Quarterly Review

June 2019

Ensuring Stability and Discipline towards Advancement of the Economy

Bangladesh Securities and Exchange Commission

Quarterly Review

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Bangladesh Securities and Exchange Commission
Securities Commission Bhaban
E-6/C Agargaon, Sher-e-Bangla Nagar Administrative Area, Dhaka-1207
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The Bangladesh Securities and Exchange Commission (BSEC) was established on 8th June, 1993 as the regulator of the country's capital market through enactment of the Bangladesh Securities and Exchange Commission Act, 1993, with the objectives of protecting the interest of investors in securities, developing the securities market and making rules for matters connected therewith or ancillary thereto. The Commission consists of the Chairman and four Commissioners who are appointed for fulltime by the Government. The Chairman acts as the Chief Executive of the Commission. The Commission has overall responsibility to make securities related rules and regulate the market accordingly. The Commission is a statutory body and attached to the Ministry of Finance.

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

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

1. Bangladesh Securities and Exchange Commission

Dr. M. Khairul Hossain
Chairman

Professor Md. Helal Uddin Nizami
Commissioner

Dr. Swapan Kumar Bala, FCMA
Commissioner

Mr. Khondoker Kamaluzzaman
Commissioner

2. Executive Director and Heads of the Departments of the Commission

Sl	Name	Designation	Head of the Departments
1	Mr. Farhad Ahmed	ED	SRI and CDS
2	Mrs. Ruksana Chowdhury	ED	Capital Issue, Enforcement, Office of the Chief Accountant, Internal Audit and AML&CFT Wing
3	Dr. ATM Tariquzzaman	ED	At present in Newzealand under lien
4	Mr. Md. Anowarul Islam	ED	SRMIC and Admin & Finance
5	Mr. Md. Saifur Rahman	ED	Surveillance, Project Director and Spokesperson of the Commission
6	Mr. Md. Ashraful Islam	ED	MIS and R&D
7	Mr. M. Hasan Mahmud	ED	MF&SPV and Corporate Finance
8	Mr. Md. Mahbubul Alam	ED	Registration, International Affairs, Financial Literacy and Director General of Bangladesh Academy of Securities Market
9	Mr. Md. Mahbuber Rahman Chaudhury	ED	CMRRC and Law

3. Directors of the Commission & Commission Secretary

Sl	Name	Designation	Departments
1	Mr. Kamrul Anam Khan	Director	Capital Issue
2	Mr. Mohammad Rezaul Karim	Director	Capital Issue and Financial Literacy
3	Mr. Mohammed Shafiul Azam	Director	SRI
4	Mr. Ripan Kumar Debnath	Director	CMRRC
5	Mr. Mir Mosharraf Hossain Chowdhury	Director	Enforcement
6	Mr. Mohammed Jahangir Alam	Director	Registration
7	Mr. Md. Mahmoodul Hoque	Director	MF and SPV
8	Mr. Prodip Kumar Basak	Director	Capital Issue and Corporate Finance
9	Mr. Rajib Ahmed	Director	MIS
10	Mr. Md. Abul Kalam	Director	Finance
11	Mr. Md. Monsur Rahman	Director	SRMIC
12	Mr. Mohammad Abul Hasan	Director	Administration
13	Mr.Sheikh Mahbub Ur Rahman	Director	Surveillance
14	Ms. Farhana Faruqui	Commission Secretary and Director	Commission Secretariat and IAD
15	Mr. Abu Rayhan Mohammad Mutasim Billah	Director	Research & Development

4. Establishment and Activities of the Commission

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

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

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

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

- Approval of securities issuance;
- Making of securities related Rules;
- Protection of investors in securities through market monitoring and surveillance, corporate governance, enforcement actions and investors education program etc.;
- Conducting investor education program countrywide;
- Regulation of capital market and its intermediaries;
- Conducting research and publishing information.

5. Capital Market Related Activities

a. CAMLCO Conference, 2019 held for the capital market related organizations

Under the provision of Money Laundering Prevention Act, capital market related organizations have obligations to organize CAMLCO (Chief Anti-Money Laundering Compliance Officer) Conference every year. Accordingly, CAMLCO Conference 2019 was jointly organized by the Commission and Bangladesh Financial Intelligence Unit (BFIU) on June 21-22, 2019 at Hotel Ocean Paradise, Cox's Bazar.

Commission's chairman Dr. M. Khairul Hossain inaugurated the CAMLCO Conference 2019

Dr. M. Khairul Hossain, chairman of BSEC was present at inaugural session as the Chief Guest of the CAMLCO Conference which took place in presence of capital market participants. Head of BFIU Mr. Abu Hena Mohammad Razi Hassan, Commissioner Professor Md. Helal Uddin Nizami, Dr. Swapan Kumar Bala, FCMA all together were present there as Special Guests. Mr. Jakir Hossain Chowdhury, Operational Head, BFIU and General Manager, Bangladesh Bank presided over the conference. A total of 430 participants from TREC Holders, Merchant Bankers, Asset Management Companies and Securities Custodians were present at the conference.

Participants of CAMLCO Conference 2019 with Chief Guest, Special Guests and Chairperson.

BSEC's chairman said that in order for development of the country and the society, for our personal gain and presenting ourselves as Bangladeshi before the world, we have to be honest, ethical and respectful to the laws. He assured BFIU that capital market is always ready to implement all types of compliance requirements, for this, it requires creating adequate awareness and bringing implementations at a tolerable level by giving time, because the capital market is sensitive .

He also added that capital market plays an undeniable role in a country's mainstream development. Money Laundering Prevention Act is not a barrier to capital market. If the capital market is used as the platform of financing terrorist activities or making the black money white, no country of the world would come forward to help us. As risk and return is high in capital market, he advised the CAMLCO to remain alert so that the black money cannot be whitened in the capital market through insider trading and market manipulation before investing in other sectors.

The two daylong conference holds six panel-discussions on different topics, feedback session and action plan session.

b. Workshop on 'Innovation in Public Service' held at The Palace Luxury Resort, Habigonj

In the financial year, 2018-2019, a two-day long workshop on "Innovation in Public Service" was jointly organized by BSEC, DSE, CSE and CDBL at Hotel The Palace Luxury Resort, Habigonj on 3-4 May 2019.

Chief Guest Dr. M. Khairul Hossain, Chairman, BSEC, special guests commissioner Professor Md. Helal Uddin Nizami, Dr. Swapan Kumar Bala, FCMA and Mr. Khondokar Kamaluzzaman were present at the workshop.

The workshop was inaugurated by the chief guest Dr. M. Khairul Hossain, Chairman, BSEC. As the number of participants was 78, the workshop was conducted by the two a2i resource persons splitting the participants in to two batches in two separate hall room simultaneously. BSEC's honorable Chairman, respected Commissioners expressed their analytical opinion on presented innovative ideas.

Participants from BSEC, DSE, CSE and CDBL

c. Workshop on ‘Innovation in Public Service’ held at Foys Lake Resort, Chattogram

A five-day long residential training workshop on “Innovation in Public Service” was jointly organized by the BSEC, DSE, CSE, and CDBL on 14-18 June, 2019 at charming natural environment of Foys Lake in Chittagong. The workshop was inaugurated by BSEC’s Commissioner Professor Md. Helal Uddin Nizami.

Commissioner Professor Md. Helal Uddin Nizami was present as Cheif Guest of the workshop.

The chief guest mentioned in his speech that we have to raise moral values and creativity and integrate those in discharging public service. We have to move forward keeping pace with the other securities commissions in the international arena in the way they are being operated through new initiatives and implementations. Simply there is no alternative but innovation in capital market. Moreover, he expected that the innovative ideas of the Commission's officials would make the Commission's activities easier and dynamic, and all the stakeholders of capital market will achieve success in their workplace through their innovation. He wished success of the programme.

All participants got training in a ecstatic atmosphere . As a part of training, they visited Chittagong Medical College and Hospital, Office of the Assistant Commissioner (Land), Chittagong WASA office, Local Sub-registry office and couple of Stock broker offices. Nominated participants from BSEC, DSE, CSE, and CDBL took part in the programme. A total of 24 participants attended the workshop including 05 nominated officials from BSEC.

Participants from BSEC, DSE, CSE and CDBL at workshop on Innovation in Public Service.

6. Capital Market Regulatory Reforms and Compliance (CMRRC)

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

Sl	Subject	Classification	Reference
1.	Regarding Sponsor of Mutual Fund	Order	BSEC/CMRRCD/2009-193/214 dated: 24 April 2019
2.	Regarding lock-in period of Shares	Order	BSEC/CMRRCD/2009-193/215/Admin/92 dated: 08 May 2019
3.	Regarding block of securities	Order	BSEC/CMRRCD/2009-193/216/Admin/93 dated: 15 May 2019
4.	Regarding holding of shares by sponsors and directors	Notification	BSEC/CMRRCD/2009-193/217/Admin/90 dated: 21 May 2019
5.	Making of the Bangladesh Securities and Exchange Commission (Exchange Traded Derivatives) Rules, 2019	Notification	BSEC/CMRRCD/2019-369/218/Admin/86 dated: 22 May 2019
6.	Making of the Bangladesh Securities and Exchange Commission (Short-Sale) Rules, 2019	Notification	BSEC/CMRRCD/2019-369/218/Admin/87 dated: 22 May 2019
7.	Making of the Bangladesh Securities and Exchange Commission (Investment Sukuk) Rules, 2019	Notification	BSEC/CMRRCD/2019-369/220/Admin/88 dated: 22 May 2019
8.	Making of the Bangladesh Securities and Exchange Commission (Risk Based Capital Adequacy) Rules, 2019	Notification	BSEC/CMRRCD/2017-357/221/Admin/89 dated: 22 May 2019
9.	Regarding declaration of bonus share	Notification	BSEC/CMRRCD/2009-193/222/Admin/91 dated: 23 May 2019
10.	Exemption from the provision of section 2A(2)(a) of the Securities and Exchange Ordinance, 1969	Order	BSEC/CMRRCD/2009-193/223/Admin/94 dated: 20 June 2019

Sl	Subject	Classification	Reference
11.	Repeal of five Notifications	Notification	BSEC/CMRRCD/2009-193/224/Admin/95 dated: 20 June 2019
12.	Repeal of Notification No. BSEC/CMRRCD/2009-193/170/ Admin/60 dated 11 June 2015	Notification	BSEC/CMRRCD/2009-193/225/Admin/96 dated: 20 June 2019
13.	Conditions regarding IPO and Rights Issue	Notification	BSEC/CMRRCD/2009-193/226/Admin/97 dated: 20 June 2019
14.	Amendment to the Directive No.SEC/CMRRCD/2002-90/34 dated July 29, 2008	Directive	BSEC/CMRRCD/2002-90/227 dated: 26 June 2019

7. Corporate Finance

Sl.	Particulars	Action Taken	No. of Company
1.	Reports on utilization of IPO/RPO/Rights Issue / Convertible Preference Shares	Reports/Audit reports on utilization of fund raised through IPO/RPO/Rights Issue/Convertible Preference Shares have been accepted by the Commission.	01
		Revised proposal on utilization of IPO/Rights Issue Proceeds have been accepted by the Commission..	01
		Explanation sought from the companies.	05
2.	Extension of time for submission of Audited Financial Statements for the year ended on December 31, 2018.	Time extended.	04
		Time not extended.	03
3.	Extension of time for submission of quarterly Audited /Un-audited Financial Statements for the 1st quarter ended on March 31, 2019.	Time not extended.	01
4.	Quarterly Audited /Un-audited Financial Statements for the 2nd quarter ended on December 31, 2018.	Referred to Enforcement Department for non-compliance with the securities laws in preparation of Quarterly Financial Statements.	01
5.	Extension of time for submission of quarterly Audited /Un-audited Financial Statements for the 3rd quarter ended on March 31, 2019.	Time not extended.	02
		Referred to Enforcement Department for non-submission of Quarterly Financial Statements within stipulated time.	01
6.	Appointment of Independent Director.	Consent accorded.	07
		Consent not accorded.	03

8. Capital Issue

List of approval of Private Limited Companies' capital raising:

Sl.	Name of the Company	Consent Letter Issued	Amount
1	HF Power Ltd.	18.04.2019	390,000,000
2	Daraz Bangladesh Limited	28.04.2019	601,225,000
3	Ship Aichi Medical Service Limited	05.05.2019	560,000,000
4	Premier LP Gas Limited	19.05.2019	342,450,000
5	Chaldal Limited	20.05.2019	362,207,300
6	Best Holding	21.05.2019	7,911,690,000
7	MBL MyCash Limited (Proposed)	26.05.2019	450,000,000
8	Bangladesh-India Freindship Power Company (Pvt.) Limited	27.05.2019	2,000,000,000
9	CREDENCE Asset Management Limited	28.05.2019	16,921,850
10	Taufika Foos & Agro Industries Limited	28.05.2019	484,550,000
11	Unioroyal Securities Limited	28.05.2019	50,000,000
12	NDB Capital Limited	29.05.2019	24,600,000
13	Karnaphuli Power Limited	10.06.2019	2,125,000,000
14	Summit Gazipur II Power Limited	13.06.2019	1,670,000,000

Sl.	Name of the Company	Consent Letter Issued	Amount
15	Denim Asia Limited	17.06.2019	147,000,000
16	Summit LNG Terminal Co. (Pvt.) Ltd.	18.06.2019	745,371,360
17	Footsteps Bangladesh Limited	20.06.2019	30,000,000
18	NOVOAIR Limited	25.06.2019	300,000,000
	Total Taka		**18,211,015,510**

List of approval of Public Limited Companies' capital raising:

Sl.	Name of the Company	Consent Letter Issued	Amount
1	Industrial and Infrastructure Development Finance Company Limited	15.04.2019	108,000,000
2	Islami Commercial Insurance Company Limited	21.04.2019	26,824,000
3	Mutual Trust bank Limited	30.04.2019	637,070,040
4	Citizen Bank Limited (Proposed)	06.05.2019	4,000,000,000
5	SS Power I Limited	07.05.2019	298,586,860
6	NRB Commercial Bank Limited	07.05.2019	244,999,880
7	TM Textiles and Garment Limited	12.05.2019	801,300,000
8	COAL Power Generation Company Bangladesh Ltd.	14.05.2019	271,068,000

Sl	Name of the Company	Consent Letter Issued	Amount
9	Far East Spinning Industries Ltd	23.05.2019	100,000,000
10	Flagship Dhaka CETP (BD) Ltd	29.05.2019	60,666,920
11	JMI Syringes & Medical Services Ltd	29.05.2019	111,000,000
12	Infinity Technology International Limited	25.06.2019	90,000,000
	Total Taka		**6,749,515,700**

List of approval of Companies' Bond and Debenture issues:

Sl.	Name of the Company	Consent Letter Issued	Amount
1	IDLC Finance Limited	02.04.2019	2,550,000,000
2	Delta Brac Housing Finance Corporation Ltd	30.04.2019	3,000,000,000
3	HR Textile Mills Limited	20.06.2019	500,000,000
	Total Taka		**6,050,000,000**

List of approval of Right shares issues:

Sl.	Name of the Company	Date of Approval	Applied for	Amount (BDT)
01	IPDC Finance Limited	29.05.2019	Approval for 117,806,840 ordinary shares as rights shares of Tk.10.00 each at an issue price of Tk. 12.00 each including a premium of Tk.2.00 per share	1,413,682,080.00
	Total Taka			**1,413,682,080.00**

09. Surveillance

Daily Market Surveillance

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

Enquiry and Investigation:

In order to ensure fair trading and build confidence of investors in the securities market, it is necessary to ensure proper compliance of securities related laws, rules and regulations through investigation into suspicious and manipulative cases. During April-June 2019, Surveillance Department of Bangladesh Securities and Exchange Commission has initiated no enquiry. Besides, Dhaka Stock Exchange Limited (DSE) and Chittagong Stock Exchange Limited (CSE) have submitted the following investigation reports on securities trading to the Commission:

a. Enquiry: Nill

b. Investigation:

Sl.	Nature of Investigation	Conducted by
01	To investigate into share trading of Paramount insurance Company Ltd from 10.12.2018 to 10.01.2019.	DSE
02	To investigate into share trading of Meghna Life Insurance Co. Ltd from 14.11.2018 to 06.12.2018	DSE
03	To investigate into share trading of National Tea Co. Ltd from 13.11.2018 to 28.11.2018	DSE
04	To investigate into share trading of CVO Petrochemical Refinery Ltd from 02.01.2019 to 13.01.2019	DSE
05	To investigate into share trading of JMI Syringes & Medical Devices Ltd from 06.12.2018 to 02.01.2019	DSE

Sl.	Nature of Investigation	Conducted by
06	To investigate into share trading of Saiham Cotton Mills Ltd And Saiham Textile Mills Ltd from 01.01.2019 to 19.02.2019	DSE
07	To investigate into share trading of Sk Trims and Industries Ltd from 03.03.2019 to 02.04.2019	DSE
08	To investigate into share trading of Daffodil Computers Ltd from 11.12.2018 to 02.01.2019	DSE
09	To investigate into share trading of Republic Insurance Company Ltd. from 13.08.2018 to 26.09.2018	DSE
10	To investigate into share trading of Saiham Textile Mills Ltd. and Shepherd Industries Ltd from 29.10.2018 to 29.11.2018 and 06.11.2018 to 25.11.2018	DSE
11	To investigate into share trading of Standard Insurance Ltd. from 01.11.2018 to 20.01.2019	DSE
12	To investigate into share trading of Agrani Insurance Ltd. from 01.01.2019 to 20.01.2019	DSE
13	To investigate into share trading of Rupali Life Insurance Ltd from 26.12.2018 to 20.01.2019	DSE
14	To investigate into share trading of Fareast Life Insurance Ltd. From 01.11. 2018 to 08.11.2018	DSE
15	To investigate into share trading of Dhaka Insurance Ltd. from 26.12.2018 to 20.01.2019	DSE
16	To investigate into share trading of Provati Insurance Ltd. from 11.12.2018 to 20.01.2019	DSE
17	To investigate into share trading of United Insurance Ltd. from 19.12.2018 to 20.01.2019	DSE
18	To investigate into share trading of Bd Finance and investment Co. Ltd. from 02.01.2019 to 05.02.2019	DSE
19	To investigate into share trading of National Life Insurance Ltd. from 28.08.2018-13.09.2018	DSE
20	To investigate into share trading of Eastland Insurance Company Ltd from 19.12.2018 to 28.01.2019	DSE
21	To investigate into share trading of Asia Pacific Insurance Ltd from 03.12.2018 to 28.01.2019	DSE

Sl.	Nature of Investigation	Conducted by
22	To investigate into share trading of Mercantile Insurance Ltd from 11.02.2019 to 25.02.2019	DSE
23	To investigate into share trading of Phoenix Insurance Company Ltd from 24.12.2018 to 20.01.2019	DSE
24	To investigate into share trading of Sunlife Insurance company Ltd from 02.12.2018 to 28.01.2019	DSE
25	To investigate into share trading of Bangladesh National Insurance Company Ltd from 02.01.2019 to 06.02.2019	DSE
26	To investigate into share trading of Janata Insurance Company Ltd from 02.01.2019 to 28.01.2019	DSE
27	To investigate into share trading of City General Insurance Co. Ltd from 02.01.2019 to 28.01.2019	DSE
28	To investigate into share trading of Purabi General Insurance Co. Ltd from 26.12.2018 to 28.01.2019	DSE
29	To investigate into share trading of United Power Generation and distribution Co. Ltd from 21.01.2019 to 20.02.2019	DSE
30	To investigate into share trading of Renwick Jajneswar & Co (Bd) Ltd from 04.02.2019 to 18.03.2019	DSE
31	To investigate into share trading of Eastern Insurance Company Ltd from 27.12.2018 to 02.02.2019	DSE
32	To investigate into share trading of Dulamia Cotton Spinning Mills Ltd from 27.01.2019 to 26.02.2019 and 27.02.2019 to 08.05.2019	DSE
33	To investigate into share trading of Monno Jute Stafflers Ltd from 01.10.2018 to 05.05.2019	DSE
34	To investigate into share trading of Sandhani Insurance Company Ltd from 03.12.2018 to 28.01.2019	DSE
35	To investigate into share trading of Monno Ceramics Industries Ltd from 01.10.2018 to 05.05.2019	DSE
36	To investigate into share trading of Genex Infosys Ltd from 23.04.2019 to 14.05.2019	DSE

Sl.	Nature of Investigation	Conducted by
37	To investigate into share trading of National Feed Mill Ltd from 15.04.2019 to 07.05.2019	DSE
38	To investigate into share trading of Reckitt Benckiser (Bd.) Ltd from 28.01.2019 to 18.03.2019	DSE
39	To investigate into share trading of Olympic Accessories Ltd from 29.04.2019 to 16.05.2019	DSE
40	To investigate into share trading of Global Insurance Company Ltd from 15.05.2019 to 11.06.2019	DSE
41	To investigate into share trading of Fareast Finance and Investment Ltd from 22.05.2019	DSE
42	To investigate into share trading of People Insurance Company Ltd from 02.01.2019 to 28.01.2019	DSE

As per BSEC's instruction; DSE and CSE investigated into short-selling alerts generated in 'InstantWatch' market surveillance system during April–June, 2019 and submitted reports to the Commission. After examination of investigation reports submitted by DSE, we found 28 (Twenty Eight) stock broker's/stock dealer's involvement with short-selling of securities. Subsequently, those cases have been referred to Enforcement Department for next course of action.

10. Registration

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

Sl.	Types of Certificate Issued	No. of Certificates Issued	No. of Renewal Certificate	Branch Approval	Office Transfer
01	Stock Dealer (i)	-	64 (DSE)	--	--
		01(CSE)	65 (CSE)	--	--
02	Stock Broker (i)	-	73 (DSE)	--	--
		01(CSE)	74 (CSE)	--	--
03	Authorized Representative (i)	53 (DSE)	355	--	--
		02(CSE)	71	--	--
04	Merchant Bank (ii)	--	--	--	--
05	Asset Management Company (iii)	02	--	--	--
06	Security Custodian (iv)	--	--	--	--
07	Depository Participant (v)	00 (CDBL)	108	--	--
08	Trustee of Debt Securities (vi)	02	--	--	--
09	Fund Manager (vii)	01	--	--	--
10	Trustee (vii)	01	--	--	--
11	Custodian for Mutual Fund (iii)	01			

Registration Department carries out activities under the followings rules and regulations

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

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

During the period, following activities have been accomplished:

Public issue related functions of mutual fund:

Sl.	Name of the Fund	Consent letter Issued Date	Fund Size (TK. in crore)
1	Peninsula Balanced Fund (Open-end)	21.05.2019	20.00
2	Constellation Unit Fund (Open-end)	09.06.2019	10.00
3	CWT Emerging Bangladesh First Unit Fund (Open-end)	18.06.2019	10.00

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

Following activities have been accomplished:

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

Sl.	Name of the Company	Year-End	Date of AGM	Dividend	
				Cash	Stock
1	RAK Ceramics (BD) Ltd.	201812	4/9/2019	10.00	10%
2	Paramount Insurance Co. Ltd.	201812	4/15/2019	-	5%
3	Grameenphone Ltd.	201812	4/23/2019	280% (including 125% Interim)	-
4	Singer Bangladesh Ltd.	201812	4/23/2019	-	30%
5	United Finance Limited	201812	4/24/2019	10.00	-
6	GlaxoSmithKline (GSK) Bangladesh Limited	201812	4/25/2019	530.00	-
7	British American Tobacco Bangladesh Company Limited	201812	4/28/2019	500.00	200%
8	United Insurance Company Ltd.	201812	4/28/2019	7.05	5.95%
9	Dutch-Bangla Bank Ltd.	201812	4/29/2019	150.00	-
10	Linde Bangladesh Limited	201812	4/30/2019	375.00	-
11	BRAC Bank Ltd.	201812	4/30/2019	-	15%
12	Bank Asia Ltd.	201812	4/30/2019	5.00	5%
13	National Housing Finance and Investment Ltd	201812	5/2/2019	10.00	10%
14	Nitol Insurance Co. Ltd.	201812	5/5/2019	15.00	-
15	Islamic Finance & Investment Ltd.	201812	5/5/2019	10.00	4.50%

Sl.	Name of the Company	Year-End	Date of AGM	Dividend	
				Cash	Stock
16	GSP Finance Company (Bangladesh) Limited	201812	5/5/2019	18.00	-
17	Premier Bank Ltd.	201812	5/12/2019	-	15.50%
18	LafargeHolcim Bangladesh Limited.	201812	5/16/2019	10.00	-
19	Prime Bank Ltd.	201812	5/16/2019	12.50	-
20	Pubali Bank Ltd.	201812	5/19/2019	10.00	3%
21	First Security Islami Bank Ltd.	201812	5/20/2019	-	10%
22	Dhaka Bank Ltd.	201812	5/20/2019	5.00	5%
23	Heidelberg Cement Bangladesh Ltd.	201812	5/22/2019	75.00	-
24	Eastern Bank Ltd.	201812	5/23/2019	20.00	10%
25	Bangladesh Finance and Investment Co. Ltd.	201812	5/27/2019	-	10%
26	Reckitt Benckiser (Bd.)Ltd.	201812	5/30/2019	700.00	-
27	Uttara Bank Ltd.	201812	6/12/2019	20.00	2%
28	Asia Insurance Co. Ltd.	201812	6/12/2019	10.00	-
29	Agrani Insurance Co Ltd.	201812	6/16/2019	-	5%
30	Jamuna Bank Ltd.	201812	6/16/2019	20.00	-
31	Export Import (Exim) Bank of Bangladesh Ltd.	201812	6/17/2019	10.00	-
32	Rupali Bank Ltd.	201812	6/17/2019	-	10%
33	IBBL Mudaraba Perpetual Bond	201812	6/18/2019	9.02	-
34	Islami Bank Bd Ltd	201812	6/18/2019	10.00	-
35	Phoenix Insurance Company Ltd.	201812	6/19/2019	12.00	-
36	Standard Insurance Ltd.	201812	6/20/2019	-	10%
37	Continental Insurance Ltd.	201812	6/20/2019	5.00	5%
38	Phoenix Finance and Investments Ltd.	201812	6/20/2019	-	15%

Sl.	Name of the Company	Year-End	Date of AGM	Dividend	
				Cash	Stock
39	Union Capital Ltd.	201812	6/20/2019	-	5%
40	Mercantile Bank Ltd.	201812	6/20/2019	-	15%
41	Standard Bank Ltd.	201812	6/20/2019	-	10%
42	Al-Arafah Islami Bank Ltd.	201812	6/22/2019	15.00	2%
43	Northern General Insurance Co. Ltd.	201812	6/23/2019	10.00	-
44	Southeast Bank Ltd.	201812	6/23/2019	-	10%
45	Trust Bank Ltd.	201812	6/24/2019	-	10%
46	Pioneer Insurance company Ltd.	201812	6/25/2019	15.00	-
47	The City Bank Ltd.	201812	6/26/2019	6.00	5%
48	Bangladesh National Insurance Company Limited	201812	6/26/2019	12.00	-
49	Karnaphuli Insurance Co. Ltd.	201812	6/26/2019	6.00	5%
50	Federal Insurance Company Ltd.	201812	6/26/2019	-	5%
51	AB Bank Limited	201812	6/26/2019	nil	-
52	Bangladesh General Insurance Company Ltd.	201812	6/27/2019	10.00	-
53	Eastland Insurance Company Limited	201812	6/27/2019	7.00	5%
54	Pragati Insurance Ltd.	201812	6/27/2019	13.00	7%
55	Bata Shoe Company (Bangladesh) Limited	201812	6/27/2019	345% (including 240% Interim)	-
56	Republic Insurance Company Ltd.	201812	6/27/2019	-	10%
57	Dhaka Insurance Co. Ltd.	201812	6/27/2019	15.00	-
58	FAS Finance & Investment Limited	201812	6/27/2019	-	5%

Sl.	Name of the Company	Year-End	Date of AGM	Dividend	
				Cash	Stock
59	Takaful Islami Insurance Ltd.	201812	6/29/2019	5.00	6%
60	Central Insurance Company Limited	201812	6/29/2019	12.00	-
61	Prime Finance & Investment Ltd.	201812	6/30/2019	nil	-
62	City General Insurance Co. Ltd.	201812	6/30/2019	5.00	-
63	Provati Insurance Company ltd.	201812	6/30/2019	10.00	-
64	United Commercial Bank Ltd.	201812	6/30/2019	-	10%
65	Mercantile Insurance Co. Ltd.	201812	6/30/2019	10.00	-
66	Uttara Finance and Investments Limited.	201812	6/30/2019	20.00	-
67	Mutual Trust Bank Ltd.	201812	6/30/2019	-	11%
68	Bangladesh Industrial Fin. Com. Ltd.	201812	6/30/2019	nil	-
69	Bay Leasing & Investment Ltd.	201812	6/30/2019	10.00	-

- **Complaints against listed companies:**

Nature of Complaint	No. of Complaints	Under Process	Resolved
Non-payment or delay in payment of dividend	14	3	11
Regarding transfer of shares	1	1	-
Non receipt of annual report	1	1	-
Refund warrant	10	1	9
Miscellaneous	11	2	9
Total	**37**	**8**	**29**

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

13. Supervision and Regulation of Intermediaries (SRI)

The functions of SRI Department are supervising and regulating the activities of Stock Dealers, Stock Brokers, Depository Participants, Security Custodian, Merchant Bankers, Asset Management Companies and other market intermediaries. This department conducts regular inspections on monthly basis and also conducts special inspections for market intermediaries as and when required. The SRI Department also settles complaints lodged by the general investors and other stakeholders. During April to June, 2019 the following activities were performed by this department:

A. **External Data Request Processing (EDRP):** SRI Department exchanges information with different government agencies. Earlier the process was manual-basis which took longer time. At present, BSEC has developed a web portal named "External Data Request Processing (EDRP)" on May 16, 2019. So the whole process now has become easy, swift, dynamic and afterall efficient.

B. **Online Submission of Monthly Reports:** SRI Department used to collect monthly reports from market intermediaries mannually earlier and submit before the Commission. Since April, 2018 the department is sbmitting reports before the commission through e-mails. The Commission has recently established an online platform on our website so that market intermediaries can submit monthly reports easily and swiftly. All activities related to this have been completed by June 2019. From the next financial year the whole reporting process will be turned into automation system, we hope.

C. SRI Department examines the Audited Financial Statements of the TREC holders of DSE and CSE. After examining the Audited Financial Statements Tk. 882,256,916.00 has been found deficit in their Consolidated Customers' Accounts and Tk. 70,876,055.00 has been found as loan to the company's directors disbursed violating the law. The deficit in Consolidated Customers' Accounts has been adjusted and the directors' loan have been returned to the company's account at the initiative of SRI Department.

A Picture is given below:

➢ **Summary of adjustment of deficit in the Consolidated Customers' Account:**

Description	Stock Broker of DSE		Stock Broker of CSE	
	No. of Companies	Amount (TK)	No. of Companies	Amount (TK)
Adjustment through discussion meeting	16	281,827,378.00	03	26,024,498.00
Adjustment after issuance of Directive	05	499,224,563.00	02	75,180,477.00
Total	**21**	**781,051,941.00**	**05**	**101,204,975.00**
Total DSE+CSE (781,051,941.00+101,204,975.00)= 882,256,916.00				

➢ **Summary of adjustment regarding unlawfull credit facilities to their Director(s)**

Description	Stock Broker of DSE		Stock Broker of CSE	
	No. of Companies	Amount (TK)	No. of Companies	Amount (TK)
Adjustment after discussion meeting	03	18,077,700.00	01	5,788,355.00
Adjustment after issuance of Directive	01	47,010,000.00	-	-
Total	**04**	**65,087,700.00**	**01**	**5,788,355.00**

D. Complaints against Market Intermediaries:

Nature of Complaints	No. of Complaints Received			Under Process / Held up	Referred to Enforc. Dept. for Action	Referred to CSE/MB for Action	Resolved
	April to June, 2019	Previous	Total				
Unauthorized sales of share	11		11	1	4	3	3
Non-transfer of share							
Non-payment of sales proceeds		1	1				1
Force sale / Margin Related							
Financial loss due to non-transfer of share		1	1				1
Delay in settlement							
Corruptions of Broker/Dealer and Others	2	2	4	1			3
Cash/Cheque/Dividend/ Bonus related	3		3	1	1		1
Others	1		1				1
Total	**17**	**4**	**21**	**3**	**5**	**3**	**10**

E. Inspections conducted :

Sl.	Type of Market Intermediaries	Type of Inspection	Number of Inspection	Referred to Enforc. Dept. for Action	Resolved	Under Process
1.	Stock Broker/ Stock Dealer	Monthly regular Inspection	1	1	-	-
		Special Inspection	-	-	-	-
2.	Merchant Bank	Monthly regular Inspection	1	-	-	1
		Special Inspection	-	-	-	-
3	Asset Management Company	Regular Inspection	-	-	-	-
Total			2	1	-	1

14. Enforcement

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

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

Sl.	Nature of Institution	No. of Institutions	Nature of Action	
			Penalty	Warning
01	Issuer Company	3	-	3
02	Stock Broker/ Stock Dealer	18	-	18
03	Charter Accountants	1	-	1
04	Others	14	11	3
	Total	36	11	25

15. Law

A total of 539 cases filed by or against Bangladesh Securities and Exchange Commission (BSEC) are pending in different courts. Name of the courts are given below along with number of pending cases:

Sl.	Name of the Court		Number of Cases
01.	Supreme Court of Bangladesh	Appellate Division	13
		High Court Division	230
02.	Special Tribunal, BSEC Dhaka		16
03.	District Judge Court, Joint Dist. Judge Court, Assistant Judge Court, Dhaka		11
04.	Chief Metropolitan Magistrate Court, Dhaka		03
05.	General Certificate Court, Dhaka		266
	Total number of Cases		**539**

16. Central Depository Services (CDS)

The following companies joined the Central Depository Services during this period:

Name of the Companies	Enlisted Time
Esquire Knit Composite Limited	9 April 2019
Runner Automobiles Limited	21 May 2019
New Line Clothings Limited	27 May 2019
Copper tech Industries Limited	29 May 2019
Silco Pharmaceuticals Limited	13 June 2019
Sea Pearl Beach Resort and Spa Limited	23 June 2019

17. Management Information Systems (MIS)

- MIS Department deals with providing assistance to different departments of BSEC through development of automation in their activities, development of capital market monitoring system based on computerized data analysis, informing all about securities laws and other related matters through website and thus enabling the Commission with capacity of modern information technology.

- A dynamic new website has been developed for the Commission and enriched with information in innovative presentation. Securities related acts, rules, regulations, order, directive, notification etc has been presented in BSEC's website (www.sec.gov.bd and www.secbd.org) innovatively that is more useful for users in finding information. Besides, notable events in capital market, press releases, IPO prospectus, rights offer documents, enforcement actions, information regarding investors training and list of different types of market intermediaries including many other information have been incorporated in the website. This information is updated on regular basis.

- Implementation of the government's e-filing (e-nothi) system has been completed in the Commission. Different departments of the Commission are currently using the e-Nothi system. BSEC Automation Committee is providing necessary support in this regard.

- The Commission has prepared e-Service Roadmap 2021, which is also in implementation process. Once the e-services are implemented, services that are possible to be provided through e-services will replace the manual process. As a result, citizens and stakeholders will enjoy the benefits of this system.

- The Commission is dealing with official procurement activities through e-gp portal of the government. The MIS Department is providing necessary support in this regard.

- At present, all officers of BSEC use computers in their daily activities. All computers are connected through Local Area Network (LAN). An integrated Securities and Exchange Commission Automated System (SECAS) exists in BSEC. Officers of BSEC use 200 Mbps broadband internet connection on shared basis from their workstation through connected LAN.

- MIS Department carries out various systems development, modification, website upgradation, and planning, operation & support for IT infrastructure maintenance activities, as per requirement of the Commission.

During April – June, 2019, Important Web Uploads:

Works	Number
Mutual Fund Prospectus Upload	2
Enforcement Actions Upload	35
Other Order/Notification/Directive etc Upload	13
Annual Report Upload	1
Proposed Draft Rule Upload for Comments	4
Press Release	11
Tender	2

18. Research and Development

- During the period, the following activities have been accomplished:
  a. Monthly report sent to the Goverment as requested:
     1. Report on status of progress on Hon’ble Prime Minister’s commitments / directions.
     2. Monthly report on mentionable/important activities.

  b. Monthly report sent to the Central Bank as requested:
     1. Monthly Trade Report of Capital Market.

  c. Capital market related report sent to Financial Institute Division for ‘আর্থিক প্রতিষ্ঠানসমূহের প্রতিবেদন’.

  d. Capital market related report sent to Financial Institute Division for Economic Review.

  e. Other Information sent to Ministry as requested.

- The following reports have been published:

Name of Work	Publication Time
Annual Report (Bengali)	2018-2019
Annual Report (English)	2018-2019
Quarterly Review	01
Traimashik Parikrama	01

19. Financial Literacy

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

Sl.	Particular	Number of Participants
01	Training for Authorized Representatives	96
02	Training through Daily Investment Education Program	191
03	Training by intermediaries through Investment Education Program	4212
04	Training for those who are involving in intermediaries activities	773
05	Training through Bangladesh Online Newspaper ArthoSuchak	1000
	Total	**6272**

20. International Affairs

During the time, International Affairs Department performed following activities:

1. For achieving better skills in English, BSEC has arranged a two-month long training program for its officers in collaboration with British Council, Bangladesh. 2nd batch consisting of 20 (twenty) officers at the level of Assistant Directors and Personal Officers has been running since 16 June 2019. International Affairs Department is coordinating the training program.

2. A regional Seminar on 'Financial Literacy and Investor Protection' will be held in Dhaka from 8 to 11 July 2019 as part of APEC Financial Regulators Training Initiative. BSEC and ADB are jointly organizing the seminar for securities regulators. This is the first time BSEC is going to arrange any International Seminar. International Affairs Department has been maintaining regular liaison and providing necessary supports to the committee formed in this regard.

3. Besides these activities, surveys sent from different international organizations have been responded. International Affairs Department had replied several correspondences of foreign bodies concerning queries on different issues and maintained continuous liaison in this regard throughout the quarter.

21. Stock Exchanges' Operational Statistics

DSE OPERATIONAL STATISTICS

Trading Month	DSE Index (DSEX)	Market Capitalization in Million Tk.	No. of Trading Days	Turnover of Securities in Million (No.)		Traded Amount in Million Tk.	
				Monthly	Daily Average	Monthly	Daily Average
April	5202.85	3839878	20	1591	80	69815.72	3490.79
May	5377.75	3941642	21	2465	117	77161.25	3674.35
June	5421.62	3998164	16	2207	138	76500.13	4781.26
Total			57	6263	110	223477.10	3920.65

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

CSE OPERATIONAL STATISTICS

Trading Month	All Share Price Index	Market Capitalization in Million Tk.	No. of Trading Days	Turnover of Securities in Million (No.)		Traded Amount in Million Tk.	
				Monthly	Daily Average	Monthly	Daily Average
April	15912.8729	3130131.48	20	139.11	6.96	4626.83	231.34
May	16375.7595	3224641.55	21	169.35	8.06	4551.01	216.72
June	16634.2108	3293302.81	16	264.56	16.54	8919.66	557.48
Total			57	573.02	10.05	18097.53	317.50

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

22. Press Release

The Commission has issued 11 Press Releases on its activities during this period, which are uploaded in Commission's website (www.sec.gov.bd).

BSEC Website Content

- About BSEC
- Notable Events
- Press Release
- Securities Laws
- Investor's Information
- IPO Prospectors
- Annual Report
- Quarterly Report
- Enforcement Actions
- List of Market Intermediaries
- Employment Information
- Tender Information
- Comments Request on Rules Amendment
- Important Links

রেফারেন্স রুম

সিকিউরিটিজ কমিশন ভবন, ই-৬/সি আগারগাঁও, শের-ই-বাংলা নগর প্রশাসনিক এলাকা, ঢাকা-১২০৭, বাংলাদেশ।
ফোন: (৮৮)-০২-৫৫০০৭১৭৩-২, ফ্যাক্স: (৮৮)-০২-৫৫০০৭১০৬

যা আছে:

- বিএসইসি'র প্রকাশনা
- তালিকাভুক্ত কোম্পানিসমূহের প্রসপেক্টাস
- তালিকাভুক্ত কোম্পানিসমূহের বার্ষিক প্রতিবেদন
- তালিকাভুক্ত কোম্পানিসমূহের প্রকাশিত অর্ধ-বার্ষিক হিসাব বিবরণী
- সিকিউরিটি আইন, রুলস্ ও রেগুলেশনস্/গেজেট নোটিফিকেশনস্
- পুঁজিবাজারের উপর স্থানীয়/বিদেশি প্রকাশনা
- বিএসইসি প্রকাশনার গ্রাহক হওয়ার সুযোগ

বাংলাদেশ সিকিউরিটিজ অ্যান্ড এক্সচেঞ্জ কমিশন

সিকিউরিটিজ কমিশন ভবন
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