

Daily Market Update

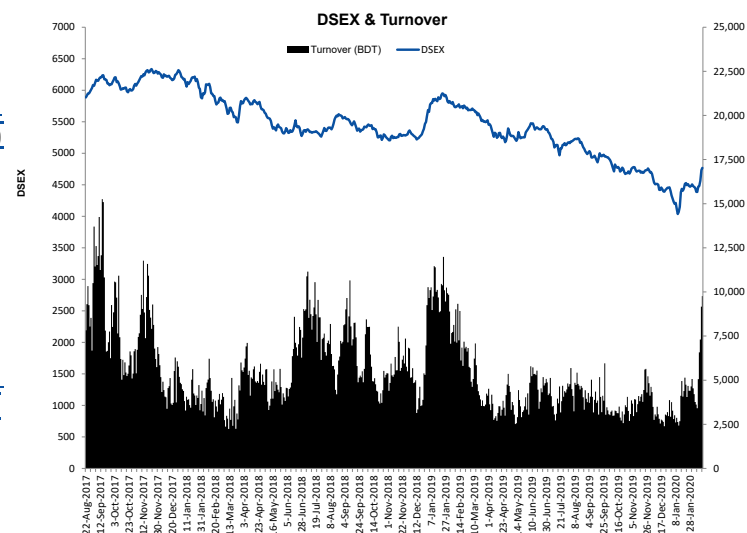
Market closed in green today. The benchmark index DSEX (+0.72%) gained 33.98 points and closed at 4,768.14 points. The blue chip index DS30 (+0.42%), the Shariah-based index DSES (+0.74%), and the large cap index CDSET (+0.42%) all closed in green. Large cap sectors showed mixed performance today. Engineering booked the highest gain of 1.26% followed by Pharmaceuticals (+0.98%), Food & Allied (+0.54%), Fuel & Power (+0.15%). NBFIs experienced the highest loss of 1.05% followed by Banks (-0.33%), and Telecommunication (-0.04%). Turnover stood at BDT 9.76 billion (USD 117.5 million). LafargeHolcim Bangladesh Limited (+4.10%) was the most traded share with a turnover of BDT 374.8 million.

Sector Index	Closing	Opening	Δ(Pts)	Δ%	No. of Cos	Sectoral Mcap	% of Total Mcap	Sectoral Turnover	% of Total Turnover
Banks	1,335.70	1,340.11	-4.41	-0.33%	30	544,433.3	18.15%	739.0	7.79%
NBFIs	1,690.19	1,708.13	-17.94	-1.05%	23	156,257.2	5.21%	243.3	2.56%
Mutual Funds	653.93	652.01	1.92	0.29%	37	33,983.6	1.13%	226.4	2.39%
General Insurance	2,010.52	1,984.58	25.94	1.31%	35	54,320.6	1.81%	715.7	7.55%
Life Insurance	2,225.14	2,091.07	134.07	6.41%	12	62,040.0	2.07%	309.6	3.26%
Telecommunication	3,695.17	3,696.49	-1.31	-0.04%	2	371,390.5	12.38%	104.1	1.10%
Pharmaceuticals	2,687.02	2,661.06	25.97	0.98%	32	506,783.8	16.90%	1,323.3	13.95%
Fuel & Power	1,679.59	1,677.13	2.46	0.15%	19	416,367.5	13.88%	926.7	9.77%
Cement	1,517.17	1,461.64	55.54	3.80%	7	92,267.8	3.08%	449.6	4.74%
Services & Real Estate	1,059.80	1,055.36	4.43	0.42%	8	42,312.3	1.41%	138.0	1.45%
Engineering	2,418.68	2,388.48	30.20	1.26%	39	157,547.1	5.25%	1,291.2	13.61%
Food & Allied	13,896.17	13,822.14	74.03	0.54%	17	256,615.3	8.56%	481.7	5.08%
IT	2,139.79	2,080.38	59.41	2.86%	9	23,658.0	0.79%	370.2	3.90%
Textiles	1,157.18	1,146.92	10.26	0.89%	56	116,797.0	3.89%	1,253.6	13.22%
Paper & Printing	5,844.96	5,862.44	-17.49	-0.30%	3	11,175.0	0.37%	61.9	0.65%
Tannery	1,950.16	1,937.97	12.19	0.63%	6	20,877.8	0.70%	168.4	1.77%
Jute	9,760.05	9,374.65	385.40	4.11%	3	2,157.0	0.07%	43.7	0.46%
Ceramics	483.28	486.10	-2.83	-0.58%	5	24,503.8	0.82%	114.9	1.21%
Miscellaneous	1,908.59	1,886.06	22.53	1.19%	13	105,901.3	3.53%	524.3	5.53%

Top Ten Gainers	Close	Δ%	Turnover (mn BDT)
Rupali Life Insurance Co. Ltd.	51.90	10.0%	84.8
Prime Islami Life Ins	55.40	9.9%	7.7
Metro Spinning	8.90	9.9%	35.2
Meghna Life Insurance	56.80	9.9%	45.7
Aftab Automobiles Limited	32.30	9.9%	32.8
Golden Harvest Agro Industries Ltd.	21.40	9.7%	193.8
Popular Life Insurance	94.80	9.7%	12.5
Fareast Islami Life Ins	53.10	9.7%	9.3
Saiham Textile	42.40	9.6%	24.2
Western Marine Shipyards Limited	15.00	9.5%	166.2

Top Ten Losers	Close	Δ%	Turnover (mn BDT)
Shaympur Sugar	28.40	-8.4%	.3
Standard Ceramic	516.00	-6.7%	66.9
Meghna Condensed Milk	11.60	-5.7%	.3
Imam Button	21.20	-4.9%	.5
Beach Hatchery Ltd.	14.80	-4.5%	2.6
Olympic Accessories Limited	6.90	-4.2%	15.6
ICB AMCL Sonali Bank Limited 1st Mutual Fund	7.00	-4.1%	3.9
M.L. Dyeing Limited	52.50	-4.0%	35.5
Sinobangla Industries	64.20	-3.9%	31.1
International Leasing	5.00	-3.8%	12.5

Most Traded Share	Close	Δ%	Turnover (mn BDT)
LafargeHolcim Bangladesh Limited	50.50	4.1%	374.8
Khulna Power Company Limited	59.50	5.1%	366.8
Orion Infusion	82.90	9.2%	217.1
ADN Telecom Limited	49.00	3.2%	212.9
Orion Pharma Ltd.	43.90	6.6%	202.1
Beximco Limited	17.50	4.2%	194.6
Golden Harvest Agro Industries Ltd.	21.40	9.7%	193.8
Western Marine Shipyards Limited	15.00	9.5%	166.2
Indo-Bangla Pharmaceuticals Limited	25.70	4.5%	151.1
Summit Power	42.50	0.2%	143.8



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Index	Closing	Opening	Δ(Pts)	Δ%	%ΔYTD
DSEX	4,768.14	4,734.15	33.98	0.72%	7.08%
DS30	1,599.01	1,592.33	6.68	0.42%	5.66%
DSES	1,083.70	1,075.74	7.95	0.74%	8.39%
CDSET	956.13	952.13	4.00	0.42%	6.27%

	Advanced	Declined	Unchanged	Total
All Category	195	128	32	355
A Category (Equity)	152	82	23	257
B Category (Equity)	19	26	3	48
N Category (Equity)	1	1	0	2
Z Category (Equity)	23	19	6	48
Mutual Funds	14	15	8	37
Corporate Bonds	1	1	0	2

Market Stat		Today	Last Day	% Change
Mcap	Mn BDT	3,571,629.3	3,555,314.9	
	Mn USD	42,964.4	42,768.1	0.5%
Turnover	Mn BDT	9,763.9	9,162.6	6.6%
	Mn USD	117.5	110.2	
Volume	Mn Shares	382.4	356.0	7.4%
Trade		221,329	212,909	4.0%

Top Ten Market Cap	Mcap (mn BDT)	% of Total Mcap	Turnover (mn BDT)	PE	PB
Grameenphone Ltd.	353.8	11.8%	.00	10.2x	8.3x
British American Tobacco Bangladesh Company Limited	197.9	6.6%	141.12	23.0x	8.1x
Square Pharmaceuticals	174.0	5.8%	93.60	13.1x	2.6x
United Power Generation & Distribution Company Ltd	136.9	4.6%	62.14	16.9x	9.3x
Renata Ltd.	99.0	3.3%	12.69	24.5x	5.4x
Investment Corporation of Bangladesh	68.0	2.3%	16.12	NM	3.3x
Berger Paints	66.1	2.2%	12.31	27.2x	9.9x
BRAC Bank	62.8	2.1%	92.11	12.2x	1.6x
LafargeHolcim Bangladesh Limited	58.6	2.0%	374.82	32.6x	3.8x
Marico Bangladesh Limited	53.6	1.8%	5.62	20.6x	36.4x

Top Ten Free Float Mcap	Free Float Mcap (mn BDT)	% of Total Free Float	Turnover (mn BDT)	PE	PB
Square Pharmaceuticals	114.1	9.3%	93.60	13.1x	2.6x
British American Tobacco Bangladesh Company Limited	52.3	4.3%	141.12	23.0x	8.1x
Renata Ltd.	48.4	3.9%	12.69	24.5x	5.4x
Grameenphone Ltd.	35.4	2.9%	.00	10.2x	8.3x
BRAC Bank	35.0	2.9%	92.11	12.2x	1.6x
Olympic Industries	29.7	2.4%	16.67	20.5x	6.5x
Beximco Pharmaceuticals	27.6	2.2%	14.06	9.7x	1.1x
LafargeHolcim Bangladesh Limited	20.7	1.7%	374.82	32.6x	3.8x
Eastern Bank	19.4	1.6%	1.69	8.7x	1.2x
Pubali Bank	17.8	1.4%	3.09	6.8x	0.9x

Block Trade	Maximum Price	Minimum Price	Turnover (mn)	Quantity	Trade
Al-Arafah Islami Bank Ltd	14.70	14.70	73.50	5,000,000	1
Bank Asia Ltd.	20.70	20.70	5.85	282,500	1
British American Tobacco Bangladesh Company Limited	1,109.00	1,109.00	1.25	1,125	1
Beacon Pharmaceuticals Limited	52.00	51.80	139.13	2,680,000	2
BRAC Bank	51.10	50.80	3.57	70,000	3
Daffodil Computers Ltd.	52.00	52.00	10.45	201,000	4
Fine Foods Ltd	48.70	48.70	4.53	93,000	1
Indo-Bangla Pharmaceuticals Limited	25.90	24.80	20.25	790,000	4
ICB Employees Provident MF 1 Scheme 1	6.90	6.90	4.29	621,000	1
In Tech Online Ltd.	13.60	13.60	1.97	145,000	1
LafargeHolcim Bangladesh Limited	48.30	48.30	3.38	70,000	1
Meghna Life Insurance	51.50	51.50	0.52	10,000	1
Northern Jute	500.00	500.00	1.19	2,388	1
SK Trims & Industries Limited	64.10	62.00	2.69	43,000	3
Sonar Bangla Ins	40.80	40.80	2.86	70,000	3
Standard Ceramic	540.00	540.00	0.54	1,000	1
Western Marine Shipyard Limited	13.70	13.70	0.71	52,000	1

Important DSE News

SONALIANSH

(Q1 Un-audited): EPS was Tk. 0.55 for July-September 2019 as against Tk. 0.08 for July-September

2018; NOCFPS was Tk. (12.79) for July-September 2019 as against Tk. (4.20) for July-September 2018. NAV per share was Tk. 226.46 as on September 30, 2019 and Tk. 225.91 as on September 30, 2018. The Company has further informed that EPS increases due to increase of export during the Quarter July-September 2019 and NOCFPS decrease due to expenses increased during the Quarter July-September 2019.

SONALIANSH

(Q1 Un-audited Additional Information): The Company has further informed that EPS increases due to increase of export during the Quarter July-September 2019 and NOCFPS decrease due to expenses increased during the Quarter July-September 2019.

BSRMLTD

Mr. Zohair Taherali, one of the Directors of the Company, has expressed his intention to buy 1,00,000 shares of the Company at prevailing market price (in the Public Market) through Stock Exchange (CSE) within next 30 working days.

PROGRESLIF

1. As explained in note 14.03 of the financial statements, PLICL has 51% shareholding in its subsidiary company namely Galaxy Capital Ltd. and the investment in shares of this company was Taka 30,855,000. According to IFRS 10, para 04: "Consolidated Financial Statements", the subsidiary should have been consolidated because it is controlled by PLICL. PLICL has not consolidated the financial statements of subsidiary (Galaxy Capital Ltd.) resulting in violation of that particular IFRS. If Galaxy Capital Ltd. had been consolidated, elements in the accompanying financial statements would have been materially affected. In its Emergency Board Meeting no. 148, dated January 24, 2019, the board of PLICL has decided to withdraw its investment of BDT 30,855,000 from Galaxy Capital Ltd. Subsequently in 2019, PLICL has collected its entire investment of BDT 30,855,000 from Galaxy Capital Ltd.; Note 14.03 - Investment in equity shares of the companies: Balance of Investment in 51 % of Galaxy Capital Limited as on 31-12-17 was Taka 30,855,000 and as on 31-12-16 was Taka 30,855,000. 2. PLICL has incurred an excess of 41.74% management expenses in the year 2017 from allowable limit mentioned in Section 62 of the Insurance Act, 2010 and Rule 39 of The Insurance Rules, 1958; 3. Proper source documents substantiating the acquisition of certain disposed items of property, plant, and equipment, i.e. Car, Air Condition and Furniture, sold at BDT 2,867,912, BDT 42,000 and BDT 25,000 respectively were not found. No disposal adjustment has been made on the fixed assets schedule (note 20) at the time of de-recognition of such assets. As a result, actual gain/loss arising from the de-recognition of above mentioned assets and carrying amount of Property, Plant and Equipment as at December 31, 2017 cannot be ascertained; 4. Petty cash balance of BDT 5,959,293 from 25 closed service cells have been shown in the consolidated petty cash balance of BDT 48,408,111. As per management of PLICL, the above mentioned 25 service cells have been closed between 2011 to 2017 and these petty cash balances of BDT 5,959,293 are lying with the respective agents of closed service cells, which they are trying to recover. According to IAS 37, para 14, no provision has been maintained against BDT 5,959,293 in the audited financial statements; and 5. According to the 153th Board meeting, dated July 25, 2019 and 16th AGM, dated September 12, 2019, PLICL has declared and approved 10% dividend (i.e. 5% stock and 5% cash) for the year 2015 amounting to BDT 12,865,776 to its shareholders. But PLICL did not recognize this approved dividend in the financial statements for the year ended December 31, 2017 as per para 14 of IAS 37. Also, as per para 8 of IAS 10, PLICL shall adjust the amounts recognized in the financial statements to reflect adjusting events after the reporting period. Emphasis of Matter: Without further modifying our opinion we draw attention to following notes to the financial statements: a)

In Annexure A of note 14 of the financial statements, management has disclosed that, the flat in Chattogram, address # Zahura Tower, 1401 Sheikh Mujib Road, Agrabad C/A, Chattogram purchased at a price of Tk. 34,689,801 for which legal proceeding about ownership is under process in the Joint 2nd District Judge, Chattogram vide case no. 62/12; Annexure A of note 14: Balance of Written Down Value of the flat in Chattogram address # Zahura Tower, 1401 Sheikh Muiib Road, Agrabad C/A, Chattogram as on 31-12-2017 was Taka 34,707,416 and as on 31-12-2016 was Taka 34,689,801. b) As disclosed in note 19.01 to the financial statements that, PLICL has an investment amount in BDT 15,000,000 in Peoples Leasing and Financial Service as at December 31, 2017. Subsequently, PLICL has collected BDT 5,000,000 on 25 January 2018. It has come to PLICL's knowledge that, the Honorable High Court has directed Bangladesh Bank to appoint a liquidator to liquidate the People's Leasing and Financial Service. PLICL has communicated with the liquidator and confirmed that, there is a high possibility to recover the rest of the amount of BDT 10,000,000 from the People's Leasing and Financial Service; Note 19.01 Fixed deposits with banks: Balance of Fixed deposits with People's. Leasing and Financial Service as on 31-12-2017 was Taka 15,000,000 and as on 31-12-2016 was Taka 10,000,000. c) In note 3.13.1(b) of the financial statements which describes, a legal proceeding is running in the Honorable High Court division of Supreme Court of Bangladesh in the name of PLICL's affairs which are yet to be resolved. Due to this reason, PLICL has not filed any return of income for any of the assessment years after the assessment year (AY) 2013-14. But PLICL is in process to file the income tax returns for the AY 2014-15, 2015-16, 2016-17; Note 3.13.1(b) - Current Tax: A legal proceeding is running in the Honorable High Court division of Supreme Court of Bangladesh on the name of the Company's affairs which are yet to be resolved. Due to this reason, the Company does not file any return of income for any of the assessment years after the assessment year (AY) 2013-14. But the Company is in process to file the Income Tax returns for the AY 2014-15, 2015-16, 2016-17. d) According to note 4.05 of the financial statements, a legal proceeding is running in the Honorable High Court division of Supreme Court of Bangladesh in the name of PLICL's affairs which are yet to be resolved. Due to this reason, PLICL could not submit "Quarterly Financial Statements" to the Exchange and the Commission in accordance with the Regulation 17 of Dhaka Stock Exchange (Listing) Regulations, 2015. PLICL has submitted its all un-audited Quarterly Financial Statements up to the 1st Quarter of 2018 to the BSEC on 25 July 2018; Note 4.05 - Quarterly Financial Statements to the Exchange and the Commission: "A legal proceeding is running in the Honorable High Court division of Supreme Court of Bangladesh in the name of the Company's affairs which are yet to be resolved. Due to this reason, the Company could not submit "Quarterly Financial Statements" to the Exchange and the Commission in accordance with the Regulation 17 of Dhaka Stock Exchange (Listing) Regulations, 2015. The Company has submitted its all un-audited Quarterly Financial Statements up to the 1st Quarter of 2018 to the BSEC on 25 July 2018. e) As disclosed in note 4.06 to the financial statements that, a legal proceeding is running in the Honorable High Court division of Supreme Court of Bangladesh in the name of PLICL's affairs which are yet to be resolved. Due to this reason, Annual Financial Statements of PLICL could not be audited within 120 days from the date on which its financial year ends and a copy of such Audited Financial Statements could not be submitted to the Commission and the Stock Exchange within 14 days according to Regulation 18 of Dhaka Stock Exchange (Listing) Regulations, 2015; Note 4.06 - Audit of Annual Financial Statements: A legal proceeding is running in the Honorable High Court division of Supreme Court of Bangladesh in the name of the Company's affairs which are yet to be resolved. Due to this reason, Annual Financial Statements of the Company could not be audited within 120 days from the date on which its financial year ends and a copy of such Audited Financial Statements could not be submitted to the Commission and the Stock Exchange within 14 days according to Regulation 18 of Dhaka Stock Exchange (Listing) Regulations, 2015. f) According to note 4.07 of the financial statements, legal proceeding is running in the Honorable High Court division of

Supreme Court of Bangladesh in the name of PLICL's affairs which are yet to be resolved. Due to this reason, PLICL could not hold any general meeting as its annual general meeting since 2013 in accordance with Section 81 of the Companies Act, 1994. With the approval of the Court, PLICL has held its 14th, 15th and 16th AGMs for the years 2013, 2014 and 2015 respectively on 12 September 2019; Note 4.07 - Annual General meeting (AGM): A legal proceeding is running in the Honorable High Court division of Supreme Court of Bangladesh in the name of the Company's affairs which are yet to be resolved. Due to this reason, the Company could not hold any general meeting as its annual general meeting since 2013 in accordance with Section 81 of the Companies Act, 1994. With the approval of the Court, the Company has held its 14th, 15th and 16th AGMs for the years 2013, 2014 and 2015 respectively on 12 September 2019. g) As disclosed in note 4.08 to the financial statements that, a legal proceeding is running in the Honorable High Court division of Supreme Court of Bangladesh in the name of PLICL's affairs which are yet to be resolved. So that, PLICL has not filed Schedule-X: "annual list of members and summary" to the Registrar in each year since 2013 according to Section 36 of the Companies Act, 1994; Note 4.08 Annual Return to RJSC: As legal proceeding is running in the Honorable High Court division of Supreme Court of Bangladesh in the name of the Company's affairs which are yet to be resolved. Due to this matter, the Company does not file Schedule-X: "annual list of members and summary" to the Registrar in each year since 2013 according to Section 36 of the Companies Act, 1994. h) As disclosed in note 4.09 to the financial statements, PLICL does not make actuarial valuation and investigate its financial status of the life insurance business by an actuary according to the regulatory procedure and in a prescribed manner for the years 2016 and 2017 in accordance with Section 30 of the Insurance Act, 2010, because, legal proceeding is running in the Honorable High Court division of Supreme Court of Bangladesh in the name of PLICL's affairs which are yet to be resolved. On October 02, 2019 PLICL has appointed Dr. Mohammad Sohrab Uddin, Ph.D, AIA, Consulting Actuary, to Complete Actuarial valuation of the policy liabilities as at 31 December 2016, 2017 and 2018 respectively; Note 4.09 - Actuarial Valuation and Investigation: The Company does not make actuarial valuation and investigate its financial status of the life insurance business by an actuary according to the regulatory procedure and in a prescribed manner for the year 2016 and 2017 in accordance with Section 30 of the insurance Act, 2010. Because, legal proceeding is running in the Honorable High Court division of Supreme Court of Bangladesh on the name of the Company's affairs which are yet to resolve. On October 02, 2019 the Company has been appointed Dr. Mohammad Sohrab Uddin, Ph.D, AIA, Consulting Actuary, to Complete Actuarial valuation of the policy liabilities as at 31 December 2016, 2017 and 2018 respectively. i) As legal proceeding is running in the Honorable High Court division of Supreme Court of Bangladesh in the name of PLICL's affairs which are yet to be resolved. Due to this reason, PLICL could not provide the financial statements and auditor's certified copy on details of deposited money and assets of the "Life Insurance Fund" within 6 months from the end of year 2017 to the authority in accordance with Section 32 and Section 26(3) respectively of the Insurance Act, 2010, which disclosed in note 4.10 to the financial statements; Note 4.10 - Report to the Authority (IDRA): As legal proceeding is running in the Honorable High Court division of Supreme Court of Bangladesh in the name of the Company's affairs which are yet to be resolved. Due to this reason, The Company could not provide the financial statements and auditor's certified copy on details of deposited money and assets of the "Life Insurance Fund" within 6 months from the end of year 2017 to the authority in accordance with Section 32 and Section 26(3) respectively of the Insurance Act, 2010. j) In note 14.4.2 of the financial statements, PLICL stated the reason for not following the rule mentioned in the Insurance Rules, 1958, rule 10A(1)(e)(i). According to Rule 10A(1)(e)(i) of the Insurance Rules, 1958, investment of balance assets in any other investment including capital market shall be made in ordinary shares of such company, where dividends of not less than 10% including bonus have been paid

on such shares for the past three years immediately preceding the date of investment or for at least four out of past seven years immediately preceding the date of investment. During the year 2018, PLICL has invested BDT 14,932,444 beyond the aforementioned provision because PLICL prudently thinks that said investment would be profitable in future; and Note 14.4.2 - Investment in listed shares (as at 31st December 2017): Book value of Investment in listed shares was Taka 67,979,205 and Market value (quoted price) of Investment in listed shares was Taka 66,171,809. According to Rule 10 A (1) (e) (i) of the Insurance Rules, 1958, investment of balance assets in any other investment including capital market shall be made in ordinary shares of such company, where dividends of not less than 10% including bonus have been paid on such shares for the past three years immediately preceding the date of investment or for at least four out of past seven years immediately preceding the date of investment. During the year 2017, the Company has invested BDT 14,932,444 beyond the aforementioned provision because the Company prudently thinks that said investment would be profitable in future. k) In note 18 of the financial statements, PLICL disclosed that PLICL recognizes outstanding premium as revenue according to IFRS 9. Outstanding premium as at December 31, 2017 has been collected subsequently. Note 18 - Outstanding premium: Balance of Outstanding premium as on 31-12-2017 was Taka 91,482,560 and as on 31-12-2016 was Taka 49,187,192. PLICL disclosed that PLICL recognizes outstanding premium as revenue according to IFRS 9. Outstanding premium as at December 31, 2017 has been collected subsequently.

The Company will be placed in 'A' category from existing 'Z' category with effect from February 18, 2020 as the Company has reported disbursement of 12% stock dividend for the year ended on December 31, 2018.