



Quarterly Review
January -March 2005

Securities and Exchange Commission
Bangladesh

SECURITIES AND EXCHANGE COMMISSION

Quarterly Review **January - March 2005**

A PUBLICATION OF THE SEC

Securities and Exchange Commission

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CAPITAL MARKET NEWS

The Commission

Trading of Government Bonds started:

The trading of government bonds started in the Dhaka Stock Exchange on January 1, 2005 that added a new investment product for the investors in the capital market. Government Bonds of five years and ten year's maturity are now traded in the stock market.

Settlement and clearing period reduced:

The Securities and Exchange Commission (SEC) reduced clearing and settlement period of securities transactions in the stock exchanges to T+1 and T+3 respectively for A, B and G category shares.

Investors' Education Program held:

The Securities and Exchange Commission (SEC) conducted investors' education program at SEC; two programs in each month from January to March 2005. A total of 122 investors participated in the program. The course included regulatory framework; securities transactions and investment procedure, 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.

Education program for Business Student Society of IUB held:

The Securities and Exchange Commission (SEC) organized an education program on capital market for Business Student Society of Independent University of Bangladesh (IUB) on March 17, 2005 at SEC. 15 students led by Professor Borhan Uddin, Director, School of Business, of IUB participated in the program. Mr. Abbas Uddin Khan, FCA Member, SEC delivered the address of welcome. SEC officials presented key issues of country's capital market including regulatory framework, investment in secondary market and central depository system

Dhaka Stock Exchange

Four new Directors elected:

The Director election 2005 for electing four Directors was held in Dhaka Stock Exchange on February 10, 2005. A total of 139 members cast their votes in the election. Mr. Khwaja Ghulam Rasul, Mr. N U M Oliullah, Mr. Kazi Feroz Rashid and Mr. Ahmad Rashid were elected as directors for the next three-year term. They will replace four retiring directors namely Mr. Ahmed Iqbal Hasan, Mr. Abdul Haque, Mr. Abdul Mannan, M P and Mr. Md. Hanif Bhuiya

Annual General Meeting held:

The 43rd Annual General Meeting of Dhaka Stock Exchange was held on February 17, 2005. A large number of members attended the meeting. The meeting was presided over by Mr. Ahmed Iqbal Hasan, out-going president of the exchange. The members present unanimously approved the Board of Directors Report and the audited accounts and balance sheet for the year 2003-

2004. The meeting also approved the appointment of A. Qasem & Co. chartered accountants as statutory auditor of DSE.

New President, Senior Vice President and Vice President elected:

The Board of Directors of Dhaka Stock Exchange Ltd. elected its President, Senior Vice President and Vice President through an election held on February 17, 2005 at Dhaka Stock Exchange. Mr. Md. Shahiq Khan, Mr. Md. Feroz Khan and Mr. Ahmad Rashid were elected unopposed as the President, Senior Vice President and Vice President respectively for the year 2005.

DSE approved 35 new memberships :

Dhaka Stock Exchange Ltd. approved 35 new memberships of DSE. In a board meeting of DSE held on February 2, 2005 the final approval was given to the following new members: Mercantile Insurance Co. Ltd., Chittagong Builders and Machinery Ltd., Wifang Securities Ltd., Modern Equity Ltd., Coast to Coast Securities Ltd., Rasti Securities Consultant Ltd., AL Securities Ltd., Sharp Securities Ltd., MIKA Securities Ltd., Mutual Trust Bank Ltd., Parisha Trade System Ltd., Shahidul Huq Sikdar Securities Ltd. Buriganga Industries Ltd., Dynamic Steel Complex, Conmark Ltd., Business Trade Syndicate Ltd., Oshadhi Industries Ltd., Primet Securities Ltd., Stock and Bond Ltd., MKM Securities Ltd., Abdul Monem Ltd., Synthia Securities Ltd., AD Holdings Ltd., Balaka Composite Textile and Sweater Mills Ltd., Fibers Industries Ltd., Pubali Bank Ltd., United Financial Trading Co. Ltd., Expo Traders Ltd., United Enterprise Co Ltd., Energy Development Co Ltd., Total Communications Ltd., Mercantile Bank Ltd., AB Bank Foundation Ltd., Mondol Securities Ltd., and M & Z Securities Ltd.

DSE President attended OIC Stock Exchanges' Meeting:

President of Dhaka Stock Exchange Ltd. Mr. Md. Shahiq Khan attended a round table meeting of stock exchanges of Organisation of Islamic Conference (OIC) members countries in Istanbul, Turkey on March 28, 2005 The round table titled ' Promotion of Co-operation Among the Stock Exchanges of the OIC countries' was the first inter-exchange round table among the Muslim countries.

Workshop on "Listing requirements" for Company Secretaries:

DSE organized a day –long workshop on "Listing requirements" for Company Secretaries at Dhaka Stock Exchange on March 15, 2005. A total of 25 listed company secretaries and high officials attended the program. DSE President Mr. Md. Shahiq Khan inaugurated the program. SEC Chairman Dr. Mirza Azizul Islam attended the concluding session as chief guest. President of Bangladesh Association of Publicly Listed Companies (BAPLC) Mr. Samson H Chowdhury was special guest.

DSE – BOI Joint move to woo Foreign Investors:

The Dhaka Stock Exchange (DSE) and the Board of Investment (BOI) have decided to launch a joint move to woo the foreign investors raise fund from the country's capital markets. The DSE directors and the Executive Chairman of Board of Investment (BOI) in a meeting held on March 17, 2005 at DSE board room decided that separate programs would be arranged before every

prospective foreign investors from now on to highlight the incentives and opportunities of offloading foreign company shares into the capital market.

Chittagong Stock Exchange

CSE De-listed Dhaka Dying and Manufacturing Co. Ltd.:

As per decision of the Board of Directors of Chittagong Stock Exchange Ltd. in a meeting held on February 9, 2005, CSE de-listed Dhaka Dying and Manufacturing Co. Ltd from its trading system. But the shares of the said company could be transacted on the O-T-C market of CSE.

Trading of Investment Corporation of Bangladesh (ICB) began from Barisal:

Investment Corporation of Bangladesh (ICB) began its share trading through the trading system of CSE on February 2, 2005 from Barisal.

First Meeting of Regional Market Committee of SAFE held in CSE:

The first meeting of regional market committee of South Asian Federation of Exchanges (SAFE) was held on March 25 – 26, 2005 in CSE conference room. The objective of this meeting was to prepare the principles of listing standard harmonization for regional stock exchanges under SAFE.

CORPORATE FINANCE

During January - March 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: January - March 2005

Sl. No.	Name	Last date of AGM	Dividend declared	Stock Dividend
01.	BOC Bangladesh Ltd.	25.01.2005	50%	--
02.	Padma Oil Company Ltd.	03.03.2005	50%	--
03.	Eastern Lubricants Blenders Ltd.	10.03.2005	25%	--
04.	Dutch-Bangla Bank Ltd.	15.03.2005	22.50%	--
05.	Samorita Hospital Ltd.	17.03.2005	--	10%
06.	Prime Bank Ltd.	30.03.2005	--	40%
07.	One Bank Ltd.	31.03.2005	--	17%
08.	Shyampur Sugar Mills Ltd.	24.03.2005	--	--
09.	Anwar Galvanizing Ltd.	30.03.2005	6%	--
10.	Zeal Bangla Sugar Mills Ltd.	31.03.2005	--	--
11.	Rahim Textile Mills Ltd.	06.01.2005	5%	--
12.	Kohinoor Chemicals Co. (BD) Ltd.	11.03.2005	17%	--
13.	H.R. Textile Mills Ltd.	20.03.2005	5%	--

CAPITAL ISSUE DEPARTMENT

The Commission accorded consent to the following three companies to raise capital through public issue during the January – March 2005 period.

Figures in million Taka.

Name of the Company	Date of Approval/ Publication /D-Listing	Sponsors Equity			Public Equity			Total (6+7+8)	Remarks (Issued at premium)
		Local	Foreign	Total	General Public	Foreign placement	Local placement		
1	2	3	4	5	6	7	8	9	10
Popular Life Insurance Co. Ltd.	28.03.05 29.03.05	30.00	--	30.00	45.00	--	--	45.00	At par
Fareast Islami Life Insurance Co. Ltd.	28.03.05 29.03.05	30.00	--	30.00	45.00	--	--	45.00	At par
Peoples Leasing & Financial Advisers Ltd.	30.03.05 31.03.05	130.00	--	130.00	63.60	--	42.40	106.00	At par

Capital Rising:

The Commission accorded consent to the following five public limited companies to raise capital above Tk. 1 (one) crore during January – March 2005 quarter.

Figure in million Taka

Sl. No.	Name of the Company	Date of consent	Nature of raising capital	Amount (Tk.)
1.	Bangladesh Finance & Investment Co. Ltd.	2/1/05	Ordinary	42.00
2.	HSBC	19/1/05	private placement of bond.	2000.00
3.	Karim Jute Spinners Ltd.	5/2/05	Ordinary	22.50
4.	Kurigram Spinning Mills Ltd.	31/03/04	Ordinary	20.00
5.	Premier Leasing International Ltd.	21/03/05	Right and Bonus Share	7.18

The Commission accorded consent to the following five private limited companies to raise capital above taka ten crore during the January-March 2005:

Sl. No.	Name of the Company	Date of consent
1.	Monno Bone China Ltd.	17/1/05
2.	Monno Power Generation and Distribution Ltd.	05/02/05
3.	R.K. Commodities Ltd.	28/02/05
4.	Mascot Knits Limited	13/3/05
5.	National Telecom Ltd.	28/3/05

SUPERVISION AND REGULATION OF MARKETS AND INTERMEDIARIES**January – March 2005**

Status of Complaints Received during the Period:

LISTED COMPANIES

Nature of Complaints	Received during the Quarter (Nos.)	Under process (Nos.)	Referred for Enforcement action (Nos.)	Resolved During the Quarter (Nos.)
Non-payment or delay in payment of declared dividend	4	0	2	2
Non-payment or delay in payment of interest of Debenture	4	0	4	0
Claim of dividend against lost shares	0	0	0	0
Regarding AGM	0	0	0	0
Regarding transfer of shares	2	0	2	0
Regarding transfer of shares in BO Account.	0	0	0	0
Miscellaneous	1	1	0	0
Total	11	1	8	2

BROKER/DEALERS

Nature of Complaints	Received during the Quarter (Nos.)	Under process (Nos.)	Referred to DSE/CS E	Referred for Enforcement Action (Nos.)	Resolved During the Quarter (Nos.)
Regarding non delivery of shares	7	3	2	2	0
Regarding non refund of clients money	3	0	1	1	1
Miscellaneous	2	0	1	0	1
Total	12	3	4	3	2

CENTRAL DEPOSITORY SYSTEM DEPARTMENT

During January-March 2005 the following 10 companies have joined Central Depository Bangladesh Ltd. (CDBL). During this period total numbers of companies under CDBL stands at 54

Sl. No.	Name of the Company	Starting date
01.	Daffodil Computers Ltd.	16 January 2005
02.	Eastern Bank Ltd.	16 January 2005
03.	Phoenix Insurance Co. Ltd.	16 January 2005
04.	Agrani Insurance Co. Ltd. (IPO)	5 March 2005
05.	Islami Bank Bangladesh Ltd.	23 March 2005
06.	MIDAS Financing Ltd.	23 March 2005
07.	Pubali Bank Ltd.	23 March 2005
08.	Rangpur Foundry Ltd.	23 March 2005
09.	Shinepukur Holdings Ltd.	23 March 2005
10.	The City Bank Ltd.	23 March 2005

REGISTRATION

Issuance of Stock Broker Registration Certificate:

During January – March 2005 period, the Commission issued Stock Broker registration certificate of the following members of Dhaka Stock Exchange Ltd. as per the Securities and Exchange Commission (Stock Dealer, Stock Broker and Authorized Representative) Rules, 2000 as amended:

Sl. No.	Name of the Stock Broker	Member ship #	Address	Registration Certificate Number and Date
1	Arena Securities Limited	DSE-25	Eunoos Trade Centre, 52-53 Dilkusha C/A, Suite#9/A & 9/B (9 th Floor), Dhaka-1000	Registration-3.1/DSE-25/2005/84, date: 02.02.2005
2	ARIES Securities Limited	DSE-48	116 Bashiruddin Road, Kalabagan, Dhanmondi, Dhaka-1000	Registration-3.1/DSE-48/2005/85, date: 01.03.2005
3	DSFM Securities Limited	DSE-133	House#38, Road#7, Sector-3, Uttara Model Town, Dhaka-1000	Registration-3.1/DSE-133/2005/86, date: 01.03.2005
4	Maaz Securities Limited	DSE-49	219-220 Nowabpur Road, Gausia Plaza (3 rd Floor), Dhaka-1000	Registration-3.1/DSE-49/2005/87, date: 28.03.2005

Renewal of Stock Dealer/Stock Broker Registration Certificate:

During January-March, 2005 quarter, the Commission renewed 11 Stock Dealers/Stock Brokers registration certificate of Dhaka Stock Exchange Limited and 11 of Chittagong Stock Exchange Limited. Altogether 22 Stock Dealers/Stock Brokers registration certificates were renewed during the period.

Renewal of Authorized Representatives Registration Certificate:

During the quarter, the Commission completed all the formalities to issue Authorized Representative registration certificates of Chittagong Stock Exchange Limited.

Training Program for the Authorized Representatives:

During the quarter a list of 40 applicants of the Authorized Representatives has been forwarded to R & D Department of the Commission for arranging training program.

Issuance of Depository Registration Certificate:

During the period, the Commission approved 24 applications of the following Depository Participants as per the **W/C/RI/01 (e'ennu K) c'ebvj v, 2003** and issued registration certificates in favor of the applicants:

List of Depository Participants

Sl#	Certificate # & Date	Company name	Service type	Address
1.	SEC/Registration/CDBL-DP-140, 01.01.2005	Business and Management Ltd.	Custody Participant	House# 1/10, Bloc-A, Road#5, Lalmatia, Dhaka-1207, Ph: 8114835, Fax: 8118554 Email: abdz@yahoo.com
2.	SEC/Registration/CDBL-DP-141, 01.01.2005	Meghna Life Insurance Co. Ltd.	Custody Participant	Head Office ,Biman Bhaban (2 nd Floor), 100 Motijheel C/A, , Dhaka-1000 Ph: 9558297, 9558993, Fax: 7171942 Email: mlicoltd@citechco.net
3.	SEC/Registration/CDBL-DP-142, 03.01.2005	Md. Shahidullah & Co.	Full Service DP	Room No. 713(6 th Floor), DSE Building, 9/F Motijheel C/A, Dhaka-1000 Ph: 9668060, 9550661 Email: info@dsebd.net
4.	SEC/Registration/CDBL-DP-143, 19.01.2005	Ali Securities Co.	Full Service DP	Room No# 608, Stock Exchange Building, 9F Motijheel C/A, Dhaka-1000, Ph: 9551917, 9551373
5.	SEC/Registration/CDBL-DP-144, 19.01.2005	Hamid A Chowdhury & Co.	Full Service DP	Room No# 610, 9F Motijheel C/A, Dhaka Stock Exchange Ltd(5 th Floor), Dhaka-1000, Ph: 9558129
6.	SEC/Registration/CDBL-DP-145, 25.01.2005	Joytun securities International Ltd	Full Service DP	Room No. 1033(9 th Floor), DSE Annex Building, 9/E Motijheel C/A, Dhaka -1000 Ph: 9552881, 0171-592987
7.	SEC/Registration/CDBL-DP-146, 25.01.2005	A.R. Chowdhury Securities Ltd	Full Service DP	Room No. 303(5 th Floor), DSE Building, 9/F Motijheel C/A, Dhaka-1000 Ph: 9551044, 9561487
8.	SEC/Registration/CDBL-DP-147, 25.01.2005	B & B Enterprise	Full Service DP	Room No. 718, 9/F Motijheel C/A, Dhaka-1000 Ph: 9555287, 9564601 Ext -718
9.	SEC/Registration/CDBL-DP-148, 25.01.2005	Capital Investment & Services Co.	Full Service DP	Room No. 503, 9/F Motijheel C/A, Dhaka-1000 Ph: 9571288, 9564601 Ext -503

10.	SEC/Registration/CDBL-DP-149, 25.01.2005	Md. Mostafa Zubair & Co.	Full Service DP	Room No. 607, DSE Building, 9/F Motijheel C/A, Dhaka-1000, Ph: 9559245,011-865356
11.	SEC/Registration/CDBL -DP-150, 03.02.2005	Samim Securities Ltd.	Full Service DP	Room#721, 9/F Motijheel C/A, DSE Building, Dhaka-1000, Ph:7170299, 0171-533749
12.	SEC/Registration/CDBL -DP-151, 03.02.2005	Md. Shahjahan Ali Khan & Co.	Full Service DP	Room No. 615, 9/F Motijheel C/A, DSE Building, Dhaka-1000, Ph: 9555197
13.	SEC/Registration/CDBL -DP-152, 17.02.2005	Arena Securities Ltd.	Full Service DP	Eunoos Trade Centre (9 th Floor), Suite#9A & 9B, 52-53 Dilkusha C/A, Dhaka-1000. Ph: 8851895, 8852730, Fax: 8852714 Email: tahrin@arenait.com
14.	SEC/Registration/CDBL -DP-153, 17.02.2005	Multi Securities & Services Ltd.	Full Service DP	Room No. 428, 9/E Motijheel C/A, DSE Annex Building, Dhaka-1000, Ph: 9569985
15.	SEC/Registration/CDBL -DP-154, 06.03.2005	Prudential Securities Ltd.	Full Service DP	Suite#530, DSE Annex Building(4 th Floor), 9/E Motijheel C/A, Dhaka-1000, Ph: 9559603, 9564601, Fax: 9564727 Email: dse@bol-online.com
16.	SEC/Registration/CDBL -DP-155, 06.03.2005	Sunrise Agencies	Full Service DP	Room No. 712, Stock Exchange Building, 9/F Motijheel C/A, Dhaka-1000 Ph: 9553388, 9558939, Fax: 9559089
17.	SEC/Registration/CDBL -DP-156, 06.03.2005	United Financial Trading Company Ltd.	Full Service DP	Room No. 203 (1 st Floor), 9/E Motijheel C/A, Dhaka-1000, Ph: 9565899, 9565900 Fax: 9564832, Email: randa@bol-online.com
18.	SEC/Registration/CDBL -DP-157, 06.03.2005	E-Securities Ltd.	Full Service DP	Room No. 509, Stock Exchange Building, 9/F Motijheel C/A, Dhaka-1000 Ph: 9550359, Fax: 8116103
19.	SEC/Registration/CDBL -DP-158, 06.03.2005	Md. Fakhurul Islam & Co.	Full Service DP	PBL Tower(12 th Floor), 39 (old), 17 (New), Gulshan North C/A, Circle-2, Dhaka-1212 Ph: 8858086, 9892937, Fax: 880-2-8860859
20.	SEC/Registration/CDBL -DP-159, 07.03.2005	Chowdhury Securities & Services	Full Service DP	Room No. 514, DSE Annex Building, 9/E Motijheel C/A, Dhaka-1000, Ph: 9551044, 9561487
21.	SEC/Registration/CDBL-DP -160, 10.03.2005	Uttara Finance & Investment Ltd.	Custody	JBC Tower(6 th Floor), 10 Dilkusha C/A, Dhaka-1000, Ph: 9568207-9, Fax: 9552461
22.	SEC/Registration/CDBL -DP-161, 10.03.2005	Western Security Investment Management Ltd	Full Service DP	Room # 706 & 707, Shahnawaz Bhaban(6 th Floor), 9C Motijheel C/A, Dhaka-1000. Ph: 9569175, Email: wsecurities@bol-online.com
23.	SEC/Registration/CDBL -DP-162, 22.03.2005	Arafat Securities	Full Service DP	59/3/3 Purana Paltan, Dhaka-1000 Ph: 7162419, 7171108
24.	SEC/Registration/CDBL -DP-163, 22.03.2005	Saad Securities Ltd	Full Service DP	Room# 730, DSE Annex Building(6 th Floor), 9/E Motijheel C/A, Dhaka-1000 Ph: 9565920, 9558157, Fax: 9565920

Renewal of Depository Registration Certificates:

During the quarter, the Commission renewed 16 Depository Participant registration certificates.

Zero Coupon Bond:

The Commission accorded consent to ICB to act as the Trusty of the Asset Backed Zero Coupon Bond to be issued by United Leasing Company on 01 February 2005.

SEC SURVEILLANCE SYSTEM

Daily Market Surveillance :

As part of daily market surveillance, the surveillance official watch and analysis of trading activities in both the stock exchanges through on-line surveillance system and find out irregularities, abnormal trading, if any. At the end of trading, a daily trade report prepared by pointing out market condition and submitted to the chairman and the members of the Commission.

Investigation to Suspicious Cases:

To ensure fair-trading and confidence of investors in the securities market it is necessary to ensure proper compliance with security related laws, rules and regulations by through inspection and investigation in suspicious cases. SEC asked DSE to investigate transaction of Bangladesh Export Import Company Ltd. share and also asked CSE and DSE to investigate transaction of AIMS 1st guaranteed MF units.

Inspection:

During this period as part of regular monthly inspection SEC's inspection team visited and inspected 3 (three) stock-brokers/stock-dealers offices of DSE and CSE to examine books and records in order to ensure proper compliance with securities related laws, rules and regulations.

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 January-March 2005 for the reasons appear against their names.

(A) Brokerage House: Directive Penalized/License Cancellation and or suspension/Appeal/Review

Sl. No.	Date	Name of the Company	Nature of default/Appeal	Commission's decision
1.	28.03.05	Md. Shahidullah (Shaymol) & Co.	Contravention of the rule 13 of the Securities and Exchange Commission (Stock-dealer, Stock-broker & Authorized Representative) Regulations, 1994] and rule 4 of the Securities and Exchange Rules, 1987	In accordance with rule 12 (6) of the Securities and Exchange Commission (stock dealer, stock broker and authorized representative) Regulations, 2000 trading has been suspended for six days (enforced from March 29, 2005 working days).

(B) Issuer Company: Directives/Penalized/Appeal/ Review

Sl. No.	Date	Name of the Company	Nature of default/Appeal	Commission's decision
1.	12.01.05	M/s. Rose Heaven Ball Pen Ltd.	Non-holding of AGM in the year 2004	Issuance of directive under section 20A of Securities and Exchange Ordinance, 1969.
2.	12.01.05	Quasem Textile Mills Ltd.	Non-holding of AGM in the year 2004	Issuance of directive under section 20A of Securities and Exchange Ordinance, 1969.
3.	12.01.05	Quasem Silk Mills Ltd.	Non-holding of AGM in the year 2004	Issuance of directive under section 20A of Securities and Exchange Ordinance, 1969.
4.	12.01.05	Mita Textiles Ltd.	Non-holding of AGM in the year 2004	Issuance of directive under section 20A of Securities and Exchange Ordinance, 1969.
5.	12.01.05	Mona Food Industries Ltd.	Non-holding of AGM in the year 2004	Issuance of directive under section 20A of Securities and Exchange Ordinance, 1969.
6.	12.01.05	Wata Chemical Ltd.	Non-holding of AGM in the year 2004	Issuance of directive under section 20A of Securities and Exchange Ordinance, 1969.

Sl. No.	Date	Name of the Company	Nature of default/Appeal	Commission's decision
7.	31.03.05	Raspit Inc. (BD.) Ltd.	Non-holding of AGM in the year 2003.	Penalty of Tk. 1.00 (one lac) imposed on Mr. Abdur Razzak, Chairman, Mr. Md. Habibul Alam, Managing Director, Mr. Md. Ashrafal Alam, Director of the company. An additional penalty of Tk. 10,000/- per day in default continues after the date of the order.
8.	31.03.05	Raspit Inc. (BD.) Ltd.	Non-submission of half yearly financial statement half year ended on 31.12.2003.	Penalty of Tk. 1.00 (one lac) imposed on Mr. Abdur Razzak, Chairman, Mr. Md. Habibul Alam, Managing Director, Mr. Md. Ashrafal Alam, Director of the company. An additional penalty of Tk. 10,000/- per day in default continues after the date of the order.
9.	31.03.05	J. H. Chemical Industries Ltd.	Non-holding of AGM in the years 2002 & 2003.	Penalty of Tk. 1.00 (one lac) imposed on Mrs. Delwar Jahan Nazma, Chairperson, Mr. Mahababur Rahman, Managing Director, Mr. Subrata Datta, Director and Mr. Raisul Alam, Director of the company. An additional penalty of Tk. 10,000/- per day in default continues after the date of the order.
10.	31.03.05	Bangladesh Dyeing and Finishing Industries Ltd.	Non-holding of AGM in the year 2003.	Penalty of Tk. 1.00 (one lac) imposed on Mr. Deokinando Kejriwal Managing Director, Mr. Ashok Kejriwal, Director, Mr. Uttam Kejriwal, Director, Mrs. Bhaguoati Kejriwal, Director, Mrs. Kanchan Kejriwal, Director and Mrs. Kanchan Devi Kejriwal, Director of the company. An additional penalty of Tk. 10,000/- per day in default continues after the date of the

Sl. No.	Date	Name of the Company	Nature of default/Appeal	Commission's decision
				order.
11.	31.03.05	Bangladesh Dyeing and Finishing Industries Ltd.	Non-submission of half yearly financial statement half year ended on 31.12.2003.	Penalty of Tk. 1.00 (one lac) imposed on Mr. Deokinando Kejriwal Managing Director, Mr. Ashok Kejriwal, Director, Mr. Uttam Kejriwal, Director, Mrs. Bhaguoati Kejriwal, Director, Mrs. Kanchan Kejriwal, Director and Mrs. Kanchan Devi Kejriwal, Director of the company. An additional penalty of Tk. 10,000/- per day in default continues after the date of the order.
12.	31.03.05	Pharmaco International Ltd.	Non-holding of AGM in the year 2003.	Penalty of Tk. 1.00 (one lac) imposed on Mr. A. K. M. A. Matin, Chairman and Managing Director, Mr. M. Amzad Hossain, Director, Mrs. Rashida Matin, Director and Mrs. Ruksana Sultana, Director of the company. An additional penalty of Tk. 10,000/- per day in default continues after the date of the order.

(C) Issuer Company: Warned

Sl. No.	Date	Name of the Company	Nature of default/Appeal	Commission's decision
1.	03.01.05	MIDAS Financing Ltd.	Non-compliance of securities laws (change of book closure date) and violation of the Commission's Notification No. SEC/CMRRCD/2001-14/24/Admin/03-03 dated November 26, 2001, gazetted on December 10, 2001	Letter issued with warning to comply with all securities laws in future.
2.	04.01.05	GlaxoSmithkline Bangladesh Ltd.	Non compliance of securities laws	Letter issued with warning to comply with all securities laws

Sl. No.	Date	Name of the Company	Nature of default/Appeal	Commission's decision
			Kwjk b (mjeav fV Mx e emv wlv x Ki Y) c eavbgvj v, 1995 and as per provisions of Commissions Order No. Kwjk tbi Av` k bs GmBwm/ GmAvi GgAvBwW/2000-85/2248/cÖ-02/1 dated 19 December 2000 gazetted on 25.02.2001	in future.
3.	18.01.05	Himadri Ltd.	Appointment of Statutory Auditor for the year 2004 and violation of Clause (b) of the Securities and Exchange Commission's Order No. SEC/CFD-71/2001/Admin/02/05 dated 3 rd January, 2002, published in the Bangladesh Gazette on January 30, 2002.	Letter issued with warning to comply with all securities laws in future.
4.	06.02.05	Green Delta Insurance Co. Ltd.	Non-compliance of securities laws (Price sensitive information and change of record date) and violation of the Commission's Order No. GmBwm/GmAvi GgAvBwW/2000-985/2248/cÖ02/1 Zwi Lt 19 W t m t, 2000, gazetted on 25.02.2001	Letter issued with warning to comply with all securities laws in future.
5.	26.02.05	Renata Ltd.	Declared dividend (Bonus Share).	Letter issued with warning to comply with all securities laws in future.
6.	21.03.05	Quasem Drycells Ltd.	Non-compliance with the Depositories Act, 1999 and the Central Depository Bangladesh Limited By Law 9.1.6	Letter issued with warning to comply with all securities laws in future.

(D) Issuer Company: Directors Warned

Sl. No.	Date	Name of the Company	Nature of default/Appeal	Commission's decision
1.	16.01.05	Mr. AKM Tahar Pragati Insurance Co. Ltd.	Transfer of shares of Pragati Insurance Limited by way of gift and contravention/violation of provision of the Commission's	Letter issued with warning to comply with all securities laws in future.

Sl. No.	Date	Name of the Company	Nature of default/Appeal	Commission's decision
			Notification No.SEC/SRMID/2000-953/313/Admin-06 dated 25 th March 2001, Gazetted on 16 th April, 2001	
2.	16.01.05	Mrs. Nasreen Begum, Pragati Insurance Co. Ltd.	Transfer of shares of Pragati Insurance Limited by way of gift and contravention/violation of provision of the Commission's Notification No.SEC/SRMID/2000-953/313/Admin-06 dated 25 th March 2001, Gazetted on 16 th April, 2001	Letter issued with warning to comply with all securities laws in future.
3.	19.03.05	Mr. Md. Jhahedul Alam, Sponsor of Standerd Bank Ltd.	Non-compliance of securities laws (Cancellation of irrecoverable declaration for buy of shares) and violation of the Commission's Notification No.SEC/SRMID/2000-953/313/Admin-06 dated 25 th March 2001, Gazetted on 16 th April, 2001	Letter issued with warning to comply with all securities laws in future.
4.	21.03.05	Mr. Md. Shah Alam, Director Prime Insurance Co. Ltd.	Non-compliance of securities laws (Cancellation of irrecoverable declaration for buy of shares) and violation of the Commission's Notification No.SEC/SRMID/2000-953/313/Admin-06 dated 25 th March 2001, Gazetted on 16 th April, 2001	Letter issued with warning to comply with all securities laws in future.

LEGAL SERVICES

Court Cases:

During the period total 106 cases filed by or against SEC were pending in different courts. Name of the courts are 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	56
02.	Metropolitan Session Judge Court, Dhaka.		09
03.	5 th Joint dist. Judge Court, Dhaka.		09
04.	1 st Asst. Judge Court, Dhaka.		02
05.	4 th Asst. Judge Court, Dhaka.		02
06.	Chief Metropolitan Magistrate Court, Dhaka.		05
07.	General Certificate Court, Dhaka.		20
Total Cases :			106

1. Out of total 15 Share Scam cases of 1996, two cases were pending before the Appellate Division, seven cases before the High Court Division of the Supreme Court and rest six Cases were pending before the Metropolitan Session Judge Court, Dhaka.
01. Sonali Paper & Board Mills Ltd. paid and amount of Tk. 1 (one) lac vide pay order dated 08/02/2005 through the Certificate Court, Dhaka in pursuance to the Certificate case against the Company, which was filed to realise the penalty imposed by the Commission.

NEW ACTS/RULES/REGULATIONS/AMENDMENTS/ORDER/NOTIFICATIONS

**Securities and Exchange Commission
Jiban Bima Tower
10, Dilkusha (15th, 16th and 20th Floor)**

SEC/SRMID/94-231/470

12 February 2005

ORDER

Whereas, the Securities and Exchange Commission deems it to be expedient that, in the interest of the investors and the capital market, certain further amendments should be made in the Dhaka Stock Exchange (Member's Margin) Regulations, 2000 and Chittagong Stock Exchange (Member's Margin) Regulations, 2000. Now, therefore, the Securities and Exchange Commission, in exercise of its power conferred by section 34, sub-section 4 of the Securities and Exchange Ordinance, 1969 (XVII of 1969), hereby directs the Dhaka Stock Exchange Ltd. and the Chittagong Stock Exchange Ltd. to amend their respective Member's Margin Regulations, 2000 in the following manner which shall have immediate effect. Regulation 3 shall be substituted by the following: "3. Free limit- The free limit shall be taka one crore per trading day." Regulation 4(3) will be substituted by the following:- "4. (3) Every member shall deposit the member's margin with the clearing house on the additional trade exposure at the following rates:-

Additional trade exposure Member's Margin rate

- (a) Above taka one crore but not exceeding taka two crore @ 20%
- (b) Above taka two crore but not exceeding taka three crore @ 30%
- (c) Above taka three crore but not exceeding five crore @ 50%
- (d) Above taka five crore @ 100%"

Regulation 5(1)(a) shall be substituted by the following:

"5(1)(a) Irrevocable and Without Recourse to the Drawer Bank or Insurance Guarantee or Guarantee issued by the non-banking financial institution (NBFI) registered with the Bangladesh Bank provided such NBFI is lawfully authorised in this behalf".

By order of the Commission

Farhad Ahmed
Executive Director

Distribution:

The Chief Executive Officer, DSE

The Chief Executive Officer, CSE

with request to send a copy of this order to all of their members and disseminate the aforesaid order, through on-line trading system immediately.

Copy to:

- 1. Chairman, SEC
- 2. Members, SEC
- 3. All Department Heads, SEC
- 4. CEO, CDBL

SEC/SRMID/94-231/

13 February 2005

ORDER

Whereas, the Securities and Exchange Commission deems it to be expedient that, in the interest of the investors and the capital market, certain further amendments should be made in the Settlement of Transactions Regulations, 1998 of Dhaka Stock Exchange Ltd. and Chittagong Stock Exchange Ltd. in respect of settlement of 'A', 'B' and 'G' category of scrips;

Now, therefore, the Securities and Exchange Commission, in exercise of its power conferred by section 34, sub-section (4) of the Securities and Exchange Ordinance, 1969 (XVII of 1969), hereby directs the Dhaka Stock Exchange Ltd. and the Chittagong Stock Exchange Ltd. to amend their respective Settlement of Stock Exchange Transactions Regulations, 1998 to make provision for settlement of 'A', 'B' and 'G' category of securities, instead of the existing system provided in the said Regulations, in the following manner which will have effect from 1 st March 2005:

For settlement T+1 = Between broker/dealer and clearing house

For clearance T+3 = Between clearing house and broker/dealer

By Order of the Commission

Farhad Ahmed
Executive Director

Distribution:

1. Chairman, SEC
2. Members, SEC
3. All Departmental Heads, SEC
4. Chief Executive Officer, DSE, CSE, CDBL

DSE & CSE SCENARIO

Capital Market: As of 31st March 2005 the total issued capital of all listed securities of Dhaka Stock Exchange was TK 63131 million (US\$ 1056 million) which was TK 49532 million (US\$ 840 million) on 30th December 2004. In Chittagong Stock Exchange the total issued capital on 31st March 2005 was TK. 47978.62 million (US\$ 761.57 million) which was TK. 46888 million (US\$ 781.47 million) on 30th December 2004.

Stock Market Operation: During January-March 2005 quarter the total turnover in Dhaka Stock Exchange was 135.23 million securities while the total amount traded on Dhaka Stock Exchange during the same period was TK. 11168.88 million (US\$ 186.77 million)

During January-March 2005 quarter the total turnover in Chittagong Stock Exchange was 73.55 million securities while the total amount traded on Chittagong Stock Exchange during the same period was Tk. 3919.32 million (US\$ 62.21 million) during this quarter.

Market Capitalization: Total market capitalization of all securities listed with the Dhaka Stock Exchange was TK. 235371 million (US\$ 3936 million) as on 31st March 2005 compared to TK. 224923 million (US\$ 3812 million) as on 30th December 2004.

In the Chittagong Stock Exchange total market capitalization of all securities was TK. 217801.50 million (US\$ 3457.17 million) as on 31st March 2005 compared to TK. 215011 million (US\$ 3583.52 million) as on 30th Decemberr 2004.

Share Price Index: DSE general share price index stood at 1919.25 on 31st March 2005 compared to 1971.31 on 30th December 2004. The CSE all share price index stood at 3619.90 on 31st March 2005 while it was 3597.70 on 30th December 2004. The index bases are 100 and 1000 for DSE and CSE respectively.

(1 US\$ =TK. 59.80

For January-March 2005 quarter)

Bangladesh Capital Market Summary

As on 31 January 2005

Indicators	Dhaka Stock Exchange	Chittagong Stock Exchange
No. of companies	238	184
No. of mutual funds	12	12
No. of debentures	8	2
No. of treasury bonds	16	-
<i>Total No. of Listed Securities</i>	<i>274</i>	<i>198</i>
Figures in million		
No. of shares of all listed companies	1123.62	1022.55
No. of certificates of all listed mutual funds	74.25	74.25
No. of debentures of all listed debentures	0.409	0.053
No. of bonds of all listed bonds	0.126	-
<i>Total No. of Tradable Securities</i>	<i>1198.40</i>	<i>1096.85</i>
Figures in million		
Issued capital of all companies	49915	47433.86
TK.	835	752.92
US\$	495	495
Issued capital of all mutual funds	495	495
TK.	8	7.86
US\$	140	49.5
Issued debentures	140	49.5
TK.	2	0.79
US\$	12580	
Issued bonds	12580	
TK.	210	
US\$	63131	47978.62
<i>Total issued capital</i>	<i>63131</i>	<i>47978.62</i>
TK.	<i>1056</i>	<i>761.57</i>
US\$	Figures in million	
Total Market capitalization	235371	217801.50
TK.	3936	3457.17
US\$		
Share price index	1919.25 (General Index AB)	3619.90

DSE OPERATIONAL STATISTICS
January-March 2005

Trading Month	General Share Price Index (A & B category companies)	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	1843.95	TK.220900 US\$ 3694	20	51.18	2.56	TK.4861.94 US\$ 81.30	TK.243.10 US\$ 4.06
February	1835.62	TK. 219010 US\$ 3661	17	55.43	3.26	TK 4183.39 US\$ 69.96	TK.246.08 US\$ 4.11
March	1919.25	TK.235371 US\$ 3936	25	135.20	5.41	TK 11168.88 US\$ 186.77	TK.446.76 US\$ 7.47
Total			62	241.81	3.74	TK.20214.21 US\$ 338.03	TK.935.94 US\$ 15.65

**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 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
January	3378.658	Tk.198869.60 US\$ 3325.58	21	20.11	0.96	Tk. 951.30 US\$ 15.91	Tk. 45.30 US\$ 0.76
February	3345.294	Tk.201924 US\$ 3376.65	17	18.48	1.08	Tk. 873.80 US\$ 14.61	Tk.51.40 US\$ 0.76
March	3619.90	Tk. 217801.50 US\$ 3642.16	26	34.96	1.34	Tk. 2094.22 US\$ 35.02	Tk.80.55 US\$ 1.35
Total			64	73.55	1.15	Tk. 3919.32 US\$ 65.54	Tk61.24 US\$ 1.02

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

