

***SEC***  
**QUARTERLY REVIEW**  
**October-December 2002**

**Securities and Exchange Commission  
Bangladesh**

# SECURITIES AND EXCHANGE COMMISSION

## QUARTERLY REVIEW

October-December 2002

### A PUBLICATION OF THE SEC

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## CAPITAL MARKET NEWS

### The Commission

**Foreign Investors:** The Securities and Exchange Commission has imposed regulation on portfolio investment in the secondary market with a view to protecting the interest of the local investors. As per SEC order, all transactions of the foreign portfolio investors in the secondary market are henceforth made through portfolio accounts opened with a portfolio manager registered under the Securities and Exchange Commission (Merchant Banker and Portfolio Manager ) Rules, 1996.

**Lock-in:** The Securities and Exchange Commission has imposed a three year lock-in on foreign sponsor-investors while investing in any IPO shares issued by public limited companies. A one year lock-in has also been enforced on foreign investors relating to private placements.

**Review Petition rejected:** The Securities and Exchange Commission has rejected a review petition filed by DSE member Khurshid Alam & Company against imposition of fine worth one million taka and directed them to deposit the penalty money within thirty days.

**National Parliament passed CDS amendment bill:** The National Parliament passed the Central Depository System(CDS) ( Amendment ) Bill 2002. The CDS Act was earlier passed in 1999 for “scrip-less trading” in stocks. The transformation aims at creating confidence of investors in the capital market, abolishing kerb market and eliminating the existence of fake share certificates. The effectiveness of section 23 of the Depository Act expired on July 31,2002. Through this amendment the effectiveness of section 23 (removal of difficulties) of the Depository Act has been enhanced for another three years.

**Certificate cases:** The Securities and Exchange Commission has filed certificate cases against six directors of four listed companies of the Doel Group and one director of the Meghna Shrimp due to failure in paying arrear dividends to share holders.

**Enforcement Action:** The enforcement action of the Securities and Exchange Commission from now on will be available on the website of the regulatory body- **www. secbd. org**. Earlier the quarterly report of the SEC carried the information , which will be continued as usual, and the website will be an additional source of the interested investors.

**Enquiry Committee:** The Securities and Exchange Commission has formed an enquiry committee to investigate allegations against Meghna Vegetable Oil Industries Ltd. for irregularities in trading of shares of the company.

**Doha Securities suspended:** The Securities and Exchange Commission has suspended Doha Securities from trading for 30 days for not maintaining the required form for keeping records of investors. The broker had violated the Securities and Exchange Rules, 1987 as it maintained a different form other than the SEC prescribed ‘ Customer Accountant Information Form’.

***Share scam cases:*** The Appellate Division of the Supreme Court upheld a lower court's verdict on some of the 1996 share scam petitions which were rejected by the High Court in mid 1999. The verdict paved the way for trial of eight accused persons against whom the lower court had framed charges in 1999.

## **DSE**

***Training Programme for DSE members:*** A two day training programme for the members of the Dhaka Stock Exchange was held on 2 November 2002. The Programme titled 'Internal Control and Financial Reporting' and 'International Accounting Standard' arranged under the Asian Development Bank Technical Assistance for capacity building of the Securities and Exchange Commission was attended by a large number of DSE members.

***CDS implementation update and orientation programme held:*** A Central Depository System Implementation Update and Orientation Programme for the members of the Dhaka Stock Exchange was held at the DSE on 23 November 2002.

## **CSE**

***7<sup>th</sup> AGM of CSE:*** Seventh Annual General Meeting of the Chittagong Stock Exchange Ltd. was held on 22 November 2002. The CSE President Mirza Salman Ispahani presided over the meeting. The meeting approved the audited accounts of 2001 of CSE and re-appointed Rahman Rahman Huq as auditor for the next year.

***National Oxygen Ltd. delisted :*** Chittagong Stock Exchange has de-listed National Oxygen Ltd. for non-compliance of listing regulation, non payment of listing fees, closure of the factory for unlimited period and not holding AGM since the year 1996.

## CORPORATE FINANCE

The Commission has accorded consent for publication of prospectus of 2(two) companies during October-December 2002, the particulars of which are furnished below:

| Amount in Million Taka |                                  |                 |         |       |                |                   |                 |       |   |
|------------------------|----------------------------------|-----------------|---------|-------|----------------|-------------------|-----------------|-------|---|
| Name of the Company    | Date of Approval/<br>Publication | Sponsors Equity |         |       | Public Equity  |                   |                 |       | Remarks<br>(Issued at<br>par/<br>premium) |
|                        |                                  | Local           | Foreign | Total | General Public | Foreign Placement | Local Placement | Total |   |
| 1                      | 2                                | 3               | 4       | 5     | 6              | 7                 | 8               | 9     | 10  |
| Fahad Industries Ltd.  | 26.10.2002<br>27.10.2002         | 25.60           | --      | 25.60 | 25.00          | --                | --              | 25.00 | At par                                    |

During October – December 2002, the following companies were accorded consent under Securities and Exchange Commission (Capital Issue of Public Limited Company) Rules, 2001 for raising capital through private placement.

| Name of Company                  | Amount of Capital<br>(million taka) | Type of Security                                 |
|----------------------------------|-------------------------------------|--|
| IDLC of Bangladesh Ltd.          | 90.00                               | 13% Deb. - 6.00 crore<br>12.5 % Deb. -3.00 crore |
| ICB Capital Management Ltd.      | 40.00                               | Ordinary share                                   |
| Fuchs Lubricants Bangladesh Ltd. | 50.00                               | Ordinary share                                   |

### List of companies which held Annual General Meeting (AGM) during October-December 2002 October-2002

| Sl. No. | Name of the Companies                      | AGM held on | Declared Dividend (%) |
|---------|--|-------------|-----------------------|
| 01.     | Eastern Bank Limited                       | 16.10.2002  | 30                    |
| 02.     | Central Insurance Co. Ltd.                 | 17.10.2002  | 10                    |
| 03.     | Purabi General Insurance Co. Ltd.          | 29.10.2002  | 12                    |
| 04.     | Investment Corporation of Bangladesh (ICB) | 31.10.2002  | 8                     |
| 05.     | Eagle Box Carton Ltd.                      | 31.10.2002  | 0                     |

## November -2002

| Sl. No. | Name of the Companies               | AGM held on | Declared Dividend (%) |
|---------|-------------------------------------|-------------|-----------------------|
| 01.     | Metro Spinning Ltd.                 | 03.11.2002  | 12.5                  |
| 02.     | H.R. Textile Mills Ltd.             | 03.11.2002  | 5                     |
| 03.     | Orion Infusions Limited             | 05.11.2002  | 0                     |
| 04.     | Sajib Knitwear and Garments Ltd.    | 09.11.2002  | 0                     |
| 05.     | Pharmaco International Limited      | 12.11.2002  | 0                     |
| 06.     | Zeal Bangla Sugar Mills Ltd.        | 21.11.2002  | 0                     |
| 07.     | Eastern Housing Ltd.                | 25.11.2002  | 10                    |
| 08.     | Shampur Sugar Mills Ltd.            | 27.11.2002  | 0                     |
| 09.     | National Polymer Industries Limited | 28.11.2002  | 11                    |
| 10.     | Uttara Bank Limited                 | 28.11.2002  | 0                     |
| 11      | Standard Ceramic Industries Limited | 30.11.2002  | 0                     |
| 12      | Apex Foods Ltd.                     | 30.11.2002  | 12                    |

## December –2002

| Sl. No. | Name of the Companies           | AGM held on | Declared Dividend (%) |
|---------|---------------------------------|-------------|-----------------------|
| 01.     | Desh Garments Ltd.              | 02.12.2002  | 5                     |
| 02.     | Mita Textiles Ltd.              | 10.12.2002  | 5                     |
| 03.     | Bangladesh Autocars Ltd.        | 10.12.2002  | 0                     |
| 04.     | Janata Insurance Co. Ltd.       | 10.12.2002  | 0                     |
| 05.     | Mithun Knitting and Dyeing Ltd. | 12.12.2002  | 10                    |
| 06.     | Tallu Spinning Mills Ltd.       | 12.12.2002  | 5                     |
| 07.     | Bangas Ltd.                     | 12.12.2002  | 12.50                 |
| 08.     | GMG Industrial Corporation      | 14.12.2002  | 5                     |
| 09.     | Amam Sea Food Ltd.              | 14.12.2002  | 0                     |
| 10.     | Federal Insurance Co. Ltd.      | 15.12.2002  | 10                    |
| 11.     | Rahman Chemicals Limited        | 18.12.2002  | 0                     |
| 12.     | Al Baraka Bank Limited          | 18.12.2002  | 0                     |
| 13.     | Monno Ceramic Limited           | 19.12.2002  | 15                    |
| 14.     | Quasem Drycells Ltd.            | 19.12.2002  | 10                    |
| 15.     | Ashraf Textile Mills Ltd.       | 21.12.2002  | 5                     |
| 16.     | Anlima Yarn Dyeing Ltd.         | 22.12.2002  | 10                    |
| 17.     | Aftab Automobiles Ltd.          | 22.12.2002  | 18                    |
| 18.     | Monno Jutex Ltd.                | 22.12.2002  | 30                    |
| 19.     | Rose Heaven Ball Pen Limited    | 24.12.2002  | 5                     |
| 20.     | Confidence Cement Limited       | 24.12.2002  | 20                    |

| <b>Sl. No.</b> | <b>Name of the Companies</b>         | <b>AGM held on</b> | <b>Declared Dividend (%)</b> |
|----------------|--------------------------------------|--------------------|------------------------------|
| 21.            | Altex Industries Ltd.                | 24.12.2002         | 5                            |
| 22.            | Sonali Aansh Ltd.                    | 24.12.2002         | 0                            |
| 23.            | Wonderland Toys Ltd.                 | 24.12.2002         | 10                           |
| 24.            | Raspit Inc (BD) Ltd.                 | 24.12.2002         | 3                            |
| 25.            | AMCL (Pran)                          | 24.12.2002         | 25                           |
| 26.            | Saiham Textile Mills Ltd.            | 24.12.2002         | 5                            |
| 27.            | Dhaka Fisheries Ltd.                 | 24.12.2002         | 2                            |
| 28.            | Fine Foods Ltd.                      | 24.12.2002         | 20                           |
| 29.            | Fu-Wang Ceramic Limited              | 26.12.2002         | 5                            |
| 30.            | Atlas Bangladesh Ltd.                | 26.12.2002         | 75 2:1 B                     |
| 31.            | Tamijuddin Textile Mills Ltd.        | 26.12.2002         | 5                            |
| 32.            | Fu Wang Foods Ltd.                   | 26.12.2002         | 12                           |
| 33.            | Bangladesh Plantation Ltd.           | 26.12.2002         | 0                            |
| 34.            | Hill Plantation Ltd.                 | 26.12.2002         | 10                           |
| 35.            | Keya Cosmetics Limited               | 27.12.2002         | 16                           |
| 36.            | Prime Textile Spinning Mills Ltd.    | 28.12.2002         | 6                            |
| 37.            | Alhaj Textile Mills Ltd.             | 28.12.2002         | 5                            |
| 38.            | Dulamia Cotton Spinning Mills Ltd.   | 28.12.2002         | 3.5                          |
| 39.            | Samata Leather Industries Limited    | 29.12.2002         | 7                            |
| 40.            | Raspit Data Management Ltd.          | 29.12.2002         | 10                           |
| 41.            | Miracle Industries Limited           | 29.12.2002         | 10                           |
| 42.            | Bangladesh Luggage Industries Ltd.   | 29.12.2002         | 3                            |
| 43.            | Bengal Fine Ceramics Limited         | 29.12.2002         | 11                           |
| 44.            | Perfume Chemicals Limited            | 29.12.2002         | 3                            |
| 45.            | BCIL                                 | 29.12.2002         | 3                            |
| 46.            | Eagle Star Textile Mills Ltd.        | 29.12.2002         | 0                            |
| 47.            | Bangladesh Zipper Industries Ltd.    | 29.12.2002         | 3                            |
| 48.            | Chic Tex Ltd.                        | 29.12.2002         | 3                            |
| 49.            | National Tubes Ltd.                  | 29.12.2002         | 25                           |
| 50.            | Tripti Industries Ltd.               | 29.12.2002         | 5                            |
| 51.            | Olympic Industries Ltd.              | 29.12.2002         | 10                           |
| 52.            | Delta Millers Ltd.                   | 30.12.2002         | 10                           |
| 53.            | Pharma Aids Limited                  | 30.12.2002         | 5                            |
| 54.            | Yousuf Flour Mills Ltd.              | 30.12.2002         | 0                            |
| 55.            | Rangamati Food Ltd.                  | 31.12.2002         | 5                            |
| 56.            | Modern Dyeing & Screen Printing Ltd. | 31.12.2002         | 5                            |
| 57.            | Stylecraft Limited                   | 31.12.2002         | 40                           |
| 58.            | Padma Cement Limited                 | 31.12.2002         | 12                           |

***Right Issue:***

During October – December 2002 two companies have gone for Rights Issue with conditional consent of the Commission. The names of the companies are as follows:

| <b>Sl.No.</b> | <b>Name</b>        | <b>Amount of Rights Offer</b>      | <b>Condition</b>  |
|---------------|--------------------|------------------------------------|---|
| 1.            | The City Bank Ltd. | Tk. 80000000 at par on 1:2 basis.  | Tax clearance certificate of the Bank and some of its directors shall have to be submitted to the Commission within January 31, 2003 by the issuer. |
| 2.            | Dhaka Bank Ltd.    | Tk. 151734000 at par on 1:2 basis. | Latest clean CIB report on one of the Directors of the Bank shall have to be submitted to the Commission within January 31, 2003.                   |

## **SURVEILLANCE**

*Surveillance:* Constant real time monitoring of the trading of Dhaka Stock Exchange Ltd. and Chittagong Stock Exchange Ltd. through non-trading version of work stations has been continuing. The surveillance staff time to time inform the top management of the Commission about the market condition who then, if necessary, discuss with the management of the respective exchanges. At the end of the trading, a report pointing out any highlights or abnormal activity found during the trading is prepared and submitted to the Chairman & the Members of the Commission.

*Analysis of trading data:* Post trading analysis has been continuing at surveillance department. Relevant data and trading information are regularly collected from the exchanges based on which analysis and calculation are done. The purpose of this post trading analysis is to find out the unusual behavior of trades. If any abnormal trend or volatility in terms of turnover and price movement is noticed, a primary inspection is then conducted in order to ascertain the reason behind such volatility and if anything is suspected wrong, the matter is referred to higher authority for decision.

The Commission gets information/data from the Surveillance Department of DSE and analyze for next course of action. On the other hand, after analyzing the data/information obtained from online surveillance software of Chittagong Stock Exchange, the Commission asks CSE to take necessary course of action, if any.

During this period, the surveillance department has observed unusual movement of price of the Bangladesh Online share and initiated enquiry. Books and records of 20 brokers of DSE and CSE have been examined in connection with the enquiry.

## ENFORCEMENT

During the period of October-December 2002 the following brokerage houses and issuer companies have been penalized or warned or directives issued for reasons appearing against their names:

### *(A) Brokerage House: Penalized /License cancellation and or suspension/ Appeal/Review*

| <b>Name of the Brokerage House</b>       | <b>Nature of Allegation</b>                               | <b>Commission's Decision</b>   |
|--|---|--|
| Doha Securities (DSE Member No. 127)     | Alleged violation of Securities and Exchange Rules, 1987. | Licence suspended for 30 days with effect from October 10, 2002  |
| Khurshid Alam & Co. (DSE Member No. 167) | Failure to comply with provisions of Securities laws.     | Revision petition rejected. Taka 10 (ten) lac penalty imposed earlier by the Commission's order dated 14 July, 2002. |

### *(B) Brokerage House: Warned*

| <b>Name of the Brokerage House</b>                                     | <b>Nature of Allegation</b>   | <b>Commission's Decision</b>   |
|--|---|--|
| T K Shares and Securities Limited (CSE Member No. 69)                  | Alleged violation of license condition no.11 by Chittagong Stock Exchange Limited Stock Dealer.                                 | Letter issued with warning to comply with all securities laws in future. |
| Mona Financial Consultancy and Securities Limited (DSE Member No. 164) | Alleged violation of regulation 17 of Dhaka Stock Exchange Automated Trading Regulations, 1999 of Dhaka Stock Exchange Limited. | Letter issued with warning to comply with all securities laws in future. |
| National Securities and Consultants Ltd. (CSE Member No. 057)          | Alleged violation of Regulation 13 of the Settlement of Stock Exchange Regulations of Chittagong Stock Exchange Limited.        | Letter issued with warning to comply with all securities laws in future. |

### *(C) Issuer Company: Directors Penalized/Appeal/Review*

| <b>Name of the Issuer Company</b>   | <b>Nature of Allegation</b>  | <b>Commission's Decision</b>  |
|---|--|---|
| Mrs. Kanchan Kejriwal, Director, Bangladesh Luggage Industries Limited, Bangladesh Zipper Industries Ltd., Bangladesh Chemical Industries Limited and Bangladesh Dyeing and Finishing Industries Ltd.] on non –payment of debenture interest and principal and non – payment of declared dividend | Failure to comply with directive issued under section 20A of the Securities and Exchange Ordinance, 1969, read with The Securities and Exchange (Amendment) Act, 2000 in connection with non –payment of debenture interest and principal and non –payment of declared dividend as per securities laws by the said companies | The Commission rejected appeal against Commission's order dated 19/09/2002 imposing penalty of Taka 5.00 lacs (and also additional penalty of Taka 10,000/- per day if default continuous after 15 days) on Mrs. Kanchan Kejriwal, Director of Doel Group for non payment of undistributed dividend and due principal and interest of |

| Name of the Issuer Company  | Nature of Allegation  | Commission's Decision   |
|---|---|---|
|   |   | <p>debenture by Bangladesh Dyeing and Finishing Industries Ltd., Bangladesh Zipper Industries Ltd., Bangladesh Chemical Industries Ltd. and Bangladesh Luggage Industries Ltd.</p> <p>In case of non-payment of penalty imposed earlier and non-payment of total undistributed dividend of 2001 and due principal and interest of debenture within next 7 days from the order dated 23/10/2002, an additional penalty of Taka 10,000/- per day will be imposed till default continues.</p>  |
| <p>Mrs. Kanchan Devi Kejriwal, Director, Bangladesh Luggage Industries Limited, Bangladesh Zipper Industries Ltd., Bangladesh Chemical Industries Limited and Bangladesh Dyeing and Finishing Industries Ltd.] on non –payment of debenture interest and principal and non – payment of declared dividend</p> | <p>Failure to comply with directive issued under section 20A of the Securities and Exchange Ordinance, 1969, read with The Securities and Exchange (Amendment) Act, 2000 in connection with non –payment of debenture interest and principal and non –payment of declared dividend as per securities laws by the said companies</p> | <p>The Commission rejected appeal against Commission's order dated 19/09/2002 imposing penalty of Taka 5.00 lacs (and also additional penalty of Taka 10,000/- per day if default continuous after 15 days) on Mrs. Kanchan Devi Kejriwal, Director of Doel Group for non payment of undistributed dividend and due principal and interest of debenture by Bangladesh Dyeing and Finishing Industries Ltd., Bangladesh Zipper Industries Ltd., Bangladesh Chemical Industries Ltd. and Bangladesh Luggage Industries Ltd.</p> <p>In case of non-payment of penalty imposed earlier and non-payment of total undistributed dividend of 2001 and due principal and interest of debenture within next 7 days from the order dated 23/10/2002, an additional penalty of Taka 10,000/- per day will be imposed till default continues.</p> |
| <p>Mrs. Bhagwati Devi Kejriwal, Director, Bangladesh Luggage</p>  | <p>Failure to comply with directive issued under section 20A of the</p>   | <p>The Commission rejected appeal against Commission's order</p>  |

| <b>Name of the Issuer Company</b>   | <b>Nature of Allegation</b>  | <b>Commission's Decision</b>   |
|---|--|--|
| Industries Limited, Bangladesh Zipper Industries Ltd., Bangladesh Chemical Industries Limited and Bangladesh Dyeing and Finishing Industries Ltd.] on non –payment of debenture interest and principal and non – payment of declared dividend   | Securities and Exchange Ordinance, 1969, read with The Securities and Exchange (Amendment) Act, 2000 in connection with non –payment of debenture interest and principal and non –payment of declared dividend as per securities laws by the said companies  | <p>dated 19/09/2002 imposing penalty of Taka 5.00 lacs (and also additional penalty of Taka 10,000/- per day if default continuous after 15 days) on Mrs. Vagabati Devi Kejriwal, Director of Doel Group for non payment of undistributed dividend and due principal and interest of debenture by Bangladesh Dyeing and Finishing Industries Ltd., Bangladesh Zipper Industries Ltd., Bangladesh Chemical Industries Ltd. and Bangladesh Luggage Industries Ltd.</p> <p>In case of non-payment of penalty imposed earlier and non-payment of total undistributed dividend of 2001 and due principal and interest of debenture within next 7 days from the order dated 23/10/2002, an additional penalty of Taka 10,000/- per day will be imposed till default continues.</p> |
| Mr. Uttam Kejriwal, Director, Bangladesh Luggage Industries Limited, Bangladesh Zipper Industries Ltd., Bangladesh Chemical Industries Limited and Bangladesh Dyeing and Finishing Industries Ltd.] on non –payment of debenture interest and principal and non –payment of declared dividend | Failure to comply with directive issued under section 20A of the Securities and Exchange Ordinance, 1969, read with The Securities and Exchange (Amendment) Act, 2000 in connection with non –payment of debenture interest and principal and non –payment of declared dividend as per securities laws by the said companies | <p>The Commission rejected appeal against Commission's order dated 19/09/2002 imposing penalty of Taka 5.00 lacs (and also additional penalty of Taka 10,000/- per day if default continuous after 15 days) on Mr. Uttam Kejriwal, Director of Doel Group for non payment of undistributed dividend and due principal and interest of debenture by Bangladesh Dyeing and Finishing Industries Ltd., Bangladesh Zipper Industries Ltd., Bangladesh Chemical Industries Ltd. and Bangladesh Luggage Industries Ltd.</p> <p>In case of non-payment of penalty imposed earlier and non-payment of total undistributed</p>  |

| Name of the Issuer Company   | Nature of Allegation   | Commission's Decision  |
|--|--|--|
|  |  | dividend of 2001 and due principal and interest of debenture within next 7 days from the order dated 23/10/2002, an additional penalty of Taka 10,000/- per day will be imposed till default continues.  |
| Mr. Ashok Kejriwal, Director, Bangladesh Luggage Industries Limited, Bangladesh Zipper Industries Ltd., Bangladesh Chemical Industries Limited and Bangladesh Dyeing and Finishing Industries Ltd.] on non-payment of debenture interest and principal and non-payment of declared dividend                | Failure to comply with directive issued under section 20A of the Securities and Exchange Ordinance, 1969, read with The Securities and Exchange (Amendment) Act, 2000 in connection with non-payment of debenture interest and principal and non-payment of declared dividend as per securities laws by the said companies | <p>The Commission rejected appeal against Commission's order dated 19/09/2002 imposing penalty of Taka 15.00 lacs (and also additional penalty of Taka 10,000/- per day if default continuous after 15 days) on Mr. Ashok Kejriwal, Director of Doel Group for non payment of undistributed dividend and due principal and interest of debenture by Bangladesh Dyeing and Finishing Industries Ltd., Bangladesh Zipper Industries Ltd., Bangladesh Chemical Industries Ltd. and Bangladesh Luggage Industries Ltd.</p> <p>In case of non-payment of penalty imposed earlier and non-payment of total undistributed dividend of 2001 and due principal and interest of debenture within next 7 days from the order dated 23/10/2002, an additional penalty of Taka 10,000/- per day will be imposed till default continues.</p> |
| Mr. Deokinandan Kejriwal, Managing Director, Bangladesh Luggage Industries Limited, Bangladesh Zipper Industries Ltd., Bangladesh Chemical Industries Limited and Bangladesh Dyeing and Finishing Industries Ltd.] on non-payment of debenture interest and principal and non-payment of declared dividend | Failure to comply with directive issued under section 20A of the Securities and Exchange Ordinance, 1969, read with The Securities and Exchange (Amendment) Act, 2000 in connection with non-payment of debenture interest and principal and non-payment of declared dividend as per securities laws by the said companies | The Commission rejected appeal against Commission's order dated 19/09/2002 imposing penalty of Taka 5.00 lacs (and also additional penalty of Taka 10,000/- per day if default continuous after 15 days) on Mr. D.N. Kejriwal, Managing Director of Doel Group for non payment of undistributed dividend and due principal and interest of debenture by Bangladesh Dyeing and  |

| Name of the Issuer Company   | Nature of Allegation   | Commission's Decision   |
|--|--|---|
|  |  | <p>Finishing Industries Ltd., Bangladesh Zipper Industries Ltd., Bangladesh Chemical Industries Ltd. and Bangladesh Luggage Industries Ltd.</p> <p>In case of non-payment of penalty imposed earlier and non-payment of total undistributed dividend of 2001 and due principal and interest of debenture within next 7 days from the order dated 23/10/2002, an additional penalty of Taka 10,000/- per day will be imposed till default continues.</p> |
| <p>Mr. A.R. Khan<br/>Chairman<br/>Bangladesh Welding Electrodes Ltd.</p>                 | <p>Non payment of due principal and interest of debenture.</p> | <p>Penalty of Taka 1.00 lac on Mr. A.R. Khan, Chairman of the Company.</p> <p>If the company fails to distribute due principal and interest of debenture within next 15 days from the order dated 23/10/2002 an additional penalty of Taka 10,000/= per day will be imposed till default continues.</p>   |
| <p>Mr. S.M. Nurul Islam<br/>Managing Director<br/>Bangladesh Welding Electrodes Ltd.</p> | <p>Non payment of due principal and interest of debenture.</p> | <p>Penalty of Taka 3.00 lac on Mr. S.M. Nurul Islam, Managing Director of the Company.</p> <p>If the company fails to distribute due principal and interest of debenture within next 15 days from the order dated 23/10/2002 an additional penalty of Taka 10,000/= per day will be imposed till default continues.</p>   |
| <p>Mrs. Hosne Ara Khan<br/>Director<br/>Bangladesh Welding Electrodes Ltd.</p>           | <p>Non payment of due principal and interest of debenture.</p> | <p>Penalty of Taka 1.00 lac on Mrs. Hosne Ara Khan, Director of the Company.</p> <p>If the company fails to distribute due principal and interest of debenture within next 15 days from the order dated 23/10/2002 an additional penalty of Taka 10,000/= per day will be imposed till default continues.</p>   |
| <p>Mr. Aminur Reza Khan<br/>Director</p>   | <p>Non payment of due principal and interest of debenture.</p> | <p>Penalty of Taka 1.00 lac on Mr. Aminur Reza Khan, Director of</p>  |

| <b>Name of the Issuer Company</b>   | <b>Nature of Allegation</b>  | <b>Commission's Decision</b>   |
|---|--|--|
| Bangladesh Welding Electrodes Ltd.  |  | <p>the Company.</p> <p>If the company fails to distribute due principal and interest of debenture within next 15 days from the order dated 23/10/2002 an additional penalty of Taka 10,000/= per day will be imposed till default continues.</p>   |
| Mr. Md. Shariful Islam<br>Managing Director Meghna Shrimp Culture Ltd.              | Non payment of declared dividend of 2001.  | <p>Penalty of Taka 5.00 (five) lacs imposed on Mr. Md. Shariful Islam, Managing Director.</p> <p>If the company fails to distribute total undistributed dividend within next 15 days from the order dated 23/10/2002 an additional penalty of Taka 10,000/= per day will be imposed till default continues.</p>                    |
| Mr. Mohammad Ali, Chairman & Managing Director, Dhaka Vegetable Oil Industries Ltd. | Non-cooperation with the Commission's appointed auditor to audit the company's financial statement of 1999-2000. | <p>Penalty of Taka 10.00 lacs on Mr. Mohammad Ali, Chairman &amp; Managing Director, if the company fails to co-operate with the Commission's appointed auditor within next 30 days from the order dated 23/10/2002.</p> <p>An additional penalty of Taka 10,000/= per day will be imposed if default continues after 30 days.</p> |
| Mr. A.T.M. Sirajuddin<br>Director<br>Dhaka Vegetable Oil Industries Ltd.            | Non-cooperation with the Commission's appointed auditor to audit the company's financial statement of 1999-2000. | <p>Penalty of Taka 1.00 (one) lac on Mr. A.T.M. Sirajuddin, Director, if the company fails to co-operate with the Commission's appointed auditor within next 30 days from the order dated 23/10/2002.</p> <p>An additional penalty of Taka 10,000/= per day will be imposed if default continues after 30 days.</p>                |
| Mr. Mohammad Suruzzaman,<br>Director  | Non-cooperation with the Commission's appointed auditor  | Penalty of Taka 1.00 (one) lac on Mr. Mohammad Suruzzaman,   |

| <b>Name of the Issuer Company</b>  | <b>Nature of Allegation</b>  | <b>Commission's Decision</b>   |
|--|--|--|
| Dhaka Vegetable Oil Industries Ltd.  | to audit the company's financial statement of 1999-2000.   | Director, if the company fails to co-operate with the Commission's appointed auditor within next 30 days from the order dated 23/10/2002.<br><br>An additional penalty of Taka 10,000/= per day will be imposed if default continues after 30 days.  |
| Mr. M.A. Rashid<br>Director<br>Dhaka Vegetable Oil Industries Ltd.                     | Non-cooperation with the Commission's appointed auditor to audit the company's financial statement of 1999-2000. | Penalty of Taka 1.00 lac on Mr. M.A. Rashid, Director, if the company fails to co-operate with the Commission's appointed auditor within next 30 days from the order dated 23/10/2002.<br><br>An additional penalty of Taka 10,000/= per day will be imposed if default continues after 30 days.                                   |
| Mr. A. K. M. A. Matin,<br>Chairman & Managing Director,<br>Pharmaco International Ltd. | Non submission of audited financial statements to the Commission for the year 2000 & 2001.                       | Penalty of Taka 3.00 lacs on Mr. A. K. M. A. Matin, Chairman & Managing Director, if the company fails to submit audited financial statements to the Commission within next 30 days from the order dated 23/10/2002.<br><br>An additional penalty of Taka 10,000/= per day will be imposed if the default continues after 30 days. |
| Mr. M. Amzad Hossain<br>Director<br>Pharmaco International Ltd.                        | Non submission of audited financial statements to the Commission for the year 2000 & 2001.                       | Penalty of Taka 1.00 lac on Mr. M. Amzad Hossain, Director, if the company fails to submit audited financial statements to the Commission within next 30 days from the order dated 23/10/2002.<br><br>An additional penalty of Taka 10,000/= per day will be imposed if the default continues after 30 days.                       |
| Mrs. Rukhsana Sultana<br>Director  | Non submission of audited financial statements to the  | Penalty of Taka 1.00 lac on Mrs. Rukhsana Sultana, Director, if  |

| <b>Name of the Issuer Company</b>  | <b>Nature of Allegation</b>  | <b>Commission's Decision</b>  |
|--|--|---|
| Pharmaco International Ltd.  | Commission for the year 2000 & 2001.   | the company fails to submit audited financial statements to the Commission within next 30 days from the order dated 23/10/2002.<br><br>An additional penalty of Taka 10,000/= per day will be imposed if the default continues after 30 days.   |
| Mrs. Rashida Matin<br>Director<br>Pharmaco International Ltd.                  | Non submission of audited financial statements to the Commission for the year 2000 & 2001. | Penalty of Taka 1.00 lac on Mrs. Rashida Matin, Director, if the company fails to submit audited financial statements to the Commission within next 30 days from the order dated 23/10/2002.<br><br>An additional penalty of Taka 10,000/= per day will be imposed if the default continues after 30 days.    |
| Mr. Md. Obaidul Karim,<br>Chairman & Managing Director,<br>Orion Infusion Ltd. | Non holding of annual general meeting for 2001.  | Penalty of Taka 15.00 lacs on Mr. Md. Obaidul Karim, Chairman & Managing Director, if the company fails to hold its annual general meeting within next 30 days from the order dated 23/10/2002.<br><br>An additional penalty of Taka 10,000/= per day will be imposed if the default continues after 30 days. |
| Mrs. Arzuda Karim<br>Director<br>Orion Infusion Ltd.                           | Non holding of annual general meeting for 2001.  | Penalty of Taka 3.00 lacs on Mrs. Arzuda Karim, Director, if the company fails to hold its annual general meeting within next 30 days from the order dated 23/10/2002.<br><br>An additional penalty of Taka 10,000/= per day will be imposed if the default continues after 30 days.                          |
| Mr. Salman O. Karim<br>Director  | Non holding of annual general meeting for 2001.  | Penalty of Taka 3.00 lacs on Mr. Salman O. Karim, Director, if  |

| <b>Name of the Issuer Company</b>                   | <b>Nature of Allegation</b>                     | <b>Commission's Decision</b>  |
|---|---|---|
| Orion Infusion Ltd.                                 |   | the company fails to hold its annual general meeting within next 30 days from the order dated 23/10/2002.<br><br>An additional penalty of Taka 10,000/= per day will be imposed if the default continues after 30 days.   |
| Mrs. Zarin Karim<br>Director<br>Orion Infusion Ltd. | Non holding of annual general meeting for 2001. | Penalty of Taka 3.00 lacs on Mrs. Zarin Karim, Director, if the company fails to hold its annual general meeting within next 30 days from the order dated 23/10/2002.<br><br>An additional penalty of Taka 10,000/= per day will be imposed if the default continues after 30 days. |

**Summary of the Enforcement Actions taken during the period October-December 2002**

| <b>Nature of enforcement action taken</b>                  | <b>Number of cases</b> |
|--|------------------------|
| <b><i>(A) Against Brokerage House</i></b>                  |                        |
| License Suspension   | 1                      |
| Warned   | 3                      |
| Directive/Order Issued/Appeal rejected and Miscellaneous   | 1                      |
| <b>Total</b>   | <b>5</b>               |
| <b><i>(B) Against Issuer Company and its Directors</i></b> |                        |
| Directors penalized  | 17                     |
| Directive/Order Issued/Appeal rejected and Miscellaneous   | 6                      |
| <b>Total</b>   | <b>23</b>              |
| <b>Total = A+B = (5+23)</b>                                | <b>28</b>              |

**SUPERVISION & REGULATION OF MARKETS AND INTERMEDIARIES**

October-December 2002

Status of complaints:

*Listed Companies*

| <b>Nature of Complaints</b>                              | <b>Received during the quarter (No.)</b> | <b>Previous Pending (No)</b> | <b>Total (No.)</b> | <b>Resolved during the quarter (No.)</b> | <b>Referred for Enforcement Action (No.)</b> | <b>Under process (No.)</b> |
|--|--|------------------------------|--------------------|--|--|----------------------------|
| Non-payment or delay in payment of declared dividend     | 08                                       | 12                           | 20                 | 02                                       | 12   | 06                         |
| Non-payment or delay in payment of interest of Debenture | 03                                       | 07                           | 10                 | 00                                       | 07   | 03                         |
| Claim of dividend against lost shares                    | 00                                       | 01                           | 01                 | 00                                       | 00   | 01                         |
| Regarding transfer of shares                             | 00                                       | 01                           | 01                 | 01                                       | 00   | 00                         |
| <b>Total</b>   | <b>11</b>                                | <b>21</b>                    | <b>32</b>          | <b>03</b>                                | <b>19</b>                                    | <b>10</b>                  |

*Broker/Dealer*

| <b>Nature of Complaints</b>           | <b>Received during the quarter (No.)</b> | <b>Previous Pending (No)</b> | <b>Total (No.)</b> | <b>Resolved during the quarter (No.)</b> | <b>Referred for Enforcement Action (No.)</b> | <b>Under process (No.)</b> |
|---------------------------------------|--|------------------------------|--------------------|--|--|----------------------------|
| Regarding non delivery of shares      | 02                                       | 01                           | 03                 | 00                                       | 00   | 03                         |
| Regarding non refund of clients money | 05                                       | 02                           | 07                 | 00                                       | 00   | 07                         |
| <b>Total</b>                          | <b>07</b>                                | <b>03</b>                    | <b>10</b>          | <b>00</b>                                | <b>00</b>                                    | <b>10</b>                  |

## **REGISTRATION**

**Renewal of Stock broker/Stock dealer Registration Certificate:** During October-December, 2002 quarter, 33 members of Dhaka Stock Exchange Ltd. and 7 members of Chittagong Stock Exchange Ltd. got their registration certificates renewed by SEC.

**Issuance of Stockbroker/Stock Dealer Registration Certificate:** During October-December, 2002 the Commission has issued stock broker registration certificates to the following members of Dhaka Stock Exchange Ltd. as per the Securities and Exchange Commission (Stock Dealer, Stock Broker & Authorized Representative) Rules, 2000, as amended:

| <b>Serial No.</b> | <b>Name of the Broker/Dealer</b> | <b>Member of DSE/CSE</b>                       | <b>Date of Issue</b> |
|-------------------|----------------------------------|--|----------------------|
| 1                 | PFI Securities Ltd.              | Dhaka Stock Exchange Ltd.<br>Membership No. 79 | 18.11.2002           |
| 2                 | E-Securities Ltd.                | Dhaka Stock Exchange Ltd.<br>Membership No. 66 | 28.11.2002           |

**Merchant Bank:** During the above quarter, AB Bank Ltd. has introduced two schemes under their Merchant Banking wing. These are Clients Discretionary Investment Scheme and Banks Discretionary Investment Scheme respectively.

## **LEGAL SERVICES**

**Court cases:** Total 80 cases, filed by or against SEC, are pending in different courts. Name of the courts are given below along with number of pending cases with each of the courts:

| <b>Sl. No.</b> | <b>Name of the Court</b>                       | <b>Number of Cases</b> |    |
|----------------|--|------------------------|----|
| 1              | Supreme Court of Bangladesh                    | Appellate Division     | 04 |
|                |  | High Court Division    | 46 |
| 2              | 5 <sup>th</sup> Sub Judge Court, Dhaka.        | 04                     |    |
| 3              | 6 <sup>th</sup> Asst. Judge Court, Dhaka.      | 02                     |    |
| 4              | 1 <sup>st</sup> Add. Asst. Judge Court, Dhaka. | 01                     |    |
| 5              | Chief Metropolitan Magistrate Court, Dhaka.    | 04                     |    |
| 6              | Metropolitan Session Judge Court               | 03                     |    |
| 7              | General Certificate Court, Dhaka.              | 16                     |    |
| <b>Total</b>   |  | <b>80</b>              |    |

**Share Scam Cases 1996 :** Out of total 15 cases, 3 cases are now pending before the Appellate Division, 6 cases before the High Court Division of the Supreme Court and rest 6 cases before the Metropolitan Session Judge Court, Dhaka.

On 17.12.2002 the full bench of the Appellate Division of the Supreme Court delivered its judgment in favour of SEC regarding 10 Appeals of 1996 share scam cases and sent back the case records to the Metropolitan Session Judge Court, Dhaka for trial.

### **Certificate case:**

01. The Commission has filed certificate case in the General Certificate Court, Dhaka against 3 Directors of JH Chemical Ltd. for non-payment of Commission's penalty amount.

02. The Commission has filed certificate case in the General Certificate Court, Dhaka against 7 Directors of Bangladesh Dyeing Industries Ltd., Bangladesh Zipper Industries Ltd., Bangladesh Chemical Industries Ltd., Bangladesh Luggage Industries Ltd. and Meghna Shrimp Culture Ltd. for non-payment of Commission's penalty amount.

**Securities and Exchange Commission**

**Jiban Bima Tower  
10, Dilkusha (15<sup>th</sup> , 16<sup>th</sup> and 20<sup>th</sup> Floor)  
Dhaka – 1000  
Directive**

**Dated the 8 October 2002**

No. SEC/CMRRCD/2001-18/114--Whereas, the Securities and Exchange Commission is satisfied that in the interest of investors and securities market it is necessary that transactions of the foreign portfolio investors in the secondary market should be made through portfolio accounts opened with a portfolio manager registered under the Securities and Exchange Commission (Merchant Banker and Portfolio Manager) Rules, 1996;

And, therefore, in exercise of the power conferred by section 20A of the Securities and Exchange Ordinance, 1969, the Securities and Exchange Commission hereby directs the Dhaka Stock Exchange Limited to take immediate and appropriate measures for ensuring that all transactions of the foreign portfolio investors in the secondary market are henceforth made through portfolio accounts opened with a portfolio manager registered under the Securities and Exchange Commission (Merchant Banker and Portfolio Manager) Rules, 1996 :

Provided, however, that in the case of sale of securities already held by foreign portfolio investors before issuance of this directive, involving a custodian bank, shall be exempted from the requirement of this directive.

By order of the Commission

Manir Uddin Ahmad  
Chairman  
Securities and Exchange Commission

## **Securities and Exchange Commission**

**Jiban Bima Tower  
10, Dilkusha (15<sup>th</sup> , 16<sup>th</sup> and 20<sup>th</sup> Floor)  
Dhaka – 1000  
Directive**

**Dated the 8 October 2002**

No. SEC/CMRRCD/2001-18/115--Whereas, the Securities and Exchange Commission is satisfied that in the interest of investors and securities market it is necessary that transactions of the foreign portfolio investors in the secondary market should be made through portfolio accounts opened with a portfolio manager registered under the Securities and Exchange Commission (Merchant Banker and Portfolio Manager) Rules, 1996;

And, therefore, in exercise of the power conferred by section 20A of the Securities and Exchange Ordinance, 1969, the Securities and Exchange Commission hereby directs the Chittagong Stock Exchange Limited to take immediate and appropriate measures for ensuring that all transactions of the foreign portfolio investors in the secondary market are henceforth made through portfolio accounts opened with a portfolio manager registered under the Securities and Exchange Commission (Merchant Banker and Portfolio Manager) Rules, 1996 :

Provided, however, that in the case of sale of securities already held by foreign portfolio investors before issuance of this directive, involving a custodian bank, shall be exempted from the requirement of this directive.

By order of the Commission

Manir Uddin Ahmad  
Chairman  
Securities and Exchange Commission

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ᑎᑎᑎᑦ ᑎᑎᑎᑦ

Zwei L t 13 A±±vei , 2002 Bs

GmBwm/wmGgAvi Avi wmwW/2001-50/119--wmxKDwi wJR I G. ±PÄ Kwgkb (gv±P@J e“vsKvi I ±cvU±dwij I g“v±bRvi) wewagvj v, 1996 Gi weia 28 ; Dc-weia (0) Aaxb Kwgkb, ±cvU±dwij I g“v±bRvi KZK gt° ±j i weib±qvM msμvš-ib±æv³ Z\_ m±@j Z wmwve weei Yx msi ±±±Yi R±b“ wba±Y Kwij ; h\_v :-

- 1| weib±qvMKvixi cY°bvg I wKvbn (±Uwj ±dvn, d“v. , B-±gBj mn)|
- 2| weib±qvMKvix c±Z±vbn n±j , c±vbn wbe±ixi cY°bvg I wKvbn (±Uwj ±dvn, d“v. , B-±gBj mn)|
- 3| we± kx weib±qvMKvixi ±±±±,-
  - (1) weib±qvM wmwve cwi Pvj bvi R±b“ v±bxq I Ab±gwx` Z c±Z±vbnai cY°bvg I wKvbn (±Uwj ±dvn, d“v. , B-±gBj mn) ;
  - (2) weib±qv±mi `Z±vbnKvix Z\_v tebw±dw±m±qvj I bvi (beneficial owner) Gi cY°bvg I wKvbn (±Uwj ±dvn, d“v. , B- ±gBj mn) ;
  - (3) weib±qv±mi Znwe± ±h±M±v`±vbnKvixi cY°bvg I wKvbn (±Uwj ±dvn, d“v. , B- ±gBj mn)|
- 4| Zwei L I wmxKDwi wU wfwE±K μq I weμ±qi cwi gvbn, gj“ I w`wZ|
- 5| Ab“vbn“ c±m±w±K Z\_“w` |

ᑎᑎᑎᑦᑎᑦ ᑎᑎᑎᑦ ᑎᑎᑎᑦ ᑎᑎᑎᑦ ᑎᑎᑎᑦ ᑎᑎᑎᑦ

gmbi Dwi b Avng`  
±Pqvi g“vbn

## **Securities and Exchange Commission**

**Jiban Bima Tower  
10, Dilkusha (15<sup>th</sup> , 16<sup>th</sup> and 20<sup>th</sup> Floor)  
Dhaka – 1000  
Directive**

**Dated the 23 November 2002**

No. SEC/CMRRCD/2002-- In exercise of the power conferred by section 20A of the Securities and Exchange Ordinance, 1969 (XVII of 1969), the Securities and Exchange Commission hereby directs the DSE/CSE to take immediate and appropriate measures for ensuring that the shares of the sponsors and/or directors of the security issuer listed with the exchange for whom the board of directors of the issuer did not recommend dividend in its last board meeting, but has recommended for other shareholders, are not transacted in the exchange during the period commencing from the date of the board meeting in which such recommendation was made until the date of holding the concerned annual general meeting of the issuer.

By order of the Commission

Manir Uddin Ahmad  
Chairman  
Securities and Exchange Commission

## **Securities and Exchange Commission**

**Jiban Bima Tower  
10, Dilkusha (15<sup>th</sup> , 16<sup>th</sup> and 20<sup>th</sup> Floor)  
Dhaka – 1000  
Notification**

**Dated the 24 November 2002**

No.SEC/CMRRCD/2002-14/150 /Admin/03/07--Whereas, the Securities and Exchange Commission deems it fit that the security issuers listed with the stock exchange(s) should be subject to certain further conditions in the interest of investors and the capital market;

Now, therefore, in exercise of the power conferred by section 2CC of the Securities and Exchange Ordinance, 1969 (XVII of 1969), the Securities and Exchange Commission hereby imposes, with immediate effect, the following further conditions upon the issuers of the listed securities, namely:-

- (i) If the board of directors of the security issuers recommends dividend for the shareholders, excluding the sponsors and/or directors, the board, in its same meeting, shall also declare, as price sensitive information, the quantity of shares held by the said sponsors and/or directors who will not be entitled to such recommended dividend along with the amount payable to the public shareholders as dividend; and
- (ii) The said sponsors and/or directors who will not be entitled to the recommended dividend, as mentioned at (i), shall be barred from disposing off their shares through stock exchange during the period commencing from the date of concerned board meeting until the date of holding the concerned annual general meeting of the issuers.

By order of the Commission

**Manir Uddin Ahmad  
Chairman  
Securities and Exchange Commission**

## **Securities and Exchange Commission**

**Jiban Bima Tower  
10, Dilkusha (15<sup>th</sup> , 16<sup>th</sup> and 20<sup>th</sup> Floor)  
Dhaka – 1000**

### **NOTIFICATION**

**Dated the 24 November 2001**

No. SEC/CMRRCD/2001-86/152/03/08--In exercise of the power conferred by section 33 of the Securities and Exchange Ordinance, 1969 (XVII of 1969), the Securities and Exchange Commission is pleased to amend the Securities and Exchange Rules, 1987 (SRO 237-L/87 dated 28<sup>th</sup> September 1987) in the following manner, namely:-

In rule 4, after sub-rule (1), the full stop (.) shall be replaced by colon (:), and thereafter, the following proviso shall be added, namely,-

“ Provided, however, that the order of a customer of a member placed in the trading system of the exchange through internet, following the applicable rules and regulations, shall be treated as valid order which will be maintained electronically by the member”.

By order of the Commission

**Manir Uddin Ahmad  
Chairman  
Securities and Exchange Commission**

**WcRUwi AvBb, 1999 Gi mstkvabKti cVxZ AvBb**

Zwi L : btfat 26, 2002 Bs

htnZywbæwYZ Dfi k cYKti WcRUwi AvBb, 1999 (1999mtbi 6bs AvBb) Gi mstkvab mgxPxb I cqvRbxq;

htnZlGZ` Øviv wbæifc AvBb Kiv nBj t-

1 | **msuflB wktivbvg I cZB** | - (1) GB AvBb WcRUwi (mstkvab ) AvBb, 2002 bvtg AvfwZ nBte |

(2) Bnv 16 kteY, 1409 eis tgvZvteK 31 Rj vB, 2002 Bs Zwi tL ej er nBqvQ ewj qv MY" nBte |

2 | **1999 mtbi 6 bs AvBtbi aviv 23 Gi mstkvab** | - WcRUwi AvBb, 1999 (1999 mtbi 6 bs AvBb) Gi aviv 23 Gi kZstK Dwj wLZ Ó` ß ermi Ó kã ,wj i cwieZ<sup>0</sup> cvP ermi Ó kã ,wj cZ`wcz nBte |

## **DSE & CSE MARKET SCENARIO**

**Capital Market:** As of 31<sup>st</sup> December 2002 the total issued capital of all listed securities of Dhaka Stock Exchange was Tk. 35,203 million (US\$ 607 mil.) which was Tk. 34,439 million (US\$ 602 mil.) on 30<sup>th</sup> September 2002. In Chittagong Stock Exchange the total issued capital on 31<sup>st</sup> December 2002 was Tk. 31,079 million (US\$ 535 million) which was Tk. 30,859 million (US\$ 532 mil.) on 30<sup>th</sup> September 2002.

**Stock Market Operation:** During October-December 2002 quarter the total turnover in Dhaka Stock Exchange was 293.82 million securities while the total amount traded in Dhaka Stock Exchange during the same period was Tk. 7,602.11 million (US\$ 131.07 mil.)

In the Chittagong Stock Exchange, 129.44 million securities were traded for Tk. 2,879.18 million (US\$ 49.63 mil.) during this quarter.

**Market Capitalization:** Total market capitalization of all securities listed with the Dhaka Stock Exchange was Tk. 71,262 million (US\$ 1,229 mil.) as on 31<sup>st</sup> December 2002 compared to Tk. 72,529 million (US\$ 1,250 mil.) as on 30<sup>th</sup> September 2002.

In the Chittagong Stock Exchange, total market capitalization of all securities was Tk. 60,467 million (US\$ 1,042 mil.) as on 31<sup>st</sup> December 2002 compared to Tk. 62,050 million (US\$ 1,070 mil.) as on 30<sup>th</sup> September 2002.

**Weighted Average Share Price Index:** DSE Weighted Average Share Price Index stood at 822.34 on 31<sup>st</sup> December 2002 compared to 822.07 on 30<sup>th</sup> September 2002. CSE all Share Price Index stood at 1841.1422 on 31<sup>st</sup> December 2002 while it was 1840.09 on 30<sup>th</sup> September 2002. The index bases are 100 and 1000 for DSE and CSE respectively.

*1 US\$ = Tk. 58.00 for October-December, 2002 Quarter.*

## BANGLADESH CAPITAL MARKET SUMMARY

**As on 31 December 2002**

| Indicators                            | Dhaka Stock Exchange | Chittagong Stock Exchange |
|---------------------------------------|----------------------|---------------------------|
| No. of companies                      | 241                  | 172                       |
| No. of mutual funds                   | 10                   | 10                        |
| No. of debentures                     | 9                    | 3                         |
| <i>Total No. of Listed Securities</i> | <i>260</i>           | <i>185</i>                |

Figures in million

|  |                |               |
|--|----------------|---------------|
| No. of shares of all listed companies          | 953.83         | 804.23        |
| No. of certificates of all listed mutual funds | 72.25          | 72.25         |
| No. of debentures of all listed debentures     | 0.64           | 0.11          |
| <i>Total No. of Tradable Securities</i>        | <i>1026.72</i> | <i>876.59</i> |

Figures in million

|                                    |             |               |               |
|------------------------------------|-------------|---------------|---------------|
| Issued capital of all companies    | Tk.         | 34,364        | 30,646        |
|                                    | US\$        | 592           | 528           |
| Issued capital of all mutual funds | Tk.         | 295           | 295           |
|                                    | US\$        | 5             | 5             |
| Issued debentures                  | Tk.         | 544           | 138           |
|                                    | US\$        | 9             | 2             |
| <i>Total Issued Capital</i>        | <i>Tk.</i>  | <i>35,203</i> | <i>31,079</i> |
|                                    | <i>US\$</i> | <i>607</i>    | <i>535</i>    |

Figures in million

|                                    |             |               |               |
|------------------------------------|-------------|---------------|---------------|
| <i>Total Market Capitalization</i> | <i>Tk.</i>  | <i>71,262</i> | <i>60,467</i> |
|                                    | <i>US\$</i> | <i>1,229</i>  | <i>1,042</i>  |

|   |               |                  |
|---|---------------|------------------|
| <i>Weighted Average Share Price Index</i> | <i>822.34</i> | <i>1841.1422</i> |
|---|---------------|------------------|

**DSE OPERATIONAL STATISTICS**  
**October-December 2002**

| Trading Month | Index (weighted average) | Market Capitalization in Million | No. of Trading Days | Turnover of Securities in Million |               | Traded Amount in Million   |                         |
|---------------|--------------------------|----------------------------------|---------------------|-----------------------------------|---------------|----------------------------|-------------------------|
|               |                          |                                  |                     | Monthly                           | Daily average | Monthly                    | Daily average           |
| October       | 822.29                   | Tk. 70,341<br>US\$ 1,213         | 25                  | 148.25                            | 5.93          | Tk. 3,636.14<br>US\$ 62.69 | Tk. 145.44<br>US\$ 2.50 |
| November      | 822.33                   | Tk. 70,561<br>US\$ 1,217         | 24                  | 91.39                             | 3.80          | Tk. 2,286.71<br>US\$ 39.42 | Tk.95.27<br>US\$ 1.64   |
| December      | 822.34                   | Tk.71,262<br>US\$ 1,229          | 20                  | 54.18                             | 2.70          | Tk.1,679.26<br>US\$ 28.96  | Tk. 83.96<br>US\$ 1.44  |
| Total         |                          |                                  | 69                  | 293.82                            | 4.25          | Tk.7,602.11<br>US\$ 131.07 | Tk.110.17<br>US\$ 1.89  |

**CSE OPERATIONAL STATISTICS**  
**October-December 2002**

| Trading Month | Index (weighted average) | Market Capitalization in Million | No. of Trading Days | Turnover of Securities in Million |               | Traded Amount in Million  |                        |
|---------------|--------------------------|----------------------------------|---------------------|-----------------------------------|---------------|---------------------------|------------------------|
|               |                          |                                  |                     | Monthly                           | Daily Average | Monthly                   | Daily Average          |
| October       | 1840.1109                | Tk. 58,946<br>US\$ 1,016         | 25                  | 80.19                             | 3.21          | Tk.1,716.23<br>US\$ 29.59 | Tk. 68.65<br>US\$ 1.18 |
| November      | 1841.1478                | Tk. 60,345<br>sUS\$ 1,040        | 24                  | 33.76                             | 1.41          | Tk. 752.51<br>US\$ 12.97  | Tk. 31.35<br>US\$ 0.54 |
| December      | 1841.1422                | Tk. 60,467<br>US\$ 1042          | 20                  | 15.49                             | 0.77          | Tk.410.44<br>US\$ 7.07    | Tk.20.52<br>US\$ 0.35  |
| Total         |                          |                                  | 69                  | 129.44                            | 1.87          | Tk.2,879.18<br>US\$ 49.63 | Tk.41.72<br>US\$ 0.71  |

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

