Quarterly Review

January-March 2009

Securities and Exchange Commission
Bangladesh

SECURITIES AND EXCHANGE COMMISSION

Quarterly Review

January-March 2009

A Publication of the SEC

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CAPITAL MARKET NEWS

Securities and Exchange Commission (SEC)

SEC was established in June 1993 through enactment of the Securities and Exchange Commission Act, 1993 as a capital market regulator. The following are the missions of SEC:

- Protecting the interest of investors in securities;
- Developing the capital and securities markets; and
- Framing of securities rules concerning above.

SEC Activities

The activities of the Securities and Exchange Commission (SEC) during January-March 2009 have been furnished below:

New Member of SEC:

Mr. Muhammad Yasin Ali has joined as the Member of SEC on 01 January, 2009. Before joining SEC, he was the Executive Director of Bangladesh Bank.

Finance Minister Visited SEC:

The Honourable Finance Minister A.M.A Muhith visited SEC on 7 February 2009 and exchanged views about the market situation with SEC, DSE and CSE top management. The finance minister assured that the present government would take all the necessary steps to boost the market. He stated that all the measures would be taken to increase the flow of investment.

Introduction of Book Building Method:

Alternative Initial Public Offering (IPO) valuation method, the book building method, was introduced in Bangladesh capital market for the first time through a notification issued on the matter dated 11 March 2009. This will attract private companies with good track record and sound fundamentals to raise capital form the market, where issuer may get better price of their shares depending on institutional demand for the shares.

Investors' Education Program:

To create awareness among the general investors of securities market, SEC conducts Investors' Education Program on regular basis (twice a month) at SEC premise throughout the year. During January-March 2009 a total of 152 investors participated in the said programs. Senior SEC officials made presentation on different aspects of capital market in the said programs and responded to the queries of the participants.

Training Program for Authorized Representatives:

In order to educate and train market participants, the Commission, in association with the Dhaka Stock Exchange Ltd., arranged training for authorized representatives of the members of Dhaka Stock Exchange Ltd. on 25-26 January, 8-9 and 18-19 February and 8-9 and 23-24 March 2009 at DSE and for authorized representatives of the members of Chittagong Stock Exchange Ltd. on 4-5 February, 2009 at SEC where total 300 authorized representatives attended. Senior officials of SEC, DSE and CSE conducted aforesaid programs highlighting securities laws, particularly issuance, trading and settlement of securities transaction on stock exchanges.

CORPORATE FINANCE

Activities of Corporate Finance Department (CFD) of the Commission during January-March, 2009 are enumerated below:

Sl. No.	Particulars	Action taken	No. of Company
1	Qualified audit report as well as Commission's observation on the audited financial statements.	Explanation sought from the companies	11
		Companies have been advised to present the information and explanation on the auditors qualified opinion and the Commission's observations in the relevant Annual General Meeting.	3
		Referred to Enforcement Department for necessary action against the companies as their clarification regarding auditors' qualified report and the Commission's observations were not satisfactory.	24
		Companies referred to SRMID for appropriate action since there was significant doubt about their ability to continue as going concern.	1
		Explanation sought from the auditors.	6
		Statutory auditors referred to Enforcement Department for appropriate action as their audit report failed to qualify matters related to the financial statements of the issuer company which were required to be qualified as per accounting and auditing standards & norms.	3
2	Half-yearly financial statements for the year ended on December 31, 2008.	Advised to revise the half-yearly financial statements in accordance with BAS- 34.	7
		Requested to submit the half-yearly financial statements within stipulated time.	1
		Referred to Enforcement Department for appropriate action against the companies for non-submission of half-yearly financial statements.	21
3	Commission's clearance for retention of statutory auditors for the consecutive period exceeding three years.	Clearance accorded.	4
4	Extension of time for submission of audited financial statements for the year ended on June 30, 2008.	Time extended.	3
		Time not extended.	2
5	Non-submission of audited financial statements for the year ended on September 30, 2008.	Referred to Enforcement Department for appropriate action against the companies.	3

CAPITAL ISSUE

Initial Public Offering (IPO):

The Commission accorded consent to the following companies to raise capital through initial public offering during January-March 2009, details of which are furnished below:

Amount in million Taka

Name of the Company	Date of Approval	Total Capital	Sponsors Equity			Public Equity			Total (7+8 +9)	Remarks
			Local	Foreign	Total	General Public	Foreign placement	Local placement		
1	2	3	4	5	6	7	8	9	10	11
Asia Insurance Ltd.	19/03/09	150.00	60.00	--	60.00	90.00	--	--	90.00	At par
Rupali Life Insurance Co. Ltd.	25/03/09	75.00	30.00	--	30.00	45.00	--	--	45.00	At par

Capital Raising :

During January-March 2009, the Commission accorded consent to the following private limited companies and public limited companies to raise capital for the amount stated in the table below:

Private Limited Company:

Sl. No.	Name of the Company	Applied for	Consent Letter Issued on	Amount in Million Tk.
1	Consumer Knitex Ltd.	Ordinary Shares of Tk.42.00 million	29.03.09	42.00
2	GMG Airlines Ltd.	Bonus Shares of Tk. 51.41 million	29.01.09	51.41
3	Augere Wireless Broadband Bangladesh Ltd.	Voting Common Shares of Tk. 557.00 million Non-voting Common Shares of Tk. 810.00 million Redeemable Preference Shares of Tk. 550.00 million Convertible Preference Shares of Tk. 243.00 million	15.03.09	2160.00
4	Texeurop (Bd) Ltd.	Ordinary Shares of Tk. 150.00 million	11.03.09	150.00
5	Navana CNG Ltd.	Bonus Shares of Tk. 200.00 million	5.01.09	200.00
6	Op-Speed Co. (BD) Ltd.	Ordinary Shares of Tk.300.52 million	17.03.09	300.25
Total Taka				**2903.93**

Public Limited Company:

Sl. No.	Name of the Company	Applied for	Consent Letter Issued on	Amount in Million Tk.
1	BEXIMCO Pharmaceuticals Ltd.	Ordinary Shares and Warrants of Tk.185.00 million	5.03.09	185.00
2	Golden Son Ltd.	Ordinary Shares of Tk. 53.75 million	11.03.09	53.75
3	Uttara Finance & Investment Ltd.	ZCB of Tk. 3776.29 million	11.02.09	3776.29
4	Infrastructure Development Co. Ltd. (IDCOL)	Ordinary Shares of Tk. 100.00 million	24.02.09	100.00
5	Nowapara Jute Mills Ltd.	Bonus Shares of Tk. 8.50 million	11.03.09	8.50
6	R.N. Spinning Mills Ltd.	Ordinary Shares of Tk.232.15 million	11.03.09	232.15
7	Barakatullah Electro Dynamics Ltd.	Ordinary Shares of Tk.330.00 million	5.02.09	330.00
8	Bangladesh Thai Aluminium Ltd.	Ordinary Shares and Warrants of Tk.250.00 million	11.02.09	250.00
9	Islami Bank Community Hospital Jhenaidah Ltd.	Ordinary Shares of Tk.2.90 million	25.03.09	2.90
	Total Taka			**4938.69**

Rights Issue:

During the said period, the Commission has permitted the following companies to issue right shares, details of which are furnished below:

Sl. No.	Name of the Company	Approved on	Number of Shares	Amount in Million Tk.
1	Central Insurance Co. Ltd.	11.03.09	2,61,360 Ordinary Shares of Tk. 100.00 each at per at a ratio of 1:5, i.e. one rights share for five existing shares	26.14
Total				**26.14**

SEC SURVEILLANCE

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Daily Market Surveillance:

SEC's Surveillance Department watches/monitors and analyzes the trading activities of both stock exchanges through non-trading online surveillance system. The department surveils the trade and reports about unusual trading to the authority on daily, weekly and monthly basis.

Investigation and Enquiry:

The Commission conducts inspection and investigation on the affairs of issuers, exchanges and intermediaries to ensure integrity of the market system. The following stock-brokers/stock-dealers activities have been investigated by SEC of the Dhaka Stock Exchange Ltd. and Chittagong Stock Exchange Ltd. during the said period:

Nature of Enquiry & Investigation	Investigation & Enquiry Against
Enquiry on specific customer complaints regarding unlawful pay-ins and pay-out without client's consent	Salta Capital Limited (Stock-broker of DSE and CSE)
Enquiry on unusual price hikes and share trading of Aftab Automobiles Ltd.	Aftab Automobiles Limited (Stock-broker of DSE and CSE and Merchant Banker & Portfolio Manager)

Regular Inspection:

As part of regular monthly inspection, SEC's inspection team visited and inspected the affairs of following stock-brokers / stock-dealers offices of DSE and CSE during the period:

Nature of Inspection	Inspection Against
Monthly regular inspection: January, 2009	ANF Management Ltd. (DSE Membership # 117)
	Habib Share & Securities Ltd. (CSE Membership # 54)
Monthly regular inspection: February, 2009	Al-Muntaha Trading Co. Ltd. (DSE Membership # 49)
	CMSL Securities Ltd. (CSE Membership # 61)
Monthly regular inspection: March, 2009	Shakil Rizvi Securities Ltd. (DSE Membership # 149)
	PHP Stock & Securities Ltd. (CSE Membership # 31)

REGISTRATION

Issuance and Renewal of Stock Dealer /Stock Broker Registration Certificate:

During January-March 2009, the Commission issued stock dealer/broker registration certificate in favor of the 9 members of Dhaka Stock Exchange Ltd. and 1 member of Chittagong Stock Exchange Ltd. under সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (স্টক ডিলার, স্টক ব্রোকার ও অনুমোদিত প্রতিনিধি) বিধিমালা, ২০০০.

Dhaka Stock Exchange Limited:

Sl. No.	Name & Address of the Stock Dealer/Broker	Category	Membership No.	Registration Certificate No. & Issue Date
1	International Finance Investment & Commerce Bank Limited Shilpa Bank Bhaban (10,17-19th Floor), 8 Rajuk Avenue, Motijheel C/A, Dhaka-1000	Stock broker & Stock dealer	DSE-192	Reg-3.1/DSE-192/2009/316 Date: 01.01.2009 & Reg-3.1/DSE-192/2009/317 Date: 01.01.2009
2	Indicate Securities Consultants Ltd. Room No.523-524, 9/E DSE Annex Building, Motijheel C/A, Dhaka-1000	Stock broker & Stock dealer	DSE-154	Reg-3.1/DSE-154/2009/318 Date: 25.01.2009 & Reg-3.1/DSE-154/2009/319 Date: 25.01.2009
3	ASENZ Securities Ltd. House 8A, Road 50, Gulshan-2,Dhaka-1212	Stock dealer	DSE-65	Reg-3.1/DSE-65/2009/324 Date: 18.03.2009
4	Alhaj Securities & Stocks Ltd. Room 306, DSE Bhaban, 9/F Motijheel C/A, Dhaka-1000	Stock dealer	DSE-93	Reg-3.1/DSE-93/2009/325 Date: 18.03.2009
5	Kazi Equities Ltd. Room 406, DSE Bhaban, 9/F Motijheel C/A,Dhaka-1000	Stock dealer	DSE-135	Reg-3.1/DSE-135/2009/326 Date: 18.03.2009
6	Khurshid Alam Securities Ltd. Room 204, DSE Bhaban, 9/F Motijheel C/A, Dhaka-1000	Stock dealer	DSE-167	Reg-3.1/DSE-167/2009/327 Date: 18.03.2009
7	Doha Securities Limited Chamber Building (2nd Floor), 122-124 Motijheel C/A, Dhaka-1000	Stock broker	DSE-127	Reg-3.1/DSE-127/2009/329 Date 24.03.2009
8	Transcom Securities Limited PBL Tower (10th Floor), 17 North C/A, Gulshan Circle 2, Dhaka-1212	Stock broker & Stock dealer	DSE-55	Reg-3.1/DSE-55/2009/321 Date: 17.02.2009 & Reg-3.1/DSE-55/2009/322 Date: 17.02.2009
9	Farida Raquib Securities Ltd. Room 307, DSE Building, 9/F Motijheel C/A, Dhaka-1000	Stock dealer	DSE-87	Reg-3.1/DSE-87/2009/328 Date: 18.03.2009

Chittagong Stock Exchange Limited:

Sl. No.	Name & Address of the Stock Dealer/Broker	Category	Membership No.	Registration Certificate No. & Issue Date
1	Saya Securities Ltd. 84/B Dhaka-Housing, Uttar Adabar, Shamoly, Dhaka.	Stock broker	CSE-10	Reg-3.2/CSE-10/2009/170 Date: 12.01.2009

Moreover, the Commission renewed 89 stock broker/stock dealer registration certificates of Dhaka Stock Exchange Ltd. and 10 stock broker/stock dealer registration certificates of Chittagong Stock Exchange Ltd. during the said period.

Conversion into Corporate Body:

To operate as stock broker, the Commission issued 2 (two) stock broker registration certificate in favor of following 2 (two) members of DSE those are converted into corporate entities from proprietorship concerns under সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (স্টক ডিলার, স্টক ব্রোকার ও অনুমোদিত প্রতিনিধি) বিধিমালা, ২০০০ during this quarter.

Sl. No.	Name & Address of the Stock Dealer/Broker	Category	Membership No.	Registration Certificate No. & Issue Date
1	Farida Raquib Securities Ltd. Room 307, DSE Building, 9/F Motijheel C/A, Dhaka-1000	Stock broker	DSE-87	Reg-3.1/DSE-87/2009/320 Date: 28.01.2009
2	Ibrahim Securities Ltd. Ibrahim Mansion, 11 Purana Paltan, Dhaka-1000	Stock broker	DSE-33	Reg-3.1/DSE-33/2009/323 Date: 17.02.2009

Branch Opening Permission to the Stock Brokers:

During the said quarter, the Commission approved opening of 33 new branches of 29 stock brokers of Dhaka Stock Exchange Ltd. and accorded approval of 48 existing branch offices of 35 stock brokers of Dhaka Stock Exchange Ltd. The Commission also approved opening of 15 new branches of 14 stock brokers and accorded approval of 7 existing branch offices of 3 stock brokers of Chittagong Stock Exchange Ltd.

Issuance and Renewal of Authorized Representative Registration Certificates:

During the said period, the Commission issued 130 authorized representatives registration certificates of Dhaka Stock Exchange Ltd. and 68 authorized representatives registration certificates of Chittagong Stock Exchange Ltd. under সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (স্টক ডিলার, স্টক ব্রোকার ও অনুমোদিত প্রতিনিধি) বিধিমালা, ২০০০ and renewed 168 authorized representatives registration certificates of Dhaka Stock Exchange Ltd. and 23 authorized representatives registration certificates of Chittagong Stock Exchange Ltd.

Issuance and Renewal of Depository Participant Registration Certificate:

During the quarter, the Commission issued the following 3 depository participants registration certificates, under ডিপজিটরি (ব্যবহারিক) প্রবিধানমালা, ২০০৩ and renewed 43 depository participant registration certificates.

List of New Depository Participants:

DP No.	Name, Address & Contact of the DP	Membership No.	Category	Certificate No. & Issue Date
1	Indicate Securities Consultants Ltd. 523-24 DSE Annex Building, 9E, Motijheel C/A, Dhaka-1000	DSE - 154	Full Service	SEC/Reg./CDBL-DP-287 Date: 09.02.2009
2	Transcom Securities Limited PBL Tower (10th Floor), 17 North C/A Gulshan Circle -2 Dhaka-1212	DSE - 55	Full Service	SEC/Reg./CDBL-DP-288 Date: 15.03.2009
3	AB Ispahani Securities Limited Ispahani Building (2nd Floor), 14-15 Motijheel C/A, Dhaka-1000	DSE - 01	Full Service	SEC/Reg./CDBL-DP-289 Date: 24.03.2009

During this quarter, the Commission also issued 2 full service depository participant registration certificates in favor of the following former custody depository participant registration certificate holders:

DP No.	Name, Address & Contact of the DP	Membership No.	Category	Certificate No. & Issue Date
1	International Finance Investment & Commerce Bank Limited Shilpa Bank Bhaban (10, 17-19th Floor) 8 Rajuk Avenue, Motijheel C/A Dhaka-1000	DSE - 192	Full Service	SEC/Reg./CDBL-DP-47 Date: 26.01.2009
2	Mercantile Bank Ltd. Head Office, 61 Dilkusha C/A, Dhaka-1000	DSE - 224	Full Service	SEC/Reg./CDBL-DP-49 Date: 29.01.2009

Issuance of Registration Certificate for Merchant Banking Operation:

During the quarter, the Commission issued registration certificates in favor of 3 banks to perform the merchant banking activities, under সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মার্চেন্ট ব্যাংকার ও পোর্টফোলিও ম্যানেজার) বিধিমালা, ১৯৯৬. The Commission also accorded approval to open 1 new branch office of IDLC Securities Limited of Chittagong Stock Exchange Ltd.

List of New Merchant Banks:

Sl. No.	Name & Address of Merchant Bank	Certificate No. & Issue Date	Category
1	Janata Bank Limited Head Office, Janata Bhaban, 110, Motijheel C/A, Dhaka-1000	MB-33/2009 Date: 17.02.2009	Full- Fledged MB
2	Agrani Bank Ltd. Head Office, 9/D Dilkusha C/A, Dhaka-1000	MB-34/2009 Date: 23.03.2009	Full- Fledged MB
3	Sonali Bank Limited Head Office, Motijheel C/A, Dhaka-1000	MB-35/2009 Date: 23.03.2009	Full- Fledged MB

BRAC Micro Credit Securitization Trust-2008:

During the said quarter, the Commission accorded approval to act as trustee to Eastern Bank Limited for BRAC Micro Credit Securitization Trust-2008 on 1 January, 2009.

Issuance of an Asset Management Company Registration Certificate in Favor of Prime Finance Asset Management Company Ltd.:

The Commission has approved issuance of an asset management company registration certificate in favor of Prime Finance Asset Management Company Ltd., under the সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মিউচ্যুয়াল ফান্ড) বিধিমালা, ২০০১ on 19 March, 2009.

Permission for Utilization of Fund Collected Through Public Offer of Prime Finance First Mutual Fund:

The Commission accorded permission to utilize fund collected through public offer of Prime Finance First Mutual Fund to ICB Asset Management Co. Ltd. on 18 February, 2009 during this quarter.

Approval for Trust Deed of EBL First Mutual Fund (Closed End):

During the quarter, the Commission has approved draft trust deed of EBL First Mutual Fund (closed end). The Commission also decided to accord registration of EBL First Mutual Fund (closed end) after submission of registered trust deed of the fund along with registration fee under the সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মিউচ্যুয়াল ফান্ড) বিধিমালা, ২০০১ on 18 March, 2009.

SUPERVISION AND REGULATION OF MARKETS AND INTERMEDIARIES

During January-March 2009, the following companies held AGM. Information on AGM and dividend is shown in the following table:

Sl. No.	Name	Date of AGM	Cash Dividend	Stock Dividend	Year End
Bank					
1	Social Investment Bank Ltd.	23.03.09		10%	31.12.08
2	Dutch Bangla Bank Ltd.	23.03.09		50%	31.12.08
3	IDLC Finance Limited	30.03.09	15%	20%	31.12.08
4	Prime Bank Ltd.	30.03.09		25%	31.12.08
5	Dhaka Bank Ltd.	31.03.09	15%	10%	31.12.08
6	Mercantile Bank Ltd.	31.03.09		20%	31.12.08
Engineering					
7	S. Alam Cold Rolled Steels Ltd.	30.03.09	17%		30.9.08
8	Anwar Galvanizing Ltd.	25.3.09	nil		30.6.08
Fuel & Power					
9	Padma Oil Co. Ltd.	31.01.09	50%	100%	30.6.08
10	Eastern Lubricants Blenders Ltd.	7.02.09	25%		30.6.08
11	Dhaka Electric Supply Company	10.02.09	25%	5%	30.6.08
12	Power Grid Co. of Bangladesh Ltd.	5.03.09	27%		30.6.08
Food & Allied					
13	Alpha Tobacco Mfg. Co. Ltd.	Postponed	nil		30.9.07
Paper & Printing					
14	Sonali Paper & Board Mills Ltd.	25.01.09	nil		30.6.08
Services & Real State					
15	Samorita Hospital Ltd.	19.03.09	10%		30.6.08
Tannery Industries					
16	Excelsior Shoes Ltd.	30.3.09	nil		30.9.06
Textile					
17	Mita Textiles Ltd.	14.01.09	nil		30.6.07
18	HR Textile Mills Ltd.	23.3.09	8.50%		30.9.08
19	Maksons Spinning Mills Ltd.	15.02.09		15%	30.9.08
Miscellaneous					
20	Sinobangla Industries Ltd.	24.02.09	10%		31.10.08
21	Savar Refractories Ltd.	8.01.09	7%		30.6.08

SUPERVISION & REGULATION OF MARKETS AND INTERMEDIARIES

During January-March 2009, the following complaints were lodged with the Commission and measures taken by the Commission on the same are as follows:

Complaints Against Listed Companies:

Nature of Complaints	No. of Complaints Received	Under Process	Referred for Enforcement Action	Resolved
Non payment or delay in payment of dividend	3	1	-	2
Non payment of debenture installment	2	-	-	2
Regarding transfer of shares	6	1	-	5
Non receipt of letter of rights share offering	5	1	-	4
Non receipt of bonus share	-	-	-	-
Non receipt of annual report	-	-	-	-
Regarding refund warrant	1	-	1	-
Non demat of shares	2	-	-	2
Miscellaneous	11	4	-	7
Total	**30**	**7**	**1**	**22**

Complaints Against Stock Broker/Dealer/Merchant Banker:

Nature of Complaints	No. of Complaints Received	Under Process	Referred for Enforcement Department	Referred to DSE/CSE for Action	Resolved
Non delivery of shares	1	1	-	-	-
Non payment of clients money	1	-	-	-	1
Regarding transfer of shares in the link BO Account	-	-	-	-	-
Miscellaneous	10	2	-	2	6
Total	**12**	**3**	**-**	**2**	**7**

CENTRAL DEPOSITORY

During January-March 2009, the following companies joined the CDS under Central Depository Bangladesh Ltd. (CDBL):

Sl. No.	Name of the Company	Joining Date
1	National Housing Finance & Investment Ltd. (IPO)	01.01.2009
2	Maksons Spinning Mills Ltd. (IPO)	01.01.2009
3	IBN SINA Pharmaceuticals Industries Ltd.	04.01.2009
4	First Lease International Ltd.	04.01.2009
5	BSRM Steels Ltd. (IPO)	18.01.2009
6	Republic Insurance Co. Ltd. (IPO)	18.01.2009
7	Apex Weaving & Finishing Mills Ltd.	26.01.2009
8	Eastern Insurance Co. Ltd.	26.02.2009
9	GQ Ball Pen Industries Ltd.	26.02.2009
10	1st Prime Finance Mutual Fund (IPO)	17.03.2009

SEC ENFORCEMENT ACTIONS

During January-March 2009, the following enforcement actions against registered issuer companies, chartered accountants, stock-brokers, stock-dealers, depository participants and merchant bankers were taken by the Commission for non-compliance of the securities laws:

Action Against Issuer Companies:

Nature of Violation	No. of Issuer Companies	Nature of Action
True and fair information not reflected in the audited financial statements	2	Penalty Imposed
Failure to submit the audited financial statements	6	Penalty Imposed
Failure to comply with securities related laws	14	Penalty Imposed
Failure to submit capital and share holding position	3	Penalty Imposed
Failure to show compliance status of corporate governance guidelines in the annual report	5	Directive Issued
Non-payment of outstanding dues against debentures	1	Directive Issued
Non-compliance of securities laws regarding audited financial statements	7	Warning Letter Issued
Failure to comply with securities related laws	4	Warning Letter Issued
Non-compliance of securities laws in connection with the submission of audio visual recording of AGM	1	Warning Letter Issued

Action Against Chartered Accountant Firms:

Nature of Violation	No. of Chartered Accountant Firm	Nature of Action
Failure to comply with securities related laws regarding audited financial statements of the issuers.	2	Warning Letter Issued

Action Against Stock Broker:

Nature of Violation	No. of Stock Broker	Nature of Action
Non-compliance with securities related laws	1	Warning Letter Issued

Action Against Merchant Bankers:

Nature of Violation	No. of Merchant Banker	Nature of Action
Failure to comply securities related laws	2	Cancellation of Merchant Banker's Registration Certificate

LAW

Total 230 cases filed by or against SEC are pending in different courts. Name of the courts are given below along with number of pending cases:

Sl. No.	Name of the Court		Number of Cases
1	Supreme Court of Bangladesh	Appellate Division	6
		High Court Division	96
2	Metropolitan Session Judge Court, Dhaka.		6
3	1st Asst. Metropolitan Session Judge Court, Dhaka		1
4	4th Joint District Judge Court, Dhaka		1
5	5th Joint Dist. Judge Court, Dhaka.		8
6	4th Asst. Judge Court, Dhaka.		1
7	8th Asst. Judge Court, Dhaka		1
8	Assistant Judge Court - Savar, Dhaka		1
9	Chief Metropolitan Magistrate Court, Dhaka.		7
10	General Certificate Court, Dhaka.		102
	Total Cases		**230**

- Out of total 15 share scam cases of 1996, 2 cases are now pending before the Appellate Division, 9 cases before the High Court Division of Bangladesh Supreme Court and rest 4 cases are pending before the Metropolitan Session Judge Court, Dhaka.

- Nine certificate cases have been filed against the directors of relevant 9 companies to recover the penalty imposed by the Commission for violation of securities laws during the said period, under Public Demands Recovery Act, 1913.

MIS

Activities of MIS Department:

Objectives of MIS Department are to assist different departments of SEC through development of automation in their activities, development of capital market monitoring system based on computerized data analysis, and informing all about securities laws and other related matters through website.

At present, all officers of SEC use computers in their daily activities. All computers are connected through local area network(LAN). Different modules of integrated Securities and Exchange Commission Automated System (SECAS) have been developed at SEC for use of its different departments. Officers of SEC can use broadband internet connection from their workstation through connected LAN. SEC's website (www.secbd.org) is enriched with various information like securities laws, IPO prospectus, eligible securities, depository participants, enforcement actions, reports etc, which are updated regularly and many users visit the website. MIS department works on development, modification and maintenance of the mentioned systems.

January-March 2009 -Important Web Uploads and Website Visits:

Item of Works	Number of Tasks Completed
IPO Prospectus Upload	06
Enforcement Actions Upload	55
Other Order/Notification/Directive etc Upload	01
Eligible Securities/DP List etc Update	10
Quarterly Report Upload	01
Annual Report Upload	01
Proposed Draft Rule Upload for Comments	-
No. of Website Visitors(As Per Web Counter)	30,000 (approx.)

MUTUAL FUND & SPECIAL PURPOSE VEHICLE (SPV)

Mutual Fund and SPV Department was established by the Commission's order no. এসইসি/প্রশাসন/৪১ঃ০০ (অংশ-৫)/১৯৫৫-৮৬৬ dated 16 March 2009. Functions of the newly established department are as follows:

- Registration of mutual fund and SPV
- Monitoring of mutual fund and SPV
- Supervision and compliance of mutual fund and SPV and
- Other functions in connection with mutual fund and SPV

NEW ACTS/RULES/REGULATIONS/AMENDMENTS/ ORDERS/NOTIFICATIONS

প্রজ্ঞাপন

তারিখঃ ১১ মার্চ, ২০০৯

নং-এসইসি/সিএমআরআরসিডি/২০০১-৬৩/প্রশাসন/০১-৩৮ ডিপজিটরি আইন, ১৯৯৯ (১৯৯৯ সনের ৬নং আইন) এর ধারা ১৭ এ প্রদত্ত ক্ষমতাবলে সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন, পূর্ব প্রকাশের পর, ডিপজিটরি (ব্যবহারিক) প্রবিধানমালা, ২০০৩ এ নিম্নোক্ত সংশোধনী করিল, যথা:-

১। প্রবিধি ২৭ এর উপ-প্রবিধি (২) এর দফা (খ) নিম্নলিখিতভাবে প্রতিস্থাপিত হইবে:-

"(খ) উক্ত আবেদনের ছকে উল্লিখিত দলিলপত্র ও তথ্য সহ সিকিউরিটিজ ও এক্সচেঞ্জ কমিশনের বরাবরে প্রদেয় ফি বাবদ নিম্নোক্ত অংকের ব্যাংক ড্রাফ্‌ট বা পে-অর্ডার দাখিল করিতে হইবে:

কাস্টডি অংশগ্রহণকারীর ক্ষেত্রে	----------	টাকা ৫০,০০০
ট্রেডিং অংশগ্রহণকারীর ক্ষেত্রে	----------	টাকা ৫,০০০
অন্যান্য অংশগ্রহণকারীর ক্ষেত্রে	----------	টাকা ১০,০০০

২। প্রবিধি ৩০ এর উপ-প্রবিধি (৪) নিম্নলিখিতভাবে প্রতিস্থাপিত হইবে:-

"(৪) কমিশন কর্তৃক প্রদত্ত কোন নিবন্ধন সনদ উহাতে উল্লিখিত শর্তাধীনে প্রদানের তারিখ হইতে (ক) কাস্টডি অংশগ্রহণকারীর ক্ষেত্রে পাঁচ বছর, এবং (খ) ট্রেডিং ও অন্যান্য অংশগ্রহণকারীর ক্ষেত্রে এক বছর পর্যন্ত কার্যকর থাকিবে।"

৩। প্রবিধি ৩০ এর উপ-প্রবিধি (৬) নিম্নলিখিতভাবে প্রতিস্থাপিত হইবে:-

"(৬) প্রত্যেক ক্ষেত্রে কমিশনের বরাবরে প্রদেয় নবায়ন ফি বাবদ নিম্নোক্ত অংকের ব্যাংক ড্রাফ্‌ট বা পে-অর্ডার সহ ডিপজিটরির মাধ্যমে তফসীল-৩ এ প্রদত্ত ছকে একটি আবেদন কমিশনে দাখিল করতঃ কোন নিবন্ধন সনদ (ক) কাস্টডি অংশগ্রহণকারীর ক্ষেত্রে পাঁচ বছর, এবং (খ) ট্রেডিং ও অন্যান্য অংশগ্রহণকারীর ক্ষেত্রে এক বছরের জন্য নবায়ন করা যাইবে:

কাস্টডি অংশগ্রহণকারীর ক্ষেত্রে	----------	টাকা ৫০,০০০
ট্রেডিং অংশগ্রহণকারীর ক্ষেত্রে	----------	টাকা ২,০০০
অন্যান্য অংশগ্রহণকারীর ক্ষেত্রে	----------	টাকা ৪,০০০

সিকিউরিটিজ ও এক্সচেঞ্জ কমিশনের আদেশক্রমে,

ফারুক আহমদ সিদ্দিকী
চেয়ারম্যান

প্রজ্ঞাপন

তারিখঃ ১২ জানুয়ারি, ২০০৯

নং-এসইসি/সিএমআরআরসিডি/২০০১-৫০/প্রশাসন/০১-৩৬ সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মার্চেন্ট ব্যাংকার ও পোর্টফোলিও ম্যানেজার) বিধিমালা, ১৯৯৬ (এস, আর, ও নং-৫৯ আইন/৯৬ তারিখ ২৪শে এপ্রিল ১৯৯৬) এর বিধি ৬ এবং ১৯ এ প্রদত্ত ক্ষমতাবলে সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন, মার্চেন্ট ব্যাংকার ও পোর্টফোলিও ম্যানেজার এর মূলধন পর্যাপ্ততা সংক্রান্ত উহার প্রজ্ঞাপন নং-এসইসি/শাখা-৭/আইন/৯৪-৪/১১৪ তারিখ ২৪শে এপ্রিল, ১৯৯৬ইং (যাহা বাংলাদেশ গেজেটে ৩০ জুলাই, ১৯৯৬ইং তারিখে প্রকাশিত হইয়াছে) এতদ্বারা বাতিল করিল।

সিকিউরিটিজ ও এক্সচেঞ্জ কমিশনের আদেশক্রমে,

ফারুক আহমদ সিদ্দিকী
চেয়ারম্যান

প্রজ্ঞাপন

তারিখ: ২৩ ফেব্রুয়ারি, ২০০৯

নং-এসইসি/সিএমআরআরসিডি/২০০১-০০২/প্রশাসন/০১-৩৭ সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন আইন, ১৯৯৩ (১৯৯৩ সনের ১৫ নং আইন) এর ধারা ২৪ উপ-ধারা (১) এ প্রদত্ত ক্ষমতাবলে সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন, পূর্ব প্রকাশের পর, সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (স্টক-ডিলার, স্টক-ব্রোকার ও অনুমোদিত প্রতিনিধি) বিধিমালা, ২০০০ এ নিম্নোক্ত সংশোধন করিল, যথা:-

১। বিধিমালার ১ নং বিধিতে সংক্ষিপ্ত শিরোনামের অধীনে বিদ্যমান "সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (ষ্টক-ডিলার, ষ্টক-ব্রোকার ও অনুমোদিত প্রতিনিধি) বিধিমালা, ২০০০" এর স্থলে "সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (স্টক-ডিলার, স্টক-ব্রোকার ও অনুমোদিত প্রতিনিধি) বিধিমালা, ২০০০" পড়িতে হইবে; এবং তদনুযায়ী উক্ত বিধিমালায় অন্যান্য স্থানে যেখানে "ষ্টক-ডিলার" বা "ষ্টক-ব্রোকার" উল্লেখ আছে সেখানে প্রতিটির ক্ষেত্রে যথাক্রমে "স্টক-ডিলার" বা "স্টক-ব্রোকার" পড়িতে হইবে।

২। বিধি ২ এর উপ-বিধি (১) এর দফা (ক) নিম্নোক্তভাবে প্রতিস্থাপিত হইবে;-

"(ক) অনুমোদিত প্রতিনিধি অর্থ এমন কোন ব্যক্তি যিনি কোন স্টক-ডিলার বা স্টক-ব্রোকারের প্রতিনিধি হিসাবে এই বিধিমালা অনুসারে সিকিউরিটি ক্রয়-বিক্রয় ও এতদসংক্রান্ত কার্যাদি সম্পাদন করার জন্য কমিশন কর্তৃক নিবন্ধন সনদ প্রাপ্ত হইয়াছেন।"।

৩। বিধি ৪ এর উপ-বিধি (২) এর দফা (ঘ) বিলুপ্ত হইবে।

৪। বিধি ৪ এর উপ-বিধি (৪) নিম্নোক্তভাবে প্রতিস্থাপিত হইবে;-

"(৪) কোন অনুমোদিত প্রতিনিধি কোন স্টক-ডিলার বা স্টক-ব্রোকারের সহিত সংশ্লিষ্ট স্টক এক্সচেঞ্জ কর্তৃক নির্ধারিত ও কমিশন কর্তৃক অনুমোদিত চুক্তিপত্র সম্পাদন করিয়া উক্ত স্টক-ডিলার বা স্টক-ব্রোকারের নিয়োগপ্রাপ্ত প্রতিনিধি হিসাবে কাজ করিতে পারিবেন।"

সিকিউরিটিজ ও এক্সচেঞ্জ কমিশনের আদেশক্রমে,

ফারুক আহমদ সিদ্দিকী
চেয়ারম্যান

NOTIFICATION

Dated, the 11th March, 2009

No. SEC/CMRRCD/2008-186/Admin/03-29-In exercise of power conferred by section 33 of the Securities and Exchange Ordinance, 1969 (Ordinance No. XVII of 1969), the Securities and Exchange Commission makes, after prior circulation, the following further amendments in the Securities and Exchange Commission (Public Issue) Rules, 2006, namely:-

In the aforesaid Rules,-

1. in rule (2), for sub-rule (1) the following sub-rule (1) shall be substituted, namely:-

(1) In these Rules, unless there is anything repugnant in the subject or context,-

(a) "associate" means any partner, employee or officer of a company or a body corporate over which the directors or subscribers to the Memorandum of Association and Articles of Association can exercise significant influence or control;

(b) "banker to the issue" means any bank so named in the prospectus to collect money as subscription against security;

(c) "bidders" means the eligible institutional investors;

(d) "book-building method" means the process by which an issuer attempts to determine the price to offer its security based on demand from institutional investors;

(e) "Commission" means the Securities and Exchange Commission (SEC) established under the সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন আইন, ১৯৯৩ (১৯৯৩ সনের ১৫ নং আইন);

(f) "commission" means any money paid to any person in connection with the public offering of security under these Rules;

(g) "cut-off price" means the lowest price offered by the bidders at which the total issue could be exhausted;

(h) "floor price" means the lowest price of the price band within which the eligible institutional investors shall bid for security under book-building method;

(i) "indicative price" means the price which the issuer indicates in the draft prospectus taking input from the eligible institutional investors on which the bidders bid for final determination of price;

(j) "initial public offering" means first offering of security by an issuer to the general public;

(k) "merchant banker" means a merchant banker as defined in the সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মার্চেন্ট ব্যাংকার ও পোর্টফোলিও ম্যানেজার) বিধিমালা, ১৯৯৬;

(l) "non-resident Bangladeshi (NRB)" means an expatriate Bangladeshi or who has dual citizenship or possesses a foreign passport bearing an endorsement from the concerned Bangladesh Embassy to the effect that no visa is required for him to travel Bangladesh;

(m) "price discovery" means a method of determining the price for a specific security through demand and supply factors related to the market;

(n) "prospectus" means any document prepared for the purpose of communicating to the general public an issuer's plan to offer for sale of its security under these Rules;

(o) "public issue" means public issue of security through initial public offering or repeat public offering;

(p) "registrar to the issue" means the merchant banker or any person employed by the issuer registered with or approved by the Commission for carrying on the activities in relation to an issue including collecting applications from investors, keeping record of applications and money received from investors or paid to the seller of security, assisting in determining the basis of allotment of security, finalizing the list of persons entitled to allotment of security and processing and dispatching allotment letters, refund orders or certificates and other related documents;

(q) "repeat public offering" means further public offering for issuance of additional security by an issuer which is either listed with a stock exchange or has raised capital earlier through public offering; and

(r) "road show" means presentation by an issuer of security to potential investors about its issuance of security."

2. for rule (3), the following shall be substituted, namely:-

"(3) General requirements for filing application for consent to an issue of capital through public offering.- (1) Application for consent under these Rules may be based on any of the following pricing methods:-

(a) fixed price method;
(b) book-building method.

(2) For obtaining the consent, an issuer shall apply to the Commission along with the following documents, namely:-

(a) ten copies of the prospectus, duly completed, together with all annexes thereto, duly signed on each page, by the issuer's chief executive officer ***or*** managing director, chief financial officer, company secretary and issue manager. The chairman, the director and the chief executive officer or managing director of the issuer shall sign a declaration as prescribed in Annexure-A;

(b) any amendment to the prospectus, signed by the said persons, shall also have to be filed with the Commission, in accordance with clause (a);

(c) all stock exchanges shall be supplied simultaneously by the issuer with one copy of each of the said prospectus, together with its annexes, and the amendments thereto, if any, duly signed by the persons who have signed prospectus submitted to the Commission;

(d) the audited financial statements of the issuer must be submitted to the Commission along with the prospectus, but the said financial statements shall not be older than 120 days at the time of submission to the Commission."

3. in rule 8, in clause B, for sub-clause (16) the following shall be substituted, namely:-

"(16) Determination of Offering Price:

(1) Under fixed price method

(a) If ordinary shares are being offered, the factors to be considered in determining the offering price shall be set forth in the prospectus.

(b) If the issue price of the ordinary share is higher than the par value thereof, justification of the premium should be stated with reference to-

(i) net asset value per share at historical or current costs;

(ii) earning-based-value per share calculated on the basis of weighted average of net profit after tax for immediately preceding five years or such shorter period during which the issuer was in commercial operation;

(iii) projected earnings per share for the next three accounting year as per the issuers own assessment duly certified by the auditor of the issuer;

(iv) average market price per share of similar stock for the last one year immediately prior to the offer for common stocks or if issuance is the repeat public offering, market price per share of common stock of the issuer for the aforesaid period; and

(v) all other factors with justification which have been taken into account by the issuer for fixing the premium:

Provided that premium on public offering shall not exceed the amount of premium charged on shares issued (excluding the bonus shares) within immediately preceding one year.

(2) Under Book-building Method

Notwithstanding anything contained otherwise in these Rules, the following shall be applicable to an issuer which opts for pricing its security under book-building method, namely:-

Prerequisites of an issuer for becoming eligible for book-building method.-

An issuer may determine issue price of its security being offered following book-building method (i.e. price discovery process) subject to compliance with the following, namely:-

(a) The issuer-

(i) must have at least Tk. 30 crore net-worth;

(ii) shall offer at least 10% shares of paid up capital (including intended offer) or Tk. 30 crore at face value, whichever is higher;

(iii) shall be in commercial operation for at least immediate last three years;

(iv) shall have profit in two years out of the immediate last three completed financial year;

(v) shall have no accumulated loss at the time of application;

(vi) shall be regular in holding annual general meeting;

(vii) shall audit at least its latest financial statements by a firm of chartered accountants from the panel of auditors of the Commission;

(viii) shall appoint separate person as issue manager and registrar to the issue for managing the offer; and

(ix) shall comply with all requirements of these Rules in preparing prospectus.

(b) The Commission, if it deems appropriate for the interest of investor or development of capital market, may exempt or relax any of the above prerequisites.

(3) Price discovery for determining indicative price.-

The price discovery process for determining indicative price of security will involve the following institutional investors registered with or approved by the Commission in this regard:-

(a) Merchant bankers excepting the issue manager concerned to the proposed issue;

(b) Foreign institutional investors registered with or approved by the Commission;

(c) Recognized pension funds and provident funds;

(d) Bank and non-bank financial institutions under regulatory control of Bangladesh Bank;

(e) Insurance companies regulated under Insurance Act, 1938 (Act No. IV of 1938);

(f) Institutional venture capital and institutional investors registered with or approved by the Commission;

(g) Stock Dealer registered with the Commission; and

(h) Any other artificial juridical person permitted by the Commission for this purpose.

(4) Procedures to be followed for determining price under book-building method:-

(a) Issuer shall invite for indicative price offer from the eligible institutional investors through proper disclosure, presentation, document, seminar, road show, etc.;

(b) Issuer in association with issue manger and eligible institutional investors shall quote an indicative price in the prospectus and submit the same to the Commission with copy to the stock exchanges;

(c) Such indicative price range shall be determined as per price indications obtained from at least five eligible institutional investors covering at least three different categories of such investors;

(d) Rationale for the indicative price must be included in the prospectus i.e. the issuer is required to disclose in detail about the qualitative and quantitative factors justifying the indicative price;

(e) The indicative price shall be the basis for formal price building with an upward and downward band of 20% (twenty percent) of indicative price within which eligible institutional investors shall bid for the allocated amount of security;

(f) Eligible institutional investors bidding shall commence after getting consent from the Commission for this purpose;

(g) If institutional quota is not cleared at 20% (twenty percent) below indicative price, the issue will be considered cancelled unless the floor price is further lowered within the face value of security:

Provided that, the issuer's chance to lower the price shall not be more than once;

(h) Prospectus will have to be posted on the Websites of the Commission, stock exchanges, issue manager and issuer at least two weeks prior to the start of the bidding to facilitate investors to know about the company and all aspect of offering;

(i) No institutional investor shall be allowed to quote for more than 10% (ten percent) of the total security offered for sale, subject to maximum of 5 (five) bids;

(j) Institutional bidding period will be 3 to 5 (three to five) working days which may be changed with the approval of the Commission;

(k) The bidding will be handled through a uniform and integrated automated system of the stock exchanges, or any other organization as decided by the Commission, especially developed for book building method;

(l) The volume and value of bid at different prices will be displayed on the monitor of the said system without identifying the bidder;

(m) The institutional bidders will be allotted security on pro-rata basis at the weighted average price of the bids that would clear the total number of securities being issued to them;

(n) Institutional bidders shall deposit their bid with 20% (twenty percent) of the amount of bid in advance to the designated bank account and the rest amount to settle the dues against security to be issued to them shall be deposited within 5 (five) working days prior to the date of opening subscription for general investors;

(o) In case of failure to deposit remaining amount that is required to be paid by institutional bidders for full settlement of the security to be issued in their favor, 50% (fifty percent) of bid money deposited by them shall be forfeited by the Commission. The securities earmarked for the bidder who defaulted in making payment shall be added to the general investor quota.

(p) General investors, which include mutual funds and NRBs, shall buy at the cut-off price;

(q) There shall be a time gap of 25 (twenty five) working days or as may be determined by the Commission between closure of bidding by eligible institutional investors and subscription opening for general investors;

(r) Subscription for general investors shall remain open for the period as specified by the Commission;

(s) General investors shall place their application through banker to the issue; and

(t) All application money shall be kept in a separate escrow account opened with a designated bank with prior intimation to the Commission. Issuer will not be allowed to utilize such money until all the process of issue is completed and Commission's consent to this effect is obtained.

(5) Distribution mechanism for issuance of security.-

The distribution of security to be issued under book-building method will be made in accordance with the following ratio:-

Size of Total Issue	Eligible Institutional Investors' Quota	General Investors' Quota		
		Mutual Fund Portion	NRB Portion	Public Portion
Tk. 30 to Tk. 50 Crore	20%	10%	10%	60% or balance amount
Over Tk. 50 Crore to Tk. 100 Crore	30%	10%	10%	50% or balance amount
Over Tk. 100 Crore to Tk. 500 Crore	40%	10%	10%	40% or balance amount
Over Tk. 500 Crore	50%	10%	10%	30% or balance amount

(5) **Lock-in.**
There shall be lock-in of 15 (fifteen) trading days from the first trading day on the security issued to the eligible institutional investors.

(7) **Fee of issue manager and registrar to the issue**.
Fee of issue manager and registrar to the issue could be on negotiated basis but not exceeding 5% (five percent) in total of the issue size."

4. After rule 19, the following new rule 19A shall be inserted, namely:-

"**19A. Commission decision shall be final on certain matter.-**

Notwithstanding anything contained in the these Rules, in the event of any confusion or difference of opinion on any matter whatsoever, the decision of the Commission shall be final and binding on all concerned."

By Order of the Securities and Exchange Commission

Faruq Ahmad Siddiqi
Chairman

MARKET PERFORMANCE

Dhaka Stock Exchange Ltd.:

At the end of January-March, 2009 period, total issued capital of all listed securities including treasury bond with the Dhaka Stock Exchange Ltd. was Tk. 4,16,024 million, compared to Tk. 3,72,156 million as on 31 December 2008, registering an increase of 11.79%. The market capitalization of all listed securities of Dhaka Stock Exchange Ltd. stood at Tk.10,17,057 million at 31 March 2009 which was Tk. 10,59,530 million at 31 December 2008. The total turnover in Dhaka Stock Exchange Ltd. was 1,674 million securities amounting to Tk. 2,18,761 million during January-March, 2009.

Chittagong Stock Exchange Ltd.:

At the end of January-March, 2009 period, total issued capital of all listed securities with the Chittagong Stock Exchange Ltd. was Tk.1,30,420 million, compared to Tk. 1,21,603 million as on 31 December 2008, registering an increase of 7.25%. The market capitalization of all listed securities of Chittagong Stock Exchange Ltd. stood at Tk. 7,17,933 million during the quarter ended on 31 March 2009 which was Tk. 8,07,684 million at 31 December 2008. The total turnover in Chittagong Stock Exchange Ltd. was 330.56 million securities amounting to Tk.29,735.15 million during January-March, 2009.

Major Events at Dhaka Stock Exchange Ltd. (DSE)

DSE Team Made Courtesy Call to Commerce Minister:

A 12-member delegate led by DSE Senior Vice-president Saiful Islam called on Muhammad Faruk Khan, MP, Honorable Commerce Minister, Government of the People's Republic of Bangladesh on January 22, 2009.The minister informed the DSE delegates that the government has intended to raise fund for developing the country's infrastructure. He also assured that the government would facilitate the businessmen and persons associated with trade and commerce to enhance the economic activities within the shortest possible time.

DSE Members' Conference 2009 held at Cox's Bazar:

DSE Members' Conference 2009 held at Cox's Bazar on 31 January, 2009 where DSE disclosed their visionary target, considering the ever-growing significance of securities market towards the gradual development of the country's industrials sector and its financing need. The main points of DSE Vision 2013 (a 5-year Plan) are to increase market capitalization from US$ 13 billion to US$ 30 billion, market capitalization to GDP ratio shall increase to 35 percent from its present contribution, increasing daily trade volume from Tk. 300 crore to Tk. 2000 crore, trading facilities to expand across the country, introduction of book building method, introduction of financial derivatives, fixed income investment market to be activated, introduction of internet trading, 3 million families to integrate with the trading. DSE president Abdul Haque presided over the program. Bangladesh Bank Deputy Governor Ziaul Hasan Siddiqui was present as the chief guest and SEC member Mansur Alam and Muhammad Yasin Ali were present as the special guests in the program.

DSE 47th AGM held:

The 47th Annual General Meeting of DSE was held on 28 February, 2009 at a local hotel in Dhaka. Md. Rakibur Rahman, Saiful Islam and Md. Shakil Rizvi were elected as President, Senior Vice-president and Vice-president respectively of DSE. Saiful Islam has been re-elected as Senior Vice-president.

New Directors of DSE:

The DSE Directors' Election 2009 was held on 25 February, 2009. Md. Rafiqul Islam, Md. Shafiqul Islam, Md. Shakil Rizvi, Md. Feroz Khan and Md. Shahjahan were elected as Director.

New CEO of DSE:

A.F.M Shariful Islam has joined as Chief Executive Officer of DSE on 01 March, 2009. Before joining DSE he has served the DSE from September to December, 2008 as Chief Operating Officer.

Major Events at Chittagong Stock Exchange Ltd. (CSE)

CSE Member Conference 2009 Held:

CSE Member Conference 2009 held at a local hotel in Cox's Bazar on 23 January 2009. CSE President Nasiruddin Ahmed Chowdhoury presided over the conference and SEC's Executive Director Anowarul Kabir Bhuiyan was present as special guest in the conference. Most of directors and members and three CSE Vice President Fakhar Uddin Ali Ahmed, Al-Maruf Khan, FCA and AQI Chowdhury OBI participated in the conference.

CSE Seminar Held in Cox's Bazar:

CSE and its leading organization Meenhar Securities jointly organized a seminar titled “Capital Market of Bangladesh: Challenges and Opportunities” for the local investors in Cox's Bazar on 24 January 2009. The seminar was organized for the “CSE Members Conference 2009” to be held on 23 January. SEC's Chairman Faruk Ahmed Siddiqi was present as chief guest in the seminar. SEC's Executive Director Anowarul Kabir Bhuiyan was also present in the seminar. SEC's Chairman mentioned the year 2009 as potential for the capital market in his chief guest speech and he expects that in near future country's capital market would expand through offloading shares of state owned enterprises in various sector.

DSE & CSE SCENARIO

Capital Market:

As of 31 March 2009 the total issued capital of all listed securities including treasury bonds of Dhaka Stock Exchange Ltd. was Tk. 4,16,024 million (US$ 6,034.58 million) which was Tk. 3,72,156 million (US$ 5,397.47 million) on 31 December 2008. In Chittagong Stock Exchange Ltd. the total issued capital on 31 March 2009 was Tk. 1,30,420 million (US$ 1,890.15 million) which was Tk. 1,21,603.19 million (US$ 1,762.37 million) on 31 December 2008.

Stock Market Operation:

During January-March 2009 quarter, the total turnover in Dhaka Stock Exchange Ltd. was 1,674 million securities while the total amount traded during the same period was Tk. 2,18,761.31 million (US$ 3,173.21 million).

In the same period, the total turnover in Chittagong Stock Exchange Ltd. was 330.56 million securities while the total amount traded during the same period was Tk.29,735.15 million (US$ 431.32 million).

Market Capitalization:

Total market capitalization of all securities including treasury bonds listed on the Dhaka Stock Exchange Ltd. was Tk. 10,17,057 million (US$ 14,753 million) as on 31 March 2009 compared to Tk. 10,59,530 million (US$ 15,367 million) as on 31 December 2008.

In the Chittagong Stock Exchange Ltd., total market capitalization of all listed securities was Tk. 7,17,933 million (US$10,404.83 million) as on 31 March 2009 compared to Tk.8,07,684 million (US$ 11,705.56 million) as on 31 December 2008.

Share Price Index:

DSE all share price index stood at 2033.30 on 31 March 2009 compared to 2309.35 on 31 December 2008. The CSE all share price index stood at 7578.30 on 31 March 2009 while it was 8692.75 on 31 December 2008. The index bases are 100 and 1000 for DSE and CSE respectively.

(1 US$ =Tk.68.94   For January-March 2009 quarter)

Bangladesh Capital Market Summary

As on 31 March 2009

Indicators		Dhaka Stock Exchange	Chittagong Stock Exchange
No. of companies		280	225
No. of mutual funds		17	17
No. of debentures		8	1
No. of treasury bonds		126	-
No. of corporate bonds		1	-
Total no. of listed securities		**432**	**243**
			Figures in million
No. of shares of all listed companies		2518	2390.88
No. of certificates of all listed mutual funds		345	345.28
No. of debentures of all listed debentures		0.41	3.00
No. of all listed govt. T-bonds		2.81	-
No. of all listed corporate bonds		3.00	-
Total no. of tradable securities		**2869**	**2739.16**
			Figures in million
Issued capital of all companies	TK.	127165	124104.81
	US$	1845	1798.62
Issued capital of all mutual funds	TK.	3316	3315.50
	US$	48	48.00
Issued debentures	TK.	140	3000.00
	US$	2	43.48
Issued govt. T- bonds	TK.	28240	-
	US$	4096	-
Issued capital corporate bonds	TK.	3000	-
	US$	44	-
Total issued capital	**TK.**	**416024**	**130420.31**
	US$	**6034**	**1890.15**
			Figures in million
Total market capitalization	**TK.**	**1017057**	**717933.00**
	US$	**14753**	**10404.83**
All share price index		**2033.30**	**7578.30**

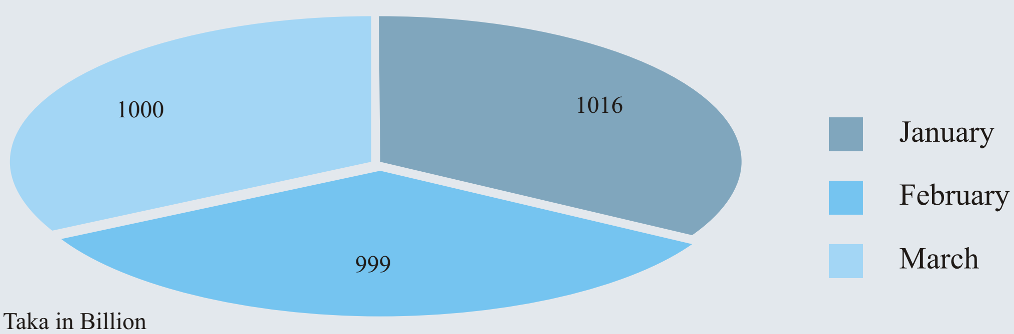
DSE Operational Statistics

January-March 2009

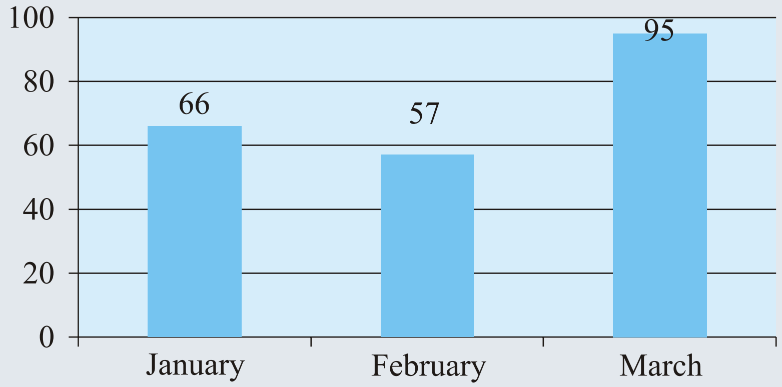
Trading Month	All Share Price Index	Market Capitalization in Million	No. of Trading Days	Turnover of Securities in Million (No.)		Traded Amount in Million	
				Monthly	Daily Average	Monthly	Daily Average
January	2196.96	Tk. 10,16,135 US$ 14,739.41	20	569	28	Tk 65,864.97 US$ 955.39	Tk. 3293.25 US$ 47.77
February	2144.29	Tk. 9,99,335 US$ 14,495.72	20	461	23	Tk 57,356.17 US$ 831.97	Tk. 2867.81 US$ 41.60
March	2033.30	Tk. 10,00,642 US$ 14514.68	21	644	31	Tk. 95,540.17 US$ 1,385.84	Tk. 4549.53 US$ 65.99
Total			61	1674	27	Tk.2,18,761.31 US$ 3,173.21	Tk. 3586.25 US$ 52.02

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

Market Capitalization of DSE



Turnover of Securities (Value)



Taka in Billion

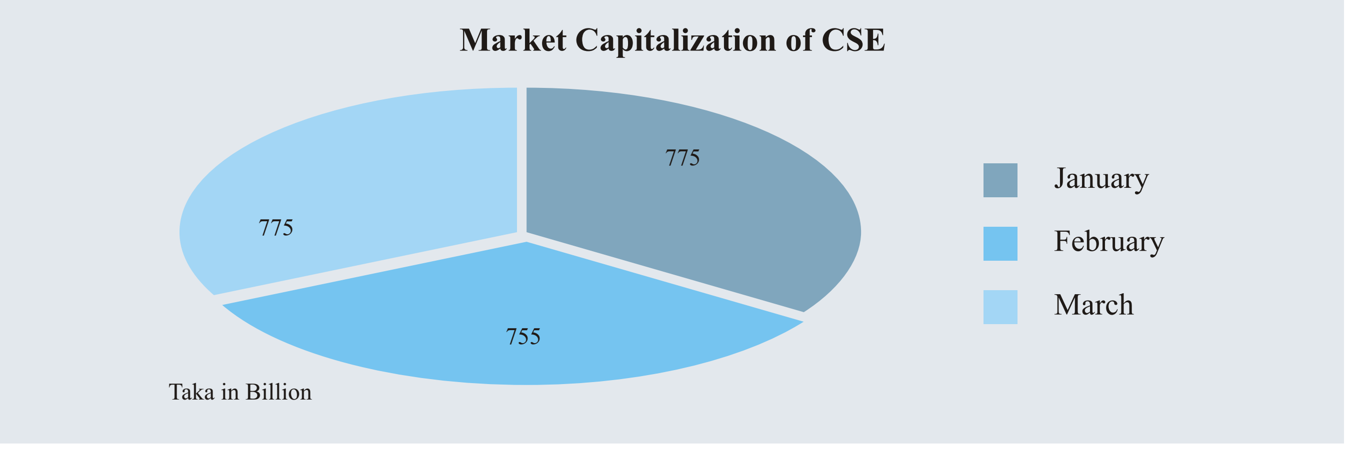
BANGLADESH CAPITAL MARKET SUMMARY

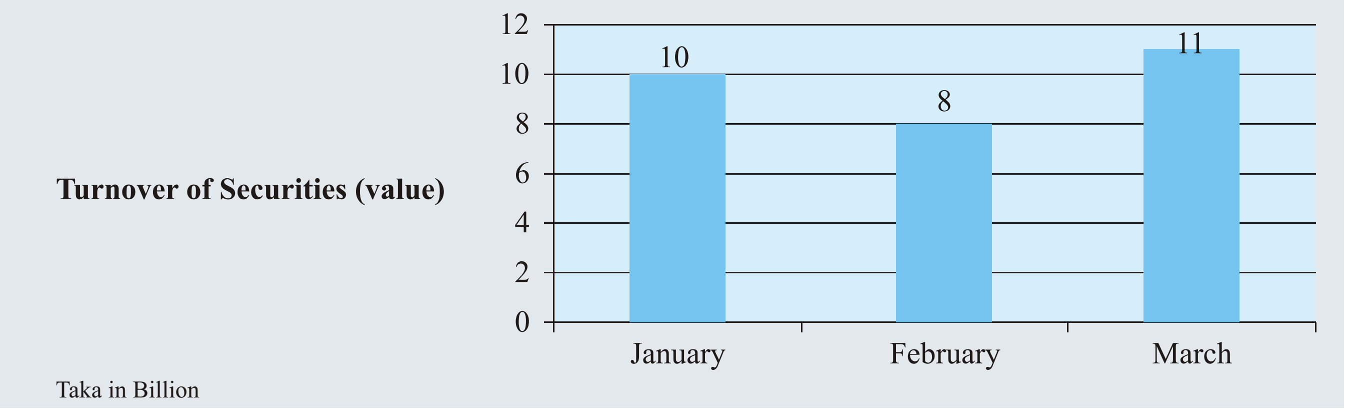
CSE OPERATIONAL STATISTICS

January-March 2009

Trading Month	All Share Price Index	Market Capitalization in Million	No. of Trading Days	Turnover of Securities in Million (No.)		Traded Amount in Million	
				Monthly	Daily Average	Monthly	Daily Average
January	8146.01	Tk. 7,75,362 US$ 11,246.91	20	112.71	5.64	Tk.9,989.90 US$ 144.91	Tk. 499.50 US$ 7.24
February	7870.63	Tk. 7,55,827 US$ 10,963.55	20	92.54	4.63	Tk. 7,961.04 US$ 115.48	Tk. 398.05 US$ 5.77
March	7578.30	Tk. 7,28,544 US$ 10,567.80	21	125.31	5.97	Tk. 11,784.21 US$ 170.93	Tk. 561.15 US$ 8.12
Total			61	330.56	5.42	Tk. 29,735.15 US$431.32	Tk. 487.46 US$ 7.07

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





For Information on Securities and Exchange Commission

VISIT

Our Reference Room

At the 20th floor of Jiban Bima Tower, 10 Dilkusha C/A, Dhaka-1000
Where you will find:

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

Facilities we offer:

• Reading room for general public open during the office hours weekdays
• Subscription of SEC publications
•Photocopy facility of relevent documents available in the library

Web site

Please visit our web-site at www.secbd.org for detailed information
Where you will find:

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