent Letter issued on)	Amount (BDT)
1	Ekushey Television Ltd.	31.01.2005	22.09.2005	100,000,000.00
2	Rear Agro Preserving & Food Processing Ltd.	30.03.2005	08.08.2005	121,949,000.00
3	Noakhali Gold Foods Ltd.	08.06.2005	03.07.2005	112,504,000.00
4	Akij Cement Co. Ltd.	14.06.2005	28.09.2005	150,000,000.00
5	Akij Food & Beverage Ltd.	14.06.2005	28.09.2005	700,000,000.00

6	Akij Match Factory Ltd.	19.06.2005	28.09.2005	50,000,000.00
7	Asia Feed Mills Ltd.	20.06.2005	14.09.2005	152,933,000.00
8	BEACON Pharmaceuticals Ltd.	27.06.2005	12.07.2005	550,000,000.00
9	Reedisha Knitex Ltd.	29.06.2005	09.07.2005	30,000,000.00
10	Green Life Hospital Ltd.	18.07.2005	06.08.2005	80,750,000.00
11	Karooni Knit Composite Ltd.	17.07.2005	31.08.2005	178,500,000.00
12	Monno Attire Ltd.	25.07.2005	31.08.2005	235,500,000.00
13	Alltex Weaving Ltd.	14.08.2005	31.08.2005	100,000,000.00
14	Alltex Spinning Ltd.	14.08.2005	31.08.2005	100,000,000.00
15	Apex Textile Printing Mills Ltd.	24.08.2005	14.09.2005	156,000,000.00
16	Creative Paper Mills Ltd.	14.08.2005	14.09.2005	100,000,000.00

17	Enterprise Asia Ltd.	03.09.2005	15.09.2005	600,000,000.00
18	Lenny Fashions Ltd.	06.09.2005	13.09.2005	424,110,000.00
19	Badsha Textiles Ltd.	11.09.2005	21.09.2005	430,000,000.00
Total Amount				4,372,246,000.00

Rights Issue:

The Commission allowed the rights shares of the following companies during the said quarter:

Serial No.	Name of the Company	Date of Application	Present Status (Approved on)	Amount (BDT)
1	Bangladesh General Insurance Co. Ltd.	09.02.2005	24.07.2005	72,000,000.00
2	Eastland Insurance Co. Ltd.	30.04.2005	15.09.2005	60,000,000.00
3	Dhaka Bank Limited	11.05.2005	15.09.2005	331,918,100.00
4	Aftab Automobiles Ltd.	23.08.2005	29.09.2005	337,392,000.00
Total Amount				801,310,100.00

SUPERVISION AND REGULATION OF MARKETS AND INTERMEDIARIES

July-September 2005

Status of complaints received during the quarter

Listed Companies

Nature of Complaints	Received during the quarter	Under Process	Referred to Enforcement for Action	Resolved
Non-payment or delay in payment of declared dividend	2	--	--	2
Non-payment or delay in payment of interest of debenture	1	--	1	--
Claim of dividend against lost of shares	--	--	--	--
Regarding transfer of shares	3	--	1	2
Regarding AGM	--	--	--	--
Regarding transfer of shares in BO Account	--	--	--	--
IPO related	6	--	--	6
Miscellaneous	8	2	1	5
Total	20	2	3	15

Broker/Dealer

Nature of Complaints	Received during the month	Under Process	Referred to DSE/CSE	Referred to Enforcement for Action	Resolved
Regarding non delivery of shares	--	--	--	--	--
Regarding non refund of clients money	1	--	--	--	1
Regarding non payment of sale of shares	--	--	--	--	--
Miscellaneous	--	--	--	--	--
Total	1	--	--	--	1

CENTRAL DEPOSITORY SYSTEM DEPARTMENT

In July-September 2005 quarter the following 13(Thirteen) companies have joined Central Depository Bangladesh Ltd. (CDBL). During this period the total numbers of companies under CDBL stands at 75.

Sl. No.	Name of the Company	Starting date
01	Mithun Knitting & Dyeing (CEPZ) Ltd.	19 July 2005
02	Eastland Insurance Co. Ltd.	19 July 2005
03	Peoples Insurance Co. Ltd.	3 August 2005
04	Central Insurance Co. Ltd.	17 August 2005
05	Delta Life Insurance Co. Ltd.	17 August 2005
06	Tallu Spinning Mills Ltd.	17 August 2005
07	AIMS First Guaranteed Mutual Fund	31 August 2005
08	Padma Oil Co. Ltd.	31 August 2005
09	Aftab Automobiles Ltd.	31 August 2005
10	Meghna Life Insurance Co. Ltd. (IPO)	4 September 2005
11	Apex Footwear Limited	19 September 2005
12	Meghna Cement Mills Limited	19 September 2005
13	Social Investment Bank Limited	19 September 2005

REGISTRATION

Issuance and renewal of Stock Broker Registration Certificate :

During July-September, 2005 the Commission issued Stock Broker registration certificate to the following members of Dhaka Stock Exchange Ltd. and Chittagong Stock Exchange Ltd. as per the Securities and Exchange Commission (Stock Dealer, Stock Broker and Authorized Representative) Rules, 2000 as amended:

Dhaka Stock Exchange :

SL No.	Name of the Stock Broker	Membership #	Address	Registration Certificate Number and Date
01	Conmark Ltd.	228	102 Kazi Nazrul Islam Avenue, BSEC Bhaban(8 th Floor), Kawranbazar, Dhaka-1215	Registration-3.1/DSE-228/2005/89 dt 04.07.2005
02	Al Muntaha Trading Co. Ltd.	46	Room#525(4 th floor), 9/E Motijheel C/A Dhaka-1000. Ph: 0191-355341, 9562690, 9562713	Registration-3.1/DSE-49/2005/90 dt 10.07.2005
03	Sharp Securities Ltd.	216	Samabaya Sadan (4 th Floor), 9/D Motijheel C/A, Dhaka-1000. Ph: 9561340, 9561370	Registration-3.1/DSE/216/2005/91 dt 11.07.2005
04	First Capital Securities Ltd.	70	House #25,Road #4(New) DHanmondi R/A,Dhaka-1205.	Registration-3.1/DSE-70/2005/92 dt 13.07.2005
05	Synthia Securities Ltd.	204.	158-160 Motijheel C/A, Modhumita Building(7 th Floor), Dhaka-1000 Ph: 9572253, 7176571	Registration-3.1/DSE-204/2005/93 dt 19.07.2005
06	Total Communication Ltd.	200	Jiban Bima Tower(8 th Floor), 10 Dilkusha C/A, Dhaka -1000 Ph: 7168478-9	Registration-3.1/DSE-200/2005/94 dt 07.08.2005
07	Wifang Securities Ltd	210	351/1 Madhubagh, Moghbazar, Dhaka, Ph: 9348422, 0171-540840 Fax: 8351240 Email: rhine@bol-online.com	Registration-3.1/DSE-210/2005/97 dt 17.08.2005
08	Mika Properties & Securities Ltd	215	House# 26, Road# 11, Block- F, Banani, Dhaka-1213 Ph: 8822210, 8829842 Fax: 8826284	Registration-3.1/DSE-215/2005/98 dt 25.08.2005
09	Primet Securities Ltd.	202	Roo#602, 158-160 Motijheel C/A(6 th Floor), Dhaka-1000 Ph: 0171-524764	Registration-3.1/DSE-202/2005/99 dt 30.08.2005
10	Rasti Securities Consultant Ltd.	217	Suvastu Tower(9 th floor), 69/1 Pantha Path, Dhaka-1205 Ph- 8622583-4, 8621916 Fax: 8621917 Email: etbl@bdmail.net	Registration-3.1/DSE-217/2005/100 dt 30.08.2005

Chittagong Stock Exchange:

SL No.	Name of the Stock Broker	Membership #	Address	Registration Number and Date	Certificate
01	Tenstar(Pvt) Ltd.	100	1080 Dhanial Para, DT Road, Chittagong, Ph-724366,718296	Registration-3.2/CSE-100/2005/127 dt 12.07.2005	
02.	Skys Securities Ltd.	84	255 Nasirabad Industrial Area Bayezid Bustami Road Chittagong-4211, Ph: 610279, 610661 Fax: 610753	Registration-3.2/CSE-84/2005/128 dt 04.08.2005	
03	Kabir Securities Ltd.	56	56 Kashfia Plaza,923/A Sheikh Mujib Road, Agrabad,Chittagong.	Registration-3.2/CSE-56/2005/129 dt 17.08.2005	
04.	Sylhet Metro City Securities Ltd.	25	Al Marjan Shopping Centre(3 rd Floor) Zindabazar, Sylhet. Ph-719747,715261	Registration-3.2/CSE-25/2005/130 dt 07.09.2005	

In the said period the Commission renewed 19 stock dealer/stock broker registration certificates of Dhaka Stock Exchange Limited and 32 of Chittagong Stock Exchange Limited. Altogether 51 stock dealers/stock broker registration certificates were renewed during the period.

In the said period, the Commission also issued two stock broker registration certificates as well as two depository participant registration certificates in favor of Razzak Securities Ltd. (DSE Member#185) and Bali Securities Ltd. (DSE Member#153) as they have been converted to corporate bodies.

Issuance of Authorized Representatives Registration Certificates:

During the quarter, the Commission issued authorized representative registration certificates to 85 applicants of DSE and CSE.

Issuance and renewal of Depository Registration Certificate:

During the said period, the Commission approved of 15 Depository Participant and issued registration certificates in favor of them under the **ৱ/ৱৱৱ (এ'এনৱি K) ৱৱৱৱৱ v, 2003:** and renewed 26 depository participant registration certificate

List of Depository Participants

Sl.#	Certificate # & Date	Company name	Service type	Address
01	SEC/Registration/CDBL-DP-180 date:07.07.2005	Conmark Ltd.	Full Service DP	102 Kazi Nazrul Islam Avenue, BSRS Building(9 th Floor), Kawran Bazar, Dhaka -1215, Ph: 8117774, 8118747-8 Fax: 8114576, Email: dandy@bangla.net

02	SEC/Registration/CDBL-DP-181 date: 07.07.2005	Chittagong Shares & Securities Ltd.	Full Service DP	8 Master Mansion(1 st Floor), 4 Terry Bazar Chittagong, Ph: 031-610291, Mobile: 0189954031
03	SEC/Registration/CDBL-DP-182 date: 07.07.2005	Mahbubur Rahman & Co.	Full Service DP	Roam# 707, DSE Building, 9/F Motijheel C/A, Dhaka-1000, Ph: 9563795
04	SEC/Registration/CDBL-DP-183 date: 19.07.05	Brotherhood Securities Ltd.	Full Service DP	102 Kazi Nazrul Islam, BSEC Building (6 th Floor), Kawran Bazar, Dhaka-1215 Ph: 8159061, 8152841-2 ext-107
05	SEC/Registration/CDBL-DP-184 date: 02.08.2005	Synthia Securities Ltd.	Full Service DP	158-160 Motijheel C/A, Modhumita Building(7 th Floor), Dhaka-1000 Ph: 9572253, 7176571
06	SEC/Registration/CDBL-DP-185 date: 02.08.2005	Sharp Securities Ltd.	Full Service DP	Samabaya Sadan(4 th Floor), 9/D Motijheel C/A, Dhaka-1000, Ph: 9561340, 9561370
07	SEC/Registration/CDBL-DP-186 date: 08.08.2005	Al Muntaha Trading Co. Ltd.	Full Service DP	Room#525(4 th floor), 9/E Motijheel C/A Dhaka-1000, Ph: 0191-355341, 9562690
08	SEC/Registration/CDBL-DP-187 date: 17.08.2005	Total Communication Ltd.	Full Service DP	Jiban Bima Tower(8 th Floor), 10 Dilkusha C/A, Dhaka-1000, Ph: 7168478-9
09	SEC/Registration/CDBL-DP-188 date: 31.08.2005	Wifang Securities Ltd	Full Service DP	351/1 Madhubagh, Moghbazar, Dhaka Ph: 9348422, 0171-540840 Fax: 8351240, Email: rhine@bol- online.com
10	SEC/Registration/CDBL-DP-189 date: 12.09.2005	Mika Properties & Securities Ltd	Full Service DP	House# 26, Road# 11, Block- F, Banani, Dhaka-1213, Ph: 8822210, 8829842 Fax: 8826284
11	SEC/Registration/CDBL-DP-190 date: 13.09.2005	ETBL Securities & Exchange Ltd	Full Service DP	Suvastu Tower(9 th floor), 69/1 Pantha Path Dhaka-1205, Ph: 8622583-4, 8621916, Fax: 8621917, Email: etbl@bdmail.net
12	SEC/Registration/CDBL-DP-191 date: 25.09.2005	Primet securities Ltd.	Full Service DP	Roo#602, 158-160 Motijheel C/A(6 th Floor), Dhaka-1000, Ph: 0171-524764
13	SEC/Registration/CDBL-DP-192 date:25.09.2005	Rasti Securities Consultant Ltd.	Full Service DP	Apartment#204-C, Plot# 1/C, Road#79, Gulshan-2, Dhaka-1212 Ph: 8827679, 0173-035169
14	SEC/Registration/CDBL-DP-193 date: 26.09.2005	Merchant Securities Ltd.	Full Service DP	Room#402, 9/F Motijheel C/A, Dhaka- 1000 Ph: 9555585, Fax: 9566022
15	SEC/Registration/CDBL-DP-194 date:26.09.2005	Agrani Bank	Custody Participant	Room# 9/D Dilkusha C/A, Dhaka -1000 Ph: 9556465, 9563674, Fax: 9562346

Issuance of Trustee Registration certificate:

During July-September, 2005 quarter the Commission issued registration certificate in favor of Bangladesh General Insurance (BGIC) to work as trustee of asset backed securities.

SEC SURVEILLANCE SYSTEM

Daily Market Surveillance and Inspection:

As part of daily market surveillance, the surveillance officials watch and analyses trading activities in both the stock exchanges through on-line surveillance system and find out suspicious trading regarding irregularities and market misconduct, if any. At the end of trading, a daily and weekly trade report prepared pointing out market condition and these are submitted to the chairman and members of the Commission. During this period as part of regular monthly inspection SEC's inspection team visited and inspected Ashoke Das Gupta & Co.(DSE Member – 89), Haji Md. Ali & Co.(DSE Member – 41), Abdul Hye & Co. (DSE- member-150), Paramount Securities Ltd.(CSE Member-106), Dragon Equities Ltd.(CSE- Member-012), Ahmed Securities & Services Ltd.(CSE Member-070), the members of DSE and CSE respectively to examine books and records and to ensure proper compliance of securities related laws, rules and regulations.

Investigation and enquiry :

To ensure fair-trading and confidence of investors in the securities market it is necessary to ensure proper compliance of security related laws, rules and regulations by stopping all market misconduct activities, if any, through inspection and investigation in suspicious cases. In this context, SEC investigated and enquired into the activities of the following stock-brokers/stock-dealers and merchant bankers during July-September 2005:-

Nature of Enquiry & Investigation	Investigation & Enquiry Against
An enquiry is made into the transaction of the securities made by PFI Securities Ltd. & Prime Finance and Investment Ltd. in the recent past at DSE through their stock-brokers of DSE thereof and other incidental matters thereto.	PFI Securities Ltd. Prime Finance & Investment Ltd.
Shares trading of Padma Textile Mills Ltd. at DSE & CSE on 31 st August 2005.	Major Involving Stock Broker/Stock Dealer at DSE & CSE
Shares trading of M. H. Garments Ltd. at CSE on 12 th September 2005.	Hillcity Securities Ltd.
Shares trading of GB JV Foods Ltd. at CSE on 12 th September 2005.	Salta Capital Ltd.
Shares trading of Grameen Mutual Fund One at DSE & CSE	Major Involving Stock

on 22nd September 2005.

Broker/Stock Dealer at
DSE & CSE

SEC ENFORCEMENT ACTIONS

The following are the lists of enforcement actions that are taken against registered stock-dealer, stock-broker, issuer companies and or its directors, various institutions and individuals by the Commission during the period of July-September 2005 for the reasons appear against their names.

(A) Issuer Company: Order/Directive/Appeal review/Misc.

Sl. No.	Date	Name of the Company	Nature of default/Appeal	Commission's decision
1	13/07/05	Saleh Carpet Mills Limited	Non-compliance of rule 13 of the Securities and Exchange Rules, 1987 as amended through the Notification SEC/LSD/SER-1987/149 dated 4 th January 2000 by not submitting the half yearly financial statements for the half-year ended on June 30, 2004.	Penalty amounting to Tk.1.00 lac imposed upon Mrs. Dilara Begum, Chairperson, Mrs. Shamim Ara Begum, Director, Mr. Rezaul Karim Chowdhury Director, and Mr. Badrul Haque, Director of the issuer. An additional penalty of TK.10,000/- per day also imposed if default continues after the date of the order.
2	27/07/05	Karim Pipe Mills Limited	Non-compliance of rule 12 sub-rule 3A of the Securities and Exchange Rules, 1987 as amended through the Notification SEC/LSD/SER-1987/149 dated 4 th January 2000 by not submitting the audited financial statements for the year ended on December 31, 2000 to 2003.	Penalty of Tk. 1.00 lac imposed upon Ms. Nadera Alam, Mr. Fazlul Karim, Director, Mr. Joinul Karim, Director, Mr. Mr. Jaglul Karim, Director Ms. Dilara Hossain, Director, Mr. Kamrul Karim, Director. An additional penalty amounting to TK.10,000/- per day also imposed for continuance of default.
3	23/08/05	Rupan Oil & Feeds Limited	Non-compliance of Commission's Notification	Penalty amounting to Tk. 1.00 lac imposed

Sl. No.	Date	Name of the Company	Nature of default/Appeal	Commission's decision
			No.SEC/SRMID/2000-953/1950 dated 24 th October 2000, gazetted on 07 November 2000 by not-holding of AGM in the year 2003.	upon Mr.Nuran Nabi, Chairman & Managing Director, Mr.Mahmudun Nabi, Director, Ms. Afia Banu, Director, Ms.Nurun Nahar Begum, Director. An additional penalty amounting to TK.10,000/- per day also imposed for continuance of default.
4	23/08/05	Rupan Oil & Feeds Limited	Non-compliance of rule 13 of the Securities and Exchange Rules, 1987 as amended through the Notification SEC/LSD/SER-1987/149 dated 4 th January 2000 by not submitting the half yearly financial statements for the half year ended on December 31, 2000 to 2003.	Penalty of Tk. 1.00 lac imposed upon Mr.Nuran Nabi, Chairman & Managing Director, Mr.Mahmudun Nabi, Director, Ms. Afia Banu, Director, Ms.Nurun Nahar Begum, Director. An additional penalty amounting to TK.10,000/- per day also imposed for continuance of default.
5	04/09/05	United Commercial Bank	Non-holding of AGM in the year 2003 and 2004	Directive issued under section 20A of the Securities and Exchange Ordinance, 1969 to hold its AGMs of 2003 and 2004 within 60 days from the date of directive.
6	04/09/05	Meghna Vegetable Oil Industries Limited	Non-holding of AGM in the year 2004.	Directive issued under section 20A of the Securities and Exchange Ordinance, 1969 to hold its AGM of 2004 within 60 days from the date of directive.

Sl. No.	Date	Name of the Company	Nature of default/Appeal	Commission's decision
7	04/09/05	Gem Knitwear Fabrics Co. Limited	Non-holding of AGM in the year 2004.	Directive issued under section 20A of the Securities and Exchange Ordinance, 1969 to hold its AGM of 2004 within 60 days from the date of directive.
8	04/09/05	Khaza Mosaic Tiles & Stone Industries Limited	Non-holding of AGM in the year 2004.	Directive issued under section 20A of the Securities and Exchange Ordinance, 1969 to hold its AGM of 2004 within 60 days from the date of directive.
9	04/09/05	Raspit Inc.(BD) Limited	Non-holding of AGM in the year 2004.	Directive issued under section 20A of the Securities and Exchange Ordinance, 1969 to hold its AGM of 2004 within 60 days from the date of directive.
10	04/09/05	A.B Biscuit Co. Limited	Non-holding of AGM in the year 2004.	Directive issued under section 20A of the Securities and Exchange Ordinance, 1969 to hold its AGM of 2004 within 60 days from the date of directive.
11	04/09/05	Rupan Oil & Feeds Limited	Non-holding of AGM in the year 2004.	Directive issued under section 20A of the Securities and Exchange Ordinance, 1969 to hold its AGM of 2004 within 60 days from the date of

Sl. No.	Date	Name of the Company	Nature of default/Appeal	Commission's decision
				directive.
12	04/09/05	Saleh Carpet Mills Limited	Non-holding of AGM in the year 2004.	Directive issued under section 20A of the Securities and Exchange Ordinance, 1969 to hold its AGM of 2004 within 60 days from the date of directive.
13	04/09/05	JH Chemical Industries Limited	Non-holding of AGM in the year 2004.	Directive issued under section 20A of the Securities and Exchange Ordinance, 1969 to hold its AGM of 2004 within 60 days from the date of directive.
14	11/09/05	Khaza Mosaic Tiles & Stone Industries Limited	Non-compliance of rule 12 sub-rule 3A of the Securities and Exchange Rules, 1987 as amended through the Notification SEC/LSD/SER-1987/149 dated 4 th January 2000 by not submitting the audited financial statements for the year ended on June 30, 2004.	Penalty of Tk. 1.00 lac imposed upon Alhaz Main uddin, Director, Mr.Salauddin, Director, Mr. Mesbahuddin, Director and Mr. Jamal Uddin, Director. An additional penalty amounting to TK. 10,000/- per day also imposed for continuance of default.
15	11/09/05	Khaza Mosaic Tiles & Stone Industries Limited	Non-compliance rule 13 of the Securities and Exchange Rules, 1987 as amended through the Notification SEC/LSD/SER-1987/149 dated 4 th January 2000 by not submitting the half yearly financial statements for the half year ended on December 31, 2003.	Penalty of Tk. 1.00 lac imposed upon Alhaz Mai uddin, Director, Mr.Salauddin, Director, Mr. Mesbahuddin, Director and Mr. Jamal Uddin, Director. An additional penalty amounting to TK.10,000/- per day

Sl. No.	Date	Name of the Company	Nature of default/Appeal	Commission's decision
				also imposed for continuance of default.
16	14/9/05	JH Chemical Industries Limited	Non-compliance of rule 13 of the Securities and Exchange Rules, 1987 as amended through the Notification SEC/LSD/SER-1987/149 dated 4 th January 2000 by not submitting the half yearly financial statements for the half year ended on December 31, 2002 and 2003.	Penalty of Tk. 1.00 lac imposed upon Ms. Delowar Jahan Nazma, Managing Director, Mr. Mahbubur Rahman, Director, Mr. Mr. Subrata Datta, Director and Mr.Zillur Rahman, Mr. Raisul Alam, Director. An additional penalty amounting to TK.10,000/- per day also imposed for continuance of default.
17	22/9/05	AB Biscuit Co. Limited	Non-compliance of Commission's Notification No.SEC/SRMID/2000-953/1950 dated 24 th October 2000, gazette on 07 November 2000 by not-holding of AGM in the year 2003.	Penalty of Tk. 1.00 lac imposed upon Mr. Alhaz Habibur Rahman Mia, Chairman, Ms. Zahura Khanam, Director, Ms. Nafisa Begum, Director, Ms. Rahima Khanam, Director, and Ms. Monoara Begum, Director. An additional penalty amounting to TK.10,000/- per day also imposed for continuance of default.

(B) Others: Order/Directive/Appeal review/Misc

Sl. No.	Date	Name of the Company	Nature of default/Appeal	Commission's decision
1..	10/07/05	Mr.Syed Mohammad Anwar Hossain, share allottee of Exim Bank Ltd.	Mr. Syed Mohammad Anwar Hosain applied and were allotted two lots of IPO shares of Exim Bank Limited (the listed security issuer company) in his two different names using two bank account numbers in violation of	The Commission decided to forfeit the shares issued to Syed Mohammad Anwar Hossain as per Instruction No. 12 Share

Sl. No.	Date	Name of the Company	Nature of default/Appeal	Commission's decision
			instructions of share application form.	Application Form and also issued directive to EXIM Bank Ltd. under section 20A of the Securities and Exchange Ordinance, 1969 to sell the 100 shares at market price, issued to SYED MD. ANOWAR HOSSEN and SYED MOHAMMAD ANOWAR HOSSAIN against allotment letter no 38337 and 38338 by an officer nominated by the board of directors of Exim Bank Ltd and deposit the proceeds equally to Investors Protection Fund of Dhaka Stock Exchange and Chittagong Stock Exchange after deducting the incidental expenses thereto.

(C) Brokerage House : Warned

Sl. No.	Date	Name of the Company	Nature of default/Appeal	Commission's decision
1.	11/07/05	Country Stock (Bangladesh) Limited (Stock broker of DSE)	Violation/contravention of the code of conduct [Sl Nos. 1, 2(1), 2(2), 7] prescribed for the stock-brokers under the license conditions (Sl. Nos.2, 3, 7) and also for default in maintaining	Letter issued with warning to ensure compliance of all securities related laws in future

Sl. No.	Date	Name of the Company	Nature of default/Appeal	Commission's decision
			appropriate books & records prescribed by the Securities and Exchange Rules, 1987, read with the <i>wwwKDwi wUR I G. tPÄ Kwgkb (óK-wWj vi, óK- tēKvi I Abt̄gwr Z cōZwōwa) weIagvj v,</i> 2000.	
2.	13/7/05	M/s Jahangir Kabir Chowdhury & Co. (Stock-dealer of DSE)	Stock dealer has failed to operate his business with utmost sincerity and honesty in accordance with <i>weIa 11 of wwwKDwi wUR I G. tPÄ Kwgkb (óK-wWj vi, óK-tēKvi I Abt̄gwr Z cōZwōwa) weIagvj v,</i> 2000, and also failed to comply with the concerned law, regulation, rule and code of conduct mentioned in the second schedule and the conditions of registration certificate. Moreover, the stock dealer has failed to settle the transactions in accordance with regulation 14 of Settlement of Stock Exchange Transactions Regulation, 1998, and failed to maintain records, submitted false statements to Securities and Exchange Commission and defacto transferred his authority under the stock dealer's registration certificate, and thereby violated the relevant provisions of the securities laws.	Letter issued with warning to ensure compliance of all securities related laws in future.

(D) Issuer Company: Warned

1	05/07/05	Quasem Textile Mills Limited	Non-compliance of Notification No.SEC/SRMI/2000-953/1950 dated 24 th October 2000, gazetted on 7 th November 2000, by not holding the AGM in	Letter issued with warning to comply with all securities laws in future.
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			2004.	
2	05/07/05	Bangladesh Shipping Corporation	Non-compliance of Notification No.SEC/SRMI/2000-953/1950 dated 24 th October 2000, gazetted on 7 th November 2000, by not holding the AGM in the year 2000 to 2003.	Letter issued with warning to comply with all securities laws in future.
3	11/07/05	Quasem Silk Mills Limited	Non-compliance of Notification No.SEC/SRMI/2000-953/1950 dated 24 th October 2000, gazetted on 7 th November 2000, by not holding the AGM in the year 2004.	Letter issued with warning to comply with all securities laws in future.
4	17/07/05	Bangladesh Electricity Meter Co. Limited	Non-compliance of Notification No.SEC/SRMI/2000-953/1950 dated 24 th October 2000, gazetted on 7 th November 2000, by not holding the AGM in the year 2003.	Letter issued with warning to comply with all securities laws in future.
5	17/07/05	Chic Tex Limited	Non-compliance of Notification No.SEC/SRMI/2000-953/1950 dated 24 th October 2000, gazetted on 7 th November 2000, by not holding the AGM in the year 2003.	Letter issued with warning to ensure compliance of all securities laws in future.
6	17/07/05	Meghna PET Industries Limited	Non-compliance of Notification No.SEC/SRMI/2000-953/1950 dated 24 th October 2000, Gezatted on 7 th November 2000, by not holding the AGM in the year 2001 to 2003.	Letter issued with warning to ensure compliance of all securities laws in future.
7	17/07/05	Meghna PET Industries Limited	Non-compliance rule 13 of the Securities and Exchange Rules, 1987 as amended through the Notification SEC/LSD/SER-1987/149 dated 4 th January 2000 by not submitting the half yearly financial statements for the half year ended on December 31, 2003.	Letter issued with warning to ensure compliance of all securities laws in future.
8	17/07/05	Perfume Chemical Industries Limited	Non-compliance rule 12 sub rule (3A) of the Securities and Exchange Rules, 1987 as amended through the Notification SEC/LSD/SER-1987/149 dated 4 th January 2000 by not submitting the audited financial statements for the year	Letter issued with warning to comply with the securities laws in future.

			ended on June 30, 2003.	
9	17/07/05	Perfume Chemical Industries Limited	Non-compliance of Notification No.SEC/SRMI/2000-953/1950 dated 24 th October 2000, gazetted on 7 th November 2000, by not holding the AGM in the year 2003.	Letter issued with warning to comply with the securities laws in future.
10	18/07/05	Legacy Footwear Limited	Non-compliance of rule 12 sub rule (3A) of the Securities and Exchange Rules, 1987 as amended through the Notification SEC/LSD/SER-1987/149 dated 4th January 2000 by not submitting the audited financial statements for the year ended on December 31, 2003.	Letter issued with warning to comply with the securities laws in future.
11	23/07/05	Meghna Condensed Milk Industries Limited	Non-compliance of rule 13 of the Securities and Exchange Rules, 1987 as amended through the Notification SEC/LSD/SER-1987/149 dated 4 th January 2000 by not submitting the half yearly financial statements for the half year ended on December 31, 2003.	Letter issued with warning to ensure compliance of all securities laws in future.
12	23/07/05	Meghna Condensed Milk Industries Limited	Non-compliance of Notification No.SEC/SRMI/2000-953/1950 dated 24 th October 2000, gazetted on 7 th November 2000, by not holding the AGM in the years 2001 to 2003.	Letter issued with warning to ensure compliance of all securities laws in future.
13	30/07/05	Fine Foods Limited	Non-compliance of rule 12 sub rule (3A) of the Securities and Exchange Rules, 1987 as amended through the Notification SEC/LSD/SER-1987/149 dated 4th January 2000 by not submitting the audited financial statements for the year ended on June 30, 2004.	Letter issued with warning to ensure compliance of all securities laws in future.
14	30/07/05	Sonali Paper & Board Mills Limited	Non-compliance of rule 12 sub rule (3A) of the Securities and Exchange Rules, 1987 as amended through the Notification SEC/LSD/SER-1987/149 dated 4th January 2000 by not submitting the audited financial statements for the year ended on June 30, 2004.	Letter issued with warning to ensure compliance of all securities laws in future.

15	30/07/05	Federal Insurance Co. Limited	Non-compliance of rule 12 sub rule (3A) of the Securities and Exchange Rules, 1987 as amended through the Notification SEC/LSD/SER-1987/149 dated 4th January 2000 by not submitting the audited financial statements for the year ended on December 31, 2004.	Letter issued with warning to ensure compliance of all securities laws in future.
16	30/07/05	Excelsior Shoes Limited	Non-compliance of Notification No.SEC/SRMI/2000-953/1950 dated 24 th October 2000, gazetted on 7 th November 2000, by not holding the AGM in the year 2003.	Letter issued with warning to ensure compliance of all securities laws in future.
17	30/07/05	Gachihata Aquaculture Farms Limited	Non-compliance of Notification No.SEC/SRMI/2000-953/1950 dated 24 th October 2000, gazetted on 7 th November 2000, by not holding the AGM in the year 2003.	Letter issued with warning to ensure compliance of all securities laws in future.
18	28/08/05	Pharmaco International Limited	Non-compliance of Notification No.SEC/SRMI/2000-953/1950 dated 24 th October 2000, gazetted on 7 th November 2000, by not holding the AGM in the year 2003.	Letter issued with warning to ensure compliance of all securities laws in future.
19	29/08/05	Rose Heaven ball Pen Limited	Non-compliance of section 2G of Notification No.SRO 385-Law/91 dated 15/12/1991 SEC/SRMI/2000-953/1950 dated 24 th October 2000, Gazetted on 7 th November 2000, for the delayed payment of declared dividend.	Letter issued with warning to ensure compliance of all securities laws in future.
20	31/8/05	Peoples Insurance Co. Limited	Non-compliance clause (b) of Commissions Order No.SEC/CFD-71/2001/Admin/02/05 dated 3/1/2002 for non-receipt of prior consent to appoint statutory auditor	Letter issued with warning to ensure compliance of all securities laws in future.
21	31/08/05	Bangladesh Chemical Industries Limited	Non-compliance of rule 13 of the Securities and Exchange Rules, 1987 as amended through the Notification SEC/LSD/SER-1987/149 dated 4 th January 2000 by not submitting the half yearly financial statements for the half	Letter issued with warning to ensure compliance of all securities laws in future.

			year ended on December 31, 2003 and 2004.	
22	31/08/05	Bangladesh Chemical Industries Limited	Non-compliance of rule 12 sub-rule 3A of the Securities and Exchange Rules, 1987 as amended through the Notification SEC/LSD/SER-1987/149 dated 4 th January 2000 by not submitting the audited financial statements for the year ended on December 31, 2004.	Letter issued with warning to ensure compliance of all securities laws in future.
23	31/08/05	Bangladesh Chemical Industries Limited	Non-compliance of Notification No.SEC/SRMI/2000-953/1950 dated 24 th October 2000, gazetted on 7 th November 2000, by not holding the AGM in the year 2003.	Letter issued with warning to ensure compliance of all securities laws in future.
24	15/09/05	M. Hossain Garments Washing & Dyeing Limited	Non-compliance of rule 13 of the Securities and Exchange Rules, 1987 as amended through the Notification SEC/LSD/SER-1987/149 dated 4 th January 2000 by not submitting the half yearly financial statements for the half year ended on December 31, 2004.	Letter issued with warning to ensure compliance of all securities laws in future.
25	28/09/05	Meghna Shrimp Culture Limited	Non-compliance of Notification No.SEC/SRMI/2000-953/1950 dated 24 th October 2000, gazetted on 7 th November 2000, by not holding the AGM in the year 2003.	Letter issued with warning to ensure compliance of all securities laws in future.

(E) Others: Warned

Sl. No.	Date	Name of the Company	Nature of default/Appeal	Commission's decision
1.	03/09/05	Mr. Shohrawardi Sponsor/ Director, Alhaz Textiles Mills Limited	Non-compliance of the Commission's Notification No.SEC/SRMID/2000-953/313 Admin-06 dated March 25, 2001 by not submitting share transaction2000-953/313/Admin-06 dated 25 th March 2001, gazetted on 16 th April, 2001 by not giving irrevocable declaration for sale of shares.	Letter issued with warning to comply with the securities laws in future.

Summary on the enforcement action taken for the period from July to September, 2005

Nature of enforcement action taken	Number of Cases
(A) Against Brokerage House	
Directive/Order issued/Appeal rejected/Misc.	-
Warned	2
Total	2
(B) Against Issuer Company and its directors	
Directive/Order issued/Appeal rejected/Misc.	17
Directors/sponsor Warned	25
Total	42
(C) Others	
Directive/Order issued/Appeal rejected/Misc.	1
Warned	1
Total	2
Total Enforcement action= (A)+(B)+(C)	46

Legal Services Department

Court Cases of SEC

Total 117 cases filed by or against SEC are pending in different courts. Name of the courts is given below along with number of pending cases with each:

Sl. No.	Name of the Court		Number of Cases
01.	Supreme Court of Bangladesh	Appellate Division	03
		High Court Division	64
02.	Metropolitan Session Judge Court, Dhaka.		06
03.	5 th Joint dist. Judge Court, Dhaka.		08
04.	1 st Asst. Judge Court, Dhaka.		01
05.	4 th Asst. Judge Court, Dhaka.		03
06.	Chief Metropolitan Magistrate Court, Dhaka.		05
07.	General Certificate Court, Dhaka.		27
Total Cases :			117

1. Out of total 15 Share Scam cases of 1996, 2 cases are now pending before the Honorable Supreme Court, Appellate Division, 8 cases before the Honorable Supreme Court High Court Division and rest 5 cases are pending before the Metropolitan Session Judge Court, Dhaka.
2. Three certificate cases against the directors of Saleh Carpet Mills Ltd. and one case against Karim Pipe Mills Ltd. had been filed to recover the penalty, amounting to total taka one crore 35 lacs imposed upon them by the Commission during July-September, 2005.

DSE & CSE SCENARIO

Capital Market: As of 30th September 2005 the total issued capital of all listed securities of Dhaka Stock Exchange was TK 68,684 million (US\$ 1,047million) which was TK 66,392 million (US\$ 1,107 million) on 30th June 2005. In Chittagong Stock Exchange the total issued capital on 30th September 2005 was TK.52,258.03 million (US\$ 816.53 million) which was TK.49,988.40 million (US\$ 833.14 million) on 30th June 2005.

Stock Market Operation: During July-September 2005 quarter the total turnover in Dhaka Stock Exchange was TK 206.77 million securities while the total amount traded on Dhaka Stock Exchange during the same period was TK.14,607.89 million (US\$ 229.75 million)

During July-September 2005 quarter the total turnover in Chittagong Stock Exchange was 77.55 million securities while the total amount traded on Chittagong Stock Exchange during the same period was TK.3535.54 (US\$ 55.24 million) during this quarter.

Market Capitalization: Total market capitalization of all securities listed with the Dhaka Stock Exchange was TK.2,291,99 million (US\$ 3494 million) as on 30th September 2005 compared to TK.2,246,11 million (US\$ 3744 million) as on 30th June 2005.

In the Chittagong Stock Exchange total market capitalization of all securities was TK.208602 million (US\$ 3259.41million) as on 30th September 2005 compared to TK.217801.50 million (US\$ 3630.02 million) as on 30th June 2005.

Share Price Index: DSE all share price index stood at 1274.88 on 30th September 2005 compared to 1310.62 on 30th June 2005. The CSE all share price index stood at 3388.83 on 30th September 2005 while it was 3347.10 on 30th June 2005. The index bases are 100 and 1000 for DSE and CSE respectively.

(1 US\$ =TK 60.00 For July-September 2005 quarter)

Bangladesh Capital Market Summary

As on 30 September 2005

Indicators	Dhaka Stock Exchange	Chittagong Stock Exchange
No. of companies	242	187
No. of mutual funds	13	13
No. of debentures	8	2
No. of treasury bonds	18	-
<i>Total No. of Listed Securities</i>	<i>281</i>	<i>202</i>
<i>Figures in million</i>		
No. of shares of all listed companies	1211.98	1107.94
No. of certificates of all listed mutual funds	161.25	161.25
No. of debentures of all listed debentures	0.41	0.05
No. of all listed bonds	<i>0.13</i>	-
<i>Total No. of Tradable Securities</i>	<i>1373.77</i>	<i>1269.24</i>
<i>Figures in million</i>		
Issued capital of all companies	TK. 54223 US\$ 827	51487.74 804.50
Issued capital of all mutual funds	TK. 735 US\$ 11	735 11.48
Issued debentures	TK. 140 US\$ 2	35.29 0.55
Issued bonds	TK. 13587 US\$ 207	-
Total issued capital	TK. 68684 US\$ 1047	52258.03 816.53
<i>Figures in million</i>		
Total Market capitalization	TK. 229199 US\$ 3494	208602 3259.41
All Share price index	1274.88	3388.83

DSE OPERATIONAL STATISTICS
July-September 2005

Trading Month	All Share Price Index	Market Capitalization in Million	No. of Trading Days	Turnover of Securities in Million (No.)		Traded Amount in Million	
				Monthly	Daily Average	Monthly	Daily Average
July	1153.03	TK 202089 US\$ 3368	24	46.03	1.92	TK 4964.25 US\$ 82.74	TK.206.84 US\$ 3.45
August	1234.70	TK. 216701 US\$ 3303.67	25	75.83	3.03	TK 4339.64 US\$.66.15	TK.173.59 US\$ 2.65
September	1274.88	TK.229199 US\$ 3494	20	84.91	4.24	TK5304 US\$ 80.86	TK.265.22 US\$ 4.04
Total			69	206.77	3.06	TK.14607.89 US\$ 229.75	TK 215.22 US\$ 3.38

**Index and Market Capitalization of the last trading day of the months have been considered as relevant figures of respective months.*

CSE OPERATIONAL STATISTICS
July-September 2005

Trading Month	All Share Price Index	Market Capitalization in Million	No. of Trading Days	Turnover of Securities in Million (No.)		Traded Amount in Million	
				Monthly	Daily Average	Monthly	Daily Average
July	2988.91	TK. 182989 US\$ 2859.20	25	13.86	0.55	TK. 1157.26 US\$ 18.08	TK. 46.29 US\$ 0.72
August	3258.11	TK. 199422 US\$ 3115.97	26	25.57	0.98	TK. 1143.17 US\$ 17.86	TK. 43.97 US\$ 0.69
September	3388.83	TK. 208602 US\$ 3259.41	20	38.12	1.91	TK. 1235.11 US\$ 19.30	TK. 61.76 US\$ 0.97
Total			71	77.55	1.15	TK. 3535.54 US\$ 55.24	TK. 50.67 US\$ 0.79

**Index and Market Capitalization of the last trading day of the months have been considered as relevant figures of respective months.*