

Daily Market Update

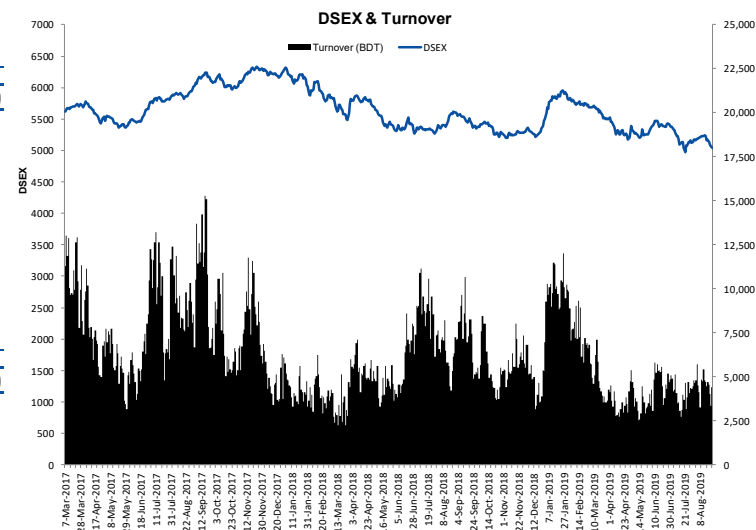
Market closed in red today. The benchmark index DSEX (-0.73%) lost 37.15 points and closed at 5,033.54 points today. The blue chip index DS30 (-0.92%) and the shariah based index DSES (-0.51%) both closed in red. The large cap sectors showed negative performance today except Power (+0.19%). NBFIs experienced the highest loss of 1.96% followed by Telecommunication (-1.79%), Pharmaceuticals (-1.06%), Banks (-0.79%), Engineering (-0.43%), and Food & Allied (-0.37%). Turnover stood at BDT 4.4 billion (USD 53.3 million). Monno Ceramic (+8.1%) was the most traded share with a turnover of BDT 337.4 million.

Top Ten Gainers	Close	Δ%	Turnover (mn BDT)
In Tech Online Ltd.	29.80	10.0%	24.2
Beach Hatchery Ltd.	15.50	9.9%	3.1
Prime Finance First MF	16.80	9.8%	16.2
Kay and Que	229.70	8.7%	50.1
Monno Ceramic	237.70	8.1%	337.4
Global Insurance Ltd.	23.90	7.2%	37.9
Meghna Condensed Milk	14.70	6.5%	.2
Fareast Finance & Investment Limited	3.40	6.3%	.1
Monno Jute Staffers	1,707.80	6.2%	78.6
IT Consultants Limited	47.30	5.8%	99.0

Top Ten Losers	Close	Δ%	Turnover (mn BDT)
Zeal Bangla Sugar Mills	30.10	-8.8%	.0
ICB Islamic Bank	3.20	-8.6%	2.8
IPDC	21.40	-8.5%	28.9
Tallu Spinning	4.30	-8.5%	.3
National Polymer	103.60	-7.4%	89.2
CAPM IBBL Islamic Mutual Fund	7.70	-7.2%	4.2
Tung Hai Knitting & Dyeing Limited	3.00	-6.3%	.5
Bay Leasing	13.60	-6.2%	.6
Sinobangla Industries	75.60	-5.7%	42.4
CAPM BDBL Mutual Fund 01	6.70	-5.6%	.8

Most Traded Share	Close	Δ%	Turnover (mn BDT)
Monno Ceramic	237.70	8.1%	337.4
United Power Generation & Distribution Company Ltd	394.70	1.0%	190.3
Stylecraft Limited	807.30	5.4%	147.5
JMI Syringes & Medical Devices Ltd	494.70	-0.5%	116.3
IT Consultants Limited	47.30	5.8%	99.0
Silco Pharmaceuticals Limited	33.90	-2.6%	98.1
Wata Chemicals Limited	597.40	-2.4%	94.1
Beacon Pharmaceuticals Limited	25.60	-1.2%	90.4
National Polymer	103.60	-7.4%	89.2
Monno Jute Staffers	1,707.80	6.2%	78.6

Sector Index	Closing	Opening	Δ(Pts)	Δ%	No. of Cos	Sectoral Mcap	% of Total Mcap	Sectoral Turnover	% of Total Turnover
Banks	1,357.81	1,368.65	-10.84	-0.79%	30	554,197.5	17.28%	238.2	5.46%
NBFIs	1,707.78	1,741.98	-34.19	-1.96%	23	157,882.1	4.92%	88.2	2.02%
Mutual Funds	622.28	622.82	-0.53	-0.09%	37	32,338.5	1.01%	114.3	2.62%
General Insurance	1,783.52	1,782.35	1.17	0.07%	35	48,310.4	1.51%	173.2	3.97%
Life Insurance	2,130.67	2,158.93	-28.26	-1.31%	12	59,406.1	1.85%	78.9	1.81%
Telecommunication	4,271.45	4,349.40	-77.95	-1.79%	2	429,310.0	13.38%	85.5	1.96%
Pharmaceuticals	2,822.68	2,852.92	-30.25	-1.06%	32	532,368.9	16.59%	922.2	21.13%
Fuel & Power	1,933.55	1,929.82	3.73	0.19%	20	479,325.0	14.94%	414.6	9.50%
Cement	1,368.27	1,374.62	-6.36	-0.46%	7	83,210.5	2.59%	16.5	0.38%
Services & Real Estate	984.77	995.90	-11.13	-1.12%	8	38,583.7	1.20%	41.4	0.95%
Engineering	2,922.53	2,935.04	-12.51	-0.43%	39	190,340.3	5.93%	688.0	15.76%
Food & Allied	15,081.91	15,138.02	-56.11	-0.37%	17	277,564.2	8.65%	126.9	2.91%
IT	1,909.19	1,875.98	33.20	1.77%	9	21,108.4	0.66%	195.2	4.47%
Textiles	1,244.09	1,262.49	-18.40	-1.46%	55	120,654.8	3.76%	411.6	9.43%
Paper & Printing	6,752.04	6,804.98	-52.94	-0.78%	3	12,909.3	0.40%	16.1	0.37%
Tannery	2,364.91	2,370.48	-5.56	-0.23%	6	25,466.2	0.79%	120.9	2.77%
Jute	17,940.49	17,817.90	122.59	0.69%	3	3,964.9	0.12%	33.7	0.77%
Ceramics	537.11	529.23	7.88	1.49%	5	25,942.0	0.81%	391.4	8.97%
Miscellaneous	2,074.82	2,098.13	-23.31	-1.11%	13	115,125.2	3.59%	208.0	4.77%



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Index	Closing	Opening	Δ(Pts)	Δ%	%ΔYTD
DSEX	5,033.54	5,070.69	-37.15	-0.73%	-6.54%
DS30	1,775.01	1,791.43	-16.43	-0.92%	-5.62%
DSES	1,172.40	1,178.37	-5.97	-0.51%	-4.90%

	Advanced	Declined	Unchanged	Total
All Category	100	209	45	354
A Category (Equity)	78	155	33	266
B Category (Equity)	7	26	6	39
N Category (Equity)	0	9	0	9
Z Category (Equity)	15	19	6	40
Mutual Funds	11	11	15	37
Corporate Bonds	1	0	0	1

Market Stat		Today	Last Day	% Change
Mcap	Mn BDT	3,768,385.3	3,794,521.8	-0.7%
	Mn USD	45,331.2	45,645.6	
Turnover	Mn BDT	4,429.0	3,324.1	33.2%
	Mn USD	53.3	40.0	
Volume	Mn Shares	106.5	80.1	32.9%
Trade		134,712	110,047	22.4%

Top Ten Market Cap	Mcap (mn BDT)	% of Total Mcap	Turnover (mn BDT)	PE	PB
Grameenphone Ltd.	410.6	12.8%	56.84	10.9x	9.7x
British American Tobacco Bangladesh Company Limited	217.0	6.8%	44.01	23.3x	8.9x
Square Pharmaceuticals	197.9	6.2%	63.95	16.3x	3.2x
United Power Generation & Distribution Company Ltd	189.1	5.9%	190.30	25.5x	13.3x
Renata Ltd.	95.7	3.0%	18.70	27.7x	5.8x
Berger Paints	73.5	2.3%	20.38	38.7x	11.0x
Investment Corporation of Bangladesh	70.3	2.2%	1.86	29.9x	2.7x
BRAC Bank	70.2	2.2%	48.15	12.6x	1.7x
Marico Bangladesh Limited	55.7	1.7%	24.46	29.4x	37.8x
LafargeHolcim Bangladesh Limited	44.1	1.4%	6.95	35.5x	2.9x

Top Ten Free Float Mcap	Free Float Mcap (mn BDT)	% of Total Free Float	Turnover (mn BDT)	PE	PB
Square Pharmaceuticals	129.8	10.0%	63.95	16.3x	3.2x
British American Tobacco Bangladesh Company Limited	57.4	4.4%	44.01	23.3x	8.9x
Renata Ltd.	46.7	3.6%	18.70	27.7x	5.8x
Grameenphone Ltd.	41.1	3.2%	56.84	10.9x	9.7x
BRAC Bank	39.1	3.0%	48.15	12.6x	1.7x
Olympic Industries	30.1	2.3%	7.68	22.6x	6.6x
Beximco Pharmaceuticals	29.2	2.2%	7.93	11.8x	1.2x
Eastern Bank	26.9	2.1%	2.98	7.9x	1.0x
United Power Generation & Distribution Company Ltd	18.9	1.5%	190.30	25.5x	13.3x
Islami Bank	18.9	1.5%	2.50	5.6x	0.6x

Block Trade	Maximum Price	Minimum Price	Turnover (mn BDT)	Quantity	Trade
Agrani Insurance Co. Ltd.	22.00	22.00	0.77	35,000	1
Beacon Pharmaceuticals Limited	25.90	25.90	11.64	449,252	3
Fortune Shoes Limited	42.50	42.50	21.25	500,000	1
IDLC Finance Ltd.	50.30	50.30	0.50	10,000	1
Jamuna Bank	17.90	17.90	1.52	85,000	1
Navana CNG Limited	47.50	47.50	1.22	25,600	1
Renata Ltd.	1,180.00	1,180.00	3.90	3,306	1
Simtex Industries Limited	22.00	22.00	0.51	23,000	1
Square Pharmaceuticals	250.30	250.30	22.84	91,244	1

Corporate Actions: Upcoming Record Dates

DSE Ticker	Company Name	Rights	Stock	Cash	Year End	Record Date
SANDHANINS	Sandhani Life Insurance Company Ltd.		0.0%	15.0%	31-Dec-2018	3-Sep-2019
SEMILLECMF	SEML Lecture Equity Management Fund		0.0%	5.0%	30-Jun-2019	3-Sep-2019
RELIANCE1	"Reliance One" the first scheme of Reliance Insurance Mutual Fund		0.0%	10.0%	30-Jun-2019	3-Sep-2019
SEMLFBSLGF	SEML FBLSL Growth Fund		0.0%	5.0%	30-Jun-2019	3-Sep-2019
SEMLIBBLSF	SEML IBBL Shariah Fund		0.0%	5.0%	30-Jun-2019	3-Sep-2019
GRAMEENS2	Grameen One: Scheme Two		0.0%	9.0%	30-Jun-2019	3-Sep-2019
ICBAMCL2ND	ICB AMCL Second Mutual Fund		0.0%	6.0%	30-Jun-2019	3-Sep-2019
ICBEPMF1S1	ICB Employees Provident MF 1: Scheme 1		0.0%	4.5%	30-Jun-2019	3-Sep-2019
PRIME1ICBA	Prime Bank 1st ICB AMCL Mutual Fund		0.0%	6.0%	30-Jun-2019	3-Sep-2019
PF1STMF	Phoenix Finance 1st Mutual Fund		0.0%	5.0%	30-Jun-2019	3-Sep-2019
ICB3RDNRB	ICB AMCL Third NRB Mutual Fund		0.0%	4.0%	30-Jun-2019	3-Sep-2019
IFILISLMF1	IFIL Islamic Mutual Fund-1		0.0%	6.0%	30-Jun-2019	3-Sep-2019
ICBSONALI1	ICB AMCL Sonali Bank Limited 1st Mutual Fund		0.0%	6.0%	30-Jun-2019	3-Sep-2019
ICBAGRANI1	ICB AMCL First Agrani Bank Mutual Fund		0.0%	5.0%	30-Jun-2019	3-Sep-2019

Important DSE News
SEMLFBSLGF

FBL Securities Ltd., one of the Corporate Sponsors of the Fund, has expressed its intention to sell 10,00,000 units out of its total holding of 3,46,54,000 units of the Fund at prevailing market price (In the Public Market) through Stock Exchange (DSE) within next 30 working days.

PRIMEFIN

Mr. Mohammad Masudur Rahim, Nominated Director from East Coast Shipping Lines, has expressed his intention to buy 40,000 shares of the Company at prevailing market price (in the Public Market) through Stock Exchange (DSE) within next 30 working days.

Mr. Md. Aliuzzaman, one of the Sponsors of the Company, has expressed his intention to sell 40,000 shares out of his total holding of 42,427 shares of the Company at prevailing market price (in the Public Market) through Stock Exchange (DSE) within next 30 working days.

PROGRESLIF

The auditor of the company has given the following "Basis for Qualified Opinion and Emphasis of Matter" paragraph in the audit report of the company prepared for the year ended on 31 December 2013. Basis for Qualified Opinion: i) There appear differences for total number of bank accounts between reported accounts and source documents maintained by the Company. As per audited report of 2012, total number of bank accounts is 1,106 whereas as per records number of bank accounts appears 1,021. We were not given the list of total 1,106 bank accounts but this bank account number is incorporated in the financial statements of 2012. The management of the Company could not provide us any satisfactory explanation regarding the additional bank account whether these are at all in existence or not. As such, amount lying in those rest of the 85 ac-

counts could not be verified by us; ii) We were not provided with cash certificates in support of cash in hand for branch offices except a list of such branch names and amounts. As a result, we could not verify these balances satisfactorily; iii) The Company has a flat in Chittagong at a cost price of Taka 34,689,801 ownership of which is disputed and legal proceeding is in process. The Company could not take over any possession as yet but included in land and building deviating the principle of capitalization as per BAS - 16; iv) The Company has 51% shareholding in two of its subsidiary companies namely Galaxy Capital Ltd. and Alpha Capital Management Ltd. The investments in shares of these two companies were Taka 30,855,000 and Taka 129,500,000 respectively. Further, the Company could not provide us any document with respect to approval from regulatory body as required in the Insurance Act 2010 for Galaxy Capital Limited. However, in respect of Alpha Capital Management Limited, we have seen a letter of the Company dated 24th March 2010 seeking approval but no response could be seen. Further, the consolidated financial statements have not been prepared as per BFRS 10-'Consolidated Financial Statements' resulting in violation of that particular BFRS; v) The Company has paid loan to Galaxy Capital Limited on various dates in order to expedite the operational work. But they could not provide us any approval from relevant authority indicating violation of Insurance Act 2010 Section 44 (3) or agreement related to this loan payment except a resolution of board meeting held on 24 December 2012. Apart from this, accrued interest of loan provided to Galaxy Capital Limited has not been considered for 2013. Further, accrued interest of loan from Galaxy Capital Limited up to 2012 has not yet been recovered and balance has been carried forward till the date of this audit; vi) Our control test and review reveals that internal control and compliance are far from being satisfactory. In addition, the company's internal audit functions appear to be ineffective. As a result, company is exposed to high operational risks.

Emphasis of matter: Without qualifying the report, we draw the attention to the note 5 to the accompanying financial statements explaining the facts of adjustments of Taka 1,142,175,535 (Prior year adjustments Taka 1,142,175,535 apart from other adjustments) with the opening balance of life insurance fund during the year under audit, as decided by the Board of Directors in its 142nd meeting held on 1 April 2017 Note No. 5: Opening balance of prior year adjustments of Taka 3,646,921,528 and Taka 2,841,021,957 for the year ended on 31 December 2013 and 31 December 2012 respectively. Revised opening balance of prior year adjustments of Taka 2,625,463,536 and 3,646,921,528 for the year ended on 31 December 2013 and 31 December 2012 respectively.

The auditor of the company has given the following "Basis for Qualified Opinion" paragraph in the audit report of the company prepared for the year ended on 31 December 2014. Basis for Qualified Opinion: i) There appear differences for total number of bank accounts between reported accounts and source documents maintained by the company. As per audited report of 2012, total number of bank accounts is 1,106 whereas as per records number of bank accounts appears 1,022. We were not given the list of total 1,106 bank accounts but this bank account number is incorporated in the financial statements of 2012. The management of the Company could not provide us any satisfactory explanation regarding the additional bank account whether these are at all in existence or not. As such, amount lying in those rest of the 84 accounts could not be verified by us; ii) We were not provided with cash certificates in support of cash in hand for branch offices except a list of such branch names and amounts. As a result, we could not verify these balances satisfactorily; iii) The Company has a flat in Chittagong at a cost price of Taka 34,689,801 ownership of which is disputed and legal proceeding is in process. The Company could not take over any possession as yet but included in land and building deviating the principle of capitalization as per BAS-16; iv) The Company has 51% shareholding in two of its subsidiary companies namely Galaxy Capital Ltd. and Alpha Capital Management Ltd. The investments in shares of these two companies were Taka 30,855,000 and Taka 129,500,000 respectively. Further, the Company could not provide us any document with respect to approval from regulatory body as required in the Insurance Act 2010 for Galaxy Capital Limited.

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However, in respect of Alpha Capital Management Limited, we have seen a letter of the Company dated 24th March 2010 seeking approval but no response could be seen. Further, the consolidated financial statements have not been prepared as per BFRS 10-'Consolidated Financial Statements' resulting in violation of that particular BFRS. v) The Company has paid loan to Galaxy Capital Limited on various dates in order to expedite the operational work. But they could not provide us any approval from relevant authority indicating violation of Insurance Act 2010 Section 44 (3) or agreement related to this loan payment except a resolution of board meeting held on 24 December 2012. Apart from this, accrued interest of loan provided to Galaxy Capital Limited has not been considered for 2014. Further, accrued interest of loan from Galaxy Capital Limited up to 2012 has not yet been recovered and balance has been carried forward till the date of this audit; vi) As disclosed in note 9.01 in the accompanying financial statements, no computation has been made for provision for taxes. Income taxes provision has been made on lump sum basis as a result, the amount of under provision could not be worked out and the profit is overstated to the extent of under provision; vii) Our control test and review reveals that internal control and compliance are far from being satisfactory. In addition, the company's internal audit functions appear to be ineffective. As a result, company is exposed to high operational risks.