



**Quarterly Review**  
**January-March 2008**

 **Securities and Exchange Commission**  
**Bangladesh**



**SECURITIES  
AND  
EXCHANGE  
COMMISSION**

**Quarterly  
Review**

January - March 2008

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**Securities and Exchange Commission**

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**SECURITIES AND EXCHANGE COMMISSION**  
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## CAPITAL MARKET NEWS

### Establishment of Securities and Exchange Commission (SEC)

SEC was established in June 1993 through enactment of the Securities and Exchange Commission Act, 1993 as a regulator of capital market of Bangladesh.

### Missions of SEC

- 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

#### Dhaka Stock Exchange:

As on the end of January-March, 2008 period the total issued capital of all listed securities including treasury bond with the Dhaka Stock Exchange Ltd. was Tk. 250,467 million compared to Tk. 214,472 million as on 31 December, 2007 registering an increase of 16.78%. The market capitalization of all listed securities of Dhaka Stock Exchange Ltd. increased from Tk. 753,955 million at 31 December, 2007 to Tk. 840,536 million at 31 March, 2008, registering an increase of 11.48%. The total turnover in Dhaka Stock Exchange was 891.54 million securities amounting to Tk.130,020.53 million during January-March, 2008.

#### Chittagong Stock Exchange:

As on the end of January-March, 2008 period the total issued capital of all listed securities with the Chittagong Stock Exchange Ltd. was Tk. 938,85.41 million compared to Tk. 891,73.87 million as on 31 December, 2007 registering an increase of 5.28%. The market capitalization of all listed securities of Chittagong Stock Exchange Ltd. increased from Tk. 612,582 million at 31 December 2007 to Tk.707,382 million during the Quarter ended on 31 March 2008, registering an increase of 15.47%. In the same period the total turnover in Chittagong Stock Exchange was 191.75 million securities amounting to Tk. 209,66.92 million.

The activities of the Securities and Exchange Commission (SEC) during January-March 2008 period have been furnished below:

#### Investors' Education Program:

SEC conducts Investors' Education Program on regular basis (twice a month) for creating awareness among the general investors of securities market at SEC premises throughout the year. During January-March 2008 Quarter a total of 157 investors participated in the said programs. Senior SEC officials made presentation on different aspects of capital market in the said programs and responded to the queries of the participants.

### **Training Program for Authorized Representatives:**

The Commission, in association with the Dhaka Stock Exchange Ltd. arranged training for authorized representatives of the members of Dhaka Stock Exchange on 16-17 January, 4-5 February, 24-25 February and 16-17 March 2008 at DSE. The Commission also arranged training program for authorized representatives of the members of Chittagong Stock Exchange Ltd. on 19-20 February 2008 at Chittagong, 5-6 March 2008 at Sylhet, 6-7 February and 19-20 March, 2008 at SEC in order to educate and train market participants. Total 272 authorized representatives attended the said programs.

Senior officials of SEC, DSE and CSE conducted aforesaid programs highlighting securities laws, particularly issuance, trading and settlement of securities transaction on stock exchanges.

## **| Dhaka Stock Exchange Ltd. (DSE) |**

### **Second South Asian Capital Markets Conference Held:**

The South Asian Federation of Exchanges (SAFE) and DSE jointly organized the Second South Asian Capital Markets Conference 2008 in Dhaka on January 31 and February 01, 2008 with the theme of integration of regional securities markets. The Conference would facilitate the integration process within the region as regulators, central bankers, brokers, market players and other market intermediaries of the region who attended the Conference and exchanged views. There were six sessions of panel discussions in the Conference. The Honorable Finance Adviser of the People's Republic of Bangladesh Dr. A.B. Mirza Azizul Islam was the chief guest in the opening session. SEC Chairman Faruq Ahmad Siddiqi attended as the special guest. Among others, the Chairman of SAFE and the Managing Director of the Bombay Stock Exchange Rajnikant Patel, CSE President, CEO of DSE, Secretary General of SAFE Aftab Ahmed Chowdhury spoke on the occasion.

### **Workshop on Book Building Method:**

DSE arranged a workshop on proposed new IPO pricing method “Book Building Process” on 17 February, 2008 where SEC Chairman Faruq Ahmad Siddiqi was the chief guest. The workshop helped SEC to obtain opinion of the stakeholders on the proposed IPO pricing process through book building method. Members and executive directors of the Commission, officials of DSE and CSE, presidents of two leading chambers, bankers, issue managers, underwriters, representatives from different companies, academicians, leading news paper editors and journalists and other business personalities were also present in the workshop.

### **DSE Branch Office Opened in Sylhet:**

Dhaka Stock Exchange Ltd. opened its branch office at R.N Tower at Chouhatta in Sylhet. Faruq Ahmad Siddiqi, Chairman, SEC unveiled the plaque of the DSE Sylhet office on 30 March, 2008. Among others, Member of SEC, DSE President, Director of Dhaka and Sylhet Chamber of Commerce and Industries and other senior officials of SEC and DSE were present in the program. On the occasion, DSE arranged a workshop on securities market where entrepreneurs, investors and businessmen of Sylhet participated.



### **Training Program on Derivative Instruments:**

DSE organized a four -day training program on “Derivative Instruments” including two-day program for Exchange Administration, a workshop for brokers on “Trading Strategies in Derivatives” and a one-day special program on “Training the trainers” during 3-6 March, 2008. The training programs focused on the introduction to Derivatives, Options and Futures, Risk Management, Derivatives System etc.. Participants from different financial institutions and private universities attended the said workshops.

### **Authorized Representatives' Awareness Workshop:**

DSE arranged “Authorized Representatives' Awareness” workshop in Chittagong on 8 March, 2008. Mansur Alam, Member, SEC was the chief guest in the workshop while DSE President Md. Abdullah Bokhari presided the workshop. Salahuddin Ahmad Khan CEO, DSE also attended. The workshop was the part of the DSE's trading network expansion program throughout the country.

## **| Chittagong Stock Exchange Ltd. (CSE) |**

### **CSE Capital Market Fair 2008 Held:**

CSE arranged a Two-day long Capital Market Fair 2008 in Sylhet which started on 28 March,2008. CSE, in association with its Sylhet based members arranged the fair for the first time in Sylhet to familiarize capital market to the people of different profession and general investors of Sylhet division. SEC Chairman Faruq Ahmad Siddiqi was the chief guest and inaugurated the fair.

### **Branch Office of Firstlead Securities Ltd. opened in Moulavibazar:**

As a part of CSE trading network expansion program throughout the country CSE brokerage firm the Firstlead Securities Ltd. opened its branch in Moulavibazar on 11 March, 2008.

### **Training Program on Capital Market Held in CSE:**

CSE started its month-long training program on capital market from 23 March, 2008 for the graduates of different disciplines and investors in its Conference Room. CSE President Nasir Uddin Ahmad was present as the chief guest in the inaugural session. He expected that SEC would accelerate the activities of establishment of a securities training institute.

Activities of Corporate Finance Department of the Commission during January-March, 2008 are furnished below:

- Referred 7 companies to Enforcement Department for necessary action concerning qualified audit report as well as Commission's observation on the audited financial statements.
- Sought explanation from 26 companies on the basis of observations of the Commission on the audited financial statements as well as qualified audit report submitted by the companies.
- Referred 4 companies to Enforcement Department for necessary action for non- submission of audited financial statements to the Commission.
- Referred 12 companies to Enforcement Department for necessary action for non- submission of half-yearly financial statements.
- Sought explanation from 12 audit firms as regard matters of audited financial statements of issuer companies.
- Instructed 10 companies to revise the half-yearly financial statements in accordance with the provision of BAS-34.
- As regard request for extension of time for submission of audited financial statements for the year ended on 30 June, 2007, the Commission entertained three prayers and rejected other three.
- Instructed Golden Son Ltd. to submit its report on utilization of IPO fund to the Commission.
- Referred 2 audit firms to Enforcement Department for not verifying the inventory of issuer companies and failure to make necessary remark in this regard in the relevant audit report.
- Rejected the prayer for retention of existing auditor by an issuer company for the year 2007-08 by the Commission.
- Referred one company to Enforcement Department for taking appropriate action as the company re-appointed its existing statutory auditors for a consecutive period exceeding three years without the Commission's clearance.
- Referred 17 companies to Enforcement Department for necessary action for non-furnishing of compliance status as regard Corporate Governance Guidelines (i.e. report under condition No. 5.00 of the Commission's Notification dated 20.02.2006).
- Requested 159 companies who have partly complied with the conditions of Corporate Governance Guideline to ensure full compliance thereof within June 30, 2008.





## CAPITAL ISSUE DEPARTMENT

During January-March 2008 period the Commission accorded consent to DBH Finance Corporation Ltd. to raise capital through initial public offering, details of which is furnished below:

*Figure in million Taka*

Name of the Company	Date of Approval/ Publication of Prospectus	Total Capital	Sponsors Equity			Public Equity			Total (7+8 +9)	Remarks
			Local	Foreign	Total	General Public	Foreign placement	Local placement		
1	2	3	4	5	6	7	8	9	10	11
DBH Finance Corporation Ltd.	27.01.08 29.01.08	270.40	220.04	--	220.04	50.00	--	--	50.00	At a premium of Tk. 110.00 each shares

### Capital Raising:

The Commission accorded consent to the following 13 private limited and 13 public limited companies to raise capital exceeding Tk. 100 million and Tk. 10 million respectively during this Quarter:

#### Private Limited Company:

SL. No.	Name of the Company	Applied for	Consent Letter Issued on	Amount in Million Tk.
1	Orascom Telecom Bangladesh Ltd.	Ordinary Shares of Tk.8718.29 million	23.03.2008	8718.29
2	Summit Alliance Port Ltd.	Ordinary Shares of Tk.120.00 million	23.03.2008	120.00
3	GMG Airlines Ltd.	Ordinary Shares of Tk.25.68 million	22.01.2008	25.68
4	Famous Printing & Packaging Ltd.	Ordinary Shares of Tk.101.70 million	28.01.2008	101.70
5	Malancha Holdings Ltd.	Ordinary Shares of Tk.958.00 million	3.02.2008	958.00
6	J.K. Cotton Mills Ltd.	Ordinary Shares of Tk.110.00 million	14.01.2008	110.00
7	Huawei Technologies (Bangladesh) Ltd.	Ordinary Shares of Tk.107.68 million	7.01.2008	107.68
8	Bengal NFK Textiles Ltd.	Ordinary Shares of Tk.114.00 million	23.01.2008	114.00
9	Summit Purbanchol Power Co. Ltd.	Ordinary Shares of Tk.576.69 million	22.01.2008	576.69

SL. No.	Name of the Company	Applied for	Consent Letter Issued on	Amount in Million Tk.
10	Summit Uttaranchol Power Co. Ltd.	Ordinary Shares of Tk.393.29 million	22.01.2008	393.29
11	DHL Worldwide Express (Bangladesh) Pvt. Ltd.	Preference Shares of Tk.205.00 million	6.02.2008	205.00
12	Russel Spinning Mills Ltd.	Ordinary Shares of Tk.239.50 million	20.03.2008	239.50
13	Matsuoka Apparels Ltd.	Ordinary Shares of Tk.163.14 million	5.03.2008	163.14
			<b>Total Taka</b>	<b>11832.97</b>

### Public Limited Company:

SL. No.	Name of the Company	Applied for	Consent Letter Issued on	Amount in Million Tk.
1	Delta Brac Housing Finance Corporation Ltd.	Zero Coupon Bonds of Tk.1500.00	5.03.2008	1500.00
2	First Security Bank Ltd.	Ordinary shares of Tk.150.00	25.02.2008	150.00
3	Maksons Spinning Mills Ltd.	Ordinary Shares of Tk.120.00 and Bonus Shares of Tk.30.00	4.02.2008	150.00
4	Infrastructure Development Co. Ltd.	Bonus Shares of Tk.40.00	5.03.2008	40.00
5	United Airways (Bd) Ltd.	Ordinary shares of Tk.150.00	30.01.2008	150.00
6	BASIC Bank Ltd.	Bonus shares of Tk.302.40	5.03.2008	302.40
7	BSRM Steels Ltd.	Ordinary shares of Tk.333.59	17.03.2008	333.59
8	Nowapara Jute Mills Ltd.	Bonus shares of Tk.8.50	17.03.2008	8.50
9	ICB Capital Management Ltd.	Rights Shares of Tk.120.00	14.01.2008	120.00
10	Jaba Textile Mills Ltd.	Ordinary Shares of Tk.40.00	22.01.2008	40.00
11	AA Rashayan Shilpa Ltd.	Ordinary Shares of Tk.61.25	12.02.2008	61.25
12	R.N. Spinning Mills Ltd.	Ordinary Shares of Tk.204.20	4.02.2008	204.20
13	The Oriental Bank Ltd.	Ordinary Shares of Tk.3506.74	4.03.2008	3506.74
			<b>Total Taka</b>	<b>6566.68</b>



### **Rights Issue:**

The Commission accorded consent on 29 January 2008 to issue Right Shares of Summit Power Ltd. for Tk. 995.28 million.

### **Direct Listing:**

Jamuna Oil Co. Ltd. and Meghna Petroleum Ltd. listed on the stock exchanges under the DSE/CSE (Direct Listing) Regulations, 2006 during the quarter. The detailed information of the said companies are furnished below:

<b>SL. No.</b>	<b>Name of the Company</b>	<b>Date of Issuance of Documents</b>	<b>Trade Commenced on</b>	<b>No. of Shares Offloaded</b>	<b>Total Face Value of Shares to be Offloaded (Tk. in Million)</b>
1	Jamuna Oil Co. Ltd.	17.10.2007	9.01.2008	13500000	135.00
2	Meghna Petroleum Ltd.	24.10.2007	14.01.2008	12000000	120.00
				<b>Total Taka</b>	<b>255.00</b>

## SUPERVISION AND REGULATION OF MARKETS AND INTERMEDIARIES

During January-March 2008, the following companies held AGM and declared dividend:

Sl. No.	Name	Date of AGM	Cash Dividend	Stock Dividend	Year End
<b>Banks</b>					
1.	United Commercial Bank Ltd.	10.01.08	-	30%,30%,30%	31.12.02, 03,04
2.	United Commercial Bank Ltd.	31.01.08	-	50%	31.12.05
3.	National Bank Ltd.	30.03.08	-	55%	31.12.07
4.	Mercantile Bank Ltd.	30.03.08	-	20%	31.12.07
5.	Prime Bank Ltd.	30.03.08	10%	25%	31.12.07
6.	United Leasing Co. Ltd.	25.03.08	20%	10%	31.12.07
7.	IDLC Finance Limited	30.03.08	15%	25%	31.12.07
<b>Engineering</b>					
8.	Anwar Galvanizing Ltd.	27.03.08	-	-	30.06.07
9.	S.Alam Cold Rolled Steels Ltd.	29.03.08	15%	-	30.09.07
<b>Fuel &amp; Power</b>					
10.	Padma Oil Co. Ltd.	26.01.08	60%	-	30.06.07
11.	Eastern Lubricants Blenders Ltd.	9.02.08	15%	-	30.06.07
12.	Dhaka Electric Supply Company Ltd.	19.02.08	25%	-	30.06.07
13.	Power Grid Co. of Bangladesh Ltd.	31.01.08	25%	-	30.06.07
<b>Insurance</b>					
14.	City General Insurance Company Ltd.	25.03.08	-	-	31.12.07
<b>Paper &amp; Printing</b>					
15.	Sonali Paper & Board Mills Ltd.	25.02.08	-	-	30.06.07
<b>Services &amp; Real Estate</b>					
16.	Bangladesh Hotels Ltd.	13.03.08	-	-	31.12.07
17.	Samorita Hospital Ltd.	20.03.08	10%	-	30.06.07
<b>Textile</b>					
18.	HR Textile Ltd.	23.03.08	8.50%	-	30.09.07
<b>Miscellaneous</b>					
19.	Savar Refractories Ltd.	3.01.08	-	-	30.06.07
20.	Bangladesh Shipping Corporation	31.01.08	10%	-	30.06.07

During January-March 2008 Quarter the following complaints were lodged with the Commission and measures taken by the Commission on the same:

### Complaints Against Listed Companies:

Nature of Complaints	Received During the Quarter	Under Process	Referred for Enforcement Action	Resolved
Non payment or delay in payment of dividend	2	-	-	2
Non payment of debenture installment	-	-	-	-
Transfer of shares	1	-	-	1
Non- receipt of letter of rights share	-	-	-	-
Non receipt of bonus share	-	-	-	-
Non receipt of annual report	-	-	-	-
Refund warrant	4	-	-	4
Non- demat of shares	-	-	-	-
Miscellaneous	2	-	-	2
<b>Total</b>	<b>9</b>	<b>-</b>	<b>-</b>	<b>9</b>

### Complaints Against Stock Broker/Dealer/Merchant Banker:

Nature of Complaints	Received During the Quarter	Under Process	Referred for Enforcement Action	Referred to DSE/CSE for Action	Resolved
Non delivery of shares	-	-	-	-	-
Non payment of clients money	-	-	-	-	-
Transfer of shares in the link BO account	-	-	-	-	-
Miscellaneous	3	-	1	1	1
<b>Total</b>	<b>3</b>	<b>-</b>	<b>1</b>	<b>1</b>	<b>1</b>

## CENTRAL DEPOSITORY SYSTEM DEPARTMENT

During January-March 2008 the following companies joined the CDS under Central Depository Bangladesh Ltd. (CDBL):

Sl. No.	Name of the Company	Joining Date
1	Jamuna Oil Company Ltd. (Direct Listing)	9 January 2008
2	Meghna Petroleum Ltd. (Direct Listing)	14 January 2008
3	Fidelity Assets and Securities Company Ltd. (IPO)	16 January 2008
4	Continental Insurance Ltd.	12 February 2008
5	Confidence Cement Ltd.	14 February 2008
6	Aramit Cement Ltd.	30 March 2008
7	Aramit Limited	30 March 2008
8	Information Services Network Ltd.	30 March 2008
9	Metro Spinning Ltd.	30 March 2008
10	National Polymer Industries Ltd.	30 March 2008
11	The Oriental Bank Ltd.	30 March 2008

At the end of this period the total number of companies under CDBL stands at 145.

## REGISTRATION DEPARTMENT

### Issuance and Renewal of Stock Broker Registration Certificate:

During January-March 2008 Quarter, the Commission issued stock broker/dealer registration certificate in favor of five members of Dhaka Stock Exchange Ltd. and five members of Chittagong Stock Exchange Ltd. under সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (স্টক ডিলার, স্টক ব্রোকার ও অনুমোদিত প্রতিনিধি) বিধিমালা, ২০০০. Moreover, the Commission renewed 23 stock broker/stock dealer registration certificates of Dhaka Stock Exchange Ltd. and 11 stock broker/stock dealer registration certificates of Chittagong Stock Exchange Ltd. respectively during the said period.

### Dhaka Stock Exchange:

Sl. No.	Name & Address of the Stockbroker	Membership No.	Registration Certificate No. & Issue Date	Type of Registration
1.	Shahjalal Islami Bank Limited Jiban Bima Bhaban (Front Block) 10 Dilkusha C/A (5th Floor), Dhaka-1000.	DSE -233	Reg.3.1/DSE-233/2008/171 Dated: 3.01.2008	Stock broker
2.	Akij Securities Limited Akij Chamber (10th Floor) 73 Dilkusha C/A, Dhaka-1000.	DSE-231	Reg.3.1/DSE-231/2008/193 Dated: 30.01.2008	Stock broker
3.	Bangladesh Shilpa Rin Sanstha BSRS Bhaban 12 Kawran Bazar C/A Dhaka-1215.	DSE-20	Reg.3.1/DSE-20/2008/197 Dated: 13.02.2008	Stock broker
4.	National Bank Limited Head Office, 18 Dilkusha C/A, Dhaka-1000	DSE-203	Reg.3.1/DSE-203/2008/201 Date: 13.03.2008	Stock dealer
5.	PHP Stocks and Securities Limited 31 Agrabad C/A, Chittagong-4100.	DSE-235	Reg.3.1/DSE-235/2008/202 Dated:13.03. 2008	Stock broker

### Chittagong Stock Exchange:

Sl. No.	Name & Address of the Stockbroker	Membership No.	Registration Certificate No. & Issue Date	Type of Registration
1.	Shahjalal Islami Bank Limited Jiban Bima Bhaban (Front Block) 10 Dilkusha C/A (5th Floor), Dhaka-1000.	CSE-134	Reg.3.2/CSE-134/2008/141 Dated: 27.02.2008	Stock broker
2.	Shahjalal Islami Bank Limited Jiban Bima Bhaban (Front Block) 10 Dilkusha C/A (5th Floor), Dhaka-1000.	CSE-134	Reg.3.2/CSE-134/2008/142 Dated: 27.02.2008	Stock dealer
3.	Green Delta Financial Services Limited Hadi Mansion (4th Floor) 2 Dilkusha C/A, Dhaka-1000	CSE-130	Reg.3.2/CSE-130/2008/143 Dated:02.03.2008	Stock broker
4.	Green Delta Financial Services Limited Hadi Mansion (4th Floor) 2 Dilkusha C/A, Dhaka-1000	CSE-130	Reg.3.2/CSE-130/2008/144 Dated:02.03.2008	Stock dealer
5.	Platinum Securities Limited HouseNo.16(4th Floor) Road No.2 Dhanmondi R/A, Dhaka-1209.	CSE-235	Reg.3.2/CSE-64/2008/145 Dated: 23.03. 2008	Stock broker

### Conversion into Corporate Body:

During the Quarter, the Commission issued stockbroker registration certificate in favor of 34 members of Dhaka Stock Exchange Limited those are converted into corporate entities from proprietorship concerns under সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (স্টক ডিলার, স্টক ব্রোকার ও অনুমোদিত প্রতিনিধি) বিধিমালা, ২০০০ to operate as stock broker.

### Converted DSE Stock Brokers:

Sl. No.	Name & Address of the Stockbroker	Membership No.	Registration Certificate No. & Issue Date	Type of Registration
1.	Nabiul Karim Securities Ltd. 89/6-BRK Mission Road, Dhaka.	DSE-115	Reg.3.1/DSE-115/2008/170 Date:3.01.2008	Stock broker
2.	Haji Mohammad Ali Securities Ltd. Room # 612, Dhaka Stock Exchange Building, 9/F Motijheel C/A, Dhaka-1000.	DSE-165	Reg.3.1/DSE-165/2008/172 Date:7.01.2008	Stock broker
3.	GMF Securities Limited Room # 309, Dhaka Stock Exchange Building, 9/F Motijheel C/A, Dhaka-1000.	DSE-186	Reg.3.1/DSE-186/2008/173 Date: 7.01.2008	Stock broker
4	Dayton Holdings Ltd. Room # 507, Dhaka Stock Exchange Building, 9/F Motijheel C/A, Dhaka-1000.	DSE-101	Reg.3.1/DSE-101/2008/174 Date:7.01.2008	Stock broker
5.	Quaiyum Securities Ltd. Room # 704, (6th Floor) Modhumita Cinema Building 158-160 Motijheel C/A, Dhaka-1000.	DSE-38	Reg.3.1/DSE-38/2008/175 Date:8.01.2008	Stock broker
6.	Dragon Securities Ltd. Bilquis Tower (3rd Floor), Plot # 6(New) Circle-2, Gulshan, Dhaka.	DSE-119	Reg.3.1/DSE-119/2008/176 Date: 8.01.2008	Stock broker
7.	TA Khan Securities Co. Ltd., Room # 304, Stock Exchange Building 9/F Motijheel C/A, Dhaka-1000.	DSE-174	Reg.3.1/DSE-174/2008/177 Date: 8.01.2008	Stock broker
8	Md. Fokhrul Islam Securities Limited. 3 Inner Circular Road, Fokirer Pool, Dhaka-1000.	DSE-90	Reg.3.1/DSE-90/2008/178 Date: 8.01.2008	Stock broker
9.	Shahiq Securities Ltd. Room # 603, 9/F Motijheel C/A, Dhaka-1000.	DSE-39	Reg.3.1/DSE-39/2008/179 Date: 8.01.2008	Stock broker
10.	Habibur Rahman Securities Limited 2-3 Wapda Bhaban Motijheel C/A, Dhaka-1000.	DSE-187	Reg.3.1/DSE-187/2008/180 Date: 14.01.2008	Stock broker
11.	Rashid Investment Services Ltd. Room # 601, DSE Building, 9/F Motijheel C/A, Dhaka-1000.	DSE-35	Reg.3.1/DSE-35/2008/181 Date: 15.01.2008	Stock broker
12.	Ershad Securities Ltd. Room # 414(3rd Floor), DSE Building 9/F Motijheel C/A, Dhaka-1000.	DSE-23	Reg.3.1/DSE-23/2008/182 Date: 15.01.2008	Stock broker



Sl. No.	Name & Address of the Stockbroker	Membership No.	Registration Certificate No. & Issue Date	Type of Registration
13.	Mian Abdur Rashid Securities Ltd. Room # 301 & 305, DSE Building 9/F Motijheel C/A, Dhaka-1000.	DSE-53	Reg.3.1/DSE-53/2008/183 Date: 15.01.2008	Stock broker
14.	Khurshid Securities Ltd. Room # 722 (6th Floor) DSE Building 9/F Motijheel C/A, Dhaka-1000.	DSE-47	Reg.3.1/DSE-47/2008/184 Date: 15.01.2008	Stock broker
15.	Rapid Securities Limited Room # 620-621, DSE Annex Building 9/E Motijheel C/A, Dhaka-1000.	DSE-42	Reg.3.1/DSE-42/2008/185 Date: 15.01.2008	Stock broker
16.	Dawn Securities Limited. Room # 310-311, DSE Building 9/F Motijheel C/A, Dhaka-1000.	DSE-141	Reg.3.1/DSE-141/2008/186 Date: 16.01.2008	Stock broker
17.	Arafat Securities Ltd. 59/3/3 Purana Paltan (3rd Floor) Dhaka-1000.	DSE-94	Reg.3.1/DSE-94/2008/187 Date: 23.01.2008	Stock broker
18.	Shaymal Equity Management Limited. Room # 319(2nd Floor) 9/E Motijheel C/A, Dhaka-1000.	DSE-03	Reg.3.1/DSE-03/2008/188 Date: 27.01.2008	Stock broker
19.	Shahed Securities Ltd. Room # 526(4th Floor) 9/E Motijheel C/A, Dhaka-1000.	DSE-123	Reg.3.1/DSE-123/2008/189 Date: 27.01.2008	Stock broker
20.	A B & Co. Ltd. Room # 505, DSE Building 9/F Motijheel C/A, Dhaka-1000.	DSE-43	Reg.3.1/DSE-43/2008/190 Date: 27.01.2008	Stock broker
21.	Shakil Rizvi Stock Ltd. 9/E Motijheel C/A, Dhaka-1000.	DSE-149	Reg.3.1/DSE-149/2008/191 Date: 27.01.2008	Stock broker
22.	Tobarak Securities Ltd. Room # 1003 (10th Floor) 28 Dilkusha C/A, Dhaka-1000.	DSE-172	Reg.3.1/DSE-172/2008/192 Date: 28.01.2008	Stock broker
23.	Midway Securities Ltd. Room # 508, DSE Building 9/F Motijheel C/A, Dhaka-1000.	DSE-142	Reg.3.1/DSE-142/2008/194 Date: 12.02.2008	Stock broker
24.	Md. Shahidullah Securities Ltd. Room # 713 (6th Floor), DSE Building 9/F Motijheel C/A, Dhaka-1000.	DSE-91	Reg.3.1/DSE-91/2008/195 Date: 12.02.2008	Stock broker
25.	Parkway Securities Ltd. Room # 901, DSE Building 9/F Motijheel C/A, Dhaka-1000.	DSE-194	Reg.3.1/DSE-194/2008/196 Date: 12.02.2008	Stock broker
26.	HR Securities & Investment Limited HR Bhaban, 26/1 Kakrail Road Kakrail, Dhaka-1000	DSE-72	Reg.3.1/DSE-72/2008/198 Date: 13.02.2008	Stock broker

Sl. No.	Name & Address of the Stockbroker	Membership No.	Registration Certificate No. & Issue Date	Type of Registration
27.	Kazi Feroz Rashid Securities Ltd. Room # 408, DSE Building 9/F Motijheel C/A, Dhaka-1000.	DSE-29	Reg.3.1/DSE-29/2008/199 Date: 13.02.2008	Stock broker
28.	MAH Securities Ltd. DSE Annex Building 9/E Motijheel C/A, Dhaka-1000.	DSE-13	Reg.3.1/DSE-13/2008/200 Date: 25.02.2008	Stock broker
29.	MAM Securities Ltd. Room # 315, DSE Building 9/F Motijheel C/A, Dhaka-1000.	DSE-86	Reg.3.1/DSE-86/2008/203 Date: 19.03.2008	Stock broker
30.	DMR Securities Services Ltd. DSE Building (1st Floor) 9/F Motijheel C/A, Dhaka-1000.	DSE-14	Reg.3.1/DSE-14/2008/204 Date: 19.03.2008	Stock broker
31.	Alhaj Jahanara Securities Ltd. Room # 217, DSE Building 9/F Motijheel C/A, Dhaka-1000.	DSE-138	Reg.3.1/DSE-138/2008/205 Date: 19.03.2008	Stock broker
32.	RNI Securities Ltd. Room # 728, 9/E Motijheel C/A (7th Floor), Dhaka-1000.	DSE-128	Reg.3.1/DSE-128/2008/206 Date: 28.03.2008	Stock broker
33.	GQ Securities Ltd. Room # 425, (4th Floor) 9/E Motijheel C/A Dhaka-1000.	DSE-120	Reg.3.1/DSE-120/2008/207 Date: 27.03.2008	Stock broker
34.	Mohammad Talha & Company Ltd. Room # 630,9/E Motijheel C/A Dhaka-1000.	DSE-69	Reg.3.1/DSE-69/2008/208 Date: 27.03.2008	Stock broker

### Issuance and Renewal of Authorized Representative Registration Certificates:

During the Quarter, the Commission issued 160 registration certificates to the applicants of Dhaka Stock Exchange Ltd. under সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (স্টক ডিলার, স্টক ব্রোকার ও অনুমোদিত প্রতিনিধি) বিধিমালা, ২০০০ to carry out functions as authorized representatives and renewed 71 authorized representative registration certificates of DSE and 23 authorized representatives of CSE.

### Issuance and Renewal of Depository Participant Registration Certificate:

During the Quarter, the Commission issued the following 10 depository participants registration certificates under ডিপজিটরি (ব্যবহারিক) প্রবিধানমালা, ২০০৩ and renewed 36 depository participants registration certificates:

### List of New Depository Participants:

Sl No.	Name, Address & Contacts of the DP	Membership No.	Certificate No. & Issue Date	Types of DP	Expiry Date
01.	Crest Securities Limited. 57 Purana Paltan (2nd Floor) Dhaka-1000. Ph: 07173-066086	DSE-08	SEC/Reg./CDBL-DP-259 Date: 7.01.2008	Full Service	12.06.2008
02.	Shahjalal Islami Bank Ltd. Jiban Bima Tower, Front Block (4th Floor), 10 Dilkusha C/A Dhaka-1000, Ph: 9570812,7160591	DSE-233	SEC/Reg./CDBL-DP-260 Date: 31.01.2008	Full Service	02.01.2009
03.	Asenz Securities Ltd. House# 8/A, Road # 50, Gulshan-2, Dhaka-1212 Ph: 9887423,9892714 Fax-9894877	DSE-65	SEC/Reg./CDBL-DP-261 Date: 5.02.2008	Full Service	25.11.2008
04.	Finvest Securities Ltd. HR Bhaban (1st Floor) 26/1 Kakrail, Dhaka-1000 Ph: 8317130,9334141-7 Ext-162, Fax-8314994	CSE-66	SEC/Reg./CDBL-DP-262 Date: 01.03.2008	Full Service	27.05.2008
05.	MAH Securities Limited Room No # 430, DSE Annex Building, 9/E Motijheel C/A Dhaka-1000. Ph: 8317130 9334141-7 Ext-162, Fax-8314994	DSE-13	SEC/Reg./CDBL-DP-263 Date: 01.03.2008	Full Service	24.02.2009
06.	Nabiul Karim Securities Limited 89/6-B, R.K. Mission Road Dhaka Ph: 7110787, 9564601 Ext-216, Fax-9553622	DSE-115	SEC/Reg./CDBL-DP-264 Date: 17.03.2008	Full Service	02.01.2009
07.	Jalalabad Securities Limited Manru Shopping City (3rd floor) Chawhatta, Sylhet-3100 Ph: 0821-710891, 0821-401111	CSE-104	SEC/Reg./CDBL-DP-265 Date: 17.03.2008	Full Service	04.05.2008
08.	Haji Mohammad Ali Securities Limited, Room No # 612 9/F Motijheel, C/A (5th Floor) Dhaka-1000. Ph: 9564601 9666940-8, 9550457, Fax-9564721	DSE-165	SEC/Reg./CDBL-DP-266 Date: 17.03.2008	Full Service	06.01.2009

Sl. No.	Name, Address & Contacts of the DP	Membership No.	Certificate No. & Issue Date	Types of DP	Expiry Date
09.	Akij Securities Limited Akij Chamber (9th Floor) 73 Dilkusha C/A, Dhaka-1000. Ph: 02-7168880, 9561010 Fax-02-9569898 E-mail:asl@akijonline.com	DSE-231	SEC/Reg./CDBL-DP-267 Date: 17.03.2008	Full Service	29.01.2009
10.	Mian Abdur Rashid Securities Limited Room No.301-305, 9/F Motijheel C/A, Dhaka-1000	DSE-53	SEC/Reg./CDBL-DP-268 Date: 23.03.2008	Full Service	14.01.2009

#### **Merchant Banker Registration Certificate:**

During the period under review, the Commission issued a merchant banker registration certificate in favor of Trust Bank Limited. A fresh registration certificate was issued in favor of IDLC Finance Limited since they changed company name.

#### **Security Custodian Registration Certificate:**

During January-March 2008 Quarter, the Commission issued a security custodian registration certificate in favor of Commercial Bank of Ceylon under সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (সিকিউরিটি কাস্টডিয়াল সেবা) বিধিমালা, ২০০৩.

#### **Approval of Trust Deed of Prime Finance First Mutual Fund (Closed End):**

The Commission approved the trust deed of Prime Finance First Mutual Fund (Closed end) under সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মিউচুয়াল ফান্ড) বিধিমালা, ২০০১. Prime Finance and Investment Ltd. has already registered the trust deed and submitted to the Commission during this Quarter.

#### **ICB AMCL Second NRB Mutual Fund:**

During the Quarter, the Commission approved the ICB AMCL Second NRB Mutual Fund along with the investment management agreement and opening of an “Escrow Account” in favor of the Fund.



## SEC SURVEILLANCE DEPARTMENT

### Daily Market Surveillance:

The main tasks of Surveillance Department is to watch/monitor and analyze the trading activities of both the stock exchanges through non-trading on-line surveillance system. The Department reports irregularities it finds while surveilling the trade. At the end of trading, daily, weekly and monthly trade reports are prepared by pointing out market conditions and submitted to the Chairman, Members and EDs of the Commission.

### Investigation and Enquiry:

To ensure proper compliance of securities related laws, rules, regulations and to establish fair-trading and confidence of investors in the securities market the Commission conducts inspection and investigation in suspicious and manipulative cases. The following stock-brokers/stock-dealers activities have been investigated:

Nature of Enquiry & Investigation	Investigation & Enquiry Against
Unusual Shares trading of United Commercial Bank Ltd.	United Commercial Bank Ltd. & Major involving stock-brokers of stock exchanges
Unusual manipulative and suspicious shares trading of Popular Life Insurance Company Ltd.	Popular Life Insurance Company Ltd. & Major involving stock-brokers of stock exchanges
Insider trading, if any, by using price sensitive information regarding split of share of Islami Bank Bangladesh Ltd.	Islami Bank Bangladesh Ltd. & Major involving stock-brokers of stock exchanges

### Regular Inspection:

During the Quarter, as part of regular monthly inspection, SEC's inspection team visited and inspected the following six stock-brokers / stock-dealers offices of DSE and CSE to examine books and records in order to ensure proper compliance of securities related laws, rules and regulations:

Nature of Inspection	Inspection Against
Monthly regular inspection: January 2008	Multi Securities & Services Ltd. (DSE Membership # 75)
	Western Securities Management Investment Ltd. (CSE Membership # 120)
Monthly regular inspection: February 2008	Samin Securities Ltd. (DSE Membership # 83)
	Uttara Exchange & Securities Ltd (CSE Membership # 24)
Monthly regular inspection: March 2008	Ahmed Iqbal Hasan & Co (DSE Membership # 114)
	Alpha Securities Ltd. (CSE Membership # 001)



## SEC ENFORCEMENT ACTIONS

During January-March 2008 the following enforcement actions against registered stock-dealers, stock-brokers and issuer companies were taken by the Commission for non-compliance of the securities laws.

### Against the Issuer Company:

The Commission imposed penalty upon 9 issuer companies during October-December 2007 for non-compliance of securities laws like failure to submit audited financial statements, violation of Commission's Notification by giving incorrect declaration, non-disclosure of the price sensitive information, dissatisfactory explanation against the Commission's show cause-cum hearing notice, changing of declared dividend rate.

The Commission issued warning letters to 11 issuer companies for failing to fix the AGM date, disseminating the decision regarding dividend in the same board meeting, delayed submission of audited and half yearly financial statements etc.

### Stock Broker/Stock Dealer/ Merchant Banker/Stock Exchanges:

During the period under review, the Commission imposed penalty upon a merchant bank for giving dissatisfactory explanations against the Commission's show cause-cum hearing notice and for depositing of client shares against member's margin to the Stock Exchange DP without clients permission.

The Commission issued warning letters to DSE and CSE and 73 members of both stock exchanges for depositing/receiving clients' shares against member's margin as well as by depositing / receiving un-endorsed instruments (shares) to/ by exchange DP.

A brief of enforcement actions taken by the Commission during January-March 2008 is furnished below:

Nature of Actions	Issuer Company/ Statutory Auditor	Stock Broker/Dealer/ Merchant Banker/ Authorized Representatives	Depository Participants
Penalty	9	2	-
Directives	-	-	-
Warning	12	76	-

## LEGAL SERVICES DEPARTMENT

Total 175 cases filed by or against SEC are pending in different courts. Name of the courts are given below along with number of pending cases:

Sl. No.	Name of the Court	Number of Cases	
01.	Supreme Court of Bangladesh	Appellate Division	04
		High Court Division	72
02.	Metropolitan Session Judge Court, Dhaka	06	
03.	1st Asst. Metropolitan Session Judge Court, Dhaka	01	
04.	5th Joint Dist. Judge Court, Dhaka	08	
05.	4th Asst. Judge Court, Dhaka	02	
06.	Chief Metropolitan Magistrate Court, Dhaka.	06	
07.	General Certificate Court, Dhaka.	76	
	<b>Total Cases</b>	<b>175</b>	

- Out of total 15 Share Scam cases of 1996, 2 cases are now pending before the Honorable Supreme Court, Appellate Division, 9 cases before the Honorable Supreme Court, High Court Division and rest 4 cases are pending before the Metropolitan Session Judge Court, Dhaka.
- Under securities law 3 Certificate cases have been filed during this Quarter against the directors of 3 companies to recover the penalty imposed upon them by the Commission.





## DSE & CSE SCENARIO

### Capital Market:

As of 31 March 2008 the total issued capital of all listed securities including treasury bonds of Dhaka Stock Exchange was TK250,467 million (US\$ 3652.19 million) which was TK 214,472 million (US\$ 3127 million) on 31 December 2007. In Chittagong Stock Exchange the total issued capital on 31 March 2008 was TK 938,85.41 million (US\$1380.67 million) which was TK. 891,73.87 million (US\$1311.38 million) on 31 December 2007.

### Stock Market Operation:

During January-March 2008 Quarter the total turnover in Dhaka Stock Exchange was 891.54 million securities while the total amount traded on Dhaka Stock Exchange during the same period was TK. 130,020.53 million (US\$ 1895.69 million).

In the same period the total turnover in Chittagong Stock Exchange was 191.75 million securities while the total amount traded on Chittagong Stock Exchange during the same period was TK. 209,66.92 million (US\$ 305.73 million).

### Market Capitalization:

Total market capitalization of all securities including treasury bonds listed on the Dhaka Stock Exchange was TK. 840,536 million (US\$12256 million) as on 31 March 2008 compared to TK753,955 million (US\$10994 million) as on 31 December 2007.

In the Chittagong Stock Exchange total market capitalization of all listed securities was Tk.707,382 million (US\$10402.68 million) as on 31 March 2008 compared to Tk 612,582 million (US\$ 9008.56 million) as on 31 December 2007..

### Share Price Index:

DSE all share price index stood at 2547.34 on 31 March 2008 compared to 2535.96 on 30 December 2007. The CSE all share price index stood at 8329.01 on 31 March 2008 while it was 7657.06 on 31 December 2007. The index bases are 100 and 1000 for DSE and CSE respectively.

(1 US\$ =TK 68.58 For January-March 2008 quarter)

# Bangladesh Capital Market Summary

As on 31 March 2008

Indicators	Dhaka Stock Exchange	Chittagong Stock Exchange
No. of companies	270	215
No. of mutual funds	14	14
No. of debentures	8	1
No. of treasury bonds	75	-
No. of corporate bonds	1	-
<b>Total No. of Listed Securities</b>	<b>368</b>	<b>230</b>

*Figures in million*

No. of shares of all listed companies	1,992	1,870.74
No. of certificates of all listed mutual funds	190	190.28
No. of debentures of all listed debentures	0.41	3.00
No. of all listed govt. T-bonds	1.54	-
No. of all listed corporate bonds	3.00	-
<b>Total No. of Tradable Securities</b>	<b>2,188</b>	<b>2,064.02</b>

*Figures in million*

Issued capital of all companies	TK.	91,058	90,019.91
	US\$	1328	133.82
Issued capital of all mutual funds	TK.	866	865.50
	US\$	13	12.73
Issued debentures	TK.	140	3000.00
	US\$	2	44.12
Issued govt. T- bonds	TK.	155,403	-
	US\$	2266	-
Issued capital corporate bonds	TK.	3000	-
	US\$	44	-
Total issued capital	TK.	250,467	93,885.41
	US\$	3652.19	1380.67

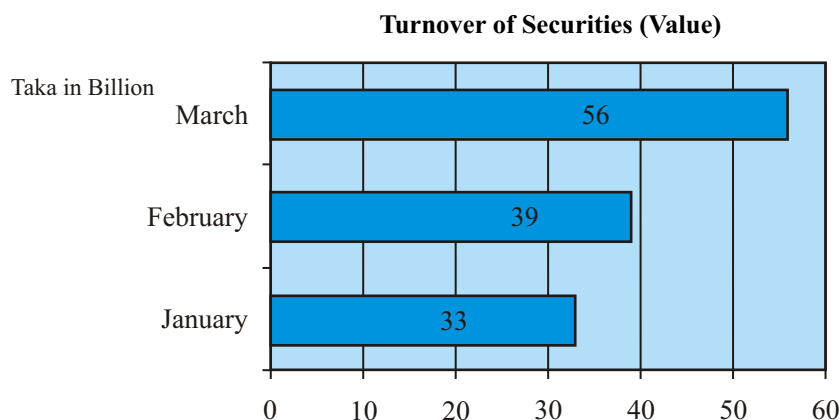
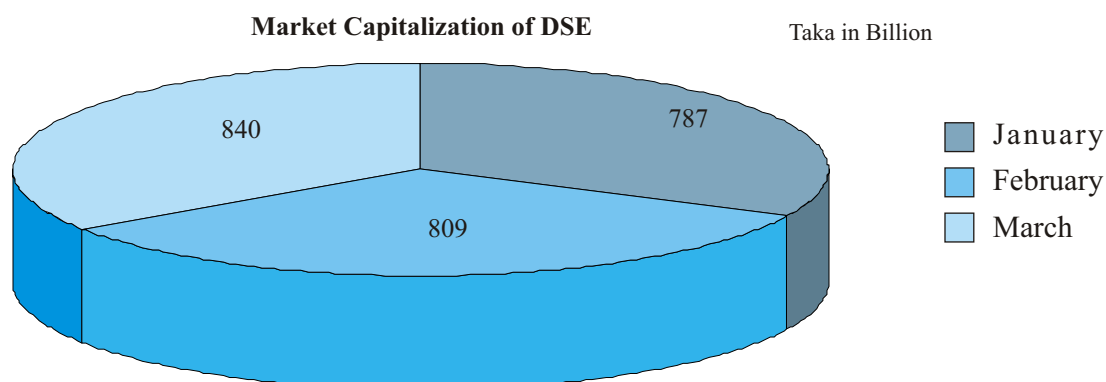
*Figures in million*

Total Market Capitalization	TK.	840,536	707,382
	US\$	12,256	10,402.68
All Share Price Index		2547.34	8329.01

### DSE Operational Statistics January-March 2008

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
January	2449.45	Tk. 787,398 US\$ 11481	22	197.93	8.10	Tk 33,447.19 US\$ 487.50	Tk 1,520.33 US\$ 22.17
February	2476.37	Tk. 809,424 US\$ 11803	19	312.95	16.47	Tk 39,953.25 US\$ 582.58	Tk 2,102.80 US\$ 30.66
March	2547.34	Tk. 840,536 US\$ 12256	20	380.66	19.03	Tk. 56,620.09 US\$ 825.61	Tk. 2,831.00 US\$ 41.28
<b>Total</b>			61	891.54	14.53	TK. 130020.53 US\$ 1895.69	Tk. 2151.38 US\$ 31.37

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



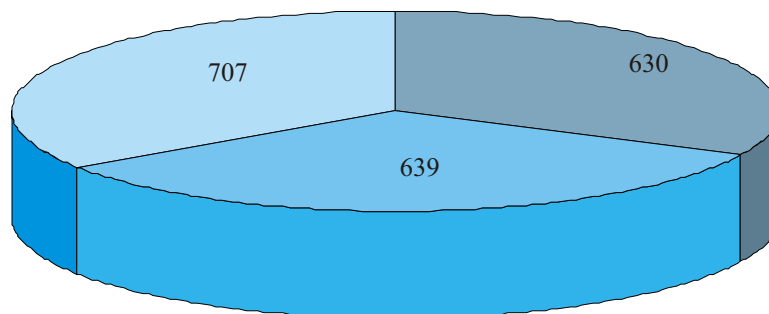
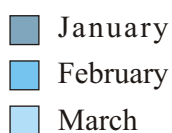
### CSE Operational Statistics January-March 2008

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
January	7454.9100	Tk.629,615 US\$ 9,180.77	22	46.93	2.13	Tk.4,998.04 US\$ 72.88	Tk 227.18 US\$ 3.31
February	7536.9300	Tk 639,445 US\$ 9,324.07	19	60.53	3.19	Tk 6,954.37 US\$ 101.40	Tk 366.02 US\$ 5.34
March	8329.0100	Tk 706,904 US\$10,307.73	21	84.29	4.01	Tk 9,014.51 US\$ 131.44	Tk 429.26 US\$ 6.26
<b>Total</b>			62	191.75	3.09	Tk 20,966.92 US\$ 305.73	Tk 338.18 US\$ 4.93

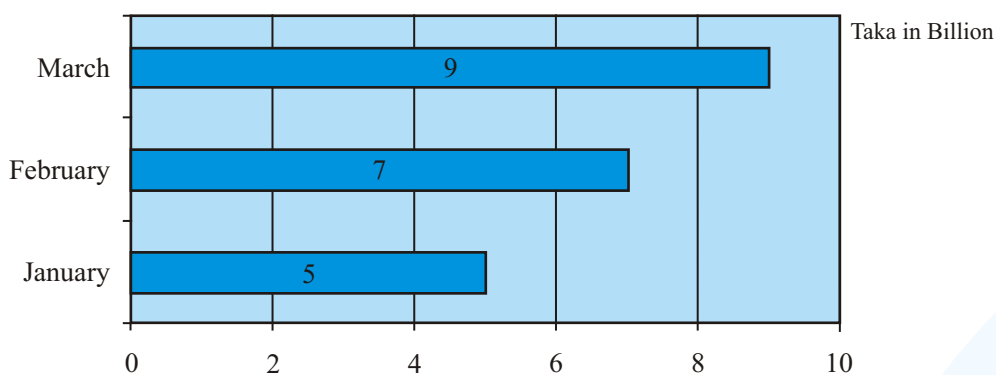
\* Index and Market Capitalization of the last trading day of the months have been considered as relevant figures of respective months.

Taka in Billion

**Market Capitalization of CSE**



**Turnover of Securities (Value)**



For Information on Securities and Exchange Commission

# VISIT



<http://www.secbd.org>

## Our Reference Room

At the 20th floor of Jiban Bima Tower, 10 Dilkusha C/A, Dhaka-1000

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- › Published Annual Reports of the listed companies › Published Half-yearly Reports of the listed companies
- › Securities laws, rules & regulations/gazette notifications › Local/foreign publications on capital market

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- › Photocopy facility of relevant documents available in the library

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