



## Bangladesh Securities and Exchange Commission

Securities Commission Bhaban

E-6/C Agargaon, Sher-e-Bangla Nagar Administrative Area, Dhaka-1207

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The Bangladesh Securities and Exchange Commission (BSEC) was established on 8th June, 1993 as the regulator of the country's capital market through enactment of the Bangladesh Securities and Exchange Commission Act, 1993, with the objectives of protecting the interest of investors in securities, developing the securities market and making rules for matters connected therewith or ancillary thereto. The Commission consists of the Chairman and four Commissioners who are appointed for fulltime by the Government. The chairman acts as the chief executive of the Commission. The Commission has overall responsibility to make securities related rules and regulate the market accordingly. The Commission is a statutory body and attached to the ministry of finance.

At present, Dr. M. Khairul Hossain is serving as the Chairman of the Commission and Prof. Md. Helal Uddin Nizami, Dr. Swapan Kumar Bala and Mr. Khondoker Kamaluzzaman are serving as the Commissioner of the Commission.

Bangladesh Securities and Exchange Commission (BSEC) has been elevated to 'A' category member of International Organization of Securities Commissions (IOSCO) on 22 December, 2013 for achieving international standard through capital market reforms.

# Bangladesh Securities and Exchange Commission



Dr. M. Khairul Hossain  
Chairman



Professor Md. Helal Uddin Nizami  
Commissioner



Dr. Swapan Kumar Bala FCMA  
Commissioner



Mr. Khondoker Kamaluzzaman  
Commissioner

## 2. Executive Directors and Head of the Departments of the Commission

SL No.	Name	Designation	Head of the Departments
1	Mr. Farhad Ahmed	ED	SRI and CDS
2	Mrs. Ruksana Chowdhury	ED	Capital Issue, Enforcement, Office of the Chief Accountant, Internal Audit and AML&CFT Wing
3	Dr. ATM Tariquzzaman	ED	At present in Newzealand under lien
4	Mr. Md. Anowarul Islam	ED	SRMIC and Admin & Finance
5	Mr. Md. Saifur Rahman	ED	Surveillance, Project Director and Spokesperson of the Commission
6	Mr. Md. Ashraful Islam	ED	MIS and R&D
7	Mr. M. Hasan Mahmud	ED	MF&SPV and Corporate Finance
8	Mr. Mahbubul Alam	ED	Registration, International Affairs, Financial Literacy and Director General of Bangladesh Academy of Securities Market
9	Mr. Mahbuber Rahman Chowdury	ED	CMRRC and Law

### 3. Directors of the Commission

SL No.	Name	Designation	Departments
1	Mr. Kamrul Anam Khan	Director	SRMIC
2	Mr. Mohammad Rezaul Karim	Director	Capital Issue and Financial Literacy
3	Mr. Shafiul Azam	Director	SRI
4	Mr. Ripan Kumar Debnath	Director	CMRRC
5	Mr. Mir Mosharraf Hossain	Director	Enforcement
6	Mr. Mohammad Jahangir Alam	Director	Registration
7	Mr. Mahmoodul Hoque	Director	MF and SPV
8	Mr. Prodip Kumar Basak	Director	Capital Issue and Corporate Finance
9	Mr. Rajib Ahmed	Director	MIS
10	Mr. Abul Kalam	Director	Finance
11	Mr. Mansur Rahman	Director	Capital Issue
12	Mr. Mohammad Abul Hasan	Director	Admin
13	Mr. Sheikh Mahbub Ur Rahman	Director	Surveillance
14	Ms. Farhana Faruqui	Commission Secretary and Director	Commission Secretariat and IAD
15	Mr. Abu Rayhan Mohammad Mutasim Billah	Director	Research & Development

#### **4. The Missions of the Commission**

An efficient, transparent and fair capital market plays an important role in development of a country's industrialization and economic development. To develop such a fair and accountable capital market, Bangladesh Securities and Exchange Commission was established as the regulator of the capital market with the following missions:

- Protecting the interest of investors in securities;
- Developing the capital and securities markets; and
- Making rules on securities related matter or ancillary thereto.

The Commission consists of the Chairman and four full time Commissioners who are appointed by the government for four years and terms of their service is determined by the government. The government may reappoint them subject to their age not exceeding 65 years. The Chairman discharges duties as the chief executive of the Commission.

The Commission carries out all its activities to meet purposes of the securities laws. Major activities of the Commission are listed below:

- Approval for issuance of securities;
- Making of securities related Rules;
- Market surveillance on securities trading ;
- Ensuring corporate governance in listed companies,
- Conducting countrywide financial literacy;
- Enforcement actions against violation of securities Laws;
- Regulating capital market and its intermediaries;
- Conducting research and publishing information.

## 5. Capital Market Related Activities:

### A seminar titled 'Regional Seminar on Financial Literacy and Investor protection 'organized by APEC FRTI in Dhaka

"It is possible to create employment at a higher rate through industrialization in the country. The more people are involved in the capital market, the more acceleration of industrialization will be occurred. But their awareness is one of the prerequisites for building a strong capital market. "

-Honourable Prime Minister Sheikh Hasina spoke at the opening ceremony



The chief guest hon'ble Prime Minister of the Government of the People's Republic of Bangladesh, Sheikh Hasina inaugurated the Regional Seminar titled 'Regional Seminar on Financial Literacy and Investor Protection' held at Pan Pacific Sonargaon Hotel, Dhaka on 8 July 2019

On July 8, 2019 the Bangladesh Securities and Exchange Commission and the Asian Development Bank (ADB) jointly organized a four-day long seminar titled 'Regional Seminar on Financial Literacy and Investor Protection' at the Pan Pacific Sonargaon Hotel in the capital. Honorable Prime Minister of the Government of the People's Republic of Bangladesh Sheikh Hasina was the chief guest in the occasion. A total of 50 delegates from India, Japan, Philippines, Nepal, Cambodia, Thailand, South Korea, Malaysia, Indonesia and Iceland including 38 (thirty eight) from Bangladesh, participated in it.



Dr. M. Khairul Hossain, Chairman of BSEC presided over the program while Manmohan Prakash, Country Director, Bangladesh Resident Mission, Asian Development Bank (ADB) was present as special guest. Cabinet Members, Members of Parliament, Senior Secretary of Bank and Financial Institutions Division of Ministry of Finance, Commissioners of BSEC, Executive Directors and Senior Officials of BSEC, Directors and Shareholders of Dhaka Stock Exchange & Chittagong Stock Exchange Limited, representatives of various business associations, leaders of various business organizations, representatives of merchant banks, leaders of different associations, senior officials of listed companies, representatives of government, private and corporate companies and a large number of representatives of the capital market participated in the seminar.

Hon'ble Prime Minister hoped that more employment could be created through industrialization in the country. This industrialization requires domestic entrepreneurship and investment. The government believes that it is possible to create new entrepreneurs through the capital market. The more people will involve in capital market, the more industrialization will accelerate.

She said that participants from across the country and abroad would be benefited from the discussion of this seminar organized by BSEC and ADB under Asia Pacific Economic Cooperation (APEC) Financial Regulators Training Initiative (FRTI). To strengthen the base of their country's capital market, we will be trying our one by being enriched from the experience of others. Later, the Prime Minister thanked everyone and announced the inauguration of the seminar.

## 5.2 Inauguration of the platform of Online Submission of Monthly reports for the market intermediaries



Dr.M.Khairul Hossain, Chairman of BSEC is speaking at the inaugural ceremony of the platform of Online Submission of Monthly reports

On 24th July 2019, the inaugural ceremony of the platform of Online Submission of Monthly Reports for the market intermediaries was organized at the Multipurpose Hall of the Securities Commission Building. BSEC's Chairman Dr. M. Khairul Hossain was present as chairperson of the ceremony. Commissioner Professor. Helal Uddin Nizami, Prof. Dr. Swapan Kumar Bala and Mr. Khandaker Kamaluzzaman were also present in the ceremony. The platform was inaugurated in the presence of top executives of market intermediaries and commission's officials.

BSEC's Chairman Dr. M. Khairul Hossain inaugurated the platform of Online Submission of Monthly Reports. In his inaugural address, Hossain emphasized on the implementation of e-services in the activities of the commission and called for enhancing efficiency in the activities.



He congratulated Mr. Farhad Ahmed, Executive Director and Assistant Director, Mr. Gaur Chand Sarkar and Mr. Shahidul Islam for their contribution. He also mentioned that Mr. Farhad Ahmed, Executive Director has been contributing to various innovative activities at different times, which is bringing excellence to the work of the Commission. He also encouraged other employees of the Commission to work on such innovative ideas. BSEC's Chairman Dr. M. Khairul Hossain awarded letters of appreciation on behalf of the Commission to Mr. Gaur Chand Sarkar, Assistant Director of the Commission and Md. Shahidul Islam for their contribution to construct this online platform

### 5.3 Paying homage to the Father of the Nation on the National Mourning Day on 15th August 2019 by the Commission, discussion on the mourning day and Doa Mahfil

The following month-long program was observed by Bangladesh Securities and Exchange Commission on the occasion of the 44th martyrdom anniversary of the great dreamer of independence Father of the Nation Bangabandhu Sheikh Mujibur Rahman, , to observe the National Mourning Day 2019:

15th August 2019:

In the morning of the National Mourning Day on 15 August 2019, under the leadership of the Commissioner of the Commission, Professor. Helal Uddin Nizami, all the commissioners and all the staff of the commission paid homage to the great architect of independent Bangladesh, Father of the Nation Bangabandhu, by laying a wreath at Dhanmondi 32.



Laying wreath by the Commission on the portrait of the dreamer of independent Bangladesh, the father of the nation, Bangabandhu Sheikh Mujibur Rahman located at Dhanmondi 32 after the mourning rally on 15 August 2019

- The national flag is kept at half-mast;
- Holding black batches by all employees of the Commission;
- In order to uphold the solemnity of the day of mourning, various placards and banners commemorating the martyrs of August 15 including Bangabandhu were put up in the Securities Commission building;
- Mourning rally is held with the participation of all the employees of the commission.

## **25<sup>th</sup> August 2019: National Mourning Day discussion program**



Dr.M.Khairul Hossain, Chairman of BSEC is speaking in the National Mourning Day discussion program

As part of the National Mourning Day program, a discussion meeting was held at the Multipurpose Hall of the Securities Commission Building at 03.00 pm under the chairmanship of the Chairman of the Commission. Mr. HT Imam, Political Adviser to the Hon'ble Prime Minister of the Government of the People's Republic of Bangladesh was present as the Chief Guest at the discussion. In his speech, Mr. Imam gave an overview of the overall background, including the experience of working with the Father of the Nation. Various aspects of the life of the great dreamer of independence Father of the Nation Bangabandhu Sheikh Mujibur Rahman, was discussed in the meeting. At the meeting, the Chairman, Commissioners and staff of various grade paid their respects to all the martyrs on 15 August 1975 including the Father of the Nation and discussed the biographical and political philosophy of Bangabandhu. He recalled Bangabandhu's contribution in achieving independence and changing the society with great gratitude.

## 28 August 2019: Doa Mahfil



As part of the National Mourning Day program, a doa mahfil was organized at 3.30 pm at the Multipurpose Hall of the Securities Commission Building in memory of all the martyrs of August 15, including the Father of the Nation. In the doa mahfil, prayer was offered for the forgiveness of the souls of Father of the Nation Bangabandhu Sheikh Mujibur Rahman, all his family members and other martyrs. Earlier to this, 15 hafez completed the recitation of the full holy Quran.

In addition, important stakeholders of the Commission such as Dhaka Stock Exchange, Chittagong Stock Exchange and CDBL were instructed to observe the National Mourning Day program. Dhaka Stock Exchange, Chittagong Stock Exchange and CDBL undertook various programs on the occasion of National Mourning Day.

## 5.4 Celebrating World Investor Week 2019



The International Organization of Securities Commissions (IOSCO), an international body that sets global standards for capital market regulators, has been announcing World Investor Week every year since 2017 to create awareness among investors. Accordingly, World Investor Week was celebrated in Bangladesh for the third time from 30 September to 06 October 2019. On September 30, 2019, BSEC's Chairman Dr. M. Khairul Hossain inaugurated World Investors Week-2019 at the Securities Commission Building. BSEC's Commissioner Prof. Md. Helal Uddin Nizami, Prof. Dr. Swapankumar Bala, Mr. Khandaker Kamaluzzaman were present in the ceremony. About 200 representatives of various capital market organizations including BSEC participated in the ceremony.



Dr.M.Khairul Hossain is speaking at the World Investor Week 2019 celebration ceremony as the chief guest

In the keynote address, the Chairman of BSEC congratulated all the stakeholders including the investors on the occasion of World Investor Week 2019 and highlighted the significance of this day. He further mentioned that in order to develop the market, steps have been taken to bring telecom company Robi to the capital market to increase its market capitalization, besides many new products will be launched in the market before June next year. This will

increase the depth and stability of the market. Regarding the Customer Complaints Address Module set up by the Commission for expeditious receipt and disposal of investors' grievances, he said that this module would enable investors to lodge their grievances online and BSEC itself and the concerned institutions would resolve these grievances on-line and will let them inform.

## **5.5 Inauguration of on line based Customer Complaint Address Module for the Capital Market**



Dr.M. Khairul Hossain inaugurated the on line based Customer Complaint Address Module

On September 30, 2019 BSEC Chairman Dr. M. Khairul Hossain inaugurated the International Investors Week announced by the International Organization of Securities Commissions (IOSCO) as well as the on-line based Customer Complaints Address Module (CCAM) for the capital market to receive and resolve investor complaints quickly on-line. Regarding the Customer Complaints Address Module set up by the Commission, he said that it would enable investors to lodge their grievances online and the BSEC and concerned agencies would expedite the disposal of the grievances and inform them online. The Commission deals with the grievances of capital market investors in a lawful manner. Earlier, investors used to file complaints in hard copy to the commission. Investors can easily lodge complaints online from anywhere by visiting the BSEC website through the newly launched CCAM. Not only that, he will be able to know the current status of the filed complaint online. If he is not satisfied with the outcome of the complaint, he can appeal through the same system and, if necessary, withdraw the complaint. Moreover, he will receive the acknowledgment of receipt along with the complaint number in the e-mail as soon as the complaint is lodged. Since this module is automated, the complaint will be forwarded to the concerned organization as soon as the complaint is lodged and no separate official approval is required for this. As a result, it will be possible to settle complaints in a much shorter time than before. On the other hand, BSEC will store the information of this complaint in the form of a database and use it for supervision.



## 6. Capital Market Regulatory Reforms and Compliance (CMRRC)

Following amendments/orders/directives have been issued by the Commission which are presented in website:

<b>Serial No</b>	<b>Subject</b>	<b>Classification</b>	<b>Reference No.</b>
1.	Regarding re-investment procedure in declaration of dividend of mutual fund	Order	BSEC/CMRRCD/2009-193/228 dated 16 July 2019
2.	Repeal of the Order No. SEC/CFD/2001/Admin/02-03 dated 04 October 2001	Order	BSEC/CMRRCD/2009-193/230/Admin/99 dated 25 July 2019

## 7. Corporate Finance

Sl.	Particulars	Action taken	No. of Company
1.	Reports on utilization of proceeds of IPO/RPO/Rights Issue / Convertible Preference Shares	Reports/Audit reports on utilization of fund raised through IPO/RPO/Rights Issue/Convertible Preference Shares have been accepted by the Commission	08
		Revised proposal on utilization of IPO/Rights Issue Proceeds have been accepted by the Commission	01
		Explanation sought from the issuers	07
		Referred to Enforcement Department to take necessary action against the issuer for non-compliance with the securities laws	01
2.	Extension of time for submission of Audited Financial Statements for the year ended on December 31, 2018	Time extended	13
3.	Audited Financial Statements for the year ended on June 30, 2017	Issuer's explanations on the information provided in the financial statements has been accepted by the Commission	07
		Auditor's explanations on the information provided in the auditors' report on the financial statements has been accepted by the Commission	04
		Referred to Enforcement Department to take necessary action against the issuer for non-compliance with the securities laws	06
		Referred to Enforcement Department to take necessary action against the auditor for non-compliance with the securities laws	04
4.	Extension of time for submission of quarterly audited /un-audited financial statements for the 1 <sup>st</sup> quarter ended on March 31, 2019	Time extended	13
5.	Quarterly audited /un-audited financial statements for the 1 <sup>st</sup> quarter ended on September 30, 2017, 2018 and 2019	Explanation sought on the information provided in the financial statements from the issuer	03
		Issuer's explanations on the information provided in the financial statements has been accepted by the Commission	01
6.	Extension of time for submission of quarterly audited /un-audited financial statements for the 2 <sup>nd</sup> quarter ended on June 30, 2019	Time extended	03
7.	Quarterly audited /un-audited financial statements for the 2 <sup>nd</sup>	Explanation sought on the information provided in the financial statements from	03

	quarter ended December 31, 2017 and 2018	the issuer	
8.	Quarterly audited /un-audited financial statements for the 3 <sup>rd</sup> quarter ended on March 31, 2018 and 2019	Explanation sought on the information provided in the financial statements from the issuer	04
9.	Appointment of Independent Director	Consent accorded	06
10.	Panel of Auditors	Audit firm excluded/removed from the panel of auditors.	01
11.	Corporate Governance Code	Referred to Enforcement Department to take necessary action against the issuer for non-compliance with the Corporate Governance Code	01

## 8. Capital Issue

### List of approval of Private Limited Companies' capital raising:

SI	Name of the Company	Consent Letter issued	Amount
1	Alliance Capital Asset Management Limited	08.07.2019	150,000,000
2	Data edge limited	08.07.2019	58,319,750
3	Sembcorp North-West Power Company Limited	14.07.2019	1,026,200,000
	<b>Total taka</b>		<b>1,234,519,750</b>

### List of approval of Public Limited Companies' capital raising:

SI	Name of the Company	Consent Letter issued	Amount
1	Industrial and Infrastructure Development Finance Company Limited	02.07.2019	400,000,000
2	Quasem Lamps Limited	05.08.2019	3,600,300
	<b>Total Taka</b>		<b>403,600,300</b>

### List of approval of Companies' Bond and Debenture issues:

SI	Name of the Company	Consent Letter issued	Amount
1	Beximco Communications Limited	01.07.2019	10,000,000,000
2	The Premier Bank Limited	03.07.2019	5,000,000,000
3	Bank Asia Limited	16.07.2019	5,000,000,000
4	United Mymensingh Power Limited	25.07.2019	10,414,620,000
5	Strategic Finance Limited	29.07.2019	5,000,000,000
6	Standard Bank Limited	18.09.2019	5,000,000,000
	<b>Total Taka</b>		<b>40,414,620,000</b>

## **09. Surveillance**

### **Daily Market Surveillance:**

As part of daily market surveillance, the surveillance officials watch and analyze the trading activities of the stock exchanges through Commission's surveillance system "InstantWatch Market" in order to find out irregularities, suspicious trading and market misconducts, if any. At the end of daily trading, a daily trade report is prepared by pointing out market conditions and is submitted to the Chairman, the Commissioners and concerned Executive Director of the Commission.

### **Enquiry and Investigation:**

In order to ensure fair trading and build confidence of investors in the securities market, it is necessary to ensure proper compliance of securities related laws, rules and regulations through investigation into suspicious and manipulative cases. During July-September 2019, BSEC Submitted 01(One) Enquiry report for next course of action. During this period Dhaka Stock Exchange Limited (DSE) and Chittagong Stock Exchange Limited (CSE) have submitted total 13 (Thirteen) investigation reports to the Commission.

As per instruction of BSEC, Dhaka Stock Exchange Limited and Chittagong Stock Exchange Limited investigated into short-selling alerts generated in "InstantWatch" market surveillance system during July -September, 2019 and submitted reports to the Commission. After examination of investigation reports submitted by the Dhaka stock Exchange Limited, it has been found that 13 (Thirteen) stock brokers/stock dealers were involved with short-selling of securities. Subsequently, approvals of those cases have been taken to refer them to Enforcement Department for next course of action.

## 10. Registration

Registration department deals with activities of issuance and renewal of Certificates of Stock Dealer /Stock Broker, Authorized Representative, Merchant Bank, Asset Management Company, Depository Participant, Fund Manager, Trustee of Debt Securities, Security Custodian. During the period, the following certificates have been issued and renewed:

SL No.	Types of Certificate Issued	No. of Certificates Issued	No. of Renewal Certificate	Branch Approval	office Transfer
01	Stock Dealer (i)	-	55 (DSE)	03	02
		-	10(CSE)	--	--
02	Stock Broker (i)	-	61(DSE)	--	--
		-	11 (CSE)	--	--
03	Authorized Representative (i)	55 (DSE)	271	--	--
		25(CSE)	51	--	--
04	Merchant Bank (ii)	--	--	--	--
05	Asset Management Company (iii)	03	--	--	--
06	Security Custodian (iv)	--	01	--	--
07	Depository Participant (v)	01 (CDBL)	75	--	--
08	Trustee of Debt Securities (vi)	07	--	--	--
09	Fund Manager (vii)	01	--	--	--
10	Trustee (vii)	01	--	--	--
11	Custodian for Mutual Fund(iii)	--	--	--	--

Registration department carries out activities under the followings rules and regulations

- i. সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (স্টক ডিলার, স্টক ব্রোকার ও অনুমোদিত প্রতিনিধি) বিধিমালা, ২০০০;
- ii. সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মার্চেন্ট ব্যাংকার ও পোর্টফোলিও ম্যানেজার) বিধিমালা, ১৯৯৬;
- iii. সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মিউচুয়াল ফান্ড), বিধিমালা, ২০০১;
- iv. সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (সিকিউরিটিজ কাস্টডিয়াল সেবা) বিধিমালা, ২০০৩;
- v. ডিপজিটরি (ব্যবহারিক) প্রবিধানমালা, ২০০৩;
- vi. Securities and Exchange Commission (Private Placement of Debt Securities) Rules, 2012;
- vii. Securities and Exchange Commission (Alternative Investment) Rules, 2015;

DSE= Dhaka Stock Exchange

CSE= Chittagong Stock Exchange

CDBL= Central Depository Bangladesh Limited

## **11. Mutual Fund and Special Purpose Vehicle (MF & SPV)**

During the period, following activities have been accomplished:

(1) Public issue related functions of mutual fund:

SL.	Name of the Fund	Consent letter Issued Date	Fund Size (TK. in crore)
1	Esquire ICL Apparel Fund (open-end)	01.07.2019	25.00
2	Capitec Popular Life Unit Fund (open-end)	22.07.2019	25.00
3	EDGE AMC Growth Fund (open-end)	22.07.2019	10.00
4	IDLC Asset Management Shariah Fund (open-end)	28.07.2019	50.00
5	LankaBangla First PI Fund (Alternative Investment Fund)	29.09.2019	25.00

## 12. Supervision and Regulation of Markets and Issuer Companies (SRMIC)

Following activities have been accomplished:

- **List of AGM and Dividend of listed Companies:**

Sl.	Name	Year-End	Date of AGM	Dividend	
				cash	stock
1	Social Islami Bank Ltd.	Dec-18	7/2/2019	-	10%
2	Sonar Bangla Insurance Ltd.	Dec-18	7/2/2019	6.00	6%
3	Rupali Insurance Company Ltd.	Dec-18	7/3/2019	-	10%
4	IFIC Bank Ltd.	Dec-18	7/4/2019	-	10%
5	ICB Islamic Bank Limited	Dec-18	7/11/2019	nil	-
6	Premier Leasing & Finance Limited.	Dec-18	7/11/2019	-	5%
7	Popular Life Insurance Company Ltd.	Dec-18	7/15/2019	40.00	-
8	Berger Paints Bangladesh Ltd.	Dec-18	7/17/2019	250.00	-
9	Purabi Gen. Insurance Company Ltd.	Dec-18	7/18/2019	11.00	-
10	Marico Bangladesh Ltd.	Dec-18	7/24/2019	650% (including 600% Interim)	-
11	Delta Life Insurance Co. Ltd	Dec-18	7/24/2019	26.00	-
12	Bangladesh General Insurance Company Ltd.	Dec-18	7/25/2019	10.00	-
13	Shahjalal Islami Bank Ltd.	Dec-18	7/25/2019	-	10%
14	MIDAS Financing Ltd.	Dec-18	7/25/2019		2.50
15	Islami Insurance BD. Ltd.	Dec-18	7/27/2019	10.00	-
16	Janata Insurance Company Ltd.	Dec-18	7/30/2019	5.00	5%
17	Eastern Insurance Co. Ltd.	Dec-18	7/30/2019	20.00	-
18	National Credit and Commerce Bank Ltd.	Dec-18	7/30/2019	5.00	5%
19	One Bank Limited	Dec-18	8/1/2019	-	10%
20	Peoples Insurance Company Ltd.	Dec-18	8/1/2019	6.00	-
21	Global Insurance Co. Ltd.	Dec-18	8/3/2019	-	5%
22	National Bank Ltd.	Dec-18	8/8/2019	-	10%
23	International Leasing and Financial	Dec-18	8/22/2019	-	5%



	Services Ltd.				
24	Pragati Life Insurance Ltd.	Dec-18	8/25/2019	15.00	15%B
25	Fareast Finance & Investment Limited	Dec-18	9/4/2019	nil	-
26	Progressive Life Insurance Co. Ltd.	Dec-18	9/12/2019	5.00	5%B
27	National Life Insurance Co Ltd	Dec-18	9/25/2019	30.00	-
28	Sunlife Insurance Company Limited	Dec-18	9/25/2019	nil	-
29	Prime Islami life Insurance Ltd.	Dec-18	9/26/2019	12.00	-
30	Rupali Life Insurance Co.Ltd.	Dec-18	9/26/2019	12.00	-
31	Meghna Life Insurance Co. Ltd.	Dec-18	9/26/2019	20.00	-
32	Sandhani Life Insurance Ltd	Dec-18	9/29/2019	15.00	-
33	Fareast Islami Life Insurance Co. Ltd.	Dec-18	9/29/2019	20.00	-

• **Complaints against listed companies:**

<b>Nature of Complaint</b>	<b>No. of Companies</b>	<b>Under Process</b>	<b>Resolved</b>
Non-payment or delay in payment of dividend	6	3	3
Miscellaneous	16	6	10
<b>Total</b>	22	9	13

All the complaints have been settled by DSE, CSE and reported to the Commission as per the above format under the BSEC Notification No. SEC/SRMIC/94-231/271 dated October 12, 2011.

## 13. Supervision and Regulation of Intermediaries (SRI)

The functions of SRI Department are supervising and regulating the activities of stock-dealers/stock brokers, depository participants, security custodian, merchant bankers, Asset Management Companies and other market intermediaries. This department conducts the regular inspection of stock brokers/dealers, depository participants and merchant banks on monthly basis and also conducts special inspection as and when required. The SRI department also deals with the complaints lodged by the general investors and other stakeholders. During **July-September, 2019** the following activities were performed by this department:

- A. Customer Complaint Address Module (CCAM):** SRI department is responsible for settling the investor complaints as per law. Previously the customers submitted their complaints in the form of letter (hard copy): On 30th September, 2019, on the first day of World Investor Week 2019 of International of Organization of Securities Commissions (IOSCO), an online system named the Customer Complaint Address Module (CCAM) was launched to make entire redressal system automated and also to create a database of the submitted complaints. Under this Module, the investors will be able to submit their complaints online by visiting BSEC's website. They will be able to track the current status of their submitted complaints online and also be able to withdrawn submitted complaints if they wish. If the investors are not happy with the outcome of their submitted complaints, they will be able to submit appeal using the same module. Soon after submission of the complaints, the investors will get an acknowledgment from the system with a complaint number. Submitted complainants will immediately reach to the respective stakeholders and there will be no need to register these in the manual file. As a result complaint settlement time will be reduced significantly and information stored in the database can be used for supervision work.
- B.** SRI department is responsible for examining the annual audited accounts of the TREC Holder. During the period, 186 audited accounts of the TREC Holder are examined and out of which SRI department has given observation on 80 accounts. Of these 80 accounts, it appeared that 16 TREC Holder had deficits of Tk.35.84 crore in the Consolidated Customer's Accounts (CCA) and 06 TREC Holder had given Tk.23.94 crore loan to Directors violating rules. Maximum deficit and loan amount have been returned to TREC Holders accounts due to intervention of SRI department. The summary are furnished below:-

Summary of deficit in the Consolidated Customers' Account:

Description	No. of Companies	Amount
Adjusted Deficit in Consolidated Customers' Account	13	28.99 Crore
Unadjusted Deficit in Consolidated Customers' Account	03	6.85 Crore

Summary of loan to Directors:

Description	No. of Companies	Amount
Adjusted credit facilities taken by Director of the companies	03	9.25 Crore
Unadjusted credit facilities taken by Director of the companies	03	14.69 Crore

Those who have not adjusted the deficit of CCA's and have not repaid the loan will be instructed soon upon approval of the Commission.

Complaints against Market Intermediaries (DSE, CSE and Merchant Bankers):

Nature of Complaints	No. of Complaints Received (July-September, 2019)	Under Process/ Held up	Referred to Enforc. Dept. for Action	Referred to DSE/CSE/MB for Action	Resolved
Unauthorized sales of share	10	1	1	7	1
Non-transfer of share	4	-	-	4	-
Non-payment of sales proceeds	3	1	-	1	1
Force sale / Margin Related	-	-	-	-	-
Financial loss due to non-transfer of share	-	-	-	-	-
Delay in settlement	-	-	-	-	-
Corruptions of Broker/ Dealer and Others	3	-	-	1	2
Cash/Cheque/Dividend/ Bonus related	-	-	-	-	-
Others	3	-	-	1	2
<b>Total</b>	<b>23</b>	<b>2</b>	<b>-</b>	<b>14</b>	<b>6</b>

## 14. Enforcement

Under the Securities laws, the Enforcement Dept takes legal measures including imposition of monetary penalty against those who break /violate securities laws in consideration of the nature of offences they commit. Prior to taking measures it follows due process that includes carrying out inspection and enquiry. On the basis of violations of securities laws detected during the inspection/enquiry process, explanations are sought from the concerned issuer and person or institution alleged and then hearing is conducted as per the concerned securities laws and thereafter a report is submitted before the Commission. The Commission takes necessary legal action as per securities laws.

During the period, enforcement actions taken against issuer companies, chartered accountant firms, stockbrokers, stock-dealers, Credit Rating Company, depository participants (DPs), issue managers and others by the Commission for non-compliance of the securities related laws are furnished as below:

Sl. No.	Nature of institution	No. of Institutions	Nature of Action	
			Penalty	Warning
01	Issuer Company	2	-	2
02	Stock Broker/ Stock Dealer/Authorized Representatives	56	-	56
03	Merchant Banks	1	-	1
04	Investors	1	-	1
	Total	60	-	60

## 15. Law

A total of 540 cases filed by or against Bangladesh Securities and Exchange Commission 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	11
		High Court Division	231
02.	Special Tribunal, BSEC Dhaka		16
03.	District Judge Court, Joint Dist. Judge Court, Assistant Judge Court, Dhaka		11
04.	Chief Metropolitan Magistrate Court, Dhaka		03
05.	General Certificate Court, Dhaka		268
<b>Total number of Cases :</b>			<b>540</b>

## 16. Central Depository Services (CDS)

The following companies joined the CDBL during the period:

Sl	Name of the companies	Enlisted in CDBL
1	Sea Pearl Beach Resort and Spa Limited	July 16, 2019
2	AAML Unit Fund	July 17, 2019
3	Copper tech Industries Limited	August 5, 2019
4	CWT Emerging Bangladesh First Growth Fund	August 21, 2019
5	Esquire ICL Apparel Fund	August 26, 2019
6	EDGE AMC Growth Fund	September 25, 2019

## 17. Management Information Systems (MIS)

- MIS Department deals with providing assistance to different departments of BSEC through development of automation in their activities, development of capital market monitoring system based on computerized data analysis, informing all about securities laws and other related matters through website and thus enabling the Commission with capacity of modern information technology.
- Initiatives have been taken to develop new technology based network and information technology infrastructure at the Commission's new office building. Upon implementation, officers of the Commission will be able to use new Computer/Laptop and high speed Gigabit LAN. At present, 200 Mbps internet connection has been set up with LAN of the Commission which officers of the Commission are using from their workstation on shared basis. The internet connection has been made redundant; as a result, uninterrupted use of internet has been made successful. Besides, establishment of WiFi network through out of the Securities Commission Bhaban is under process.
- At present all officers of BSEC use computers in their daily activities. All computers are connected through local area network (LAN). BSEC has already prepared e-Service Roadmap-2021, under which new technology-based online Regulatory Information System is in implementation process. Upon implementation, all Stakeholders will be able to submit their report through online using this system. Integrated Securities and Exchange Commission Automated System (SECAS) is still existing at BSEC, but it is old one.
- The website of the Commission has already been made dynamic database based. Now, the website has three domains - [www.sec.gov.bd](http://www.sec.gov.bd), [www.sec.gov.bd](http://www.sec.gov.bd) and [www.এসইসিবিডি.বাংলা](http://www.এসইসিবিডি.বাংলা). The website can be browsed through these three domains. Securities related acts, rules, regulations, order, directive, notification etc have been presented on BSEC's website in an innovative way that is more helpful for users to find out information.
- The government's e-Nothi system has been implemented in the Commission with the help of a2i, through which electronic filing system has been introduced replacing traditional paper based filing. As a result, paper-based filings have been transforming into electronic filing gradually. A2I has provided training to all employees of the Commission in this regard.
- The Commission has prepared e-Service Roadmap 2021, which is also in implementation process. Once the e-services are implemented, services that are possible to be provided through e-services will replace the manual process. As a result, citizens and stakeholders will enjoy the benefits of this system.
- The Commission is dealing with official procurement activities through e-gp portal of the government. The MIS department is providing necessary support in this regard.
- MIS Department carries out various systems development, modification, website upgradation, and planning, operation & support for IT infrastructure maintenance activities, as per requirement of the Commission.

**During July - September, 2019, Important Web Uploads:**

<b>Works</b>	<b>Number</b>
IPO Prospectus Upload	2
Mutual Fund Prospectus Upload	4
Enforcement Actions Upload	62
Other Order/Notification/Directive etc Upload	11
Quarterly Report Upload	2
Proposed Draft Rule Upload for Comments	1
Press Release	10
Tender	2

## 18. Research and Development

- During the period, the following activities have been accomplished:-
  - a. Monthly report sent to the government as requested:-
    1. Report on status of progress on Hon'ble Prime Minister's commitments / directions.
    2. Monthly report on mentionable/important activities.
  - b. Information submitted to the honorable parliament as requested:-
  - c. Monthly report sent to the Central Bank as requested:-
    1. Monthly trade report of Capital Market
  - d. Send information for publication of ministry in accordance with needs.
    1. Capital market information for Economic Review according to needs.
    2. Capital market information for publication of activities of financial institutions according to needs
  - e. The following reports have been published:

<b>Name of Work</b>	<b>Publication Time</b>
Annual Report (Bengli)	2018-2019
Annual Report (English)	2018-2019
Quarterly Review	01
Traimashik Parikrama	01



## 19. Financial Literacy

Financial Literacy Department of the Commission conducts different types of Seminar, Workshop, and conference with active participation of the investors and creates awareness among investors about investment decision process. The Department approves training program to different intermediaries of the capital market and also conduct training program for Authorized Representative of the Stock Exchanges. Departmental activities are given below:

<b>SL.No</b>	<b>Particular</b>	<b>Number of Participants</b>
01	Training for Authorized Representatives	54
02	Training through daily investment education program	33
03	Training by intermediaries through investment education program	2416
04	Training for those who are involving in intermediaries activities	847
05	Training through Bangladesh online news paper ArthoSuchak.	196
	Total	3546

## **20. International Affairs**

During the time, International Affairs Department performed following activities:

1. For achieving better skills in English, BSEC has arranged training program for its officers in collaboration with British Council, Bangladesh. After completion of the 1<sup>st</sup> batch, total 20 (twenty) Assistant Directors and Personal Officers participated in the 2<sup>nd</sup> batch program from 16 June to 30 July, 2019. The program will be conducted for Deputy Directors, Assistant Directors and Personal Officers of BSEC on regular basis. International Affairs Department is coordinating this program.
2. A regional Seminar on ‘Financial Literacy and Investor Protection’ was held in Dhaka from 8 to 11 July 2019 as part of APEC Financial Regulators Training Initiative. BSEC and Asian Development Bank (ADB) jointly organized the seminar. Participants from different jurisdictions took part in the program. BSEC has successfully arranged such International Seminar for the first time. International Affairs Department maintained continuous liaison and provided necessary supports to the committee formed in this regard.
3. As like previous two years, BSEC has decided to observe the World Investor Week, 2019 from 30 September 2019. International Affairs Department is maintaining continuous liaison with IOSCO.
4. Besides these activities, surveys sent from different international organizations have been responded in due time. International Affairs Department had replied several correspondences of foreign bodies concerning queries on different issues and maintained continuous liaison throughout the quarter.

## 21. Stock Exchanges' operational statistics

### DSE OPERATIONAL STATISTICS

Trading Month	DSE Board Index (DSEX)	Market Capitalization in Million Tk.	No. of Trading Days	Turnover of Securities in Million (No.)		Traded Amount in Million Tk.	
				Monthly	Daily Average	Monthly	Daily Average
July	5138.79	3834777	22	139	6.34	4476.04	203.46
August	5095.78	3808457	16	113	7.04	4029.18	251.82
September	4947.64	3738542	21	228	10.87	5957.87	283.71
<b>Total</b>			59	480	8.14	14463.10	245.14

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

### CSE OPERATIONAL STATISTICS

Trading Month	All Share Price Index	Market Capitalization in Million Tk.	No. of Trading Days	Turnover of Securities in Million (No.)		Traded Amount in Million Tk.	
				Monthly	Daily Average	Monthly	Daily Average
July	15725.4624	3131686.83	22	192.13	8.73	4786.25	217.56
August	15580.6008	3094938.50	16	126.21	7.89	4795.08	299.69
September	15046.7320	3019729.74	21	146.21	6.95	5474.70	260.70
<b>Total</b>			59	464.36	7.87	15056.03	255.19

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

Source: Concern Stock Exchanges

## 22. Press Release

The Commission has issued 10 press releases on its activities during this period, which are uploaded in Commission's website ([www.sec.gov.bd](http://www.sec.gov.bd) and [www.secbd.org](http://www.secbd.org), [www.এসইসিবিডি.বাংলা](http://www.এসইসিবিডি.বাংলা)).