

SEC/Enforcement/967/2011/180
April 21, 2014

By Special messenger

1. Mr. Abdur Rahim, Suit no.-704, Paltan Tower (7th floor), 87 Purana Paltan Line, Dhaka-1000.
2. Mr. Mahfuzur Rahman Bhuiyan, Private Equity Management Limited, 89, Motijheel C/A, Room No.-26-27, Dhaka-1000.
3. New Capital Finance Commerce Ltd., Suit no.-704, Paltan Tower (7th floor), 87 Purana Paltan Line, Dhaka-1000.
4. Mr. Bulbul Ahmed, 704, Paltan Tower (7th floor), 87 Purana Paltan Line, Dhaka-1000.

Subject: Penalty Order: Non-compliance of Section 17 (e) (ii) (iii) (v) of Securities and Exchange Ordinance, 1969 in connection with trading in shares of RAHIMTEX, BANGAS, MITHUNKNIT and RENATA

Dear Sir,

Commission's penalty orders No. SEC/Enforcement/967/2011/176-179 dated April 21, 2014 are enclosed herewith for your kind information and necessary action.

For Bangladesh Securities and Exchange Commission

Mustari Jahan
Deputy Director (Enforcement Dept.)

Distribution:

Chief Executive Officer, Dhaka Stock Exchange Limited
Chief Executive Officer, Chittagong Stock Exchange Limited
Chief Executive Officer, Prime Finance and Investment Limited (Merchant Banker), with a request to send the copy of the order to your client named Mr. Abdur Rahim bearing Code no. A0527 and the above named other clients.

Copy for information:

P.O to Commissioner (Enforcement), BSEC
P.O to Executive Director (Surveillance), BSEC
P.O to Executive Director (MIS), BSEC
Chairman's office, BSEC

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Order

Whereas, on the basis of the investigation report of Dhaka Stock Exchange Limited on trading in shares of **RAHIMTEX, BANGAS, MITHUNKNIT and RENATA**, a show cause-cum-hearing notice No. SEC/Enforcement/967/2011/382 dated June 24, 2013 was issued to Mr. Abdur Rahim and his associates to appear at the hearing accusing for violating section 17 (e) (ii) (iii) (v) of the Securities and Exchange Ordinance, 1969 (XVII of 1969). In the show cause-cum-hearing notice among others following have been mentioned;-

Quote

Whereas, as per section 17(e)(ii) (iii) and (v) of the Securities and Exchange Ordinance, 1969 (XVII of 1969), “No person shall, for the purpose of inducing, dissuading, effecting, preventing or in any manner influencing or turning to his advantage, the sale or purchase of any security, directly or indirectly,-

do any act or practice or engage in a course of business, or omit to do any act which operates or would operate as a fraud, deceit or manipulation upon any person, in particular-

create a false and misleading appearance of active trading in any security;

effect any transaction in such security which involves no change in its beneficial ownership;

directly or indirectly effect a series of transactions in any security creating the appearance of active trading therein or of raising of price for the purpose of inducing its purchase by others or depressing its price for the purpose of inducing its sale by others;”

Whereas, an investigation has been conducted by DSE on unusual trading in shares of **RAHIMTEX, BANGAS, MITHUNKNIT and RENATA**. Investigation Team reported the following among others ;

“After checking all related documents collected from different Member Companies regarding share trading by Mr. Abdur Rahim & associates the investigation team concluded here the followings:

- Mr. Rahim is directly and indirectly associated with 80 accounts.
- Mr. Rahim & associates were involved mostly with the shares of listed companies who have small paid up capital and traded major portion of those shares within the investigation period.
- By using many accounts with different brokers Mr. Rahim & Associates bought shares of such companies through some accounts and simultaneously sold from some others. Therefore by interchanging those shares within themselves and influenced price & trade volume of securities.
- It appears to the investigation team that, while doing so, several violations of Securities and Exchange Ordinance, 1969 (XVII of 1969) were committed by Mr. Rahim & associates.

Finally, the investigation team would like to state that there are some listed companies who have **small paid up** with little number of shares. Price of these shares can be easily influenced by trading only few shares in a day.”

Contravention: The investigation officers have reported that,

1. **Mr. Rahim** has violated Section 17 (e) (v) as it can observe that Mr. Rahim was involved with 12 accounts directly and indirectly in share trading of **RAHIMTEX** by the following ways:

- a) Mr. Rahim was involved directly and indirectly in a series of transaction of shares of RAHIMTEX in order to create the appearance of active trading and influence the price of the said share through simultaneous buying and selling.

b) As on 08.06.09, 10.06.09, 21.06.09 significant amount shares of RAHIMTEX were traded by those accounts, compared to the total trade of those days by influencing the price of RAHIMTEX shares.

2. **Mr. Mahfuzur Rahman Bhuiyan** and Mr. Abdur Rahim has violated Section 17 (e) (iii) of Securities and Exchange Ordinance, 1969, by effecting the transactions of 120 shares of RAHIMTEX by 12 howlas which involves no change in beneficial ownership.

3. Mr. Rahim has violated Section 17 (e) (v) as he was involved with 8 accounts directly and indirectly in share trading of **BANGAS** by the following ways:

a.) Mr. Rahim was involved directly and indirectly in a series of transaction of shares of BANGAS within 02.02.09 to 09.08.09 in order to create the appearance of active trading and influence the price of the said share through simultaneous buying and selling.

b.) As on 08.04.09, 12.04.09, 30.04.09 significant amount shares of BANGAS were Traded by Mr. Rahim through those accounts, compared to the total trade of those days by influencing the price of BANGAS shares.

4. **New Capital Finance Commerce Ltd.** has violated Section 17(e) (iii) of Securities and Exchange Ordinance, 1969, by effecting the transactions of 295 shares of BANGAS by 33 howlas which involved no change in beneficial ownership

5. Mr. Abdur Rahim and **Mr. Bulbul Ahmed** has violated Section 17(e)(iii) of Securities and Exchange Ordinance, 1969, by effecting the transactions of 140 shares of BANGAS by 19 howlas which involved no change in beneficial ownership.

6. Mr. Abdur Rahim and associates has violated Section 17(e)(ii) of Securities and Exchange Ordinance, 1969, by creating a misleading appearance of active trading in shares of BANGAS by effecting the trade volume of BANGAS whereas, they only interchanged the ownership of shares within themselves and tried to influence the price and volume of BANGAS shares.

7. Mr. Rahim has violated Section 17 (e) (v) as it can be observed form the above that Mr. Rahim was involved with 5 accounts directly and indirectly in share trading of BANGAS by the following ways:

a. Mr. Rahim were involved directly and indirectly in a series of transaction of shares of BANGAS in order to create the appearance of active trading and influence the price of the said share through simultaneous buying and selling.

b. As on 08.02.10, significant amount shares of BANGAS were traded compared to the total trade of those days by influencing the price of BANGAS shares

8. Mr. Abdur Rahim and associates have violated Section 17(e)(ii) of Securities and Exchange Ordinance, 1969, by creating a misleading appearance of active trading in shares of BANGAS by effecting the trade volume of BANGAS whereas they only interchanged the ownership of shares within themselves

9. Mr. Rahim has violated Section 17 (e) (v) of Securities and Exchange Ordinance, 1969 (XVII of 1969) as it can be observed form the above that Mr. Rahim was involved with 2 accounts directly and indirectly in share trading of **MITHUNKNIT** by the following ways:

a. Mr. Rahim was involved directly and indirectly in a series of transaction of 23400 shares of MITHUNKNIT on 08.11.10. On that date Mr. Rahim and his wife bought those shares at a price range of Tk. 1500 to Tk. 1740 with an average price of Tk. 1667.15, and therefore created the appearance of active trading and influence the price of the said share through simultaneous buying.

b. As on 08.11.10 significant amount shares of MITHUNKNIT were traded by Mr. Rahim and his wife compared to the total trade of those days by influencing the price of MITHUNKNIT shares.

10. Mr. Rahim has violated Section 17 (e) (v) as it can be observed form the above that Mr. Rahim was involved with 9 accounts directly and indirectly in share trading of **RENATA** by the following ways:

a. Mr. Rahim was involved directly and indirectly in a series of transaction of shares of RENATA in order to create the appearance of active trading and influence the price of the said share through simultaneous buying and selling.

b.As on 31.01.10 significant amount shares of RENATA were traded compared to the total trade of those days by influencing the price of RENATA shares.

11.Mr. Abdur Rahim and **Mr. Bulbul Ahmed** has violated Section (e) (iii) of Section 17 of Securities and Exchange Ordinance, 1969, by effecting the transactions of 25 shares of RENATA by 1 howla which involved no change in beneficial ownership.

12. Mr. Abdur Rahim and associates has violated Section (e) (ii) of Section 17 of Securities and Exchange Ordinance, 1969, by creating a misleading appearance of active trading in shares of RENATA by affecting the trade volume of RENATA whereas, they only interchanged the ownership of shares within themselves

Whereas, the copy of the relevant part of the report is enclosed herewith.

Unquote

Whereas, the investigation team has reported the following among others which has been enclosed with the showcause cum hearing notice.

RAHIMTEX:

List of accounts associated with Mr. Abdur Rahim who traded RAHIMTEX shares.

S.L. No	Client code	Name of Client	Name of Member Company	Member code	Remarks
1	1578	Abdur Rahim	Phoenix Securities Ltd.	4	Own Account
2	1601	Md. Sohrab Hossain	Phoenix Securities Ltd.	4	Abdur Rahim - Authorized Person & Introducer
3	1631	New Capital Finance & Commerce Ltd.	Phoenix Securities Ltd.	4	Abdur Rahim - Company Secretary
4	1639	Mohammad Muntasir Karim	Phoenix Securities Ltd.	4	Abdur Rahim - Authorized Person & Introducer
5	1713	Badrun Nesa & Abdur Rahim	Phoenix Securities Ltd.	4	Joint account
6	1865	Sonia Sultana	Phoenix Securities Ltd.	4	Abdur Rahim-Introducer, Same Address & Mothers' name same as Badrun Nesa wife of Rahim
7	1988	Zahirul Islam	Phoenix Securities Ltd.	4	Abdur Rahim-Introducer & Brother
8	133	New Capital finance & Commerce Ltd.	Shahjalal Islami Bank Ltd.	233	Abdur Rahim- Company Secretary
9	1188	Equity and Bond Management Ltd.	Shahjalal Islami Bank Ltd.	233	Abdur Rahim-Vice Chairman
10	1578	H.M Nurul Alam	Shahjalal Islami Bank Ltd.	233	Abdur Rahim-Authorized Person
11	1767	Equity capital (MCS) Ltd.	Shahjalal Islami Bank Ltd.	233	Abdur Rahim-Secretary
12	1822	A.R. Consultation (Investment)	Shahjalal Islami Bank Ltd.	233	Abdur Rahim- Proprietor

Date	Total Trade of Rahim TEX	Total Trade By Mr. Rahm and Associates	% of total trade done by Mr. Rahim and Associates
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08-06-09	560	200	36%
09-06-09	120	0	0%
10-06-09	495	175	35%
11-06-09	210	0	0%
14-06-09	185	40	22%
15-06-09	280	240	86%
16-06-09	940	115	12%
17-06-09	205	0	0%
18-06-09	120	95	79%
21-06-09	400	225	56%
22-06-09	55	45	82%
23-06-09	20	0	0%
24-06-09	110	0	0%
25-06-09	220	110	50%
28-06-09	450	170	38%
29-06-09	30	0	0%
30-06-09	95	85	89%
02-07-09	120	20	17%
05-07-09	960	110	11%
06-07-09	425	160	38%
Total	6000	1790	30%

Trade Date	Trade Time	Instrument Code	Howla No	Trade Volume	Trade Price	Buyer Code	Buyer Client	Seller Code	Seller Client
15-Jun-09	12:51:53 PM	RAHIMTEXT	17600006	10	880	DSESJB	1188	DSESJB	1767
15-Jun-09	12:51:53 PM	RAHIMTEXT	17600007	10	880	DSESJB	1188	DSESJB	1767
15-Jun-09	12:51:53 PM	RAHIMTEXT	17600008	10	880	DSESJB	1188	DSESJB	1767
15-Jun-09	12:51:53 PM	RAHIMTEXT	17600009	10	880	DSESJB	1188	DSESJB	1767
15-Jun-09	12:52:03 PM	RAHIMTEXT	17600010	10	875	DSESJB	1188	DSESJB	1767
15-Jun-09	12:52:03 PM	RAHIMTEXT	17600011	10	875	DSESJB	1188	DSESJB	1767
15-Jun-09	12:52:03 PM	RAHIMTEXT	17600012	10	875	DSESJB	1188	DSESJB	1767
15-Jun-09	12:52:03 PM	RAHIMTEXT	17600013	10	875	DSESJB	1188	DSESJB	1767
15-Jun-09	12:52:11 PM	RAHIMTEXT	17600014	10	870	DSESJB	1188	DSESJB	1767
15-Jun-09	12:52:11 PM	RAHIMTEXT	17600015	10	870	DSESJB	1188	DSESJB	1767
15-Jun-09	12:52:11 PM	RAHIMTEXT	17600016	10	870	DSESJB	1188	DSESJB	1767
15-Jun-09	12:52:11 PM	RAHIMTEXT	17600017	10	870	DSESJB	1188	DSESJB	1767
Total				120					

Source: DSE Surveillance Data

Details of these two accounts are shown below:

S.L. No	Client code	Name of Member Company	Member code	Name of Client	Remarks
1	1188	Shahjalal Islami Bank Ltd.	233	Equity & Bond Management Ltd	Mahfuzur Rahman Bhuiyan - Managing Director Abdur Rahim - Vice Chairman

2	1767	Shahjalal Islami Bank Ltd.	233	Equity Capital (MCS) Ltd	Mahfuzur Rahman Bhuiyan - Treasurer Abdur Rahim - Secretary
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BANGAS::

List of accounts associated with Mr. Abdur Rahim who traded BANGAS shares.

S.L. No	Name of Member Company	Member code	Name of Client	Client code	Remarks
1	Shahjalal Islami Bank Ltd.	233	Badrun Nesa	113	Wife of Abdur Rahim
2	Shahjalal Islami Bank Ltd.	233	New Capital finance & Commerce Ltd.	133	Abdur Rahim- Secretary
3	Shahjalal Islami Bank Ltd.	233	Empire Securities Holding Ltd.	642	Abdur Rahim- Managing Director
4	Al-Arafah Islami Bank	234	Abdur Rahim	482	Single Account
5	Al-Arafah Islami Bank	234	Badurun Nesa	483	Wife of Abdur Rahim
6	Al-Arafah Islami Bank	234	Abdur Rahim & Badrun Nesa	540	Joint Account
7	Al-Arafah Islami Bank	234	New Capital Finance & Commerce (MCS) Ltd.	571	Abdur Rahim- Secretary
8	Al-Arafah Islami Bank	234	Empire Securities Holdings Ltd.	572	Abdur Rahim- Managing Director

Date	Total Trade By Mr. Rahm and Associates	Total Trade of BANGAS	% of total trade done by Mr. Rahim and Associates
02-02-2009	45	975	5%
03-02-2009	230	2,035	11%
04-02-2009	0	820	0%
05-02-2009	30	1,240	2%
08-02-2009	0	1,850	0%
09-02-2009	240	1,945	12%
10-02-2009	70	2,245	3%
11-02-2009	440	2,260	19%
12-02-2009	215	3,245	7%
15-02-2009	160	3,490	5%
16-02-2009	695	3,020	23%
17-02-2009	455	1,960	23%
18-02-2009	360	1,465	25%
19-02-2009	115	3,665	3%
22-02-2009	320	1,395	23%
23-02-2009	735	2,690	27%
24-02-2009	450	2,675	17%
25-02-2009	680	2,075	33%
26-02-2009	0	695	0%

01-03-2009	70	1,010	7%
02-03-2009	970	2,335	42%
03-03-2009	1,850	3,730	50%
04-03-2009	495	2,570	19%
05-03-2009	755	3,870	20%
08-03-2009	1,580	4,180	38%
09-03-2009	0	1,560	0%
11-03-2009	315	1,230	26%
12-03-2009	175	720	24%
15-03-2009	80	630	13%
16-03-2009	15	510	3%
17-03-2009	0	435	0%
18-03-2009	125	775	16%
19-03-2009	35	255	14%
22-03-2009	110	620	18%
23-03-2009	250	675	37%
24-03-2009	30	150	20%
25-03-2009	40	125	32%
29-03-2009	0	65	0%
30-03-2009	0	85	0%
31-03-2009	25	75	33%
01-04-2009	1,300	2,925	44%
02-04-2009	735	2,255	33%
05-04-2009	920	1,770	52%
06-04-2009	95	780	12%
07-04-2009	315	635	50%
08-04-2009	1,600	2,535	63%
09-04-2009	3,465	4,310	80%
12-04-2009	1,945	3,670	53%
13-04-2009	1,945	2,215	88%
15-04-2009	1,150	1,265	91%
16-04-2009	2,290	2,295	100%
19-04-2009	475	930	51%
20-04-2009	1,170	920	127%
21-04-2009	240	540	44%
22-04-2009	50	140	36%
23-04-2009	0	105	0%
26-04-2009	370	674	55%
27-04-2009	620	795	78%
28-04-2009	0	355	0%
29-04-2009	390	425	92%
30-04-2009	1,705	2,360	72%
03-05-2009	30	110	27%
04-05-2009	0	65	0%
05-05-2009	60	130	46%
06-05-2009	25	120	21%
07-05-2009	535	850	63%
10-05-2009	135	260	52%
11-05-2009	20	185	11%
12-05-2009	180	458	39%
13-05-2009	20	320	6%
14-05-2009	150	445	34%
17-05-2009	305	600	51%

18-05-2009	330	345	96%
19-05-2009	15	1,265	1%
20-05-2009	545	740	74%
21-05-2009	15	125	12%
24-05-2009	300	400	75%
25-05-2009	1,110	1,505	74%
26-05-2009	740	1,335	55%
27-05-2009	355	740	48%
28-05-2009	805	965	83%
31-05-2009	555	575	97%
01-06-2009	165	535	31%
02-06-2009	140	190	74%
03-06-2009	165	250	66%
04-06-2009	75	160	47%
07-06-2009	15	70	21%
08-06-2009	25	620	4%
09-06-2009	0	35	0%
10-06-2009	80	165	48%
11-06-2009	10	60	17%
14-06-2009	10	755	1%
15-06-2009	5	5	100%
16-06-2009	0	10	0%
17-06-2009	0	20	0%
18-06-2009	5	15	33%
21-06-2009	10	10	100%
22-06-2009	30	35	86%
25-06-2009	0	35	0%
02-07-2009	170	310	55%
05-07-2009	100	100	100%
09-07-2009	1,310	1,500	87%
12-07-2009	760	3,655	21%
13-07-2009	5	125	4%
14-07-2009	120	315	38%
15-07-2009	60	330	18%
16-07-2009	15	560	3%
19-07-2009	25	115	22%
20-07-2009	5	10	50%
22-07-2009	1,005	2,395	42%
23-07-2009	265	550	48%
26-07-2009	130	340	38%
27-07-2009	5	5	100%
28-07-2009	610	480	127%
29-07-2009	0	10	0%
30-07-2009	170	180	94%
02-08-2009	30	1,305	2%
03-08-2009	0	5	0%
05-08-2009	0	75	0%
06-08-2009	0	5	0%
10-08-2009	365	540	68%
11-08-2009	80	140	57%
12-08-2009	120	155	77%
16-08-2009	1,010	1,810	56%
17-08-2009	425	1,040	41%

18-08-2009	2,300	2,560	90%
19-08-2009	785	10,405	8%
Total	49,775	140,777	35%

Table-5: Trading of BANGAS shares by Mr. Abdur Rahim & associates

Trade Date	Trade Time	Instrument Code	Howla No	Trade Volume	Trade Price	Buyer Code	Buyer Client	Seller Code	Seller Client
13-Apr-09	13:06:01	BANGAS	3700147	5	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:06:01	BANGAS	3700148	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:06:01	BANGAS	3700149	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:06:01	BANGAS	3700150	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:06:01	BANGAS	3700151	5	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:06:21	BANGAS	3700152	5	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:06:21	BANGAS	3700154	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:06:21	BANGAS	3700155	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:06:21	BANGAS	3700156	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:07:00	BANGAS	3700159	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:07:00	BANGAS	3700160	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:07:00	BANGAS	3700161	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:07:00	BANGAS	3700162	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:07:00	BANGAS	3700163	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:07:00	BANGAS	3700164	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:07:00	BANGAS	3700165	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:07:00	BANGAS	3700166	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:07:00	BANGAS	3700167	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:07:00	BANGAS	3700168	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:20:28	BANGAS	3700170	5	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:20:28	BANGAS	3700172	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:20:28	BANGAS	3700173	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:20:28	BANGAS	3700174	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:20:28	BANGAS	3700175	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:20:28	BANGAS	3700176	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:20:28	BANGAS	3700177	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:20:28	BANGAS	3700178	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:20:28	BANGAS	3700179	5	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:20:38	BANGAS	3700180	5	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:20:38	BANGAS	3700181	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:20:38	BANGAS	3700182	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:20:38	BANGAS	3700183	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:20:38	BANGAS	3700184	5	1240	DSESJB	133	DSEAIB	571
Total				295					

Source: DSE Surveillance Data.

Details of these two accounts are shown below:

S.L. No	Client code	Name of Member Company	Member Code	Name of Client	Remarks
1	133	Shahjalal Islami Bank Ltd.	233	New Capital Finance & Commerce (MCS) Ltd.	Bulbul Ahmed, President Abdur Rahim, Secretary
2	571	Al-Arafah Islami Bank Ltd.	234	New Capital Finance & Commerce (MCS) Ltd.	Bulbul Ahmed, President Abdur Rahim, Secretary

Trade Date	Trade Time	Instrument Code	Howla No	Trade Volume	Trade Price	Buyer Code	Buyer Client	Seller Code	Seller Client
20-Apr-09	13:36:19	BANGAS	3700042	5	1166.5	DSEAIB	571	DSESJB	642
20-Apr-09	13:36:19	BANGAS	3700043	10	1166.5	DSEAIB	571	DSESJB	642
20-Apr-09	13:36:19	BANGAS	3700044	10	1166.5	DSEAIB	571	DSESJB	642
20-Apr-09	13:36:19	BANGAS	3700045	10	1166.5	DSEAIB	571	DSESJB	642
20-Apr-09	13:36:19	BANGAS	3700046	10	1166.5	DSEAIB	571	DSESJB	642
20-Apr-09	13:36:19	BANGAS	3700047	10	1166.5	DSEAIB	571	DSESJB	642
20-Apr-09	13:36:19	BANGAS	3700048	10	1166.5	DSEAIB	571	DSESJB	642
20-Apr-09	13:36:19	BANGAS	3700049	10	1166.5	DSEAIB	571	DSESJB	642
20-Apr-09	13:36:19	BANGAS	3700050	10	1166.5	DSEAIB	571	DSESJB	642
20-Apr-09	13:36:19	BANGAS	3700051	10	1166.5	DSEAIB	571	DSESJB	642
20-Apr-09	13:36:19	BANGAS	3700052	5	1166.5	DSEAIB	571	DSESJB	642
				100					

Source: DSE Surveillance Data.

Details of these two accounts are shown below:

S.L. No	Client code	Name of Member Company	Member code	Name of Client	Remarks
1	571	Al-Arafah Islami Bank	234	New Capital Finance & Commerce (MCS) Ltd.	Bulbul Ahmed, President Abdur Rahim, Secretary
2	642	Shahjalal Islami Bank Ltd.	214	Empire Securities Holding Ltd.	Bulbul Ahmed, Chairman Abdur Rahim, Managing Director

Trade Date	Trade Time	Instrument Code	Howla No	Trade Volume	Trade Price	Buyer Code	Buyer Client	Seller Code	Seller Client
13-Apr-09	13:45:59	BANGAS	3700195	15	1210	DSEAIB	571	DSESJB	113
16-Apr-09	13:18:35	BANGAS	3700155	5	1289	DSEAIB	571	DSESJB	113
16-Apr-09	13:18:35	BANGAS	3700157	5	1289	DSEAIB	571	DSESJB	113

[illegible]

Source: DSE Surveillance Data.

Details of these two accounts are shown below:

S.L. No	Client code	Name of Member Company	Member Code	Name of Client	Remarks
1	571	Al-Arafah Islami Bank Ltd.	234	New Capital Finance& Commerce (MCS) Ltd.	Bulbul Ahmed, President Abdur Rahim, Secretary
2	113	Shahjalal Islami Bank Ltd.	233	Badrun Nesa	Wife of Abdur Rahim

Details of these two accounts are shown below:

S.L. No	Client code	Name of Member Company	Member code	Name of Client	Remarks
1	209	Shahjalal Islami Bank Ltd.	233	Abdur Rahim	Own Account
2	571	Al-Arafah Islami Bank	234	New Capital Finance& Commerce (MCS) Ltd.	Abdur Rahim – Company Secretary

Trade Date	Trade Time	Instrument Code	Howla No	Trade Volume	Trade Price	Buyer Code	Buyer Client	Seller Code	Seller Client
20-Apr-09	12:32:18	BANGAS	3700022	10	1219.25	DSEAIB	571	DSEAIB	540
20-Apr-09	12:32:18	BANGAS	3700024	10	1219.25	DSEAIB	571	DSEAIB	540
20-Apr-09	12:32:18	BANGAS	3700025	10	1219.25	DSEAIB	571	DSEAIB	540
20-Apr-09	12:32:18	BANGAS	3700026	10	1219.25	DSEAIB	571	DSEAIB	540
20-Apr-09	12:32:18	BANGAS	3700027	5	1219.25	DSEAIB	571	DSEAIB	540

Source: DSE Surveillance Data.

Details of these two accounts are shown below:

S.L. No	Client code	Name of Member Company	Member code	Name of Client	Remarks
1	571	Al-Arafah Islami Bank	234	New Capital Finance& Commerce (MCS) Ltd.	Bulbul Ahmed, President Abdur Rahim, Secretary
2	540	Shahjalal Islami Bank Ltd.	233	Abdur Rahim & Badrun Nesa	Joint Account of Abdur Rahim

Trade Date	Trade Time	Instrument Code	Howla No	Trade Volume	Trade Price	Buyer Code	Buyer Client	Seller Code	Seller Client
20-Apr-09	12:24:19	BANGAS	3700002	10	1219	DSEAIB	571	DSEAIB	482
20-Apr-09	12:24:19	BANGAS	3700003	10	1219	DSEAIB	571	DSEAIB	482
20-Apr-09	12:24:19	BANGAS	3700004	10	1219	DSEAIB	571	DSEAIB	482
20-Apr-09	12:24:19	BANGAS	3700005	10	1219	DSEAIB	571	DSEAIB	482
20-Apr-09	12:24:19	BANGAS	3700006	10	1219	DSEAIB	571	DSEAIB	482

20-Apr-09	12:24:19	BANGAS	3700007	10	1219	DSEAIB	571	DSEAIB	482
20-Apr-09	12:24:19	BANGAS	3700008	10	1219	DSEAIB	571	DSEAIB	482
20-Apr-09	12:24:19	BANGAS	3700009	10	1219	DSEAIB	571	DSEAIB	482

Source: DSE Surveillance Data.

Details of these two accounts are shown below:

S.L. No	Client code	Name of Member Company	Member code	Name of Client	Remarks
1	571	Al-Arafah Islami Bank	234	New Capital Finance & Commerce (MCS) Ltd.	Bulbul Ahmed, President Abdur Rahim, Secretary
2	482	Shahjalal Islami Bank Ltd.	233	Abdur Rahim	Single Account of Abdur Rahim

Trade Date	Trade Time	Instrument Code	Howla No	Trade Volume	Trade Price	Buyer Code	Buyer Client	Seller Code	Seller Client
8-Feb-10	14:21:36	BANGAS	3700100	5	2538	DSESCM	3537	DSEMBL	1035
8-Feb-10	14:21:36	BANGAS	3700101	10	2538	DSESCM	3537	DSEMBL	1035
8-Feb-10	14:21:36	BANGAS	3700102	5	2538	DSESCM	3537	DSEMBL	1035
8-Feb-10	14:21:46	BANGAS	3700103	5	2538	DSESCM	3537	DSEMBL	1035
8-Feb-10	14:21:46	BANGAS	3700104	10	2538	DSESCM	3537	DSEMBL	1035
8-Feb-10	14:21:46	BANGAS	3700105	5	2538	DSESCM	3537	DSEMBL	1035
8-Feb-10	14:22:02	BANGAS	3700106	5	2538	DSESCM	3537	DSEMBL	1035
8-Feb-10	14:22:02	BANGAS	3700107	10	2538	DSESCM	3537	DSEMBL	1035
8-Feb-10	14:22:02	BANGAS	3700108	5	2538	DSESCM	3537	DSEMBL	1035
8-Feb-10	14:22:24	BANGAS	3700109	5	2538	DSESCM	3537	DSEMBL	1035
8-Feb-10	14:22:24	BANGAS	3700110	10	2538	DSESCM	3537	DSEMBL	1035
Total				75					

Source: DSE Surveillance Data.

Details of these two accounts are shown below:

S.L. No	Client code	Name of Member Company	Member code	Name of Client	Remarks
1	3537	Vision Capital Management Ltd.	24	Equity Capital Ltd	Shaheen Iqbal Mamun- President Abdur Rahim-Secretary Mahfujur Rahman Bhuiyan- Treasurer
2	1035	Mercantile Bank Securities Ltd.	224	Empire Securities Holding Ltd.	Bulbul Ahmed- Chairman Abdur Rahim- Managing Director

RENATA:

ciZôvb mgn gjZ cReVRvfi weibqvmi mv_ mû³ Qj| 2010 mbi cReVRvfi cZbi ci ciZôvb mgni Abvb Askx`vi ev ciPvjKMY ciZôvbi gjab Dëvjbi Rb Pvc w`Z vK; BZigta Avgvi c_g mšib cwbZ Wte giv hvq| GK`K mšib nviv tkvK, Ab`K Askx`vi`i Prci KviY Avgv gvbIKfvte Am` nq cio| GgZievq weibqvmKZ cR Dv`i i Rb AvciY tPóv Kii| G Ki`b tci`Z Avgv H mgq th tjb`b Kii Zv tKvµtgB Avgvi m` g` mû`Z nq bvB|

ZiQov Avgv eÜ-eÜe, AvZq-Rb, fvB-tevb, fMxcZ, gvgmn AþKi Kv t_K FY wq evRvfi weibqvm Kii| eZgvb Avgvi wþRi I ciZôvb mgni BKBu civ 10 tKuu UvKvi Dcþi FbvZK| mpcZ Avgvi AvZq Rb UvKvi Rb Pvc cqvM Kiþj Avgvi gv teBb t÷vK Avµš nq c`vivBR Ae`vq kh`kvq| eZgvb AþK Któ GKvÎ mšib, x I gvK wq w`bWZcvZ KiiQ| ciZ`b e`vþKi Fb, ciZôvb mgni Askx`vi`i

UvKvi Rb Pvc, AvZq-Rb`i Prc eZgvb Avgv gvbIKfvte Am`| ciZu gûZ AvZnZ`vi BþQ Kþi| wKš GKgvÎ AeS mšib Avi gvqi gLi w`K ZmKq cviQ bv| ZeI Rwb bv Avi KZ w`b GBfvte teP\_vKe| ciZu gûZ BþQ Kþi AvZnZ`v Kii|

Avþiv DþjL` th, MZ 17/07/2013 ZwiþL ibvKvþj AvgvK wRÁvmv Kiv nqQj wfb K`wUvj g`vþRþgU AvgvK wþb wKbv| wfb K`wUvj g`vþRþgU wjt G Avgvi GKU tKW iþqþK hvi bs- 3491| hw` Zviv AvgvK bvB wþb Zv nþj Avgvi weibqvm wnmve_vK wK Kþi|

ZvB Dcþiv³ e³te`i AvþjvK Avgvi wevZ wþe`b Avgvi Aciva gvbek`óþKv t\_K weþPbv ceK wgv Kivi Avþe`b KiiQ; hvZ Kþi Avgvi AeS wki I gvK wq teP_vKþZ cvi| Avi hw` GB Amn` gvbwmK hšbv mn` KiþZ bv cvi gZ`i vq wKvqv Pþj hvB Zvnþj Avgvi AvZþK gvd Kþi t`Iqv Avþe`b KiiQ Ges Avgvi mšib I Avgvi gvqi Rb` t`vqv Kvgbv KiiQ|”

Unquote

Whereas, in the letter he has confessed the allegation, begged apology. He has stated that the reported transaction has been done by him in order to recover his invested capital from the market.

Whereas, different codes directly related to Abdur Rahim were the counterparty of the trade. He has traded between the codes he maintained in different name and has created active trade, series of transaction in order to attract the other investors, manipulated the number of trade contract, trade volume and share price. He has traded through too many howlas so that number of trade contracts would increase significantly. Such type of transaction is the clear contravention of section 17 e (ii) (iii) and 17 e (v) of the Securities and Exchange Ordinance, 1969 (XVII of 1969).His explanation has not been accepted by the Commission.

Whereas, the aforesaid activities are tantamount to non-compliance of securities law that appears deliberate and clear contravention of the section 17 (e) (ii) (iii) (v) of the Securities and Exchange Ordinance, 1969 (XVII of 1969) attracting penal provision of section 22 of the Securities and Exchange Ordinance, 1969.

Whereas, to protect the discipline and transparency of the capital market along with it’s development the Commission deems it appropriate and necessary to impose penalty upon Mr.Abdur Rahim.

Now, therefore, Bangladesh Securities and Exchange Commission, in exercise of the power conferred by section 22 (amended by the Securities and Exchange (Amendment) Act, 2000) of the Securities and Exchange Ordinance, 1969 (XVII of 1969) hereby imposes penalty for Tk.10.00 (Tk.Ten) Lac upon Mr.Abdur Rahim which is to be deposited to the Commission in the form of Bank Draft/Payorder favouring 'Bangladesh Securities and Exchange Commission' within 15 days from the date of issuance of this order.

By order of the Bangladesh Securities and Exchange Commission

Professor Dr. M. Khairul Hossain
Chairman

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Order

Whereas, on the basis of the investigation report of Dhaka Stock Exchange Limited on trading in shares of **RAHIMTEX, BANGAS, MITHUNKNIT and RENATA**, a show cause-cum-hearing notice No. SEC/Enforcement/967/2011/382 dated June 24, 2013 was issued to New Capital Finance & Commerce (MCS)

Ltd where Mr. Abdur Rahim is secretary. New Capital Finance & Commerce (MCS) Ltd bearing code no. 133 is one of the clients of Shahjalal Islami Bank Limited (Broker). The account has been operated by Mr. Abdur Rahim. In the show cause-cum-hearing notice among others following have been mentioned:-

Quote

Whereas, as per section 17(e)(ii) (iii) and (v) of the Securities and Exchange Ordinance, 1969 (XVII of 1969), “No person shall, for the purpose of inducing, dissuading, effecting, preventing or in any manner influencing or turning to his advantage, the sale or purchase of any security, directly or indirectly,-

do any act or practice or engage in a course of business, or omit to do any act which operates or would operate as a fraud, deceit or manipulation upon any person, in particular-

create a false and misleading appearance of active trading in any security;

effect any transaction in such security which involves no change in its beneficial ownership;

directly or indirectly effect a series of transactions in any security creating the appearance of active trading therein or of raising of price for the purpose of inducing its purchase by others or depressing its price for the purpose of inducing its sale by others;”

Whereas, an investigation has been conducted by DSE on unusual trading in shares of **RAHIMTEX, BANGAS, MITHUNKNIT and RENATA**. Investigation Team reported the following among others ;

“After checking all related documents collected from different Member Companies regarding share trading by Mr. Abdur Rahim & associates the investigation team concluded here the followings:

- Mr. Rahim is directly and indirectly associated with 80 accounts.
- Mr. Rahim & associates were involved mostly with the shares of listed companies who have small paid up capital and traded major portion of those shares within the investigation period.
- By using many accounts with different brokers Mr. Rahim & Associates bought shares of such companies through some accounts and simultaneously sold from some others. Therefore by interchanging those shares within themselves and influenced price & trade volume of securities.
- It appears to the investigation team that, while doing so, several violations of Securities and Exchange Ordinance, 1969 (XVII of 1969) were committed by Mr. Rahim & associates.

Finally, the investigation team would like to state that there are some listed companies who have **small paid up** with little number of shares. Price of these shares can be easily influenced by trading only few shares in a day.”

Contravention: The investigation officers have reported that,

1. **Mr. Rahim** has violated Section 17 (e) (v) as it can observe that Mr. Rahim was involved with 12 accounts directly and indirectly in share trading of **RAHIMTEX** by the following ways:

- a) Mr. Rahim was involved directly and indirectly in a series of transaction of shares of RAHIMTEX in order to create the appearance of active trading and influence the price of the said share through simultaneous buying and selling.
- b) As on 08.06.09, 10.06.09, 21.06.09 significant amount shares of RAHIMTEX were traded by those accounts, compared to the total trade of those days by influencing the price of RAHIMTEX shares.

3. **Mr. Mahfuzur Rahman Bhuiyan** and Mr. Abdur Rahim has violated Section 17 (e) (iii) of Securities and Exchange Ordinance, 1969, by effecting the transactions of 120 shares of RAHIMTEX by 12 howlas which involves no change in beneficial ownership.

3. Mr. Rahim has violated Section 17 (e) (v) as he was involved with 8 accounts directly and indirectly in share trading of **BANGAS** by the following ways:

a.) Mr. Rahim was involved directly and indirectly in a series of transaction of shares of BANGAS within 02.02.09 to 09.08.09 in order to create the appearance of active trading and influence the price of the said share through simultaneous buying and selling.

b.) As on 08.04.09, 12.04.09, 30.04.09 significant amount shares of BANGAS were Traded by Mr. Rahim through those accounts, compared to the total trade of those days by influencing the price of BANGAS shares.

4. **New Capital Finance Commerce Ltd.** has violated Section 17(e) (iii) of Securities and Exchange Ordinance, 1969, by effecting the transactions of 295 shares of BANGAS by 33 howlas which involved no change in beneficial ownership

5. Mr. Abdur Rahim and **Mr. Bulbul Ahmed** has violated Section 17(e)(iii) of Securities and Exchange Ordinance, 1969, by effecting the transactions of 140 shares of BANGAS by 19 howlas which involved no change in beneficial ownership.

6. Mr. Abdur Rahim and associates has violated Section 17(e)(ii) of Securities and Exchange Ordinance, 1969, by creating a misleading appearance of active trading in shares of BANGAS by effecting the trade volume of BANGAS whereas, they only interchanged the ownership of shares within themselves and tried to influence the price and volume of BANGAS shares.

7. Mr. Rahim has violated Section 17 (e) (v) as it can be observed form the above that Mr. Rahim was involved with 5 accounts directly and indirectly in share trading of BANGAS by the following ways:

a. Mr. Rahim were involved directly and indirectly in a series of transaction of shares of BANGAS in order to create the appearance of active trading and influence the price of the said share through simultaneous buying and selling.

b. As on 08.02.10, significant amount shares of BANGAS were traded compared to the total trade of those days by influencing the price of BANGAS shares

8. Mr. Abdur Rahim and associates have violated Section 17(e)(ii) of Securities and Exchange Ordinance, 1969, by creating a misleading appearance of active trading in shares of BANGAS by effecting the trade volume of BANGAS whereas they only interchanged the ownership of shares within themselves

9. Mr. Rahim has violated Section 17 (e) (v) of Securities and Exchange Ordinance, 1969 (XVII of 1969) as it can be observed form the above that Mr. Rahim was involved with 2 accounts directly and indirectly in share trading of **MITHUNKNIT** by the following ways:

a. Mr. Rahim was involved directly and indirectly in a series of transaction of 23400 shares of MITHUNKNIT on 08.11.10. On that date Mr. Rahim and his wife bought those shares at a price range of Tk. 1500 to Tk. 1740 with an average price of Tk. 1667.15, and therefore created the appearance of active trading and influence the price of the said share through simultaneous buying.

b. As on 08.11.10 significant amount shares of MITHUNKNIT were traded by Mr. Rahim and his wife compared to the total trade of those days by influencing the price of MITHUNKNIT shares.

10. Mr. Rahim has violated Section 17 (e) (v) as it can be observed form the above that Mr. Rahim was involved with 9 accounts directly and indirectly in share trading of **RENATA** by the following ways:

a. Mr. Rahim was involved directly and indirectly in a series of transaction of shares of RENATA in order to create the appearance of active trading and influence the price of the said share through simultaneous buying and selling.

b. As on 31.01.10 significant amount shares of RENATA were traded compared to the total trade of those days by influencing the price of RENATA shares.

11. Mr. Abdur Rahim and **Mr. Bulbul Ahmed** has violated Section (e) (iii) of Section 17 of Securities and Exchange Ordinance, 1969, by effecting the transactions of 25 shares of RENATA by 1 howla which involved no change in beneficial ownership.

12. Mr. Abdur Rahim and associates has violated Section (e) (ii) of Section 17 of Securities and Exchange Ordinance, 1969, by creating a misleading appearance of active trading in shares of RENATA by affecting the trade volume of RENATA whereas, they only interchanged the ownership of shares within themselves.

Whereas, the copy of the relevant part of the report is enclosed herewith.

Unquote

Whereas, the investigation team has reported the following among others which has been enclosed with the showcase cum hearing notice.

BANGAS::

List of accounts associated with Mr. Abdur Rahim who traded BANGAS shares.

S.L. No	Name of Member Company	Member code	Name of Client	Client code	Remarks
1	Shahjalal Islami Bank Ltd.	233	Badrun Nesa	113	Wife of Abdur Rahim
2	Shahjalal Islami Bank Ltd.	233	New Capital finance & Commerce Ltd.	133	Abdur Rahim-Secretary
3	Shahjalal Islami Bank Ltd.	233	Empire Securities Holding Ltd.	642	Abdur Rahim-Managing Director
4	Al-Arafah Islami Bank	234	Abdur Rahim	482	Single Account
5	Al-Arafah Islami Bank	234	Badrun Nesa	483	Wife of Abdur Rahim
6	Al-Arafah Islami Bank	234	Abdur Rahim & Badrun Nesa	540	Joint Account
7	Al-Arafah Islami Bank	234	New Capital Finance & Commerce (MCS) Ltd.	571	Abdur Rahim-Secretary
8	Al-Arafah Islami Bank	234	Empire Securities Holdings Ltd.	572	Abdur Rahim-Managing Director

Date	Total Trade By Mr. Rahm and Associates	Total Trade of BANGAS	% of total trade done by Mr. Rahim and Associates
02-02-2009	45	975	5%
03-02-2009	230	2,035	11%
04-02-2009	0	820	0%

05-02-2009	30	1,240	2%
08-02-2009	0	1,850	0%
09-02-2009	240	1,945	12%
10-02-2009	70	2,245	3%
11-02-2009	440	2,260	19%
12-02-2009	215	3,245	7%
15-02-2009	160	3,490	5%
16-02-2009	695	3,020	23%
17-02-2009	455	1,960	23%
18-02-2009	360	1,465	25%
19-02-2009	115	3,665	3%
22-02-2009	320	1,395	23%
23-02-2009	735	2,690	27%
24-02-2009	450	2,675	17%
25-02-2009	680	2,075	33%
26-02-2009	0	695	0%
01-03-2009	70	1,010	7%
02-03-2009	970	2,335	42%
03-03-2009	1,850	3,730	50%
04-03-2009	495	2,570	19%
05-03-2009	755	3,870	20%
08-03-2009	1,580	4,180	38%
09-03-2009	0	1,560	0%
11-03-2009	315	1,230	26%
12-03-2009	175	720	24%
15-03-2009	80	630	13%
16-03-2009	15	510	3%
17-03-2009	0	435	0%
18-03-2009	125	775	16%
19-03-2009	35	255	14%
22-03-2009	110	620	18%
23-03-2009	250	675	37%
24-03-2009	30	150	20%
25-03-2009	40	125	32%
29-03-2009	0	65	0%
30-03-2009	0	85	0%
31-03-2009	25	75	33%
01-04-2009	1,300	2,925	44%
02-04-2009	735	2,255	33%
05-04-2009	920	1,770	52%
06-04-2009	95	780	12%
07-04-2009	315	635	50%
08-04-2009	1,600	2,535	63%
09-04-2009	3,465	4,310	80%
12-04-2009	1,945	3,670	53%
13-04-2009	1,945	2,215	88%
15-04-2009	1,150	1,265	91%
16-04-2009	2,290	2,295	100%
19-04-2009	475	930	51%
20-04-2009	1,170	920	127%
21-04-2009	240	540	44%
22-04-2009	50	140	36%
23-04-2009	0	105	0%

26-04-2009	370	674	55%
27-04-2009	620	795	78%
28-04-2009	0	355	0%
29-04-2009	390	425	92%
30-04-2009	1,705	2,360	72%
03-05-2009	30	110	27%
04-05-2009	0	65	0%
05-05-2009	60	130	46%
06-05-2009	25	120	21%
07-05-2009	535	850	63%
10-05-2009	135	260	52%
11-05-2009	20	185	11%
12-05-2009	180	458	39%
13-05-2009	20	320	6%
14-05-2009	150	445	34%
17-05-2009	305	600	51%
18-05-2009	330	345	96%
19-05-2009	15	1,265	1%
20-05-2009	545	740	74%
21-05-2009	15	125	12%
24-05-2009	300	400	75%
25-05-2009	1,110	1,505	74%
26-05-2009	740	1,335	55%
27-05-2009	355	740	48%
28-05-2009	805	965	83%
31-05-2009	555	575	97%
01-06-2009	165	535	31%
02-06-2009	140	190	74%
03-06-2009	165	250	66%
04-06-2009	75	160	47%
07-06-2009	15	70	21%
08-06-2009	25	620	4%
09-06-2009	0	35	0%
10-06-2009	80	165	48%
11-06-2009	10	60	17%
14-06-2009	10	755	1%
15-06-2009	5	5	100%
16-06-2009	0	10	0%
17-06-2009	0	20	0%
18-06-2009	5	15	33%
21-06-2009	10	10	100%
22-06-2009	30	35	86%
25-06-2009	0	35	0%
02-07-2009	170	310	55%
05-07-2009	100	100	100%
09-07-2009	1,310	1,500	87%
12-07-2009	760	3,655	21%
13-07-2009	5	125	4%
14-07-2009	120	315	38%
15-07-2009	60	330	18%
16-07-2009	15	560	3%
19-07-2009	25	115	22%
20-07-2009	5	10	50%

22-07-2009	1,005	2,395	42%
23-07-2009	265	550	48%
26-07-2009	130	340	38%
27-07-2009	5	5	100%
28-07-2009	610	480	127%
29-07-2009	0	10	0%
30-07-2009	170	180	94%
02-08-2009	30	1,305	2%
03-08-2009	0	5	0%
05-08-2009	0	75	0%
06-08-2009	0	5	0%
10-08-2009	365	540	68%
11-08-2009	80	140	57%
12-08-2009	120	155	77%
16-08-2009	1,010	1,810	56%
17-08-2009	425	1,040	41%
18-08-2009	2,300	2,560	90%
19-08-2009	785	10,405	8%
Total	49,775	140,777	35%

Table-5: Trading of BANGAS shares by Mr. Abdur Rahim & associates

Trade Date	Trade Time	Instrument Code	Howla No	Trade Volume	Trade Price	Buyer Code	Buyer Client	Seller Code	Seller Client
13-Apr-09	13:06:01	BANGAS	3700147	5	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:06:01	BANGAS	3700148	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:06:01	BANGAS	3700149	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:06:01	BANGAS	3700150	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:06:01	BANGAS	3700151	5	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:06:21	BANGAS	3700152	5	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:06:21	BANGAS	3700154	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:06:21	BANGAS	3700155	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:06:21	BANGAS	3700156	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:07:00	BANGAS	3700159	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:07:00	BANGAS	3700160	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:07:00	BANGAS	3700161	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:07:00	BANGAS	3700162	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:07:00	BANGAS	3700163	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:07:00	BANGAS	3700164	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:07:00	BANGAS	3700165	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:07:00	BANGAS	3700166	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:07:00	BANGAS	3700167	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:07:00	BANGAS	3700168	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:20:28	BANGAS	3700170	5	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:20:28	BANGAS	3700172	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:20:28	BANGAS	3700173	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:20:28	BANGAS	3700174	10	1240	DSESJB	133	DSEAIB	571

13-Apr-09	13:20:28	BANGAS	3700175	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:20:28	BANGAS	3700176	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:20:28	BANGAS	3700177	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:20:28	BANGAS	3700178	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:20:28	BANGAS	3700179	5	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:20:38	BANGAS	3700180	5	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:20:38	BANGAS	3700181	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:20:38	BANGAS	3700182	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:20:38	BANGAS	3700183	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:20:38	BANGAS	3700184	5	1240	DSESJB	133	DSEAIB	571
Total				295					

Source: DSE Surveillance Data.

Details of these two accounts are shown below:

S.L. No	Client code	Name of Member Company	Member Code	Name of Client	Remarks
1	133	Shahjalal Islami Bank Ltd.	233	New Capital Finance & Commerce (MCS) Ltd.	Bulbul Ahmed, President Abdur Rahim, Secretary
2	571	Al-Arafah Islami Bank Ltd.	234	New Capital Finance & Commerce (MCS) Ltd.	Bulbul Ahmed, President Abdur Rahim, Secretary

Trade Date	Trade Time	Instrument Code	Howla No	Trade Volume	Trade Price	Buyer Code	Buyer Client	Seller Code	Seller Client
20-Apr-09	13:36:19	BANGAS	3700042	5	1166.5	DSEAIB	571	DSESJB	642
20-Apr-09	13:36:19	BANGAS	3700043	10	1166.5	DSEAIB	571	DSESJB	642
20-Apr-09	13:36:19	BANGAS	3700044	10	1166.5	DSEAIB	571	DSESJB	642
20-Apr-09	13:36:19	BANGAS	3700045	10	1166.5	DSEAIB	571	DSESJB	642
20-Apr-09	13:36:19	BANGAS	3700046	10	1166.5	DSEAIB	571	DSESJB	642
20-Apr-09	13:36:19	BANGAS	3700047	10	1166.5	DSEAIB	571	DSESJB	642
20-Apr-09	13:36:19	BANGAS	3700048	10	1166.5	DSEAIB	571	DSESJB	642
20-Apr-09	13:36:19	BANGAS	3700049	10	1166.5	DSEAIB	571	DSESJB	642
20-Apr-09	13:36:19	BANGAS	3700050	10	1166.5	DSEAIB	571	DSESJB	642
20-Apr-09	13:36:19	BANGAS	3700051	10	1166.5	DSEAIB	571	DSESJB	642
20-Apr-09	13:36:19	BANGAS	3700052	5	1166.5	DSEAIB	571	DSESJB	642
				100					

Source: DSE Surveillance Data.

Details of these two accounts are shown below:

S.L. No	Client code	Name of Member Company	Member code	Name of Client	Reamrks
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1	571	Al-Arafah Islami Bank	234	New Capital Finance & Commerce (MCS) Ltd.	Bulbul Ahmed, President Abdur Rahim, Secretary
2	642	Shahjalal Islami Bank Ltd.	214	Empire Securities Holding Ltd.	Bulbul Ahmed, Chairman Abdur Rahim, Managing Director

Trade Date	Trade Time	Instrument Code	Howla No	Trade Volume	Trade Price	Buyer Code	Buyer Client	Seller Code	Seller Client
13-Apr-09	13:45:59	BANGAS	3700195	15	1210	DSEAIB	571	DSESJB	113
16-Apr-09	13:18:35	BANGAS	3700155	5	1289	DSEAIB	571	DSESJB	113
16-Apr-09	13:18:35	BANGAS	3700157	5	1289	DSEAIB	571	DSESJB	113
16-Apr-09	13:18:35	BANGAS	3700158	5	1289	DSEAIB	571	DSESJB	113
16-Apr-09	13:18:35	BANGAS	3700159	5	1289	DSEAIB	571	DSESJB	113
16-Apr-09	13:18:35	BANGAS	3700160	5	1289	DSEAIB	571	DSESJB	113
29-Apr-09	12:53:26	BANGAS	3700003	5	1192	DSEAIB	571	DSESJB	113
29-Apr-09	12:53:26	BANGAS	3700004	5	1192	DSEAIB	571	DSESJB	113
29-Apr-09	12:53:26	BANGAS	3700005	5	1192	DSEAIB	571	DSESJB	113
29-Apr-09	12:53:26	BANGAS	3700006	5	1192	DSEAIB	571	DSESJB	113
29-Apr-09	12:53:26	BANGAS	3700007	5	1192	DSEAIB	571	DSESJB	113
29-Apr-09	12:53:26	BANGAS	3700008	5	1192	DSEAIB	571	DSESJB	113
29-Apr-09	12:53:26	BANGAS	3700009	5	1192	DSEAIB	571	DSESJB	113
29-Apr-09	12:53:26	BANGAS	3700010	5	1192	DSEAIB	571	DSESJB	113
29-Apr-09	12:53:26	BANGAS	3700011	5	1192	DSEAIB	571	DSESJB	113
29-Apr-09	12:53:26	BANGAS	3700012	5	1192	DSEAIB	571	DSESJB	113
29-Apr-09	12:53:26	BANGAS	3700013	5	1192	DSEAIB	571	DSESJB	113
29-Apr-09	12:53:26	BANGAS	3700014	5	1192	DSEAIB	571	DSESJB	113
29-Apr-09	12:53:26	BANGAS	3700015	5	1192	DSEAIB	571	DSESJB	113
29-Apr-09	12:53:26	BANGAS	3700016	5	1192	DSEAIB	571	DSESJB	113
29-Apr-09	12:53:26	BANGAS	3700017	5	1192	DSEAIB	571	DSESJB	113
29-Apr-09	12:53:26	BANGAS	3700018	5	1192	DSEAIB	571	DSESJB	113
29-Apr-09	12:53:26	BANGAS	3700019	5	1192	DSEAIB	571	DSESJB	113
29-Apr-09	12:53:26	BANGAS	3700020	5	1192	DSEAIB	571	DSESJB	113
29-Apr-09	12:53:26	BANGAS	3700021	5	1192	DSEAIB	571	DSESJB	113
29-Apr-09	12:53:26	BANGAS	3700022	5	1192	DSEAIB	571	DSESJB	113
29-Apr-09	12:55:05	BANGAS	3700031	5	1193	DSEAIB	571	DSESJB	113
29-Apr-09	12:55:05	BANGAS	3700032	5	1193	DSEAIB	571	DSESJB	113
29-Apr-09	12:55:05	BANGAS	3700033	5	1193	DSEAIB	571	DSESJB	113
29-Apr-09	12:55:05	BANGAS	3700034	5	1193	DSEAIB	571	DSESJB	113
29-Apr-09	12:55:05	BANGAS	3700035	5	1193	DSEAIB	571	DSESJB	113
29-Apr-09	12:55:05	BANGAS	3700036	5	1193	DSEAIB	571	DSESJB	113
28-Jul-09	12:47:22	BANGAS	3700014	15	1900	DSEAIB	571	DSESJB	113
28-Jul-09	12:47:22	BANGAS	3700015	15	1900	DSEAIB	571	DSESJB	113
28-Jul-09	12:47:22	BANGAS	3700016	15	1900	DSEAIB	571	DSESJB	113

28-Jul-09	12:47:22	BANGAS	3700017	15	1900	DSEAIB	571	DSESJB	113
28-Jul-09	12:47:22	BANGAS	3700018	15	1900	DSEAIB	571	DSESJB	113
28-Jul-09	12:47:22	BANGAS	3700019	15	1900	DSEAIB	571	DSESJB	113
28-Jul-09	12:47:22	BANGAS	3700020	10	1900	DSEAIB	571	DSESJB	113
28-Jul-09	13:59:59	BANGAS	3700021	5	1900	DSEAIB	571	DSESJB	113
28-Jul-09	13:59:59	BANGAS	3700023	15	1900	DSEAIB	571	DSESJB	113
28-Jul-09	13:59:59	BANGAS	3700024	15	1900	DSEAIB	571	DSESJB	113
28-Jul-09	13:59:59	BANGAS	3700025	15	1900	DSEAIB	571	DSESJB	113
28-Jul-09	13:59:59	BANGAS	3700026	15	1900	DSEAIB	571	DSESJB	113
28-Jul-09	13:59:59	BANGAS	3700027	15	1900	DSEAIB	571	DSESJB	113
28-Jul-09	13:59:59	BANGAS	3700028	15	1900	DSEAIB	571	DSESJB	113
28-Jul-09	13:59:59	BANGAS	3700029	5	1900	DSEAIB	571	DSESJB	113
Total				370					

Source: DSE Surveillance Data.

Details of these two accounts are shown below:

S.L. No	Client code	Name of Member Company	Member Code	Name of Client	Remarks
1	571	Al-Arafah Islami Bank Ltd.	234	New Capital Finance& Commerce (MCS) Ltd.	Bulbul Ahmed, President Abdur Rahim, Secretary
2	113	Shahjalal Islami Bank Ltd.	233	Badrun Nesa	Wife of Abdur Rahim

Details of these two accounts are shown below:

S.L. No	Client code	Name of Member Company	Member code	Name of Client	Remarks
1	209	Shahjalal Islami Bank Ltd.	233	Abdur Rahim	Own Account
2	571	Al-Arafah Islami Bank	234	New Capital Finance& Commerce (MCS) Ltd.	Abdur Rahim – Company Secretary

Trade Date	Trade Time	Instrument Code	Howla No	Trade Volume	Trade Price	Buyer Code	Buyer Client	Seller Code	Seller Client
20-Apr-09	12:32:18	BANGAS	3700022	10	1219.25	DSEAIB	571	DSEAIB	540
20-Apr-09	12:32:18	BANGAS	3700024	10	1219.25	DSEAIB	571	DSEAIB	540
20-Apr-09	12:32:18	BANGAS	3700025	10	1219.25	DSEAIB	571	DSEAIB	540
20-Apr-09	12:32:18	BANGAS	3700026	10	1219.25	DSEAIB	571	DSEAIB	540
20-Apr-09	12:32:18	BANGAS	3700027	5	1219.25	DSEAIB	571	DSEAIB	540

Source: DSE Surveillance Data.

Details of these two accounts are shown below:

S.L. No	Client code	Name of Member Company	Member code	Name of Client	Remarks
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1	571	Al-Arafah Islami Bank	234	New Capital Finance & Commerce (MCS) Ltd.	Bulbul Ahmed, President Abdur Rahim, Secretary
2	540	Shahjalal Islami Bank Ltd.	233	Abdur Rahim & Badrun Nesa	Joint Account of Abdur Rahim

Trade Date	Trade Time	Instrument Code	Howla No	Trade Volume	Trade Price	Buyer Code	Buyer Client	Seller Code	Seller Client
20-Apr-09	12:24:19	BANGAS	3700002	10	1219	DSEAIB	571	DSEAIB	482
20-Apr-09	12:24:19	BANGAS	3700003	10	1219	DSEAIB	571	DSEAIB	482
20-Apr-09	12:24:19	BANGAS	3700004	10	1219	DSEAIB	571	DSEAIB	482
20-Apr-09	12:24:19	BANGAS	3700005	10	1219	DSEAIB	571	DSEAIB	482
20-Apr-09	12:24:19	BANGAS	3700006	10	1219	DSEAIB	571	DSEAIB	482
20-Apr-09	12:24:19	BANGAS	3700007	10	1219	DSEAIB	571	DSEAIB	482
20-Apr-09	12:24:19	BANGAS	3700008	10	1219	DSEAIB	571	DSEAIB	482
20-Apr-09	12:24:19	BANGAS	3700009	10	1219	DSEAIB	571	DSEAIB	482

Source: DSE Surveillance Data.

Details of these two accounts are shown below:

S.L. No	Client code	Name of Member Company	Member code	Name of Client	Remarks
1	571	Al-Arafah Islami Bank	234	New Capital Finance & Commerce (MCS) Ltd.	Bulbul Ahmed, President Abdur Rahim, Secretary
2	482	Shahjalal Islami Bank Ltd.	233	Abdur Rahim	Single Account of Abdur Rahim

Whereas, hearing has not been conducted with New Capital Finance & Commerce (MCS) Ltd. New Capital Finance Commerce Ltd neither has appeared at the hearing nor submitted any written explanation

Whereas, Abdur Rahim has executed his unlawful trade through aforesaid reported accounts. One of the account is New Capital Finance & Commerce (MCS) Ltd. where Mr. Abdur Rahim is secretary. The account has been operated by Mr. Abdur Rahim. Through this account Abdur Rahim has acted as both buyer and seller of his sale and buy of shares of **BANGAS** in order to manipulate the number of trade contract, trade volume and share price. Such type of transaction is the clear contravention of section 17 e (ii) (iii) (v) of the Securities and Exchange Ordinance, 1969 (XVII of 1969).

Whereas, the aforesaid activities are tantamount to non-compliance of securities law that appears deliberate and clear contravention of the section 17 e (ii) (iii) (v) of the Securities and Exchange Ordinance, 1969 (XVII of 1969) attracting penal provision of section 22 of the Securities and Exchange Ordinance, 1969 .

Whereas, to protect the discipline and transparency of the capital market along with it's development the Commission deems it appropriate and necessary to impose penalty upon New Capital Finance & Commerce (MCS) Ltd..

Now, therefore, Bangladesh Securities and Exchange Commission, in exercise of the power conferred by section 22 (amended by the Securities and Exchange (Amendment) Act, 2000) of the Securities and Exchange Ordinance, 1969 (XVII of 1969) hereby imposes penalty for Tk.02.00 (Tk.Two) Lac upon New Capital Finance & Commerce (MCS) Ltd. which is to be deposited to the Commission in the form of Bank Draft/Payorder favouring 'Bangladesh Securities and Exchange Commission' within 15 days from the date of issuance of this order.

By order of the Bangladesh Securities and Exchange Commission

Professor Dr. M. Khairul Hossain
Chairman

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Order

Whereas, on the basis of the investigation report of Dhaka Stock Exchange Limited on trading in shares of **RAHIMTEX, BANGAS, MITHUNKNIT and RENATA**, a show cause-cum-hearing notice No. SEC/Enforcement/967/2011/382 dated June 24, 2013 was issued to Bulbul Ahmed who has business relation with Mr. Abdur Rahim . In the show cause-cum-hearing notice among others following have been mentioned;-

Quote

Whereas, as per section 17(e)(ii) (iii) and (v) of the Securities and Exchange Ordinance, 1969 (XVII of 1969), “No person shall, for the purpose of inducing, dissuading, effecting, preventing or in any manner influencing or turning to his advantage, the sale or purchase of any security, directly or indirectly,-

do any act or practice or engage in a course of business, or omit to do any act which operates or would operate as a fraud, deceit or manipulation upon any person, in particular-

create a false and misleading appearance of active trading in any security;

effect any transaction in such security which involves no change in its beneficial ownership;

directly or indirectly effect a series of transactions in any security creating the appearance of active trading therein or of raising of price for the purpose of inducing its purchase by others or depressing its price for the purpose of inducing its sale by others;”

Whereas, an investigation has been conducted by DSE on unusual trading in shares of **RAHIMTEX, BANGAS, MITHUNKNIT and RENATA**. Investigation Team reported the following among others ;

“After checking all related documents collected from different Member Companies regarding share trading by Mr. Abdur Rahim & associates the investigation team concluded here the followings:

- Mr. Rahim is directly and indirectly associated with 80 accounts.
- Mr. Rahim & associates were involved mostly with the shares of listed companies who have small paid up capital and traded major portion of those shares within the investigation period.
- By using many accounts with different brokers Mr. Rahim & Associates bought shares of such companies through some accounts and simultaneously sold from some others. Therefore by interchanging those shares within themselves and influenced price & trade volume of securities.
- It appears to the investigation team that, while doing so, several violations of Securities and Exchange Ordinance, 1969 (XVII of 1969) were committed by Mr. Rahim & associates.

Finally, the investigation team would like to state that there are some listed companies who have **small paid up** with little number of shares. Price of these shares can be easily influenced by trading only few shares in a day.”

Contravention: The investigation officers have reported that,

1. **Mr. Rahim** has violated Section 17 (e) (v) as it can observe that Mr. Rahim was involved with 12 accounts directly and indirectly in share trading of **RAHIMTEX** by the following ways:

- a) Mr. Rahim was involved directly and indirectly in a series of transaction of shares of RAHIMTEX in order to create the appearance of active trading and influence the price of the said share through simultaneous buying and selling.
- b) As on 08.06.09, 10.06.09, 21.06.09 significant amount shares of RAHIMTEX were traded by those accounts, compared to the total trade of those days by influencing the price of RAHIMTEX shares.

4. **Mr. Mahfuzur Rahman Bhuiyan** and Mr. Abdur Rahim has violated Section 17 (e) (iii) of Securities and Exchange Ordinance, 1969, by effecting the transactions of 120 shares of RAHIMTEX by 12 howlas which involves no change in beneficial ownership.
3. Mr. Rahim has violated Section 17 (e) (v) as he was involved with 8 accounts directly and indirectly in share trading of **BANGAS** by the following ways:
 - a.) Mr. Rahim was involved directly and indirectly in a series of transaction of shares of BANGAS within 02.02.09 to 09.08.09 in order to create the appearance of active trading and influence the price of the said share through simultaneous buying and selling.
 - b.) As on 08.04.09, 12.04.09, 30.04.09 significant amount shares of BANGAS were Traded by Mr. Rahim through those accounts, compared to the total trade of those days by influencing the price of BANGAS shares.
4. **New Capital Finance Commerce Ltd.** has violated Section 17(e) (iii) of Securities and Exchange Ordinance, 1969, by effecting the transactions of 295 shares of BANGAS by 33 howlas which involved no change in beneficial ownership
5. Mr. Abdur Rahim and **Mr. Bulbul Ahmed** has violated Section 17(e)(iii) of Securities and Exchange Ordinance, 1969, by effecting the transactions of 140 shares of BANGAS by 19 howlas which involved no change in beneficial ownership.
6. Mr. Abdur Rahim and associates has violated Section 17(e)(ii) of Securities and Exchange Ordinance, 1969, by creating a misleading appearance of active trading in shares of BANGAS by effecting the trade volume of BANGAS whereas, they only interchanged the ownership of shares within themselves and tried to influence the price and volume of BANGAS shares.
7. Mr. Rahim has violated Section 17 (e) (v) as it can be observed form the above that Mr. Rahim was involved with 5 accounts directly and indirectly in share trading of BANGAS by the following ways:
 - a. Mr. Rahim were involved directly and indirectly in a series of transaction of shares of BANGAS in order to create the appearance of active trading and influence the price of the said share through simultaneous buying and selling.
 - b. As on 08.02.10, significant amount shares of BANGAS were traded compared to the total trade of those days by influencing the price of BANGAS shares
8. Mr. Abdur Rahim and associates have violated Section 17(e)(ii) of Securities and Exchange Ordinance, 1969, by creating a misleading appearance of active trading in shares of BANGAS by effecting the trade volume of BANGAS whereas they only interchanged the ownership of shares within themselves
9. Mr. Rahim has violated Section 17 (e) (v) of Securities and Exchange Ordinance, 1969 (XVII of 1969) as it can be observed form the above that Mr. Rahim was involved with 2 accounts directly and indirectly in share trading of **MITHUNKNIT** by the following ways:
 - a. Mr. Rahim was involved directly and indirectly in a series of transaction of 23400 shares of MITHUNKNIT on 08.11.10. On that date Mr. Rahim and his wife bought those shares at a price range of Tk. 1500 to Tk. 1740 with an average price of Tk. 1667.15, and therefore created the appearance of active trading and influence the price of the said share through simultaneous buying.
 - b. As on 08.11.10 significant amount shares of MITHUNKNIT were traded by Mr. Rahim and his wife compared to the total trade of those days by influencing the price of MITHUNKNIT shares.
10. Mr. Rahim has violated Section 17 (e) (v) as it can be observed form the above that Mr. Rahim was involved with 9 accounts directly and indirectly in share trading of **RENATA** by the following ways:
 - a. Mr. Rahim was involved directly and indirectly in a series of transaction of shares of RENATA in order to create the appearance of active trading and influence the price of the said share through simultaneous buying and selling.

b.As on 31.01.10 significant amount shares of RENATA were traded compared to the total trade of those days by influencing the price of RENATA shares.

11.Mr. Abdur Rahim and **Mr. Bulbul Ahmed** has violated Section (e) (iii) of Section 17 of Securities and Exchange Ordinance, 1969, by effecting the transactions of 25 shares of RENATA by 1 howla which involved no change in beneficial ownership.

12. Mr. Abdur Rahim and associates has violated Section (e) (ii) of Section 17 of Securities and Exchange Ordinance, 1969, by creating a misleading appearance of active trading in shares of RENATA by affecting the trade volume of RENATA whereas, they only interchanged the ownership of shares within themselves

Whereas, the copy of the relevant part of the report is enclosed herewith.

Unquote

Whereas, the investigation team has reported the following among others which has been enclosed with the showcause cum hearing notice.

BANGAS::

List of accounts associated with Mr. Abdur Rahim who traded BANGAS shares.

S.L. No	Name of Member Company	Member code	Name of Client	Client code	Remarks
1	Shahjalal Islami Bank Ltd.	233	Badrun Nesa	113	Wife of Abdur Rahim
2	Shahjalal Islami Bank Ltd.	233	New Capital finance & Commerce Ltd.	133	Abdur Rahim-Secretary
3	Shahjalal Islami Bank Ltd.	233	Empire Securities Holding Ltd.	642	Abdur Rahim-Managing Director
4	Al-Arafah Islami Bank	234	Abdur Rahim	482	Single Account
5	Al-Arafah Islami Bank	234	Badurun Nesa	483	Wife of Abdur Rahim
6	Al-Arafah Islami Bank	234	Abdur Rahim & Badrun Nesa	540	Joint Account
7	Al-Arafah Islami Bank	234	New Capital Finance& Commerce (MCS) Ltd.	571	Abdur Rahim-Secretary
8	Al-Arafah Islami Bank	234	Empire Securities Holdings Ltd.	572	Abdur Rahim-Managing Director

Date	Total Trade By Mr. Rahm and Associates	Total Trade of BANGAS	% of total trade done by Mr. Rahim and Associates
02-02-2009	45	975	5%
03-02-2009	230	2,035	11%
04-02-2009	0	820	0%
05-02-2009	30	1,240	2%
08-02-2009	0	1,850	0%
09-02-2009	240	1,945	12%
10-02-2009	70	2,245	3%
11-02-2009	440	2,260	19%
12-02-2009	215	3,245	7%
15-02-2009	160	3,490	5%

16-02-2009	695	3,020	23%
17-02-2009	455	1,960	23%
18-02-2009	360	1,465	25%
19-02-2009	115	3,665	3%
22-02-2009	320	1,395	23%
23-02-2009	735	2,690	27%
24-02-2009	450	2,675	17%
25-02-2009	680	2,075	33%
26-02-2009	0	695	0%
01-03-2009	70	1,010	7%
02-03-2009	970	2,335	42%
03-03-2009	1,850	3,730	50%
04-03-2009	495	2,570	19%
05-03-2009	755	3,870	20%
08-03-2009	1,580	4,180	38%
09-03-2009	0	1,560	0%
11-03-2009	315	1,230	26%
12-03-2009	175	720	24%
15-03-2009	80	630	13%
16-03-2009	15	510	3%
17-03-2009	0	435	0%
18-03-2009	125	775	16%
19-03-2009	35	255	14%
22-03-2009	110	620	18%
23-03-2009	250	675	37%
24-03-2009	30	150	20%
25-03-2009	40	125	32%
29-03-2009	0	65	0%
30-03-2009	0	85	0%
31-03-2009	25	75	33%
01-04-2009	1,300	2,925	44%
02-04-2009	735	2,255	33%
05-04-2009	920	1,770	52%
06-04-2009	95	780	12%
07-04-2009	315	635	50%
08-04-2009	1,600	2,535	63%
09-04-2009	3,465	4,310	80%
12-04-2009	1,945	3,670	53%
13-04-2009	1,945	2,215	88%
15-04-2009	1,150	1,265	91%
16-04-2009	2,290	2,295	100%
19-04-2009	475	930	51%
20-04-2009	1,170	920	127%
21-04-2009	240	540	44%
22-04-2009	50	140	36%
23-04-2009	0	105	0%
26-04-2009	370	674	55%
27-04-2009	620	795	78%
28-04-2009	0	355	0%
29-04-2009	390	425	92%
30-04-2009	1,705	2,360	72%
03-05-2009	30	110	27%
04-05-2009	0	65	0%

05-05-2009	60	130	46%
06-05-2009	25	120	21%
07-05-2009	535	850	63%
10-05-2009	135	260	52%
11-05-2009	20	185	11%
12-05-2009	180	458	39%
13-05-2009	20	320	6%
14-05-2009	150	445	34%
17-05-2009	305	600	51%
18-05-2009	330	345	96%
19-05-2009	15	1,265	1%
20-05-2009	545	740	74%
21-05-2009	15	125	12%
24-05-2009	300	400	75%
25-05-2009	1,110	1,505	74%
26-05-2009	740	1,335	55%
27-05-2009	355	740	48%
28-05-2009	805	965	83%
31-05-2009	555	575	97%
01-06-2009	165	535	31%
02-06-2009	140	190	74%
03-06-2009	165	250	66%
04-06-2009	75	160	47%
07-06-2009	15	70	21%
08-06-2009	25	620	4%
09-06-2009	0	35	0%
10-06-2009	80	165	48%
11-06-2009	10	60	17%
14-06-2009	10	755	1%
15-06-2009	5	5	100%
16-06-2009	0	10	0%
17-06-2009	0	20	0%
18-06-2009	5	15	33%
21-06-2009	10	10	100%
22-06-2009	30	35	86%
25-06-2009	0	35	0%
02-07-2009	170	310	55%
05-07-2009	100	100	100%
09-07-2009	1,310	1,500	87%
12-07-2009	760	3,655	21%
13-07-2009	5	125	4%
14-07-2009	120	315	38%
15-07-2009	60	330	18%
16-07-2009	15	560	3%
19-07-2009	25	115	22%
20-07-2009	5	10	50%
22-07-2009	1,005	2,395	42%
23-07-2009	265	550	48%
26-07-2009	130	340	38%
27-07-2009	5	5	100%
28-07-2009	610	480	127%
29-07-2009	0	10	0%
30-07-2009	170	180	94%

02-08-2009	30	1,305	2%
03-08-2009	0	5	0%
05-08-2009	0	75	0%
06-08-2009	0	5	0%
10-08-2009	365	540	68%
11-08-2009	80	140	57%
12-08-2009	120	155	77%
16-08-2009	1,010	1,810	56%
17-08-2009	425	1,040	41%
18-08-2009	2,300	2,560	90%
19-08-2009	785	10,405	8%
Total	49,775	140,777	35%

Table-5: Trading of BANGAS shares by Mr. Abdur Rahim & associates

Trade Date	Trade Time	Instrument Code	Howla No	Trade Volume	Trade Price	Buyer Code	Buyer Client	Seller Code	Seller Client
13-Apr-09	13:06:01	BANGAS	3700147	5	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:06:01	BANGAS	3700148	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:06:01	BANGAS	3700149	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:06:01	BANGAS	3700150	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:06:01	BANGAS	3700151	5	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:06:21	BANGAS	3700152	5	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:06:21	BANGAS	3700154	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:06:21	BANGAS	3700155	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:06:21	BANGAS	3700156	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:07:00	BANGAS	3700159	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:07:00	BANGAS	3700160	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:07:00	BANGAS	3700161	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:07:00	BANGAS	3700162	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:07:00	BANGAS	3700163	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:07:00	BANGAS	3700164	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:07:00	BANGAS	3700165	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:07:00	BANGAS	3700166	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:07:00	BANGAS	3700167	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:07:00	BANGAS	3700168	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:20:28	BANGAS	3700170	5	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:20:28	BANGAS	3700172	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:20:28	BANGAS	3700173	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:20:28	BANGAS	3700174	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:20:28	BANGAS	3700175	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:20:28	BANGAS	3700176	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:20:28	BANGAS	3700177	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:20:28	BANGAS	3700178	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:20:28	BANGAS	3700179	5	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:20:38	BANGAS	3700180	5	1240	DSESJB	133	DSEAIB	571

13-Apr-09	13:20:38	BANGAS	3700181	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:20:38	BANGAS	3700182	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:20:38	BANGAS	3700183	10	1240	DSESJB	133	DSEAIB	571
13-Apr-09	13:20:38	BANGAS	3700184	5	1240	DSESJB	133	DSEAIB	571
Total				295					

Source: DSE Surveillance Data.

Details of these two accounts are shown below:

S.L. No	Client code	Name of Member Company	Member Code	Name of Client	Remarks
1	133	Shahjalal Islami Bank Ltd.	233	New Capital Finance & Commerce (MCS) Ltd.	Bulbul Ahmed, President Abdur Rahim, Secretary
2	571	Al-Arafah Islami Bank Ltd.	234	New Capital Finance & Commerce (MCS) Ltd.	Bulbul Ahmed, President Abdur Rahim, Secretary

Trade Date	Trade Time	Instrument Code	Howla No	Trade Volume	Trade Price	Buyer Code	Buyer Client	Seller Code	Seller Client
20-Apr-09	13:36:19	BANGAS	3700042	5	1166.5	DSEAIB	571	DSESJB	642
20-Apr-09	13:36:19	BANGAS	3700043	10	1166.5	DSEAIB	571	DSESJB	642
20-Apr-09	13:36:19	BANGAS	3700044	10	1166.5	DSEAIB	571	DSESJB	642
20-Apr-09	13:36:19	BANGAS	3700045	10	1166.5	DSEAIB	571	DSESJB	642
20-Apr-09	13:36:19	BANGAS	3700046	10	1166.5	DSEAIB	571	DSESJB	642
20-Apr-09	13:36:19	BANGAS	3700047	10	1166.5	DSEAIB	571	DSESJB	642
20-Apr-09	13:36:19	BANGAS	3700048	10	1166.5	DSEAIB	571	DSESJB	642
20-Apr-09	13:36:19	BANGAS	3700049	10	1166.5	DSEAIB	571	DSESJB	642
20-Apr-09	13:36:19	BANGAS	3700050	10	1166.5	DSEAIB	571	DSESJB	642
20-Apr-09	13:36:19	BANGAS	3700051	10	1166.5	DSEAIB	571	DSESJB	642
20-Apr-09	13:36:19	BANGAS	3700052	5	1166.5	DSEAIB	571	DSESJB	642
				100					

Source: DSE Surveillance Data.

Details of these two accounts are shown below:

S.L. No	Client code	Name of Member Company	Member code	Name of Client	Reamrks
1	571	Al-Arafah Islami Bank	234	New Capital Finance & Commerce (MCS) Ltd.	Bulbul Ahmed, President Abdur Rahim, Secretary
2	642	Shahjalal Islami Bank Ltd.	214	Empire Securities Holding Ltd.	Bulbul Ahmed, Chairman Abdur Rahim,

					Managing Director
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Trade Date	Trade Time	Instrument Code	Howla No	Trade Volume	Trade Price	Buyer Code	Buyer Client	Seller Code	Seller Client
13-Apr-09	13:45:59	BANGAS	3700195	15	1210	DSEAIB	571	DSESJB	113
16-Apr-09	13:18:35	BANGAS	3700155	5	1289	DSEAIB	571	DSESJB	113
16-Apr-09	13:18:35	BANGAS	3700157	5	1289	DSEAIB	571	DSESJB	113
16-Apr-09	13:18:35	BANGAS	3700158	5	1289	DSEAIB	571	DSESJB	113
16-Apr-09	13:18:35	BANGAS	3700159	5	1289	DSEAIB	571	DSESJB	113
16-Apr-09	13:18:35	BANGAS	3700160	5	1289	DSEAIB	571	DSESJB	113
29-Apr-09	12:53:26	BANGAS	3700003	5	1192	DSEAIB	571	DSESJB	113
29-Apr-09	12:53:26	BANGAS	3700004	5	1192	DSEAIB	571	DSESJB	113
29-Apr-09	12:53:26	BANGAS	3700005	5	1192	DSEAIB	571	DSESJB	113
29-Apr-09	12:53:26	BANGAS	3700006	5	1192	DSEAIB	571	DSESJB	113
29-Apr-09	12:53:26	BANGAS	3700007	5	1192	DSEAIB	571	DSESJB	113
29-Apr-09	12:53:26	BANGAS	3700008	5	1192	DSEAIB	571	DSESJB	113
29-Apr-09	12:53:26	BANGAS	3700009	5	1192	DSEAIB	571	DSESJB	113
29-Apr-09	12:53:26	BANGAS	3700010	5	1192	DSEAIB	571	DSESJB	113
29-Apr-09	12:53:26	BANGAS	3700011	5	1192	DSEAIB	571	DSESJB	113
29-Apr-09	12:53:26	BANGAS	3700012	5	1192	DSEAIB	571	DSESJB	113
29-Apr-09	12:53:26	BANGAS	3700013	5	1192	DSEAIB	571	DSESJB	113
29-Apr-09	12:53:26	BANGAS	3700014	5	1192	DSEAIB	571	DSESJB	113
29-Apr-09	12:53:26	BANGAS	3700015	5	1192	DSEAIB	571	DSESJB	113
29-Apr-09	12:53:26	BANGAS	3700016	5	1192	DSEAIB	571	DSESJB	113
29-Apr-09	12:53:26	BANGAS	3700017	5	1192	DSEAIB	571	DSESJB	113
29-Apr-09	12:53:26	BANGAS	3700018	5	1192	DSEAIB	571	DSESJB	113
29-Apr-09	12:53:26	BANGAS	3700019	5	1192	DSEAIB	571	DSESJB	113
29-Apr-09	12:53:26	BANGAS	3700020	5	1192	DSEAIB	571	DSESJB	113
29-Apr-09	12:53:26	BANGAS	3700021	5	1192	DSEAIB	571	DSESJB	113
29-Apr-09	12:53:26	BANGAS	3700022	5	1192	DSEAIB	571	DSESJB	113
29-Apr-09	12:55:05	BANGAS	3700031	5	1193	DSEAIB	571	DSESJB	113
29-Apr-09	12:55:05	BANGAS	3700032	5	1193	DSEAIB	571	DSESJB	113
29-Apr-09	12:55:05	BANGAS	3700033	5	1193	DSEAIB	571	DSESJB	113
29-Apr-09	12:55:05	BANGAS	3700034	5	1193	DSEAIB	571	DSESJB	113
29-Apr-09	12:55:05	BANGAS	3700035	5	1193	DSEAIB	571	DSESJB	113
29-Apr-09	12:55:05	BANGAS	3700036	5	1193	DSEAIB	571	DSESJB	113
28-Jul-09	12:47:22	BANGAS	3700014	15	1900	DSEAIB	571	DSESJB	113
28-Jul-09	12:47:22	BANGAS	3700015	15	1900	DSEAIB	571	DSESJB	113
28-Jul-09	12:47:22	BANGAS	3700016	15	1900	DSEAIB	571	DSESJB	113
28-Jul-09	12:47:22	BANGAS	3700017	15	1900	DSEAIB	571	DSESJB	113
28-Jul-09	12:47:22	BANGAS	3700018	15	1900	DSEAIB	571	DSESJB	113
28-Jul-09	12:47:22	BANGAS	3700019	15	1900	DSEAIB	571	DSESJB	113
28-Jul-09	12:47:22	BANGAS	3700020	10	1900	DSEAIB	571	DSESJB	113

28-Jul-09	13:59:59	BANGAS	3700021	5	1900	DSEAIB	571	DSESJB	113
28-Jul-09	13:59:59	BANGAS	3700023	15	1900	DSEAIB	571	DSESJB	113
28-Jul-09	13:59:59	BANGAS	3700024	15	1900	DSEAIB	571	DSESJB	113
28-Jul-09	13:59:59	BANGAS	3700025	15	1900	DSEAIB	571	DSESJB	113
28-Jul-09	13:59:59	BANGAS	3700026	15	1900	DSEAIB	571	DSESJB	113
28-Jul-09	13:59:59	BANGAS	3700027	15	1900	DSEAIB	571	DSESJB	113
28-Jul-09	13:59:59	BANGAS	3700028	15	1900	DSEAIB	571	DSESJB	113
28-Jul-09	13:59:59	BANGAS	3700029	5	1900	DSEAIB	571	DSESJB	113
Total				370					

Source: DSE Surveillance Data.

Details of these two accounts are shown below:

S.L. No	Client code	Name of Member Company	Member Code	Name of Client	Remarks
1	571	Al-Arafah Islami Bank Ltd.	234	New Capital Finance& Commerce (MCS) Ltd.	Bulbul Ahmed, President Abdur Rahim, Secretary
2	113	Shahjalal Islami Bank Ltd.	233	Badrun Nesa	Wife of Abdur Rahim

Details of these two accounts are shown below:

S.L. No	Client code	Name of Member Company	Member code	Name of Client	Remarks
1	209	Shahjalal Islami Bank Ltd.	233	Abdur Rahim	Own Account
2	571	Al-Arafah Islami Bank	234	New Capital Finance& Commerce (MCS) Ltd.	Abdur Rahim – Company Secretary

Trade Date	Trade Time	Instrument Code	Howla No	Trade Volume	Trade Price	Buyer Code	Buyer Client	Seller Code	Seller Client
20-Apr-09	12:32:18	BANGAS	3700022	10	1219.25	DSEAIB	571	DSEAIB	540
20-Apr-09	12:32:18	BANGAS	3700024	10	1219.25	DSEAIB	571	DSEAIB	540
20-Apr-09	12:32:18	BANGAS	3700025	10	1219.25	DSEAIB	571	DSEAIB	540
20-Apr-09	12:32:18	BANGAS	3700026	10	1219.25	DSEAIB	571	DSEAIB	540
20-Apr-09	12:32:18	BANGAS	3700027	5	1219.25	DSEAIB	571	DSEAIB	540

Source: DSE Surveillance Data.

Details of these two accounts are shown below:

S.L. No	Client code	Name of Member Company	Member code	Name of Client	Remarks
1	571	Al-Arafah Islami Bank	234	New Capital Finance& Commerce (MCS) Ltd.	Bulbul Ahmed, President Abdur Rahim, Secretary
2	540	Shahjalal Islami Bank Ltd.	233	Abdur Rahim & Badrun Nesa	Joint Account of Abdur Rahim

Trade Date	Trade Time	Instrument Code	Howla No	Trade Volume	Trade Price	Buyer Code	Buyer Client	Seller Code	Seller Client
20-Apr-09	12:24:19	BANGAS	3700002	10	1219	DSEAIB	571	DSEAIB	482
20-Apr-09	12:24:19	BANGAS	3700003	10	1219	DSEAIB	571	DSEAIB	482
20-Apr-09	12:24:19	BANGAS	3700004	10	1219	DSEAIB	571	DSEAIB	482
20-Apr-09	12:24:19	BANGAS	3700005	10	1219	DSEAIB	571	DSEAIB	482
20-Apr-09	12:24:19	BANGAS	3700006	10	1219	DSEAIB	571	DSEAIB	482
20-Apr-09	12:24:19	BANGAS	3700007	10	1219	DSEAIB	571	DSEAIB	482
20-Apr-09	12:24:19	BANGAS	3700008	10	1219	DSEAIB	571	DSEAIB	482
20-Apr-09	12:24:19	BANGAS	3700009	10	1219	DSEAIB	571	DSEAIB	482

Source: DSE Surveillance Data.

Details of these two accounts are shown below:

S.L. No	Client code	Name of Member Company	Member code	Name of Client	Remarks
1	571	Al-Arafah Islami Bank	234	New Capital Finance & Commerce (MCS) Ltd.	Bulbul Ahmed, President Abdur Rahim, Secretary
2	482	Shahjalal Islami Bank Ltd.	233	Abdur Rahim	Single Account of Abdur Rahim

Trade Date	Trade Time	Instrument Code	Howla No	Trade Volume	Trade Price	Buyer Code	Buyer Client	Seller Code	Seller Client
8-Feb-10	14:21:36	BANGAS	3700100	5	2538	DSESCM	3537	DSEMBL	1035
8-Feb-10	14:21:36	BANGAS	3700101	10	2538	DSESCM	3537	DSEMBL	1035
8-Feb-10	14:21:36	BANGAS	3700102	5	2538	DSESCM	3537	DSEMBL	1035
8-Feb-10	14:21:46	BANGAS	3700103	5	2538	DSESCM	3537	DSEMBL	1035
8-Feb-10	14:21:46	BANGAS	3700104	10	2538	DSESCM	3537	DSEMBL	1035
8-Feb-10	14:21:46	BANGAS	3700105	5	2538	DSESCM	3537	DSEMBL	1035
8-Feb-10	14:22:02	BANGAS	3700106	5	2538	DSESCM	3537	DSEMBL	1035
8-Feb-10	14:22:02	BANGAS	3700107	10	2538	DSESCM	3537	DSEMBL	1035
8-Feb-10	14:22:02	BANGAS	3700108	5	2538	DSESCM	3537	DSEMBL	1035
8-Feb-10	14:22:24	BANGAS	3700109	5	2538	DSESCM	3537	DSEMBL	1035
8-Feb-10	14:22:24	BANGAS	3700110	10	2538	DSESCM	3537	DSEMBL	1035
Total				75					

Source: DSE Surveillance Data.

Details of these two accounts are shown below:

S.L. No	Client code	Name of Member Company	Member code	Name of Client	Remarks
1	3537	Vision Capital Management Ltd.	24	Equity Capital Ltd	Shaheen Iqbal Mamun- President Abdur Rahim-Secretary Mahfujur Rahman Bhuiyan- Treasurer
2	1035	Mercantile Bank Securities Ltd.	224	Empire Securities Holding Ltd.	Bulbul Ahmed- Chairman Abdur Rahim- Managing Director

Whereas, hearing has not been conducted with Bulbul Ahmed. He neither has appeared at the hearing nor submitted any written explanation.

Whereas, Bulbul Ahmed has executed unlawful trade through the aforesaid accounts. Bulbul Ahmed has business relation with Mr. Abdur Rahim. Abdur Rahim is related with the aforesaid each accounts. Through the aforesaid accounts Bulbul Ahmed in connivance with Abdur Rahim has acted as both buyer and seller of his sale and buy of shares of **BANGAS** and effected series of transaction in order to manipulate the number of trade contract, trade volume and share price. Such type of transaction is the clear contravention of section 17 e (ii) (iii) (v) of the Securities and Exchange Ordinance, 1969 (XVII of 1969).

Whereas, the aforesaid activities are tantamount to non-compliance of securities law that appears deliberate and clear contravention of the section 17 e (ii) (iii) (v) of the Securities and Exchange Ordinance, 1969 (XVII of 1969) attracting penal provision of section 22 of the Securities and Exchange Ordinance, 1969.

Whereas, to protect the discipline and transparency of the capital market along with it's development the Commission deems it appropriate and necessary to impose penalty upon Bulbul Ahmed.

Now, therefore, Bangladesh Securities and Exchange Commission, in exercise of the power conferred by section 22 (amended by the Securities and Exchange (Amendment) Act, 2000) of the Securities and Exchange Ordinance, 1969 (XVII of 1969) hereby imposes penalty for Tk.02.00 (Tk.Two) Lac upon Bulbul Ahmed which is to be deposited to the Commission in the form of Bank Draft/Payorder favouring 'Bangladesh Securities and Exchange Commission' within 15 days from the date of issuance of this order.

By order of the Bangladesh Securities and Exchange Commission

Professor Dr. M. Khairul Hossain
Chairman

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Order

Whereas, on the basis of the investigation report of Dhaka Stock Exchange Limited on trading in shares of **RAHIMTEX, BANGAS, MITHUNKNIT and RENATA**, a show cause-cum-hearing notice No. SEC/Enforcement/967/2011/382 dated June 24, 2013 was issued to Mahfuzur Rahman Bhuiyan who has business relation with Mr. Abdur Rahim. In the show cause-cum-hearing notice among others following have been mentioned;-

Quote

Whereas, as per section 17(e)(ii) (iii) and (v) of the Securities and Exchange Ordinance, 1969 (XVII of 1969), “No person shall, for the purpose of inducing, dissuading, effecting, preventing or in any manner influencing or turning to his advantage, the sale or purchase of any security, directly or indirectly,-

do any act or practice or engage in a course of business, or omit to do any act which operates or would operate as a fraud, deceit or manipulation upon any person, in particular-

create a false and misleading appearance of active trading in any security;

effect any transaction in such security which involves no change in its beneficial ownership;

directly or indirectly effect a series of transactions in any security creating the appearance of active trading therein or of raising of price for the purpose of inducing its purchase by others or depressing its price for the purpose of inducing its sale by others;”

Whereas, an investigation has been conducted by DSE on unusual trading in shares of **RAHIMTEX, BANGAS, MITHUNKNIT and RENATA**. Investigation Team reported the following among others ;

“After checking all related documents collected from different Member Companies regarding share trading by Mr. Abdur Rahim & associates the investigation team concluded here the followings:

- Mr. Rahim is directly and indirectly associated with 80 accounts.
- Mr. Rahim & associates were involved mostly with the shares of listed companies who have small paid up capital and traded major portion of those shares within the investigation period.
- By using many accounts with different brokers Mr. Rahim & Associates bought shares of such companies through some accounts and simultaneously sold from some others. Therefore by interchanging those shares within themselves and influenced price & trade volume of securities.
- It appears to the investigation team that, while doing so, several violations of Securities and Exchange Ordinance, 1969 (XVII of 1969) were committed by Mr. Rahim & associates.

Finally, the investigation team would like to state that there are some listed companies who have **small paid up** with little number of shares. Price of these shares can be easily influenced by trading only few shares in a day.”

Contravention: The investigation officers have reported that,

1. **Mr. Rahim** has violated Section 17 (e) (v) as it can observe that Mr. Rahim was involved with 12 accounts directly and indirectly in share trading of **RAHIMTEX** by the following ways:

- a) Mr. Rahim was involved directly and indirectly in a series of transaction of shares of RAHIMTEX in order to create the appearance of active trading and influence the price of the said share through simultaneous buying and selling.

b) As on 08.06.09, 10.06.09, 21.06.09 significant amount shares of RAHIMTEX were traded by those accounts, compared to the total trade of those days by influencing the price of RAHIMTEX shares.

5. **Mr. Mahfuzur Rahman Bhuiyan** and Mr. Abdur Rahim has violated Section 17 (e) (iii) of Securities and Exchange Ordinance, 1969, by effecting the transactions of 120 shares of RAHIMTEX by 12 howlas which involves no change in beneficial ownership.

3. Mr. Rahim has violated Section 17 (e) (v) as he was involved with 8 accounts directly and indirectly in share trading of **BANGAS** by the following ways:

a.) Mr. Rahim was involved directly and indirectly in a series of transaction of shares of BANGAS within 02.02.09 to 09.08.09 in order to create the appearance of active trading and influence the price of the said share through simultaneous buying and selling.

b.) As on 08.04.09, 12.04.09, 30.04.09 significant amount shares of BANGAS were Traded by Mr. Rahim through those accounts, compared to the total trade of those days by influencing the price of BANGAS shares.

4. **New Capital Finance Commerce Ltd.** has violated Section 17(e) (iii) of Securities and Exchange Ordinance, 1969, by effecting the transactions of 295 shares of BANGAS by 33 howlas which involved no change in beneficial ownership

5. Mr. Abdur Rahim and **Mr. Bulbul Ahmed** has violated Section 17(e)(iii) of Securities and Exchange Ordinance, 1969, by effecting the transactions of 140 shares of BANGAS by 19 howlas which involved no change in beneficial ownership.

6. Mr. Abdur Rahim and associates has violated Section 17(e)(ii) of Securities and Exchange Ordinance, 1969, by creating a misleading appearance of active trading in shares of BANGAS by effecting the trade volume of BANGAS whereas, they only interchanged the ownership of shares within themselves and tried to influence the price and volume of BANGAS shares.

7. Mr. Rahim has violated Section 17 (e) (v) as it can be observed form the above that Mr. Rahim was involved with 5 accounts directly and indirectly in share trading of BANGAS by the following ways:

a. Mr. Rahim were involved directly and indirectly in a series of transaction of shares of BANGAS in order to create the appearance of active trading and influence the price of the said share through simultaneous buying and selling.

b. As on 08.02.10, significant amount shares of BANGAS were traded compared to the total trade of those days by influencing the price of BANGAS shares

8. Mr. Abdur Rahim and associates have violated Section 17(e)(ii) of Securities and Exchange Ordinance, 1969, by creating a misleading appearance of active trading in shares of BANGAS by effecting the trade volume of BANGAS whereas they only interchanged the ownership of shares within themselves

9. Mr. Rahim has violated Section 17 (e) (v) of Securities and Exchange Ordinance, 1969 (XVII of 1969) as it can be observed form the above that Mr. Rahim was involved with 2 accounts directly and indirectly in share trading of **MITHUNKNIT** by the following ways:

a. Mr. Rahim was involved directly and indirectly in a series of transaction of 23400 shares of MITHUNKNIT on 08.11.10. On that date Mr. Rahim and his wife bought those shares at a price range of Tk. 1500 to Tk. 1740 with an average price of Tk. 1667.15, and therefore created the appearance of active trading and influence the price of the said share through simultaneous buying.

b. As on 08.11.10 significant amount shares of MITHUNKNIT were traded by Mr. Rahim and his wife compared to the total trade of those days by influencing the price of MITHUNKNIT shares.

10. Mr. Rahim has violated Section 17 (e) (v) as it can be observed form the above that Mr. Rahim was involved with 9 accounts directly and indirectly in share trading of **RENATA** by the following ways:

a. Mr. Rahim was involved directly and indirectly in a series of transaction of shares of RENATA in order to create the appearance of active trading and influence the price of the said share through simultaneous buying and selling.

b.As on 31.01.10 significant amount shares of RENATA were traded compared to the total trade of those days by influencing the price of RENATA shares.

11.Mr. Abdur Rahim and **Mr. Bulbul Ahmed** has violated Section (e) (iii) of Section 17 of Securities and Exchange Ordinance, 1969, by effecting the transactions of 25 shares of RENATA by 1 howla which involved no change in beneficial ownership.

12. Mr. Abdur Rahim and associates has violated Section (e) (ii) of Section 17 of Securities and Exchange Ordinance, 1969, by creating a misleading appearance of active trading in shares of RENATA by affecting the trade volume of RENATA whereas, they only interchanged the ownership of shares within themselves

Whereas, the copy of the relevant part of the report is enclosed herewith.

Unquote

Whereas, the investigation team has reported the following among others which has been enclosed with the showcause cum hearing notice.

RAHIMTEX:

List of accounts associated with Mr. Abdur Rahim who traded RAHIMTEX shares.

S.L. No	Client code	Name of Client	Name of Member Company	Member code	Remarks
1	1578	Abdur Rahim	Phoenix Securities Ltd.	4	Own Account
2	1601	Md. Sohrab Hossain	Phoenix Securities Ltd.	4	Abdur Rahim - Authorized Person & Introducer
3	1631	New Capital Finance & Commerce Ltd.	Phoenix Securities Ltd.	4	Abdur Rahim - Company Secretary
4	1639	Mohammad Muntasir Karim	Phoenix Securities Ltd.	4	Abdur Rahim - Authorized Person & Introducer
5	1713	Badrun Nesa & Abdur Rahim	Phoenix Securities Ltd.	4	Joint account
6	1865	Sonia Sultana	Phoenix Securities Ltd.	4	Abdur Rahim-Introducer, Same Address & Mothers' name same as Badrun Nesa wife of Rahim
7	1988	Zahirul Islam	Phoenix Securities Ltd.	4	Abdur Rahim-Introducer & Brother
8	133	New Capital finance & Commerce Ltd.	Shahjalal Islami Bank Ltd.	233	Abdur Rahim- Company Secretary
9	1188	Equity and Bond Management Ltd.	Shahjalal Islami Bank Ltd.	233	Abdur Rahim-Vice Chairman
10	1578	H.M Nurul Alam	Shahjalal Islami Bank Ltd.	233	Abdur Rahim-Authorized Person
11	1767	Equity capital (MCS) Ltd.	Shahjalal Islami Bank Ltd.	233	Abdur Rahim-Secretary
12	1822	A.R. Consultation (Investment)	Shahjalal Islami Bank Ltd.	233	Abdur Rahim- Proprietor

Date	Total Trade of Rahim TEX	Total Trade By Mr. Rahm and Associates	% of total trade done by Mr. Rahim and Associates
08-06-09	560	200	36%

09-06-09	120	0	0%
10-06-09	495	175	35%
11-06-09	210	0	0%
14-06-09	185	40	22%
15-06-09	280	240	86%
16-06-09	940	115	12%
17-06-09	205	0	0%
18-06-09	120	95	79%
21-06-09	400	225	56%
22-06-09	55	45	82%
23-06-09	20	0	0%
24-06-09	110	0	0%
25-06-09	220	110	50%
28-06-09	450	170	38%
29-06-09	30	0	0%
30-06-09	95	85	89%
02-07-09	120	20	17%
05-07-09	960	110	11%
06-07-09	425	160	38%
Total	6000	1790	30%

Trade Date	Trade Time	Instrument Code	Howla No	Trade Volume	Trade Price	Buyer Code	Buyer Client	Seller Code	Seller Client
15-Jun-09	12:51:53 PM	RAHIMTEXT	17600006	10	880	DSJSJB	1188	DSJSJB	1767
15-Jun-09	12:51:53 PM	RAHIMTEXT	17600007	10	880	DSJSJB	1188	DSJSJB	1767
15-Jun-09	12:51:53 PM	RAHIMTEXT	17600008	10	880	DSJSJB	1188	DSJSJB	1767
15-Jun-09	12:51:53 PM	RAHIMTEXT	17600009	10	880	DSJSJB	1188	DSJSJB	1767
15-Jun-09	12:52:03 PM	RAHIMTEXT	17600010	10	875	DSJSJB	1188	DSJSJB	1767
15-Jun-09	12:52:03 PM	RAHIMTEXT	17600011	10	875	DSJSJB	1188	DSJSJB	1767
15-Jun-09	12:52:03 PM	RAHIMTEXT	17600012	10	875	DSJSJB	1188	DSJSJB	1767
15-Jun-09	12:52:03 PM	RAHIMTEXT	17600013	10	875	DSJSJB	1188	DSJSJB	1767
15-Jun-09	12:52:11 PM	RAHIMTEXT	17600014	10	870	DSJSJB	1188	DSJSJB	1767
15-Jun-09	12:52:11 PM	RAHIMTEXT	17600015	10	870	DSJSJB	1188	DSJSJB	1767
15-Jun-09	12:52:11 PM	RAHIMTEXT	17600016	10	870	DSJSJB	1188	DSJSJB	1767
15-Jun-09	12:52:11 PM	RAHIMTEXT	17600017	10	870	DSJSJB	1188	DSJSJB	1767
Total				120					

Source: DSE Surveillance Data

Details of these two accounts are shown below:

S.L. No	Client code	Name of Member Company	Member code	Name of Client	Remarks
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1	1188	Shahjalal Islami Bank Ltd.	233	Equity & Bond Management Ltd	Mahfuzur Rahman Bhuiyan - Managing Director Abdur Rahim - Vice Chairman
2	1767	Shahjalal Islami Bank Ltd.	233	Equity Capital (MCS) Ltd	Mahfuzur Rahman Bhuiyan - Treasurer Abdur Rahim - Secretary

BANGAS::

List of accounts associated with Mr. Abdur Rahim who traded BANGAS shares.

S.L. No	Name of Member Company	Member code	Name of Client	Client code	Remarks
1	Shahjalal Islami Bank Ltd.	233	Badrun Nesa	113	Wife of Abdur Rahim
2	Shahjalal Islami Bank Ltd.	233	New Capital finance & Commerce Ltd.	133	Abdur Rahim- Secretary
3	Shahjalal Islami Bank Ltd.	233	Empire Securities Holding Ltd.	642	Abdur Rahim- Managing Director
4	Al-Arafah Islami Bank	234	Abdur Rahim	482	Single Account
5	Al-Arafah Islami Bank	234	Badurun Nesa	483	Wife of Abdur Rahim
6	Al-Arafah Islami Bank	234	Abdur Rahim & Badrun Nesa	540	Joint Account
7	Al-Arafah Islami Bank	234	New Capital Finance & Commerce (MCS) Ltd.	571	Abdur Rahim- Secretary
8	Al-Arafah Islami Bank	234	Empire Securities Holdings Ltd.	572	Abdur Rahim- Managing Director

Date	Total Trade By Mr. Rahm and Associates	Total Trade of BANGAS	% of total trade done by Mr. Rahim and Associates
02-02-2009	45	975	5%
03-02-2009	230	2,035	11%
04-02-2009	0	820	0%
05-02-2009	30	1,240	2%
08-02-2009	0	1,850	0%
09-02-2009	240	1,945	12%
10-02-2009	70	2,245	3%
11-02-2009	440	2,260	19%
12-02-2009	215	3,245	7%
15-02-2009	160	3,490	5%
16-02-2009	695	3,020	23%
17-02-2009	455	1,960	23%
18-02-2009	360	1,465	25%
19-02-2009	115	3,665	3%
22-02-2009	320	1,395	23%
23-02-2009	735	2,690	27%
24-02-2009	450	2,675	17%

25-02-2009	680	2,075	33%
26-02-2009	0	695	0%
01-03-2009	70	1,010	7%
02-03-2009	970	2,335	42%
03-03-2009	1,850	3,730	50%
04-03-2009	495	2,570	19%
05-03-2009	755	3,870	20%
08-03-2009	1,580	4,180	38%
09-03-2009	0	1,560	0%
11-03-2009	315	1,230	26%
12-03-2009	175	720	24%
15-03-2009	80	630	13%
16-03-2009	15	510	3%
17-03-2009	0	435	0%
18-03-2009	125	775	16%
19-03-2009	35	255	14%
22-03-2009	110	620	18%
23-03-2009	250	675	37%
24-03-2009	30	150	20%
25-03-2009	40	125	32%
29-03-2009	0	65	0%
30-03-2009	0	85	0%
31-03-2009	25	75	33%
01-04-2009	1,300	2,925	44%
02-04-2009	735	2,255	33%
05-04-2009	920	1,770	52%
06-04-2009	95	780	12%
07-04-2009	315	635	50%
08-04-2009	1,600	2,535	63%
09-04-2009	3,465	4,310	80%
12-04-2009	1,945	3,670	53%
13-04-2009	1,945	2,215	88%
15-04-2009	1,150	1,265	91%
16-04-2009	2,290	2,295	100%
19-04-2009	475	930	51%
20-04-2009	1,170	920	127%
21-04-2009	240	540	44%
22-04-2009	50	140	36%
23-04-2009	0	105	0%
26-04-2009	370	674	55%
27-04-2009	620	795	78%
28-04-2009	0	355	0%
29-04-2009	390	425	92%
30-04-2009	1,705	2,360	72%
03-05-2009	30	110	27%
04-05-2009	0	65	0%
05-05-2009	60	130	46%
06-05-2009	25	120	21%
07-05-2009	535	850	63%
10-05-2009	135	260	52%
11-05-2009	20	185	11%
12-05-2009	180	458	39%
13-05-2009	20	320	6%

14-05-2009	150	445	34%
17-05-2009	305	600	51%
18-05-2009	330	345	96%
19-05-2009	15	1,265	1%
20-05-2009	545	740	74%
21-05-2009	15	125	12%
24-05-2009	300	400	75%
25-05-2009	1,110	1,505	74%
26-05-2009	740	1,335	55%
27-05-2009	355	740	48%
28-05-2009	805	965	83%
31-05-2009	555	575	97%
01-06-2009	165	535	31%
02-06-2009	140	190	74%
03-06-2009	165	250	66%
04-06-2009	75	160	47%
07-06-2009	15	70	21%
08-06-2009	25	620	4%
09-06-2009	0	35	0%
10-06-2009	80	165	48%
11-06-2009	10	60	17%
14-06-2009	10	755	1%
15-06-2009	5	5	100%
16-06-2009	0	10	0%
17-06-2009	0	20	0%
18-06-2009	5	15	33%
21-06-2009	10	10	100%
22-06-2009	30	35	86%
25-06-2009	0	35	0%
02-07-2009	170	310	55%
05-07-2009	100	100	100%
09-07-2009	1,310	1,500	87%
12-07-2009	760	3,655	21%
13-07-2009	5	125	4%
14-07-2009	120	315	38%
15-07-2009	60	330	18%
16-07-2009	15	560	3%
19-07-2009	25	115	22%
20-07-2009	5	10	50%
22-07-2009	1,005	2,395	42%
23-07-2009	265	550	48%
26-07-2009	130	340	38%
27-07-2009	5	5	100%
28-07-2009	610	480	127%
29-07-2009	0	10	0%
30-07-2009	170	180	94%
02-08-2009	30	1,305	2%
03-08-2009	0	5	0%
05-08-2009	0	75	0%
06-08-2009	0	5	0%
10-08-2009	365	540	68%
11-08-2009	80	140	57%
12-08-2009	120	155	77%

16-08-2009	1,010	1,810	56%
17-08-2009	425	1,040	41%
18-08-2009	2,300	2,560	90%
19-08-2009	785	10,405	8%
Total	49,775	140,777	35%

Table-5: Trading of BANGAS shares by Mr. Abdur Rahim & associates

Trade Date	Trade Time	Instrument Code	Howla No	Trade Volume	Trade Price	Buyer Code	Buyer Client	Seller Code	Seller Client
8-Feb-10	14:21:36	BANGAS	3700100	5	2538	DSESCM	3537	DSEMBL	1035
8-Feb-10	14:21:36	BANGAS	3700101	10	2538	DSESCM	3537	DSEMBL	1035
8-Feb-10	14:21:36	BANGAS	3700102	5	2538	DSESCM	3537	DSEMBL	1035
8-Feb-10	14:21:46	BANGAS	3700103	5	2538	DSESCM	3537	DSEMBL	1035
8-Feb-10	14:21:46	BANGAS	3700104	10	2538	DSESCM	3537	DSEMBL	1035
8-Feb-10	14:21:46	BANGAS	3700105	5	2538	DSESCM	3537	DSEMBL	1035
8-Feb-10	14:22:02	BANGAS	3700106	5	2538	DSESCM	3537	DSEMBL	1035
8-Feb-10	14:22:02	BANGAS	3700107	10	2538	DSESCM	3537	DSEMBL	1035
8-Feb-10	14:22:02	BANGAS	3700108	5	2538	DSESCM	3537	DSEMBL	1035
8-Feb-10	14:22:24	BANGAS	3700109	5	2538	DSESCM	3537	DSEMBL	1035
8-Feb-10	14:22:24	BANGAS	3700110	10	2538	DSESCM	3537	DSEMBL	1035
Total				75					

Source: DSE Surveillance Data.

Details of these two accounts are shown below:

S.L. No	Client code	Name of Member Company	Member code	Name of Client	Remarks
1	3537	Vision Capital Management Ltd.	24	Equity Capital Ltd	Shaheen Iqbal Mamun- President Abdur Rahim-Secretary Mahfujur Rahman Bhuiyan- Treasurer
2	1035	Mercantile Bank Securities Ltd.	224	Empire Securities Holding Ltd.	Bulbul Ahmed- Chairman Abdur Rahim- Managing Director

RENATA:

Date	Total Trade By Mr. Rahm and Associates	Total Trade of BANGAS	% of total trade done by Mr. Rahim and Associates
25-01-2010	375	761.00	49%
26-01-2010	410	636.00	64%
27-01-2010	70	286.00	24%
31-01-2010	1,155	1,138.00	101%
	2,010	2,821.00	71%

List of accounts associated with Mr. Abdur Rahim who traded RENATA shares.

Trade Date	Trade Time	Instrument Code	Howla No	Trade Volume	Trade Price	Buyer Code	Buyer Client	Seller Code	Seller Client
26-Jan-10	14:14:15	RENATA	17500034	15	12999.5	DSEAIB	836	DSECBL	C023
26-Jan-10	14:14:24	RENATA	17500035	15	12999.5	DSEAIB	836	DSECBL	C023
26-Jan-10	14:14:24	RENATA	17500036	15	12999.5	DSEAIB	836	DSECBL	C023
26-Jan-10	14:14:24	RENATA	17500037	15	12999.5	DSEAIB	836	DSECBL	C023
26-Jan-10	14:14:24	RENATA	17500038	15	12999.5	DSEAIB	836	DSECBL	C023
26-Jan-10	14:14:24	RENATA	17500039	15	12999.5	DSEAIB	836	DSECBL	C023
26-Jan-10	14:14:24	RENATA	17500040	15	12999.5	DSEAIB	836	DSECBL	C023
26-Jan-10	14:14:24	RENATA	17500041	10	12999.5	DSEAIB	836	DSECBL	C023
26-Jan-10	14:14:53	RENATA	17500042	5	12999.5	DSEAIB	836	DSECBL	C023
26-Jan-10	14:14:53	RENATA	17500043	15	12999.5	DSEAIB	836	DSECBL	C023
26-Jan-10	14:14:53	RENATA	1750 0044	15	12999.5	DSEAIB	836	DSECBL	C023
26-Jan-10	14:14:53	RENATA	17500045	15	12999.5	DSEAIB	836	DSECBL	C023
Total				165					

Source: DSE Surveillance Data

Details of these two accounts are shown below:

S.L. No	Client code	Name of Member Company	Member code	Name of Client	Reamrks
1	836	Al-Arafah Islami Bank Ltd.	234	Equity Capital Ltd.	Shaheen Iqbal Mamun- President Abdur Rahim- Secretary Mahfuzur Rahman Bhuiyan- Treasurer
2	C023	City Brokerage Ltd.	145	A.R. Consultation Ltd.	Abdur Rahim- Proprietor

Whereas, hearing has not been conducted with Mahfuzur Rahman Bhuiyan. He neither has appeared at the hearing nor submitted any written explanation.

Whereas, Mahfuzur Rahman Bhuiyan has executed unlawful trade through the aforesaid accounts. Mahfuzur Rahman Bhuiyan has business relation with Mr. Abdur Rahim. Abdur Rahim is related with the aforesaid each accounts. Through the aforesaid accounts Mahfuzur Rahman Bhuiyan in connivance with Abdur Rahim has acted as both buyer and seller of his sale and buy of shares of **BANGAS** and **RENATA** and effected series of transaction in order to manipulate the number of trade contract, trade volume and share price. Such type of transaction is the clear contravention of section 17 e (ii) (iii) (v) of the Securities and Exchange Ordinance, 1969 (XVII of 1969).

Whereas, the aforesaid activities are tantamount to non-compliance of securities law that appears deliberate and clear contravention of the section 17 e (ii) (iii) (v) of the Securities and Exchange Ordinance, 1969 (XVII of 1969) attracting penal provision of section 22 of the Securities and Exchange Ordinance, 1969.

Whereas, to protect the discipline and transparency of the capital market along with its development the Commission deems it appropriate and necessary to impose penalty upon Mahfuzur Rahman Bhuiyan.

Now, therefore, Bangladesh Securities and Exchange Commission, in exercise of the power conferred by section 22 (amended by the Securities and Exchange (Amendment) Act, 2000) of the Securities and Exchange Ordinance, 1969 (XVII of 1969) hereby imposes penalty for Tk.02.00 (Tk.Two) Lac upon Mahfuzur Rahman Bhuiyan which is to be deposited to the Commission in the form of Bank Draft/Payorder favouring 'Bangladesh Securities and Exchange Commission' within 15 days from the date of issuance of this order.

By order of the Bangladesh Securities and Exchange Commission

Professor Dr. M. Khairul Hossain
Chairman