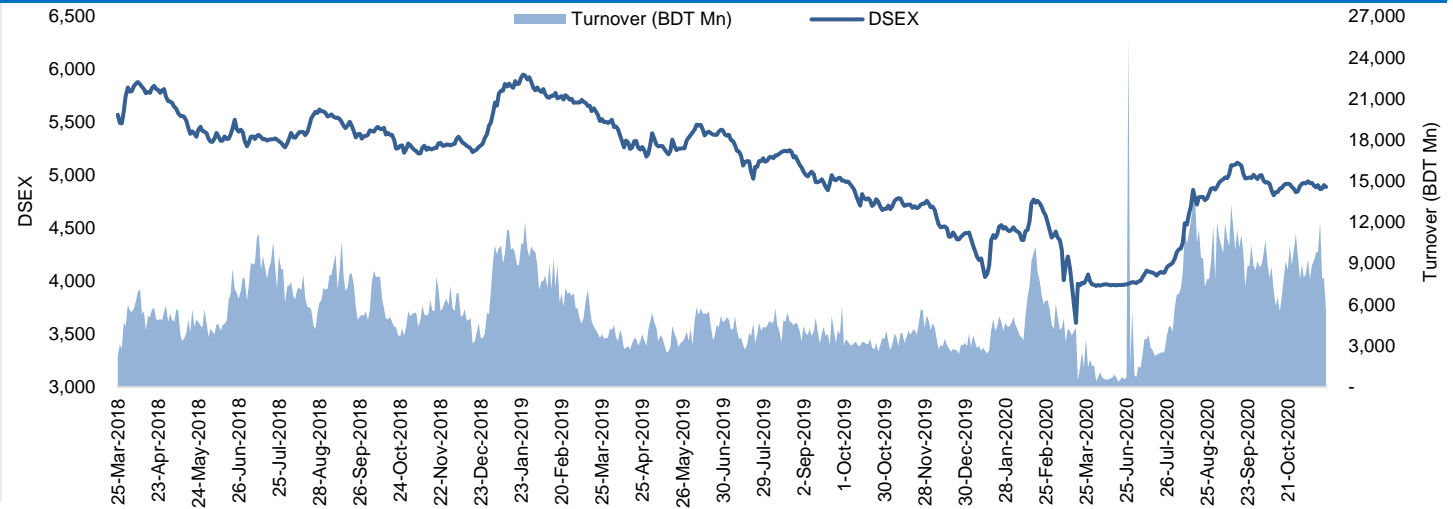


Daily Market Update

The market closed in red today. The benchmark index DSEX (-0.37%) lost 17.97 points and closed at 4,887.12. The blue-chip index DS30 (-0.25%), the Shariah-based index DSES (-0.04%), and the large-cap index CDSET (-0.28%) closed at 1,699.78, 1,126.55, and 1,000.25 points, respectively. All the large-cap sectors posted negative performance today except Pharmaceutical (+0.02%). NBF1 experienced the highest loss of 1.64% followed by Food & Allied (-1.15%), Engineering (-0.70%), Fuel & Power (-0.63%), Telecommunication (-0.36%) and Bank (-0.26%), respectively. Block trades contributed 8.5% of the overall market turnover. Beximco Pharmaceuticals Ltd. (+2.3%) was the most traded share with a turnover of BDT 430 million.



Index	Closing	Opening	Point Δ	%Δ	YTD %Δ
DSEX	4,887.12	4,905.10	-17.97	-0.37%	+9.8%
DS30	1,699.78	1,704.03	-4.25	-0.25%	+12.3%
DSES	1,126.55	1,126.95	-0.40	-0.04%	+12.7%
CDSET	1,000.25	1,003.09	-2.84	-0.28%	+11.2%

	Advanced	Declined	Unchanged	Total
All Category	80	174	81	335
A Category (Equity)	57	131	58	246
B Category (Equity)	10	23	16	49
N Category (Equity)	1	3	0	4
Z Category (Equity)	12	17	7	36
Mutual Funds	2	34	1	37
Corporate Bonds	2	0	0	2

	Today	Last Day	Daily %Δ	
Mcap	Mn BDT	3,943,241	3,959,646	-0.4%
	Mn USD	46,413	46,606	
Turnover	Mn BDT	5,450	7,909	-31.1%
	Mn USD	64	93	
Volume	Mn Shares	259	382	-32.1%
No. of Trade		117,243	153,126	-23.4%

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Figure: Sectorial Turnover (BDT Mn)

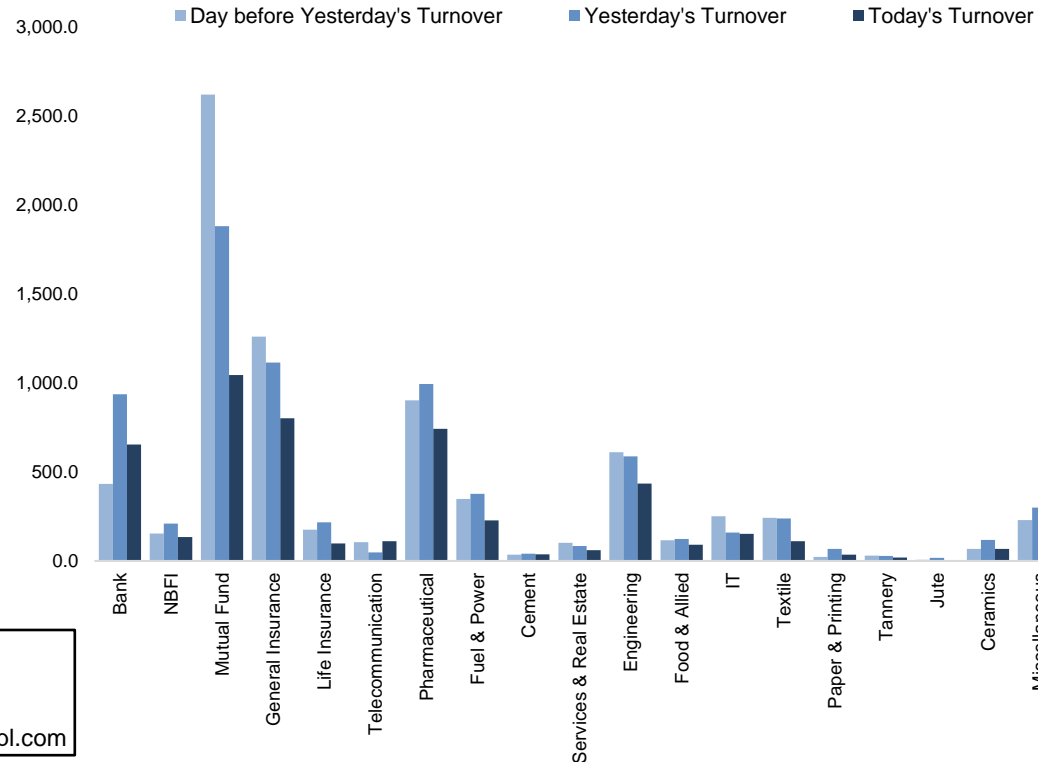
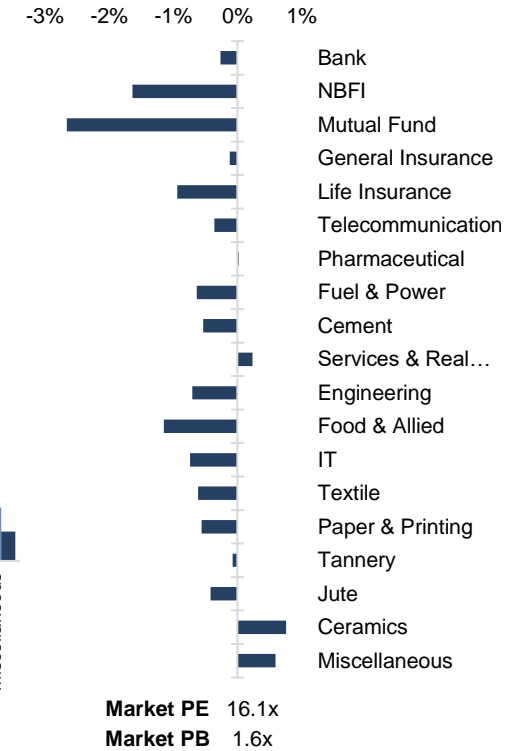


Figure: Sectorial Mcap Change



Sector Index	Closing	Opening	Points Δ	%Δ	No. of Companies	Mcap (BDT Mn)	% of Total Mcap	Turnover (BDT Mn)	% of Total Turnover	PE	PB	Top Twenty Market Cap	Mcap (BDT Mn)	% of Total Mcap	Turnover (BDT Mn)	PE	PB
Bank	1,349	1,352	-3.54	-0.26%	30	561,538	16.6%	654.1	13.1%	7.8x	0.8x	GP	443,979	13.1%	55.7	12.5x	10.5x
NBFI	1,814	1,845	-30.20	-1.64%	23	167,344	4.9%	134.1	2.7%	125.9x	2.7x	WALTONHIL	230,771	6.8%	58.0	34.0x	2.9x
Mutual Fund	969	996	-26.46	-2.66%	37	45,805	1.4%	1,043.5	20.9%	NM	0.9x	BATBC	187,830	5.5%	61.8	16.3x	5.0x
General Insurance	3,414	3,418	-4.00	-0.12%	36	85,750	2.5%	801.6	16.1%	19.0x	1.7x	SQURPHARMA	175,348	5.2%	143.7	12.6x	2.1x
Life Insurance	2,027	2,047	-19.21	-0.94%	12	54,128	1.6%	97.3	2.0%	NM	NM	UPGDCL	161,577	4.8%	27.6	22.8x	4.9x
Telecommunication	4,574	4,591	-16.46	-0.36%	2	465,928	13.8%	110.2	2.2%	12.7x	9.5x	RENATA	92,363	2.7%	24.8	23.0x	4.2x
Pharmaceutical	2,949	2,948	+0.68	+0.02%	32	553,254	16.3%	741.2	14.9%	18.8x	2.3x	ICB	70,605	2.1%	7.3	31.8x	1.6x
Fuel & Power	1,655	1,666	-10.53	-0.63%	20	428,287	12.6%	227.2	4.6%	12.6x	1.4x	MARICO	66,248	2.0%	0.8	22.7x	41.6x
Cement	1,183	1,189	-6.33	-0.53%	7	73,642	2.2%	36.4	0.7%	28.3x	1.8x	BERGERPBL	62,017	1.8%	2.3	27.8x	7.0x
Services & Real Estate	1,030	1,027	+2.43	+0.24%	9	41,806	1.2%	60.1	1.2%	87.6x	0.9x	BRACBANK	60,858	1.8%	137.6	14.4x	1.4x
Engineering	3,043	3,064	-21.50	-0.70%	40	377,317	11.1%	434.3	8.7%	30.6x	1.7x	BXPBARMA	58,765	1.7%	430.0	16.7x	1.8x
Food & Allied	12,817	12,966	-148.72	-1.15%	17	240,496	7.1%	91.0	1.8%	20.5x	5.4x	LHBL	42,739	1.3%	24.3	20.7x	2.6x
IT	2,166	2,182	-16.08	-0.74%	10	23,939	0.7%	152.1	3.1%	22.9x	2.0x	ISLAMIBANK	42,504	1.3%	13.0	7.5x	0.7x
Textile	1,021	1,027	-6.30	-0.61%	56	105,538	3.1%	110.8	2.2%	189.1x	0.7x	SUMITPOWER	39,725	1.2%	16.8	7.4x	1.1x
Paper & Printing	5,064	5,093	-28.33	-0.56%	4	14,265	0.4%	35.0	0.7%	59.9x	1.0x	OLYMPIC	36,189	1.1%	5.8	17.9x	4.4x
Tannery	1,653	1,654	-1.26	-0.08%	6	17,896	0.5%	18.8	0.4%	NM	1.7x	DUTCHBANGL	35,530	1.0%	6.5	7.8x	1.2x
Jute	8,395	8,430	-35.20	-0.42%	3	1,910	0.1%	5.2	0.1%	NM	9.9x	TITASGAS	34,821	1.0%	0.0	9.8x	0.5x
Ceramics	422	419	+3.19	+0.76%	5	22,568	0.7%	68.0	1.4%	56.5x	1.5x	EBL	28,900	0.9%	1.4	7.3x	1.0x
Miscellaneous	1,840	1,829	+10.85	+0.59%	13	105,261	3.1%	164.3	3.3%	32.8x	1.1x	CITYBANK	25,410	0.8%	41.7	8.2x	0.9x
												PUBALIBANK	25,090	0.7%	1.0	10.5x	0.7x

Top Ten Gainers	Close Price (BDT)	Δ%	Turnover (BDT Mn)	PE	PB
MEGHNA PET	13.2	+10.0%	0.1	NM	NM
BDLAMP S	182.5	+9.2%	62.6	NM	2.4x
BNICL	40.2	+6.3%	43.9	19.6x	2.0x
SAFKOSPINN	12.1	+6.1%	3.9	NM	0.6x
NURANI	7.7	+5.9%	0.4	NM	0.8x
ARAMIT	250.8	+5.5%	7.3	NM	1.7x
SAVAREFR	230.2	+5.2%	1.6	NM	87.5x
SPCERAMICS	23.3	+4.5%	51.7	NM	0.8x
NORTHRNINS	39.1	+4.3%	81.6	23.3x	1.9x
YPL	11.9	+3.5%	4.3	NM	1.1x

Top Twenty Free Float Mcap	Free Float Mcap (BDT Mn)	% of Total Free Float Mcap	PE	PB
SQURPHARMA	114,730	9.0%	12.6x	2.1x
BXPBARMA	51,014	4.0%	16.7x	1.8x
BATBC	49,681	3.9%	16.3x	5.0x
RENATA	45,092	3.5%	23.0x	4.2x
GP	44,398	3.5%	12.5x	10.5x
BRACBANK	33,904	2.7%	14.4x	1.4x
OLYMPIC	26,154	2.1%	17.9x	4.4x
ISLAMIBANK	20,708	1.6%	7.5x	0.7x
EBL	20,178	1.6%	7.3x	1.0x
CITYBANK	18,315	1.4%	8.2x	0.9x
PUBALIBANK	17,189	1.3%	10.5x	0.7x
UPGDCL	16,158	1.3%	22.8x	4.9x
BEXIMCO	15,954	1.3%	44.7x	0.3x
LHBL	15,095	1.2%	20.7x	2.6x
SUMITPOWER	14,615	1.1%	7.4x	1.1x
NBL	14,603	1.1%	5.9x	0.4x
ALARABANK	13,123	1.0%	6.2x	1.0x
PRIMEBANK	11,952	0.9%	16.9x	0.8x
BEACONPHAR	11,351	0.9%	40.8x	3.5x
SHAHJABANK	11,310	0.9%	11.3x	1.2x

Most Traded Share	Close Price (BDT)	Δ%	Turnover (BDT Mn)	PE	PB
BXPBARMA	144.9	+2.3%	430.0	16.7x	1.8x
SQURPHARMA	207.7	-	143.7	12.6x	2.1x
BRACBANK	45.9	-0.2%	137.6	14.4x	1.4x
QUASEMIND	46.3	-0.4%	108.2	69.5x	1.6x
AOL	60.8	-2.3%	104.3	32.5x	3.2x
BEXIMCO	22.8	+0.9%	87.2	44.7x	0.3x
GRAMEENS2	17.7	-1.1%	81.9	NM	1.1x
NORTHRNINS	39.1	+4.3%	81.6	23.3x	1.9x
JAMUNABANK	19.1	-2.1%	80.5	5.3x	0.7x
ABB1STMF	6.8	-2.9%	76.4	NM	0.7x

Top Ten Losers	Close Price (BDT)	Δ%	Turnover (BDT Mn)	PE	PB
HFL	17.6	-8.8%	4.1	NM	0.4x
FAMILYTEX	2.8	-6.7%	1.4	NM	0.2x
SEMLIBLSF	12.3	-6.1%	39.9	NM	1.4x
MJLBD	74.8	-6.0%	4.2	13.6x	2.0x
IFIC1STMF	6.7	-5.6%	12.0	NM	0.7x
ICBPMF1S1	7.4	-5.1%	7.2	NM	1.3x
PRIME1CBBA	7.4	-5.1%	4.0	NM	1.2x
DELTASPINN	5.6	-5.1%	0.8	35.0x	0.4x
SEBL1STMF	11.2	-5.1%	18.7	NM	1.1x
FASFIN	5.6	-5.1%	5.5	9.2x	0.4x

Block Trade	Maximum Price (BDT)	Minimum Price (BDT)	Turnover (BDT Mn)	Quantity ('000)	No. of
ADNTEL	48.5	48.2	16.9	350	4
AGNISYSL	22	22	0.6	25	1
ASIAPACINS	78	78	1.6	20	1
BATBC	1046	1040	13.4	13	2
BDLAMP S	170	164	1.4	9	2
BRACBANK	46	46	58.0	1,260	2
BSCCL	129	129	0.9	7	1
BXPBARMA	145.7	140	110.1	775	3
COPPERTECH	18.7	18.7	1.0	54	2
DBH	85.9	84	1.9	22	3

Block Trade	Maximum Price (BDT)	Minimum Price (BDT)	Turnover (BDT Mn)	Quantity ('000)	No. of Trade
GHAIL	15.1	15.1	1.5	100	1
GP	330	328.5	39.2	119	16
IBP	19.1	19.1	56.9	2,980	1
IFIC	10.1	10.1	20.2	2,000	1
IFIC1STMF	7.4	7.4	0.5	72	1
KOHINOOR	450.1	450	2.1	5	2
NAHEEACP	49.9	49.9	2.0	40	1
NLTUBES	102	102	0.5	5	1
PHOENIXFIN	27.9	27.5	10.9	395	2
PROVATIINS	78	75.5	5.3	68	2
REPUBLIC	40.1	40.1	0.6	16	1
RUNNERAUTO	46.1	46.1	10.9	236	1
SAIHAMCOT	14.9	14.9	0.7	50	1
SANDHANINS	30	30	1.1	38	1
SEMLFBSLGF	12.1	12.1	0.6	50	1
VAMLBDMF1	10.4	10.4	104.0	10,000	1
Total			462.9		55

Important DSE News
ENVOYTEX

The Board of Directors of the Company has declared 5% interim cash dividend for the year ending on June 30, 2021 based on un-audited Financial Statements for the First Quarter period ended on September 30, 2020. Record date for entitlement of interim cash dividend: 08.12.2020.

FUWANGCER

(Q1 Un-audited): EPS was Tk. 0.09 for July-September 2020 as against Tk. 0.10 for July-September 2019. NOCFPS was Tk. 0.47 for July-September 2020 as against Tk. 0.23 for July-September 2019. NAV per share was Tk. 11.60 as on September 30, 2020 and Tk. 11.50 as on June 30, 2020.

GHAIL

(Q1 Un-audited): Consolidated EPS was Tk. (0.34) for July-September 2020 as against Tk. 0.33 for July-September 2019; Consolidated NOCFPS was Tk. (0.08) for July-September 2020 as against Tk. 0.55 for July-September 2019. Consolidated NAV per share was Tk. 14.66 as on September 30, 2020 and Tk. 11.45 as on September 30, 2019.

EXCH

This is to inform all concerned are hereby informed that Dhaka Stock Exchange Limited (DSE) is going to launch Pre-Open and Opening session, Closing and Post-Closing session live from November 19, 2020. Trading Hours of DSE will be changed in the following manner with effect from Thursday, November 19, 2020: Trading hours: Pre-Open and Opening session 09:45 AM to 10:00 AM; Closing and Post-Closing session 02:30 PM to 02:40 PM. Continuous trading session will remain same as previous time from 10:00 AM to 02:30 PM.

This is to inform all concerned that Dhaka Stock Exchange Limited (DSE) is ready for execution of Pre-Opening session, Opening session, Closing session and Post-Closing session in its trading system. DSE is introducing to Go live with the aforesaid sessions on November 19, 2020. In this connection, the Management of DSE has decided to change in office time: 9:00 AM to 5:00 PM from November 19, 2020 to manage the trading activities within the office time.

STANCERAM

The auditor of the Standard Ceramic Industries Ltd has given the "Qualified Opinion"& "Emphasis of Matter" paragraphs in the Auditor's Report for the year ended on 30 June 2020. In this regard, we may disseminate the following news through our online trading system: Qualified Opinion:1.Reference to the Note# 19: The company has a contributory Provident Fund recognized by tax authority. The employer's contribution along with employees' contribution are required to transfer to Provident Fund under the conditions of recognition and Rule 250 (2) of the Bangladesh Labor Rules 2015. The company did not transfer the employers and employees contribution totaling to Tk. 16,112,566 to the Provident Fund account. However, the company has made provision @ 8% interest of undisbursed amount of the contributions. 2. Reference to the Note# 44: The Board of Directors of the company has recommended 1% cash dividend to the public shareholders only other than sponsor shareholders and Directors despite having negative retained earnings of Tk. 44,178,194 which does not conform to para 6(2) of the notification issued by the Bangladesh Securities and Exchange Commission no. BSEC/CMRRCD/2006-158/208/Admin/81 dated 20 June 2018 where it has been mentioned that no dividend shall be declared through doing anything so that the post dividend retained earnings become negative or a debit balance. Emphasis of Matter: Effect of COVID-19 pandemic and Factory Lay Off: We draw attention to Note no. 36, 42 and 43 which describe the reason for adverse effect on Earning Per Share (EPS), Net Operating Cash Flow Per Share (NOCFPS) and Gross Profit Margin. Our opinion is not modified in respect of this matter. Note 36.00- Basic Earnings per Share (EPS): Basic Earnings per Share (EPS) for the year ended on 30 June 2020 was BDT (6.32) and for the year ended on 30 June 2019 was BDT 1.56. The Factory has been partially laid off since 14.08.2019 for more or less two months for rebuilding old Glost Kiln and another 20 days were required for commercial production. After this again our factory was closed down for two months plus (from 26/3/2020 to 31/5/2020) in line of Govt. decision due to Novel Corona Virus COVID -19. On the other hand, Gas price has increased from July 2019 and Salaries & Wages are raising. For above reasons, EPS has been adversely affected. Note 42.00: Decrease in Net Operating Cash Flow per share (NOCFPS) for the year (2019-20) under review compared to that in the preceding year (2018-19) is due to the fact that the collection against sales has decreased due to covid-19 and factory lay off. Net Operating Cash Flow Per Share (NOCFPS) for the year ended on 30 June 2020 was BDT 0.56 and for the year ended on 30 June 2019 was BDT 1.45.

Upcoming Corporate Events

DSE Ticker	Right Share	Dividend		Event	Date
		Stock	Cash		
ADNTEL	-	0.0%	15.0%	Record Date	19-Nov-20
BDCOM	-	5.0%	5.0%	Record Date	19-Nov-20
DESHBANDHU	-	0.0%	5.0%	Record Date	19-Nov-20
FINEFOODS	-	0.0%	1.0%	Record Date	19-Nov-20
JUTESPINN	-	0.0%	0.0%	Record Date	19-Nov-20
KBPPWBIL	-	0.0%	2.0%	Record Date	19-Nov-20

Upcoming IPOs

Company Name	Event	Opening Date	Closing Date
Robi Axiata Limited	Subscription	17-11-20	23-11-20
Energypac Power	Subscription	07-12-20	13-12-20

Disclaimer: This report has been prepared by BRAC EPL Stock Brokerage Ltd and is provided for information purposes. It is not, under any circumstances, to be used or considered as an offer to sell, or a solicitation of any offer to buy. Reasonable care has been taken to ensure that the information is not untrue and misleading. BRAC EPL Stock Brokerage Ltd makes no representation or warranty as to the accuracy or completeness of such information. All opinions and estimates included in this report constitute our judgment as of this date and are subject to change without notice.

Note 43.00 Explanation for GP reduction: The Factory has been partially laid off since 14.08.2019 for more or less two months for rebuilding old Glost Kiln and another 20 days were required for commercial production. After this again our factory was closed down for two months plus (from 26/3/2020 to 31/5/2020) in line of Govt. decision due to Novel Corona Virus COVID -19. On the other hand Gas price has increased from July 2019 and Salaries & Wages are raising. For above reasons, Gross Profit has been adversely affected.

KPCL

The auditor of the Khulna Power Company Limited has given the "Qualified Opinion"& "Emphasis of Matter" paragraphs in the Auditor's Report for the year ended on 30 June 2020. In this regard, we may disseminate the following news through our online trading system: Qualified Opinion: The Company has overdue receivables of BDT 306 million from Bangladesh Power Development Board (BPDB) which are not confirmed and are pending reconciliation with the customer. Pending outcome of such reconciliation, we are unable to determine the amount of provision that may be required against these overdue receivables. Our opinion in the previous year was also qualified in respect of this matter. Emphasis of Matter: We draw attention to note #48 of the financial statements. The company's Power Purchase Agreement (PPA) of two plants will expire on 28 May 2021 and 31 May 2021. The Company has written to BPDB (Bangladesh Power Development Board) but no reply has been received regarding the renewal of the PPA for these plants. This situation indicates the existence of material uncertainty which may cast significant doubt on the company's ability to continue as going concern. Our opinion is not modified in respect of this matter.

AZIZPIPES

The auditor of the Aziz Pipes Ltd has given the "Qualified Opinion"& "Emphasis of Matter" paragraphs in the Auditor's Report for the year ended on 30 June 2020. In this regard, we may disseminate the following news through our online trading system: Qualified Opinion: 1. Payment of worker's profit participation fund (WPPF) has not made as per sec 240 (3), of Bangladesh labor act, 2006 (Amended 2013) and moreover interest was not charged against such unpaid amount Tk. 612,878. 2. Inventories Tk. 114,336,835 of the company could not be verified as the stock register is not available (Details are disclosed in note no. 04). 3. The Equity of the company is negative consecutively and Debt service & Interest service ratio is low. Hence the company has doubt about its ability to continue as going concern. 4. Purchases amount differs with VAT return which is disclosed in note no. 23.02 of the financial statements. Emphasis of Matter: We refer to the note no. 13 (Term Loan), 14 (Short Term Loan) and 16 (Block Loan Account) of the financial statements regarding court cases of those loans. Note 13.00- Term Loan: Balance of Term Loan as at 30 June, 2020 was BDT 57,200,000 and as at 30 June, 2019 was BDT 57,200,000. The Company Tabled an objection against the statements of Uttara Bank Ltd. Term Loan and which is matter of consideration of Sub-Judice Court. Note 14.00- Short Term Loan: Balance of Short Term Loan as at 30 June, 2020 was BDT 1,019,842 and as at 30 June, 2019 was BDT 1,019,842. Since filling of the cases against the company, the Banks neither charged any interest nor sent any demand from note/statement of interest from the period 01 July 2016 to 30 June 2017 to the company. In view of the above, interest has not been shown in the companys accounts for the said period and the expression of the Company about the Block Loan Account are as follows: Uttara Bank: The Management of the company decided on the basis of the verdict/pronouncement of the 4th Artha Rin Adalat that was suited by Uttara Bank Limited no. 219/05. At the time of hearing of the lower court the company had tabled a objection against the bank statement that were submitted by the Bank and then a petition was submitted by the company to the High Court no. 9724/2014. After the prolong time hearing on 14 March 2017, Uttara Bank Limited were required to submit the actual statement of the accounts of Aziz Pipes Limited. After that the Bank had submitted a revised statement where the Bank stated the companys CC (Hypo.) account no. 21 and Tk. 6,688,500. On the basis of the submitted the statement of the Bank the ompany has decided to state Tk. 6,688,500 as Short Term Loan from Uttara Bank Limited and the rest amount will be transferred to Block Loan Account Tk. 167,575,954. Now this suit is under litigation on the Judge Court and after the litigation of the court this liability would be adjusted

from the Block Loan Account. Uttara bank Limited Case no. -219/2005 and 145/2018 against both of case companies file contempt through writ no. -84/2019 and other hand companies apply to Bangladesh Bank for instruction to Uttara Bank Limited for adjustment Bank Liability. Companies also file a suit writ no-186/2020 where honorable court issue rule for consideration of our application which submitted to Bangladesh Bank and Uttara Bank Limited. The above both of writ is now waiting for Hearing. Dutch Bangla Bank: Dutch Bangla Bank Limited had submitted a suit against Aziz Pipes Limited no. 16/2007 to the 3rd Artha Rin Adalat in 2007. After a prolong period hearing the Court had Verdicted/Pronounced on 29 November 2012 to repay the amount of Tk. 15,431,341 to the Bank and the company has decided to state Tk. 15,431,342 as the Short Term Loan from Dutch Bangla Bank Limited and the rest amount Tk. 100,019,426 will be transferred to Block Loan Account. Against the verdicted of the lower court the Bank had submitted a Appeal to the High Court. Now the appeal is under litigation in the High Court. After the litigation of High Court, the favour/disfavour of the company the amount would be adjusted from the Block Loan Account. Vide company application no. APL/DBBL/08:19/186 Dated 27.08.2019 for amicable settlement of Bank loan. Bank approved the matter to be settled vide a compromise deed vide sanction advice no DBBL /105/05/2019/CR 0459 dated October 23.2019. The following terms & condition (i) Fixed up amount in TK. 12,53,74,469.59. (ii) Duration Period 3 years. (iii) Interest free Block Account. Now deed of compromise is at court for execution.

MEGCONMILK

The auditor of the Meghna Condensed Milk Industries Ltd has given the "Qualified Opinion"& "Emphasis of Matter" paragraphs in the Auditor's Report for the year ended on 30 June 2020. In this regard, we may disseminate the following news through our online trading system: Qualified Opinion: 1. As referred note no. 14 of financial statements "Dividend payable" amount taka 1,673,604 has been presented which were declared and approved earlier year, as per regulation 28 of Dhaka Stock Exchange (Listing Regulation 2015) declared dividend are supposed to be paid within 30 days of approval. Till now which amount is unpaid. 2. IAS: 12 "Income Taxes" has not been applied by the company specially there is no impact of deferred tax on the financial statement which is material effect to or settle of an asset or liability that the company expects from it carrying of assets or liability. 3. As referred note no. 8 of financial "Cash & Cash Equivalent" where Cash in hand shows Taka. 31,536,849 which was fully certified by management. 4. As referred note no. 4 of financial statements "Inventories" shows Taka 80, 187,800.00 which was fully certified by management. 5. As referred note no. 11 of financial statements "Cash Credit & Overdrafts" shows taka 353,416,026.00 out of which taka 227,790,731.00 for which we did not find any bank statement to confirm the amount as those loan accounts were classified. 6. As referred note no. 12 of financial statements "Liabilities for Expenses & Other Finance" Taka 363,332,907.00 out of which Taka 361,097,992.00 is provision of bank interest included in the amount. 7. There is contingent liability Taka 533,630,126.00 for which is carrying forwarded for last few years and it is not clear whether it is still exist or not. 8. As referred note no. 18 of financial statements "Financial Expenses" shows taka 104,094,704.00 out of which taka 90,274,948.00. We did not get any bank statement to confirm the amount as those loan accounts were classified. 9. As referred note no. 10 of financial statements "Bank Loan" shows taka 642,775,645.00. We did not find update bank statement to confirm the amount as those loan accounts were classified 10. During the audit we could not verify monthly VAT return. Emphasis of Matter: We draw attention on the following matters in respect of which our opinion is not qualified: 1) As disclosed in Note # 7 to the financial statements "Unsecured Loan" amount taka 25,900,000 which represents investment in company's sister concern but there is no financial gain from this investment. And also, we could not find any valid documents against this investment. The present scenario of the company it is a material effect on the financial performance. And also, it is shown as "Related Party Disclosure" note # 19 in the financial statements.

POWERGRID

The auditor of the Power Grid Company of Bangladesh Ltd has given the "Qualified Opinion"& "Emphasis of Matter" paragraphs in the Auditor's Report for the year ended on 30 June 2020. In this regard, we may

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disseminate the following news through our online trading system: Qualified Opinion: 1. In note #2.1 to the financial statements, the Company reports an amount of BDT 87,595,532 as addition to property, plant and equipment (PPE) resulting from increase in Bangladesh currency equivalent to the foreign currency loan liabilities, relating to acquisition of such PPE, due to change in exchange rates during the year ended on 30 June 2020. Again, in note # 5 to the financial statements, the Company reports capitalizing of BDT 1,447,482,853 as an addition to capital work in progress for the ongoing projects resulting from the increase in Bangladesh currency equivalent to the foreign currency loan liabilities, relating to the acquisition of such capital work in progress, due to change in exchange rates during the year ended on 30 June 2020. As per Para-28 of IAS-21: Effects of Changes in Foreign Exchange Rate, the said amount should be recognized as a loss in the Statement of Profit or Loss and Other Comprehensive Income. The Company describes the reason for such capitalization in note # 2.1. In note # 17 to the financial statements, the Company discloses Deferred Tax Liabilities amounting to BDT 7,197,693,144. While calculating the Accounting base of property, plant and equipment, the Company deducted foreign exchange losses (recognized as PPE from acquisition dates till the year ended on 30 June 2020) amounting to BDT 7,908,788,661 from the PPE amounts. The PPE amount (including accumulated foreign exchange losses capitalized) is disclosed in note # 4 to the financial statements. Had the accounting base been consistent with note # 4, both the deferred tax expense and the deferred tax liability would have increased by BDT 1,977,197,165 as on 30 June 2020, with a consequential reduction in net profit after tax, earnings per share (EPS) and net asset value (NAV). 2. As disclosed in Note # 4 to the financial statements, the carrying amount of PPE is reported at BDT 142,908,891,274. No fixed assets register with the required information was available. Some items of PPE have been received by the Company from Bangladesh Power Development Board (BPDB, previously PDB) and Dhaka Power Development Company (DPDC, previously DESA) without conducting physical verification and valuation thereof. It is also noted that no physical verification of PPE was conducted either at the year-end or any time during the year under audit. As such we are unable to confirm the authenticity of the physical existence of PPE as of 30 June 2020. Out of the total assets of the Company, PPE is 48.82% which remains unverified as to its quantity. Moreover, the Company has never performed impairment test of its PPE which is also a non-compliance with IAS 36. 3. As disclosed in note # 5 to the financial statements, the inventory in transit of BDT 140,227,650 is shown under Capital work-in-progress. Out of this inventory in transit, BDT 118,580,523 has remained unchanged since 2014 without any adjustment. It is very unlikely for any inventory booked in transit account to remain unchanged for such a long period without recognizing it as a part of property, plant & equipment, thus resulting in understatement of property, plant & equipment and overstatement of capital work-in-progress. Also, Note-7 to the financial statements discloses inventories BDT 2,069,593,343 out of which BDT 19,748,332 has been delivered to the project named, "National Power Transmission Network Development (NPTND) " in 2018-19, but no accounting entry for this delivery has been given, thus resulting in overstatement of inventory with corresponding understatement of capital work-in-progress. 4. In note # 7 to the financial statements, the Company disclosed BDT 2,069,593,343 as inventories. Movement of inventories was not properly recorded, and mismatches were found between store ledger and accounts ledger balances at the cost centers we visited. During our visit to 10 GMDs, we observed that the physical store statement showed the inventory of BDT 512,798,455 as against BDT 342,990,142 as per the accounts ledger, the difference being BDT 169,808,313. As a result, the physical existence and value of the inventory could not be confirmed. We had no other practical alternative auditing procedure that we could apply to confirm the physical existence as well as the value thereof as on 30 June 2020. 5. As disclosed in note # 8 to the financial statements, the Company reports an amount of BDT 6,226,149,623 as "Accounts and other receivables". It includes receivables from DPDC, DESCO, BPDB, PBS, WZPDCL, M/S Abul Khair Steel Product and BWDB GK Project (Bheramara, Kushtia) amounting to BDT 982,852,325, BDT 279, 419,664, BDT 2,650,888,558, BDT 1,864,364,829, BDT 175,425,309, BDT 6,433,733 and BDT 1,560,621 respectively. Amounts as stated above are increasing year by year till to date. It includes disputed amounts with DPDC, DESCO, BPDB, PBS, WZPDCL, M/S Abul Khair steel Product and BWDB GK Project (Bheramara, Kushtia) amounting to BDT 698,508,019, BDT 5,589,781,

BDT 2,183,080,320, BDT 16,418,006, BDT 70,716, BDT 6,433,733 and BDT 1,560,621 respectively. In our opinion, the Company is very unlikely to recover the amounts in full. Had adequate provisions been made for the above, the earnings per share (EPS) for the year 2019-20 and net asset value (NAV) as at 30 June 2020 would have been adversely affected to that extent. 6. In note # 12 to the financial statements, the Company discloses BDT 58,858,845,659 as 'Deposit for Shares'. As per gazette # 146/FRC/Admin/Notification/2020/01 dated 02 March 2020, any money received as Share Money Deposit (SMD) or whatever name, included in the Equity, is not refundable. And money received under SMD should be converted to Share Capital within 6 months of receipt of the money. The above-mentioned gazette also requires that, until converting the SMD into Share Capital, SMD amount should be considered as Potential Share Capital and also for the calculation of Earnings Per Share of the Company. During the year, the Company refunded SMD amounting to BDT 1,257,628,787, out of which BDT 1,253,075,287 was refunded after the publication of the gazette mentioned above. Also, the Company have neither converted the SMD into Share Capital nor considered the SMD while calculating the EPS. The earnings per share (EPS) for the year 2019-20 would have been adversely affected to that extent. The Company had already written to FRC for exemption from the above-mentioned circular. But, FRC advised the Company to discuss the matter with the relevant officers of the Ministry and take necessary action. 7. In note # 14 to the financial statements, the Company discloses 'Term loan-interest bearing' amounting to BDT 185,431,692,703. 'Term loan-interest bearing' includes the loans provided by the development partners, loan taken from the Government of Bangladesh, Assigned Loans, and loans from some other parties. In the case of recognizing loans from development partners, the Company recognized the loans when the Company issued payment certificates /withdrawal notifications, even though the loans were disbursed at later dates by the development partners. As a result, the Company has recognized more loans from the development partners instead of recognizing 'Liabilities for other finance'. However, the loan interest calculations thereon have been correctly made from the disbursement dates. In addition, in note # 14.3 to the financial statements, the Company discloses 'Assigned loan from BPDB' and 'Assigned loan from DPDC(DESAs)' amounting to Tk.0 (zero) (2018-19: BDT 49,794,639) and BDT 3,599,172,321 (2018-19: BDT 3,599,172,321) respectively. As per the letter' of BPDB dated 30 June 2020, BPDB has a loan receivable from PGCB amounting to BDT 3,817,586,856. In the case of 'Assigned loan from DPDC(DESAs)', the Company has been carrying the same balance since long. It is also mentionable that in the audited financial statements of DPDC for the year 2018-19, no receivable was found to be recognized on account of Power Grid Company of Bangladesh. 8. In notes # 20 and 21 to the financial statements, the Company discloses 'Liabilities for expenses' and 'Liabilities for other finance' amounting to BDT 1,374,881,374 and BDT 10,777,322,837 respectively. Liabilities for expenses include inter-alia BDT 1,371,326,765 as 'Sundry expenses'. Due to non-availability of party-wise breakdown of Sundry expenses and Liabilities for other finance, we could not verify such liabilities' closing balance. On the other hand, in note#21.1 to the financial statements, the Company discloses the provision for Workers' Profit Participation Fund. The Company has stated to have formed a separate Trust and Trust meeting minutes are available, but no Trust Deed was found in this regard. The Company makes full contributions with regard to workers' profit participation, workers' welfare and Bangladesh Labour Welfare Foundation to the bank account (Account Title: 'PGCB Workers Profit Participation Fund'). In addition, the Company paid the eligible portion to the employees directly. The WPP Fund, later on, refunded the amount to the Company. However, neither the Company, nor the WPP Fund Trust has yet transferred BDT 135,689,755 to Bangladesh Workers' Welfare Foundation from the financial year 2005-06 to 2019-20. Emphasis of Matter: We draw attention to the following matter, though our opinion is not qualified in respect of the same: In note # 25 to the financial statements the company discloses BDT 12,429,618 'Administrative expenses' which consists of rent, rates and taxes. Out of this amount, office rent expenses of GMD offices comprise of BDT 6,005,039. This arrangement conveys the right to control the use of an identified asset for a period of time in exchange for consideration similar to leases. Also, the rental tenures for the offices are more than 12 months and the underlying assets are not of low value. As such these rentals should have been recognized and measured in the financial statements as lease liabilities and right-of-use assets as per IFRS-16

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Leases. But the IFRS 16 was not followed while preparing the financial statements.

SQURPHARMA

The auditor of the Square Pharmaceuticals Ltd has given the "Emphasis of Matter " paragraph in the Auditor's Report for the year ended on 30 June 2020. Emphasis of Matter: We draw attention to the note no. 8 to the separate financial statements, which describes the loans given to subsidiaries and associates as well as companies with common directors. The company obtained approval for such loans from the Board of Directors. Our opinion is not modified in this regard. Note 8- SHORT TERM LOAN (Unsecured): Balance of Short Term Loan (Unsecured) as at 30 June 2020 was BDT 4,885,090,120 and as at 30 June 2019 was BDT 2,937,071,066. This loan consists of loan given to Square Textiles Ltd, Square Fashions Ltd., Square Hospitals Ltd., Square Lifesciences Ltd.

BXSYNTH

The auditor of the Beximco Synthetics Ltd has given the "Emphasis of Matter " paragraph in the Auditor's Report for the year ended on 30 June 2020. Emphasis of Matter / Non Going Concern Basis of Preparation: We draw attention to Note-2.2 which discloses the fact that the financial statements are now not prepared on going concern basis, the reason for such change and the impact thereof on the financial statements. Our opinion is not modified in respect of this matter. Note 2.2. - Going Concern: The Company ceased operation subsequent to the reporting period. For this reason, the management has not adopted the going concern basis of accounting in preparing the annual financial statements in compliance of Para-14 of International Accounting Standard (IAS) -10 (Events after the Reporting Period). The impact on the financial statements of non-going concern basis are as follows: (a) Property, Plant and Equipment has been written down to Net Realizable Value (NRV) by Taka 548, 649,901 (Note-4) which has been adjusted against corresponding Revaluation Surplus (Note-10). (b) Accounts and Other Receivables has been written down to Net Realizable Value (NRV) which has been charged to profit & loss by Taka 552,670,800 (Note-6).

RINGSHINE

The auditor of the Ring Shine Textiles Limited has given the "Emphasis of Matter " paragraph in the Auditor's Report for the year ended on 30 June 2020. Emphasis of Matter: 1.We draw attention to Note # 3.3 in the financial statements that the company has renewable land lease arrangements for 33 years with Bangladesh Export Processing Zone Authority (BEPZA) for industrial plots in Dhaka EPZ, Savar. Since inception to the last year, the lease has classified as operating lease as per IAS - 17 Leases. The company board and management in the current year also decided to recognize the lease as operating lease as per IAS - 17 Leases without considering the lease in the context of the application of IFRS 16, right-of-use assets and lease liabilities. However, the Company board and management decided to consider IFRS-16 while preparing the next year's financial statements. 2. We also draw attention to Note #3.25 in the financial statements, which indicate that for worldwide impact of COVID- 19, some troubles come up in business of the company during the year ended June 30, 2020 and thereafter the reporting period company management declared lay-off of the factory consecutively for 2 months up to 24 November, 2020.Our opinion is not modified in respect of these matters.

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