

Daily Market Update

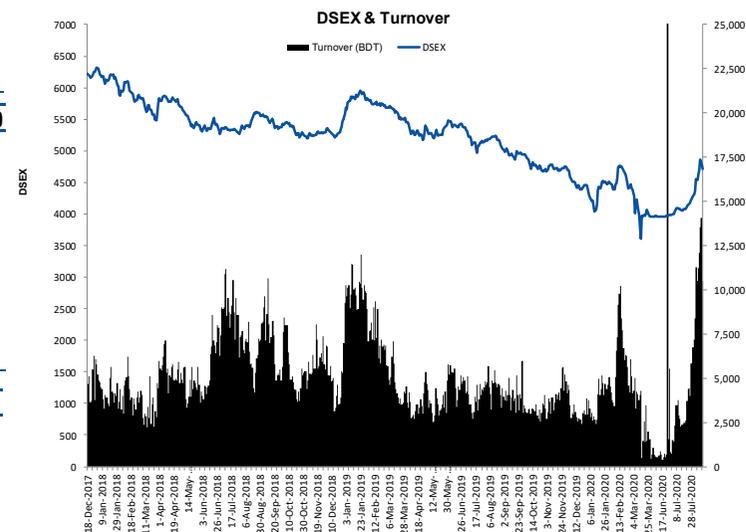
The market closed in red today. The benchmark index DSEX (-1.36%) lost 64.94 points and closed at 4,720.10. The blue-chip index DS30 (-0.56%), the Shariah-based index DSES (-1.43%), and the large cap index CDSET (-0.97%) closed at 1,608.97, 1,080.93, and 941.37 points, respectively. All the large cap sectors posted negative performance today except Fuel & Power (+0.03%). NBFIs experienced the highest loss of -3.85% followed by Pharmaceutical (-2.31%), Engineering (-1.38%), Telecommunication (-1.23%), Food & Allied (-0.81%), and Pharmaceutical (-0.81%), respectively. Block trades contributed 4.9% of the overall market turnover. Bangladesh Export Import Company Ltd. (+9.5%) was the most traded share with a turnover of BDT 738 million.

Top Ten Gainers	Close	Δ%	Turnover (mn BDT)
CAPM IBBL Islamic Mutual Fund	9.90	10.0%	30.0
Tung Hai Knitting & Dyeing Limited	3.10	-6.1%	7.6
Familytex (BD) Limited	3.00	-9.1%	27.7
Vanguard AML BD Finance Mutual Fund One	6.50	-1.5%	7.0
BIFC	3.90	8.3%	1.5
Dacca Dyeing	8.00	8.1%	6.6
Northern Islami Insurance Limited	28.90	7.8%	67.8
SEML FBLSL Growth Fund	11.60	7.4%	41.7
Savar Refractories	199.20	7.3%	7.6
Navana CNG Limited	43.90	6.6%	30.6

Top Ten Losers	Close	Δ%	Turnover (mn BDT)
Aramit Cement Limited	16.20	-10.0%	.6
Generation Next Fashions Limited	3.80	-9.5%	17.3
Sonar Bangla Ins	47.00	-9.4%	177.2
Fu-Wang Ceramic	9.80	-9.3%	3.2
Emerald Oil Industries Ltd.	12.90	-9.2%	1.7
Familytex (BD) Limited	3.00	-9.1%	27.7
Zahintex Industries Ltd	5.30	-8.6%	1.4
Meghna Pet Industries	13.80	-8.6%	1.0
Fareast Finance & Investment Limited	3.30	-8.3%	1.9
Khan Brothers PP Woven Bag Industries Limited	7.80	-8.2%	.9

Most Traded Share	Close	Δ%	Turnover (mn BDT)
Beximco Limited	23.00	9.5%	738.0
Beximco Pharmaceuticals	107.60	3.9%	716.4
Orion Pharma Ltd.	56.00	2.9%	400.7
Khulna Power Company Limited	52.10	3.2%	264.9
BRAC Bank	36.80	-3.4%	251.4
Square Pharmaceuticals	199.80	-2.5%	234.6
Grameenphone Ltd.	283.80	-1.2%	196.7
Sonar Bangla Ins	47.00	-9.4%	177.2
IFIC Bank	11.40	0.0%	160.6
Baraka Power Limited	30.90	1.3%	125.4

Sector Index	Closing	Opening	Δ(Pts)	Δ%	No. of Cos	Sectoral Mcap	% of Total Mcap	Sectoral Turnover	% of Total Turnover
Banks	1,314.56	1,345.58	-31.03	-2.31%	30	535,835.0	17.81%	1,051.9	10.51%
NBFIs	1,737.93	1,807.57	-69.65	-3.85%	23	160,672.8	5.34%	235.6	2.35%
Mutual Funds	678.52	674.44	4.08	0.60%	37	35,261.6	1.17%	410.8	4.10%
General Insurance	2,489.85	2,523.82	-33.97	-1.35%	35	67,271.6	2.24%	1,235.6	12.34%
Life Insurance	2,026.89	2,051.35	-24.46	-1.19%	12	56,512.7	1.88%	120.8	1.21%
Telecommunication	4,022.84	4,072.78	-49.94	-1.23%	2	404,323.1	13.44%	286.0	2.86%
Pharmaceuticals	2,913.27	2,936.98	-23.72	-0.81%	32	549,154.9	18.25%	2,172.2	21.70%
Fuel & Power	1,657.71	1,657.22	0.49	0.03%	19	410,944.3	13.66%	781.2	7.80%
Cement	1,278.74	1,324.24	-45.50	-3.44%	7	77,767.5	2.58%	187.6	1.87%
Services & Real Estate	1,010.88	1,022.12	-11.24	-1.10%	8	40,359.6	1.34%	70.1	0.70%
Engineering	2,303.77	2,336.02	-32.24	-1.38%	39	149,489.0	4.97%	828.0	8.27%
Food & Allied	12,085.93	12,185.17	-99.25	-0.81%	17	223,187.4	7.42%	315.6	3.15%
IT	2,032.88	2,042.11	-9.23	-0.45%	9	22,475.9	0.75%	201.5	2.01%
Textiles	1,083.42	1,110.57	-27.15	-2.44%	56	109,352.2	3.63%	753.1	7.52%
Paper & Printing	6,042.98	6,144.77	-101.79	-1.66%	4	15,095.2	0.50%	115.2	1.15%
Tannery	1,715.60	1,734.45	-18.84	-1.09%	6	18,366.7	0.61%	100.0	1.00%
Jute	9,124.60	9,306.04	-181.44	-1.95%	3	2,016.6	0.07%	35.0	0.35%
Ceramics	438.17	450.39	-12.22	-2.71%	5	22,216.8	0.74%	110.3	1.10%
Miscellaneous	1,962.87	1,917.18	45.69	2.38%	13	108,913.2	3.62%	999.0	9.98%



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Index	Closing	Opening	Δ(Pts)	Δ%	%ΔYTD
DSEX	4,720.10	4,785.04	-64.94	-1.36%	6.00%
DS30	1,608.97	1,618.05	-9.09	-0.56%	6.32%
DSES	1,080.93	1,096.57	-15.63	-1.43%	8.11%
CDSET	941.37	950.63	-9.26	-0.97%	4.62%

	Advanced	Declined	Unchanged	Total
All Category	67	268	21	356
A Category (Equity)	50	193	14	257
B Category (Equity)	7	36	4	47
N Category (Equity)	0	1	0	1
Z Category (Equity)	10	38	3	51
Mutual Funds	14	16	7	37
Corporate Bonds	2	0	0	2

Market Stat		Today	Last Day	% Change
Mcap	Mn BDT	3,557,810.2	3,595,959.4	-1.1%
	Mn USD	41,876.3	42,325.3	
Turnover	Mn BDT	10,524.9	14,082.6	-25.3%
	Mn USD	123.9	165.8	
Volume	Mn Shares	411.4	547.1	-24.8%
Trade		207,570	247,832	-16.2%

Top Twenty Market Cap	Mcap (mn BDT)	% of Total Mcap	Turnover (mn BDT)	PE	PB
Grameenphone Ltd.	383.2	12.7%	196.68	11.3x	9.0x
British American Tobacco Bangladesh Company Limited	169.4	5.6%	102.94	19.5x	7.0x
Square Pharmaceuticals	168.7	5.6%	234.60	12.3x	2.6x
United Power Generation & Distribution Company Ltd	137.4	4.6%	47.19	19.2x	9.3x
Renata Ltd.	102.1	3.4%	16.57	23.8x	5.6x
Investment Corporation of Bangladesh	75.3	2.5%	25.82	NM	3.6x
Berger Paints	65.5	2.2%	18.99	27.0x	9.8x
Marico Bangladesh Limited	57.8	1.9%	24.93	20.7x	39.3x
BRAC Bank	48.8	1.6%	251.35	10.8x	1.1x
Summit Power	44.9	1.5%	82.52	7.9x	1.7x
LafargeHolcim Bangladesh Limited	44.7	1.5%	109.80	24.8x	2.9x
Beximco Pharmaceuticals	43.6	1.5%	716.41	12.8x	1.6x
Islami Bank	38.6	1.3%	24.88	7.0x	0.6x
Olympic Industries	36.2	1.2%	10.34	17.9x	5.7x
Dutch-Bangla Bank	34.9	1.2%	17.14	7.6x	1.1x
Titas Gas	32.5	1.1%	36.02	8.4x	0.5x
Eastern Bank	30.9	1.0%	14.85	7.8x	1.2x
Glaxo Smithkline	28.3	0.9%	5.19	49.6x	22.5x
MJL Bangladesh Limited	26.4	0.9%	14.85	14.3x	4.2x
National Life Insurance Company Ltd.	26.3	0.9%	7.76	NM	24.2x

Top Twenty Free Float Mcap	Free Float Mcap (mn BDT)	% of Total Free Float	Turnover (mn BDT)	PE	PB
Square Pharmaceuticals	110.4	9.0%	234.60	12.3x	2.6x
Renata Ltd.	49.9	4.1%	16.57	23.8x	5.6x
British American Tobacco Bangladesh Company Limited	44.8	3.6%	102.94	19.5x	7.0x
Grameenphone Ltd.	38.3	3.1%	196.68	11.3x	9.0x
Beximco Pharmaceuticals	37.9	3.1%	716.41	12.8x	1.6x
BRAC Bank	27.2	2.2%	251.35	10.8x	1.1x
Olympic Industries	26.2	2.1%	10.34	17.9x	5.7x
Eastern Bank	21.2	1.7%	14.85	7.8x	1.2x
Islami Bank	19.7	1.6%	24.88	7.0x	0.6x
Summit Power	16.5	1.3%	82.52	7.9x	1.7x
National Bank	16.5	1.3%	35.37	5.2x	0.5x
Pubali Bank	16.1	1.3%	2.78	10.7x	0.8x
Beximco Limited	16.1	1.3%	738.00	21.3x	0.3x
LafargeHolcim Bangladesh Limited	15.8	1.3%	109.80	24.8x	2.9x
City Bank	15.5	1.3%	81.72	8.2x	0.9x
Beacon Pharmaceuticals Limited	14.3	1.2%	78.76	177.3x	6.9x
United Power Generation & Distribution Company Ltd	13.7	1.1%	47.19	19.2x	9.3x
Southeast Bank	12.4	1.0%	83.12	5.3x	0.5x
IFIC Bank	11.6	0.9%	160.63	6.4x	0.6x
Prime Bank	11.3	0.9%	1.34	10.8x	0.7x

Block Trade	Maximum Price	Minimum Price	Turnover (mn BDT)	Quantity	Trade
Baraka Power Limited	30.50	30.50	15.25	500,000	1
BRAC Bank	41.50	36.80	80.53	2,000,000	5
Bangladesh Submarine Cable Company Limited	133.00	133.00	0.87	6,500	1
BSRM Steel	35.20	35.20	2.82	80,000	1
Beximco Pharmaceuticals	105.80	103.60	212.49	2,050,000	4
CAPM IBBL Islamic Mutual Fund	9.50	9.50	0.95	100,000	1
Daffodil Computers Ltd.	53.40	51.00	37.55	733,500	11
Dutch-Bangla Bank	70.00	70.00	2.10	30,000	3

Block Trade	Maximum Price	Minimum Price	Turnover (mn BDT)	Quantity	Trade
Eastland Insurance	30.30	30.30	9.09	300,000	1
Envoy Textiles Limited	22.00	22.00	10.34	470,000	1
Far Chemical Industries Limited	12.00	12.00	1.41	117,586	1
Far East Knitting & Dyeing Industries Limited	9.20	9.20	5.84	635,000	1
Fine Foods Ltd	67.90	67.90	0.60	8,800	1
First Security Bank	9.70	8.40	2.15	245,500	2
Generation Next Fashions Limited	3.90	3.90	2.91	745,000	1
Grameenphone Ltd.	284.00	278.00	52.30	188,000	6
Green Delta Insurance	49.20	49.20	2.56	52,093	1
IFIC Bank	10.30	10.30	3.14	305,000	1
JMI Syringes & Medical Devices Ltd	318.90	318.90	4.62	14,500	2
Linde Bangladesh Limited	1,166.20	1,166.20	1.17	1,000	1
Marico Bangladesh Limited	1,836.00	1,836.00	1.84	1,000	1
M.L. Dyeing Limited	51.80	51.80	2.33	45,000	1
National Bank	7.40	7.40	4.59	620,000	1
NCC Bank	14.00	14.00	0.89	63,864	1
Nitol Insurance	45.60	40.50	1.16	27,000	2
Northern Islami Insurance Limited	24.20	24.20	0.63	26,000	1
Orion Infusion	80.00	80.00	2.40	30,000	1
Pacific Denims Limited	9.00	9.00	11.80	1,311,000	1
Phoenix Insurance	30.00	30.00	1.43	47,785	1
Pragati Life Insurance	133.00	133.00	2.72	20,465	1
RAK Ceramics Limited	25.70	25.70	0.53	20,570	1
Renata Ltd.	1,156.00	1,156.00	23.12	20,000	2
Sandhani Life Ins	28.50	23.70	1.57	60,000	2
Sea Pearl Beach Resort & Spa Limited	79.10	71.20	4.06	56,274	7
Sonar Bangla Ins	54.50	53.90	6.53	120,000	2
Standard Bank	9.20	9.20	0.52	57,000	1
Total			514.79		72

Corporate Actions: Upcoming Record Dates

DSE Ticker	Company Name	Rights	Stock	Cash	Year End	Record Date
STANDARINS	Standard Insurance Ltd.		0.0%	10.0%	31-Dec-19	20-Aug-20
ESQUIRENIT	Esquire Knit Composite Limited		0.0%	0.0%	31-Dec-19	20-Aug-20
UNIONCAP	Union Capital Ltd.		0.0%	0.0%	31-Dec-19	24-Aug-20
PRAGATIINS	Pragati Insurance Company limited		0.0%	22.0%	31-Dec-19	24-Aug-20
DHAKAINS	Dhaka Insurance Limited		0.0%	15.0%	31-Dec-19	24-Aug-20
PADMALIFE	Padma Islami Life Insurance Limited		0.0%	0.0%	31-Dec-19	24-Aug-20

Important DSE News

PRAGATILIF

The Company has further informed that the subscription period for rights issue will be from 24.09.2020 to 20.10.2020. Record date for entitlement of rights share: 07.09.2020.

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The auditor of National Housing Finance and Investment Limited has given the following "Emphasis of Matter" in the audit report of the company prepared for the year ended on December 31, 2019. Emphasis of Matter: Without qualifying our opinion, we draw attention to the following matters: 1. As disclosed in note # 5.01.02 to the financial statements, the company has shown short term deposit with International Leasing & Financial Services Ltd. amounting to BDT 152,085,000. Bangladesh Bank vide letter no- DFIM(C)1054/43/2020-1065 dated 14th July, 2020, advised to maintain provision against this deposit at the rate of 20% effective from 2020. No provision has been made against this deposit during the year 2019. Note 5.01.02 Balance with banks and other financial institutions on Short Term Deposit (STD) Accounts: Balance of Balance with banks and other financial institutions on Short Term Deposit (STD) Accounts as on 31 December 2019 was Tk. 442,231,448 and as on 31 December 2018 was Tk. 490,934,756. Note 5.01.02.1 International Leasing and Financial Services Limited: Upon their inspection for the financial year ended 31 December, 2019, Bangladesh Bank FICL Audit inspection team advised to maintain provision at the rate of 20% effective from 2020 vide letter no- DFIM(C)1054/43/2020-1065 dated 14.07.2020. This was due to doubtfulness over the recoverability of the outstanding amount given to the current financial condition of International Leasing & Financial Services Ltd. 2. As disclosed in note # 42.01 to the financial statements, the Cash flow from operating activities for the financial year ended 31 December 2019 represents a deficit of TK. 3,515,978,097 due to more disbursement of deposits being made than the cash inflow from operating activities. Note 42.01 Net Operating Cash Flow Per Share (NOCFPS): NOCFPS for the year ended 31 December 2019 was (30.04) and for the year ended 31 December 2018 was 23.73. Decrease in cash inflow from operating activities for the year ended 2019 was due to decrease in cash inflow from Loans and deposits from banks and other customers. Cash inflow from Loans and deposits from banks and other customers decreased for the year ended 2019 compare to the year ended 2018. As a result, net operating cash flow per share (NOCFPS) at the year ended of 31 December, 2019 decreased compare to year ended 2018. 3. As disclosed in note # 24.03.01 to the financial statements, initial application of IFRS-16 Leases which came into effect from 1st January 2019 was not complied by the company. The company decided that they will comply IFRS-16 from the following year. IFRS-16 introduces new or amended requirements with respect to lease accounting. It introduces significant changes to lessee accounting by removing the distinction between operating and finance lease and requiring the recognition of a right-of-use asset and a lease liability at commencement for all leases, except for short-term leases and leases of low value assets. However, the management of the company opted not to adopt the new standard in the current financial year leading to the understatement of Assets and Liabilities. In addition to above, the Company has not recognized the leases of Right-of-use assets and its Depreciation. Finally, the Company has not transferred Lease Liabilities at Net Present Value from Office Rent Expense, interest expense on lease liabilities total cash outflow of the leases, the carrying amount of right-of-use assets at the end of the reporting period by class of underlying asset, which is a non-compliance of para-47 & 53 of IFRS-16. Note 24.03.01 Office rent: Rent expense has been charged as per the requirement of IAS-17 but IFRS-16 Leases which came into effect from 1st January 2019 which was not complied for the financial year ended 2019. The company will comply IFRS-16 from the following year.

SONARBAINS

The auditor of Sonar Bangla Insurance Ltd. has given the following "Qualified Opinion" in the audit report of the company prepared for the year ended on December 31, 2019. Basis for Qualified Opinion: 1. The Company has presented and increase in cash resulting from disposal of shares worth BDT 41,575,871 in the Cash Flow from Operating Activities section of the Consolidated Cash Flow Statement as well as Cash Flow Statement of Subsidiary. This is not in line with the Group's as well as Subsidiary's policies and presentation of financial statements where all activities related to share investment are presented in Cash Flows from Investing Activities. As a result, the application of ac-

counting policies and procedures was not consistent. 2. The Company has presented reduction in cash resulting from transactions related to Fixed Deposits of their Subsidiary worth BDT 38,483,727 in Cash from Operating Activities section of the Consolidated Cash Flow Statement as well as Cash Flow Statement of the Subsidiary. This is not in line with the Group's policies and presentation of financial statements where transactions related to Fixed Deposits are presented as Cash and Cash Equivalents. This is a non-compliance of IFRS 10 Consolidated Financial Statements.