

Daily Market Update

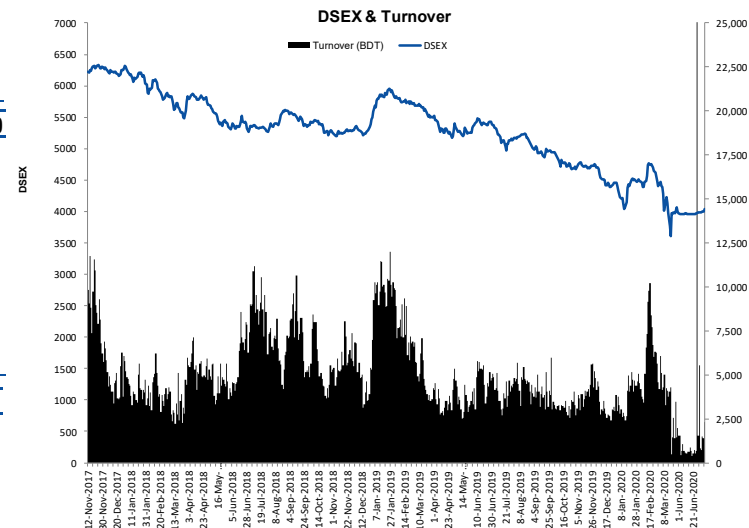
The market closed in green today. The benchmark index DSEX (+0.67%) gained 26.91 points and closed at 4,061.57 points. The blue chip index DS30 (+0.87%), the Shariah-based index DSES (+1.11%), and the large cap index CDSET (+0.72%) all closed in green. All the large cap sectors showed positive performance today. NBFIs showed the highest gain of 1.16% followed by Pharmaceuticals (+0.96%), Power (+0.82%), Telecommunication (+0.57%), Banks (+0.31%), Engineering (+0.25%), and Food & Allied (+0.20%). Turnover stood at BDT 3.5 billion (USD 40.9 million). Square Pharmaceuticals (+1.4%) was the most traded share with a turnover of BDT 661.9 million.

Top Ten Gainers	Close	Δ%	Turnover (mn BDT)
GQ Ball Pen	77.20	10.0%	10.8
Prime Finance First MF	13.50	9.8%	9.9
Active Fine Chemicals Limited	13.30	8.1%	34.8
Global Insurance Ltd.	17.50	7.4%	13.7
Janata Insurance	17.70	7.3%	5.0
Beacon Pharmaceuticals Limited	71.90	6.5%	107.9
CAPM IBBL Islamic Mutual Fund	7.40	5.7%	.7
Aamra Network Limited	35.00	5.1%	2.7
SEML FBLSL Growth Fund	8.30	5.1%	4.8
Paramount Insurance	66.10	4.9%	26.7

Top Ten Losers	Close	Δ%	Turnover (mn BDT)
Familytex (BD) Limited	1.80	-5.3%	.8
C & A Textiles Limited	1.80	-5.3%	.3
United Insurance	36.40	-4.7%	3.0
Eastern Insurance	35.00	-4.4%	4.7
Islami Insurance	21.40	-4.0%	1.0
Keya Cosmetics	3.00	-3.2%	1.7
Pioneer Insurance	30.00	-3.2%	12.6
Peoples Insurance	15.60	-3.1%	6.5
Information Services Network Ltd.	34.10	-2.8%	4.8
Rupali Life Insurance Co. Ltd.	40.70	-2.4%	15.0

Most Traded Share	Close	Δ%	Turnover (mn BDT)
Square Pharmaceuticals	174.90	1.4%	661.9
Grameenphone Ltd.	239.80	0.4%	291.4
Beximco Pharmaceuticals	72.40	4.5%	211.6
Beacon Pharmaceuticals Limited	71.90	6.5%	107.9
Nahee Aluminium Composite Panel Ltd.	49.00	4.0%	95.1
Bangladesh Submarine Cable Company Limited	87.80	4.0%	93.5
Orion Pharma Ltd.	43.00	-0.7%	75.8
Far Chemical Industries Limited	10.00	2.0%	60.1
Beximco Limited	13.50	1.5%	55.0
United Power Generation & Distribution Company Ltd	220.80	0.3%	54.6

Sector Index	Closing	Opening	Δ(Pts)	Δ%	No. of Cos	Sectoral Mcap (mn BDT)	% of Total Mcap	Sectoral Turnover (mn BDT)	% of Total Turnover
Banks	1,128.20	1,124.72	3.47	0.31%	30	459,853.2	17.77%	209.5	6.39%
NBFIs	1,378.21	1,362.44	15.77	1.16%	23	127,414.7	4.92%	36.2	1.11%
Mutual Funds	575.43	571.09	4.35	0.76%	37	29,904.3	1.16%	94.2	2.87%
General Insurance	1,641.55	1,650.00	-8.45	-0.51%	35	44,351.9	1.71%	154.3	4.71%
Life Insurance	1,813.27	1,816.38	-3.11	-0.17%	12	50,556.5	1.95%	51.3	1.57%
Telecommunication	3,365.74	3,346.73	19.01	0.57%	2	338,280.6	13.07%	384.9	11.75%
Pharmaceuticals	2,497.42	2,473.64	23.78	0.96%	32	470,764.1	18.19%	1,550.3	47.31%
Fuel & Power	1,444.20	1,432.41	11.79	0.82%	19	358,014.8	13.83%	231.2	7.06%
Cement	1,182.34	1,182.29	0.06	0.00%	7	71,904.9	2.78%	2.2	0.07%
Services & Real Estate	951.50	949.76	1.74	0.18%	8	37,988.8	1.47%	15.0	0.46%
Engineering	2,029.49	2,024.48	5.01	0.25%	39	131,691.1	5.09%	216.9	6.62%
Food & Allied	11,303.70	11,280.92	22.78	0.20%	17	208,741.2	8.07%	109.8	3.35%
IT	1,778.51	1,770.74	7.77	0.44%	9	19,663.6	0.76%	19.1	0.58%
Textiles	950.71	950.07	0.64	0.07%	56	95,957.5	3.71%	66.0	2.02%
Paper & Printing	5,052.83	5,034.65	18.18	0.36%	3	9,660.5	0.37%	8.3	0.25%
Tannery	1,667.26	1,667.26	0.00	0.00%	6	17,849.2	0.69%	3.9	0.12%
Jute	8,080.70	8,050.02	30.68	0.38%	3	1,785.9	0.07%	6.8	0.21%
Ceramics	389.73	389.73	0.00	0.00%	5	19,760.8	0.76%	3.1	0.09%
Miscellaneous	1,692.60	1,668.36	24.24	1.45%	13	93,917.1	3.63%	113.9	3.47%



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Index	Closing	Opening	Δ(Pts)	Δ%	%ΔYTD
DSEX	4,061.57	4,034.65	26.91	0.67%	-8.79%
DS30	1,369.37	1,357.51	11.86	0.87%	-9.51%
DSES	938.96	928.64	10.33	1.11%	-6.09%
CDSET	806.10	800.32	5.78	0.72%	-10.41%

	Advanced	Declined	Unchanged	Total
All Category	103	45	201	349
A Category (Equity)	80	35	142	257
B Category (Equity)	12	4	32	48
N Category (Equity)	0	0	1	1
Z Category (Equity)	11	6	26	43
Mutual Funds	14	0	23	37
Corporate Bonds	2	0	0	2

Market Stat		Today	Last Day	% Change
Mcap	Mn BDT	3,150,006.5	3,135,176.3	
	Mn USD	37,076.3	36,901.8	0.5%
Turnover	Mn BDT	3,474.7	2,310.6	50.4%
	Mn USD	40.9	27.2	
Volume	Mn Shares	100.5	98.0	2.6%
		66,988	49,994	34.0%

Top Ten Market Cap	Mcap (bn BDT)	% of Total Mcap	Turnover (mn BDT)	PE	PB
Grameenphone Ltd.	323.8	12.5%	291.44	9.4x	7.6x
British American Tobacco Bangladesh Company Limited	163.4	6.3%	29.04	19.0x	6.7x
Square Pharmaceuticals	147.7	5.7%	661.89	11.2x	2.2x
United Power Generation & Distribution Company Ltd	116.4	4.5%	54.63	14.3x	7.9x
Renata Ltd.	90.9	3.5%	9.00	22.5x	5.0x
Berger Paints	61.6	2.4%	7.19	25.3x	9.2x
Investment Corporation of Bangladesh	53.6	2.1%	13.46	NM	2.6x
Marico Bangladesh Limited	49.2	1.9%	.62	18.9x	33.4x
BRAC Bank	42.3	1.6%	.56	8.6x	0.9x
LafargeHolcim Bangladesh Limited	41.7	1.6%	.98	23.9x	2.7x

Top Ten Free Float Mcap	Free Float Mcap (bn BDT)	% of Total Free Float	Turnover (mn BDT)	PE	PB
Square Pharmaceuticals	96.6	9.2%	661.89	11.2x	2.2x
Renata Ltd.	44.4	4.2%	9.00	22.5x	5.0x
British American Tobacco Bangladesh Company Limited	43.2	4.1%	29.04	19.0x	6.7x
Grameenphone Ltd.	32.4	3.1%	291.44	9.4x	7.6x
Beximco Pharmaceuticals	25.5	2.4%	211.60	9.0x	1.0x
BRAC Bank	23.6	2.2%	.56	8.6x	0.9x
Olympic Industries	21.9	2.1%	13.92	15.2x	4.8x
Eastern Bank	17.2	1.6%	.00	6.3x	0.9x
Pubali Bank	16.6	1.6%	.00	11.0x	0.8x
National Bank	15.3	1.5%	9.38	5.4x	0.4x

Block Trade	Maximum Price	Minimum Price	Turnover (mn BDT)	Quantity	Trade
Aman Feed Limited	28.70	26.80	1.77	63,700	2
British American Tobacco Bangladesh Company Limited	875.20	860.00	58.28	67,675	18
BRAC Bank	28.80	28.80	8.35	290,000	4
Confidence Cement	88.00	87.50	1.49	17,000	2
Deshbandhu Polymer Limited	10.40	10.40	0.52	50,000	1
Doreen Power Generations and Systems Limited	57.10	57.10	5.71	100,000	1
Fine Foods Ltd	50.20	47.00	10.29	214,000	3
Genex Infosys Limited	49.40	49.30	12.70	257,500	17
Grameen One Scheme Two	11.10	11.10	0.78	70,200	1
IFAD Autos Limited	38.50	38.50	1.93	50,000	1
IFIC Bank	9.50	9.40	1.61	170,500	2
Intraco Refueling Station Limited	12.70	12.70	0.58	45,800	1
Kohinoor Chemicals	460.00	447.00	7.17	15,886	5
Khulna Power Company Limited	45.30	40.80	16.20	374,603	16
LafargeHolcim Bangladesh Limited	33.00	32.40	4.90	150,500	9
MBL 1st Mutual Fund	6.50	6.50	1.95	300,000	1
Mercantile Bank	11.40	10.00	2.67	260,000	2
M.L. Dyeing Limited	50.00	50.00	5.00	100,000	4
National Tubes	100.00	100.00	0.64	6,400	1
Oimex Electrode Limited	24.30	24.30	1.34	55,000	1
The Premier Bank	10.10	10.10	0.93	92,000	1
Saiham Textile	25.00	25.00	1.00	40,000	1
Sea Pearl Beach Resort & Spa Limited	74.90	74.90	0.77	10,340	1
Silco Pharmaceuticals Limited	24.20	24.20	10.89	450,000	3
Simtex Industries Limited	14.80	14.80	0.60	40,600	1
Singer Bangladesh	133.10	132.30	14.48	109,299	19

Block Trade	Maximum Price	Minimum Price	Turnover (mn BDT)	Quantity	Trade
SK Trims & Industries Limited	62.20	56.00	20.98	361,100	14
Standard Ceramic	307.00	293.90	1.68	5,630	3
United Power Generation & Distribution Company Ltd	219.20	219.20	2.19	10,000	2
Total			197.39		137

Corporate Actions: Upcoming Record Dates

DSE Ticker	Company Name	Rights	Stock	Cash	Year End	Record Date
BERGERPBL	Berger Paints Bangladesh Ltd.		0.0%	295.0%	31-Dec-19	12-Jul-20
FIRSTBANK	First Security Islami Bank Limited		10.0%	0.0%	31-Dec-19	12-Jul-20
CITYBANK	The City Bank Ltd.		0.0%	15.0%	31-Dec-19	13-Jul-20
DHAKABANK	Dhaka Bank Limited		5.0%	5.0%	31-Dec-19	14-Jul-20
LANKABAFIN	LankaBangla Finance		5.0%	7.0%	31-Dec-19	16-Jul-20
ONEBANKLTD	One Bank		5.0%	5.0%	31-Dec-19	16-Jul-20

Important DSE News

DUTCHBANGL

The Company has further informed that as per dividend policy of Bangladesh Bank (Circular dated May 11, 2020), a bank may disburse maximum 30% total dividend out of which maximum 15% dividend may be paid in the form of cash. Accordingly, the honorable shareholders of the Bank in the 24th AGM held on July 08, 2020 has declared and approved 15% cash and 10% stock dividend instead of 30% cash Dividend for the year ended on December 31, 2019.

BATASHOE

The Board of Directors has recommended No final Dividend. However, 125% cash Dividend which is already been paid as interim dividend is final dividend for the year ended on December 31, 2019. Date of AGM: 10.09.2020, Time: 11:00 AM, Venue: Through Digital Platform. Record Date: 29.07.2020. The Company has also reported EPS of Tk. 36.11, NAV per share of Tk. 364.65 and NOCFPS of Tk. 68.66 for the year ended on December 31, 2019 as against Tk. 72.70, Tk. 347.11 and Tk. 2.75 respectively for the same period of the previous year. The Company has also informed that the reason for declaring no dividend and others as "Due to the worldwide as well as the countrywide effect of COVID-19 the country was almost two months locked down and a general holiday to avoid of risk of spreading viruses we could not remain open to our outlets for business. After withdrawing of lockdown our outlets can open till 4 PM only. Therefore, our cash flow does not support paying any cash dividend as a final dividend for the year 2019."

(Q1 Un-audited): EPS was Tk. 2.07 for January-March 2020 as against Tk. 3.26 for January-March 2019. NOCFPS was Tk. (5.88) for January-March 2020 as against Tk. 8.02 for January-March 2019. NAV per share was Tk. 366.72 as on March 31, 2020 and Tk. 364.65 as on December 31, 2019.

DHAKABANK

Mrs. Rakhi Das Gupta, one of the Sponsors of the Company, has expressed her intention to buy

11,77,000 shares of the Company at prevailing market price (In the Public Market) through Stock Exchange (DSE) within next 30 working days.

Mr. Reshadur Rahman, one of the Sponsor Directors of the Company, has expressed his intention to buy 500,000 shares of the Company at prevailing market price (In the Public Market) through Stock Exchange (DSE) within next 30 working days.

PARAMOUNT

In response to a DSE query dated July 09, 2020, the Company has informed that there is no undisclosed price sensitive information of the Company for recent unusual price hike of shares.

ONEBANKLTD

The auditor of One Bank Limited has given the following "Emphasis of Matter" in the audit report of the company prepared for the year ended on 31 December 2019. Emphasis of Matter: In note # 2.24 to the financial statements, the Bank disclosed the compliance status with regard to IFRS-16 as first time adoption. Note 2.24 IFRS 16 Leases: IFRS 16 is effective for annual reporting periods beginning on or after 1 January 2019 as adopted by Institute of Chartered Accountants of Bangladesh. IFRS 16 introduces a single lessee accounting model and requires a lessee to recognize assets and liabilities for all leases with a term of more than 12 months, unless the underlying asset is of low value. A lessee is required to recognize a right-of-use asset representing its right to use the underlying leased asset and a lease liability representing its obligation to make lease payments. ONE Bank Limited has applied IFRS 16: "Leases" for the first time with the date of initial application of 1 January 2019 using modified retrospective approach where the bank measured the lease liability at the present value of the remaining lease payments and recognized a right-of-use asset at the date of the initial application on a lease by lease basis. Upon lease commencement the bank recognizes a right-of-use asset and a lease liability. The right-of-use asset is initially measured at the amount of the lease liability plus any initial direct costs incurred by the Bank. The lease liability is initially measured at present value of the future lease payments discounted using the discount rate implicit in the lease (i.e. weighted average cost of deposit). Subsequently, the lease liability is adjusted for interest and lease payments, as well as the impact of lease modifications, amongst others. The Bank has elected not to recognize right-of-use assets and lease liabilities for leases of low value assets and short term lease i.e; for which the lease term ends within 12 months of the date of initial application. The Bank recognizes lease payments associated with these leases as an expenses. "

ICBIBANK

The auditor of ICB Islamic Bank Limited has given the following "Material Uncertainty Related to Going Concern" in the audit report of the company prepared for the year ended on 31 December 2019. Material Uncertainty Related to Going Concern: We draw attention to Note 3.3 in the financial statements, which shows that the Bank has an accumulated loss of Tk. 18,654 million for the year ended 31 December 2019; Negative equity of Tk. 11,374 million as at 31 December 2019 and capital adequacy ratio of (133.11%) as against minimum of 12.50%; Profit paying deposits aggregates to BDT 7,683 million as against the profit earning investment of BDT 1,350 million as at 31 December 2019; Overall 84% of investment of the bank is classified. As stated in Note 3.3, these events or conditions, along with other matters as set forth in Note 3.3, indicate that a material uncertainty exists that may cast significant doubt on the Bank's ability to continue as a going concern. Our opinion is not modified in respect of this matter. Note 3.3 Going concern assumption: The Bank has an accumulated loss of Tk. 18,654 million for the year ended 31 December 2019; Negative equity of Tk. 11,374 million as at 31 December 2019 and capital adequacy ratio of (133.11%) as against minimum

of 12.50%; Profit paying deposits aggregates to BDT 7,683 million as against the profit earning investment of BDT 1,350 million as at 31 December 2019; Overall 84% Of investment of the bank is classified. Six legal cases have been initiated by the erstwhile promoters against Bangladesh Bank in connection with forfeiture of their shares, the present majority shareholders of ICBIBL are awaiting the outcome of these cases which are still pending in the Appellate Division of the Supreme Court for hearing. The management is optimistic about the cases that the final ruling of the court will be in favour of Bangladesh Bank which will pave the path for injecting fresh capital. The Bank had presented its financial statements for the year ended 31st December 2017 on a going concern basis. Last year, the Bank had presented its financial statements on other than going concern basis even though there were no differences between the historical cost and estimated net realisable values. However, the financial statements for the year ended 31st December 2019 are presented on a going concern basis as the management of the Bank believe the going concern assumption to be appropriate. The Bank is trying to sell the three properties acquired against settlement of Investments, namely, Tobacco Industries Ltd., Kushal Centre and Bishal centre which will fetch approximately BDT 200 crores. This amount will be absorbed in the Bank's retained earnings as well as help in upgrading the Bank's present capital base. The Bank has sold some of the securities of its Investments in the first quarter of 2020 which will significantly reduce its losses in the first quarter of 2020 compared to the first quarter of 2019. The initiatives taken by the Bank are cost optimisation, profit maximisation through increasing loans and advances, launching new products, etc. The Bank is considering various options and plans to address the issue of working capital deficiency. Due to the initiatives taken by the Bank, BDT 13 crores have already been recovered from long outstanding defaulter accounts in the first quarter of 2020 and the Bank is optimistic of more recoveries from long outstanding defaulter accounts during the year 2020 which will improve its financial outlook. We also draw attention to Note 47 in the financial statements, which indicates how COVID-19 has affected the Bank to date, and results in certain material uncertainties related to the future financial position, performance and cash flows of ICB Islamic Bank Limited. These events or conditions indicate that a material uncertainty exists that may cast significant doubt on the Bank's ability to continue as a going concern. Again, our opinion is not modified in respect of this matter. Note 47.00 Events after the Balance Sheet Date: As per IAS 10 - "Events after the Reporting Period", events after the reporting period are those events, favourable and unfavourable, that occur between the end of the reporting period and the date when the financial statements are authorized for issue. Two types of events can be identified: a) Adjusting events after the reporting period which provide evidence of conditions which existed at the end of the reporting period; and b) Non adjusting events after the reporting period, are those that are indicative of conditions that arose after the reporting period. The details about the events after reporting period are as follows: On 11th March 2020, COVID-19 has been declared a pandemic by the World Health Organization, and Bangladesh Government has taken restrictive measures including declaration of general public holidays to contain its further spread affecting free movement of people and goods. As a consequence, the COVID-19 outbreak has brought about additional challenges in the Bank's operating environment and has impacted Banks operations in Bangladesh. The Bank is closely monitoring the impact of the developments on the Bank's businesses. As the situation is fast evolving, the effect of the outbreak is subject to significant levels of uncertainty, with the full range of possible effects unknown.

The auditor of ICB Islamic Bank Limited has given the following "Emphasis of Matter" in the audit report of the company prepared for the year ended on 31 December 2019. Emphasis of Matter: We draw attention to Note 3.1 (xv) of the financial statements, which describes matters related to implementation of 'IFRS 16 Leases' including preliminary assessment of its impact as assessed by management. Our opinion is not modified in respect of this matter. Note 3.1 (xv) Leases: The

International Accounting Standards Board (IASB) issued IFRS 16, Leases, which replaces IAS 17 and sets out the principle for the recognition, measurement, presentation and disclosure of leases. The standard has become effective for all annual reporting periods beginning on or after 1 January, 2019. The Bank is currently in the process of adopting IFRS 16 and is going through the assessment process to determine the impact and change to the financial statements for the adoption of this new accounting standard. As a result, the Bank has prepared their financial using IAS 17 which is the accounting standard for leases preceding IFRS 16. This is a departure from International Financial Reporting Standards (IFRS). Adopting IFRS 16 will lead to changes in the presentation and disclosure of rental and operating leases by the Bank. The impact on operating expenses, earnings per share and other price sensitive information such as net asset value per share and net operating cash flow per share is not expected to be material. However, the Bank will keep contact with regulators and observe the market practice for uniformity and will take necessary actions in accordance with regulatory instructions."

CENTRALINS

The auditor of Central Insurance Company Ltd. has given the following "Emphasis of Matter" in the audit report of the company prepared for the year ended on 31 December 2019. Emphasis of Matter: We draw attention to the following matters, though our opinion is unqualified in respect of the same: As per IAS-24, every entity should disclose every related party transaction. However, the company did not disclose every related party transaction. As disclosed in note 8.01 the company has calculated deferred tax during the reporting period. However, computation needs to be complied with all aspects as per IAS-12; Note 8.01 Deferred Tax: Balance of Deferred Tax as on 31 December 2019 was Tk. (740,997) and as on 31 December 2018 was Tk. 1,686,559. As per BSEC Rules every listed company should establish a gratuity fund. However, we did not observe such establishment of Gratuity Fund. Which is a non-compliance of said Rules. Anyway, we observed that provision has been made for gratuity fund; As disclosed in note 7 and 12 regarding amount payable and receivable were carry forwarded since long ago, management needs to take proper action to settle the balance immediately; Note 7 Amount Due to Other Persons or Bodies carrying on Insurance Business: Balance of Amount Due to Other Persons or Bodies carrying on Insurance Business as on 31 December 2019 was Tk. 62,565,251 and as on 31 December 2018 was Tk. 61,809,930. Note 12 Amount Due from Other Persons or Bodies Carrying on Insurance Business: Balance of Amount Due from Other Persons or Bodies Carrying on Insurance Business as on 31 December 2019 was Tk. 189,734,497 and as on 31 December 2018 was Tk. 176,776,831. We refer to the Note 15 and 16 reads with Schedule A, where the company reported Property, Plant and Office Equipment. Except Land, Building and Motor Vehicle we are unable to verify the whereabouts of other items as mentioned in said Notes and Schedule due to absence of appropriate Fixed Asset management system; Note 15 Property, Building & Land Development: Balance of Property, Building & Land Development as on 31 December 2019 was Tk. 459,884,581 and as on 31 December 2018 was Tk. 412,184,443. Note 16 Plant, Office Equipments & Other Fixed Assets: Balance of Plant, Office Equipments & Other Fixed Assets as on 31 December 2019 was Tk. 29,758,986 and as on 31 December 2018 was Tk. 26,135,144. The above balance represents written down value of the Plant, Office Equipments & Other Fixed Assets as financial statement date, Details of the fixed assets are shown in Schedule A. The company revalued Land and Building in 2009. As per para-34 of IAS 16 "Property, Plant and Equipment" the frequency of revaluation should not exceed three or five years. As of report date the company did not arrange revaluation of Land and Building."