

Daily Market Update

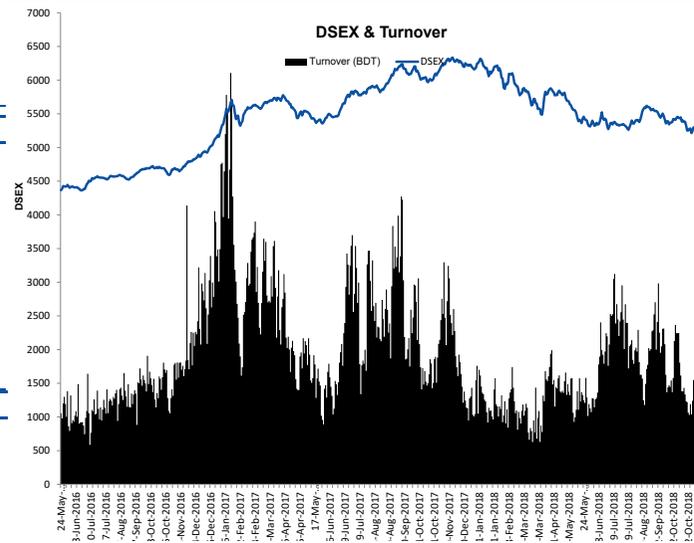
Market closed in green today. The benchmark index DSEX (+0.13%) gained 7.11 points and closed at 5,305.95 points today. The blue-chip index DS30 (+0.01%) and the shariah based index DSES (+0.52%) both closed in green. All the large cap sectors showed mixed performance today. Telecommunication posted the highest gain of 1.93% followed by Pharmaceuticals (+0.75%) and NBFIs (+0.12%). Power experienced the highest loss of 1.03% followed by Engineering (-0.67%), Food and Allied (-0.12%) and Banks (-0.04%). Total turnover stood at BDT 5.5 billion (USD 66.5 million). United Power Generation & Distribution Company Ltd (-3.6%) was the most traded share with a turnover of BDT 321.4 million.

Sector Index	Closing	Opening	Δ(Pts)	Δ%	No. of Cos	Sectoral Mcap	% of Total Mcap	Sectoral Turnover	% of Total Turnover
Banks	1,381.63	1,382.15	-0.52	-0.04%	30	563,918.9	17.23%	383.9	7.05%
NBFIs	2,071.39	2,068.96	2.43	0.12%	23	190,074.1	5.81%	301.5	5.54%
Mutual Funds	628.48	627.07	1.41	0.23%	37	33,702.3	1.03%	10.0	0.18%
General Insurance	1,379.85	1,386.11	-6.26	-0.45%	35	37,375.2	1.14%	61.9	1.14%
Life Insurance	1,919.22	1,924.10	-4.88	-0.25%	12	53,510.6	1.64%	63.3	1.16%
Telecommunication	5,037.51	4,941.89	95.61	1.93%	2	506,304.3	15.47%	59.5	1.09%
Pharmaceuticals	2,691.43	2,671.41	20.03	0.75%	30	508,080.7	15.53%	1,155.8	21.24%
Fuel & Power	1,790.67	1,809.34	-18.67	-1.03%	19	443,044.8	13.54%	614.3	11.29%
Cement	1,645.99	1,647.97	-1.99	-0.12%	7	99,891.6	3.05%	16.3	0.30%
Services & Real Estate	1,033.27	1,035.74	-2.47	-0.24%	8	40,484.0	1.24%	119.1	2.19%
Engineering	2,875.94	2,895.46	-19.52	-0.67%	36	184,138.8	5.63%	466.1	8.56%
Food & Allied	14,390.69	14,407.42	-16.73	-0.12%	17	264,946.0	8.10%	270.8	4.98%
IT	1,464.13	1,484.52	-20.39	-1.37%	8	16,187.7	0.49%	280.0	5.14%
Textiles	1,517.35	1,526.08	-8.73	-0.57%	53	146,593.9	4.48%	1,237.1	22.73%
Paper & Printing	10,325.86	10,279.55	46.31	0.45%	2	19,742.1	0.60%	33.0	0.61%
Tannery	2,630.85	2,584.09	46.77	1.81%	6	27,475.3	0.84%	37.4	0.69%
Jute	14,112.25	15,105.82	-993.57	-6.58%	3	3,118.9	0.10%	58.7	1.08%
Ceramics	612.47	615.43	-2.96	-0.48%	5	29,412.4	0.90%	91.4	1.68%
Miscellaneous	1,882.82	1,861.84	20.98	1.13%	12	104,149.4	3.18%	182.7	3.36%

Top Ten Gainers	Close	Δ%	Turnover (mn BDT)
Shurwid Industries Limited	26.70	9.9%	20.62
Intraco Refueling Station Limited	32.60	8.3%	91.0
Wata Chemicals Limited	465.80	8.0%	225.9
Beach Hatchery Ltd.	11.60	6.4%	2.2
Al-Haj Textile	98.50	6.3%	57.1
Reckitt Benckiser	2,104.90	6.2%	50.4
Monno Jute Staffers	1,595.40	6.2%	.7
Linde Bangladesh Limited	1,200.90	6.2%	23.6
In Tech Online Ltd.	65.50	6.0%	224.4
Khulna Printing & Packaging Limited	16.80	5.7%	23.2

Top Ten Losers	Close	Δ%	Turnover (mn BDT)
Jute Spinners	100.90	-7.7%	.28
Northern Jute	798.50	-7.5%	16.4
Shaympur Sugar	29.80	-7.5%	.1
Dulamia Cotton	30.50	-6.7%	.2
Aramit	408.90	-6.5%	18.9
Savar Refractories	93.60	-6.3%	.4
Stylecraft Limited	1,207.00	-6.2%	30.1
Advent Pharma Limited	39.60	-6.2%	55.7
R.N. Spinning Mills Limited	7.80	-5.7%	8.5
Reliance Insurance	44.50	-5.3%	.1

Most Traded Share	Close	Δ%	Turnover (mn BDT)
United Power Generation & Distribution	305.70	-3.6%	321.4
Square Pharmaceuticals	278.20	1.4%	242.3
Wata Chemicals Limited	465.80	8.0%	225.9
In Tech Online Ltd.	65.50	6.0%	224.4
Saiham Cotton Mills Limited	25.10	0.4%	168.4
BRAC Bank	71.40	-1.1%	135.3
Kattali Textile Limited	32.50	4.5%	135.1
Shepherd Industries Limited	42.30	-3.4%	115.1
Paramount Textile Limited	61.20	3.4%	110.3
Silva Pharmaceuticals Limited	35.20	-2.8%	99.4



Index	Closing	Opening	Δ(Pts)	Δ%	%ΔYTD
DSEX	5,305.95	5,298.84	7.11	0.13%	-15.03%
DS30	1,868.97	1,868.86	0.11	0.01%	-18.14%
DSES	1,227.55	1,221.17	6.38	0.52%	-11.73%

	Advanced	Declined	Unchanged	Total
All Category	117	154	54	325
A Category (Equity)	97	120	38	255
B Category (Equity)	2	14	3	19
N Category (Equity)	3	5	0	8
Z Category (Equity)	15	15	13	43
Mutual Funds	11	8	14	33
Corporate Bonds	1	0	0	1

Market Stat	Today	Last Day	% Change	
Mcap	Mn BDT	3,830,014.6	3,822,936.1	0.2%
	Mn USD	46,072.6	45,987.4	
Turnover	Mn BDT	5,526.5	7,171.5	-22.9%
	Mn USD	66.5	86.3	
Volume	Mn Shares	128.9	168.0	-23.3%
Trade		136,362	162,624	-16.1%

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Corporate Actions: Upcoming Record Dates

DSE Ticker	Company Name	Rights	Stock	Cash	Year End	Record Date
BANGAS	Bangas Ltd.		15.0%	0.0%	Jun-2018	25-Nov-2018
SAMORITA	Samorita Hospital Limited		0.0%	12.0%	Jun-2018	25-Nov-2018
FAMILYTEX	Familytex (BD) Limited		5.0%	0.0%	Jun-2018	25-Nov-2018
METROSPIN	Metro Spinning Ltd.		2.0%	0.0%	Jun-2018	25-Nov-2018
SHASHADNIM	Shasha Denims Limited		7.0%	15.0%	Jun-2018	25-Nov-2018
AMANFEED	Aman Feed Limited		10.0%	20.0%	Jun-2018	25-Nov-2018
FUWANGCER	Fu-Wang Ceramic Industries Ltd.		10.0%	0.0%	Jun-2018	25-Nov-2018
SAMATALETH	Samata Leather Complex Ltd.		0.0%	0.0%	Jun-2018	25-Nov-2018
APOLOISPAT	Appollo Ispat Complex Limited		3.0%	0.0%	Jun-2018	25-Nov-2018
HAKKANIPUL	Hakkani Pulp & Paper Mills Ltd.		0.0%	3.0%	Jun-2018	25-Nov-2018
CENTRALPHL	Central Pharmaceuticals Limited		5.0%	0.0%	Jun-2018	25-Nov-2018
PRIMETEX	Prime Textile Spinning Mills Limited		0.0%	10.0%	Jun-2018	25-Nov-2018
KPPL	Khulna Printing & Packaging Limited		0.0%	0.0%	Jun-2018	25-Nov-2018
SALAMCRST	S. Alam Cold Rolled Steels Ltd.		0.0%	10.0%	Jun-2018	25-Nov-2018
OIMEX	Oimex Electrode Limited		12.5%	0.0%	Jun-2018	26-Nov-2018
BEXIMCO	Bangladesh Export Import Company Ltd.		5.0%	5.0%	Jun-2018	26-Nov-2018
SPCERAMICS	Shinepukur Ceramics Limited		0.0%	0.0%	Jun-2018	26-Nov-2018
BXSYNTH	Beximco Synthetics Ltd.		0.0%	0.0%	Jun-2018	26-Nov-2018
BXPHARMA	Beximco Pharmaceuticals Ltd.		0.0%	12.5%	Jun-2018	26-Nov-2018
ATLASBANG	Atlas Bangladesh Ltd.		10.0%	0.0%	Jun-2018	26-Nov-2018
GHCL	Global Heavy Chemicals Limited		0.0%	10.0%	Jun-2018	26-Nov-2018
HFL	Hamid Fabrics Limited		0.0%	10.0%	Jun-2018	26-Nov-2018
POWERGRID	Power Grid Company of Bangladesh Ltd.		0.0%	17.0%	Jun-2018	26-Nov-2018
SQUARETEXT	Square Textile Ltd.		5.0%	20.0%	Jun-2018	27-Nov-2018
SQURPHARMA	Square Pharmaceuticals Ltd.		7.0%	36.0%	Jun-2018	27-Nov-2018
BEACHHATCH	Beach Hatchery Ltd.		0.0%	0.0%	Jun-2018	27-Nov-2018
ZAHEENSPIN	Zaheen Spinning Limited		10.0%	0.0%	Jun-2018	27-Nov-2018
STANCERAM	Standard Ceramic Industries Ltd.		0.0%	2.0%	Jun-2018	27-Nov-2018

Important DSE News
BSCCL

(Qualified Opinion): The auditor of the company has given the following "Qualified Opinion" in the audit report of the company prepared for the year ended on 30 June 2018. Basis for Qualified Opinion: Receivable from BTCL Tk. 995,396,622.00 appears to be doubtful of recovery in full but there against provision has been made only for Tk. 92,074,188.00.

PLFSL

Basis for Qualified Opinion: The auditor of the company has given the following "Basis of Qualification" and Matter of "Emphasis" Paragraphs in the audit report of the Company for the year ended on 31 December 2017: Basis for Qualification: 1. The entity has shortfall of provision of Tk. 1,510,199,816.00 against classified loans and advance Tk. 1,504,814.00 for margin loan which was shown in Loan Classification Statement as unclassified. 2. The company has deferred its interest expenses of Tk. 1,566,430,505.00 and shown as other assets under note no. 09 but said expenditure cannot be deferred as per IAS 38: Intangible assets. 3. The cost value of the subsidiary company PLFS investment was Tk. 200,445,000.00. The equity of this subsidiary as on 31.12.2017 was Tk. 186,050,282.00 and as a result investment was reduced by Tk. 14,394,718.00. Provision against these investment was not made as per

FID circular no. 06, dated 20 August 2006. 4. The Company disclosed previous years loss of Tk. 15,686,553,599.00 (Margin Loan Tk. 3,073,729,000.00 and Other than Margin Loan 12,612,824,599.00) in note no. 09 under other assets and related note no. 2.3, detailed disclosure note regarding the reason for the such loss was not given and re-statement was not done adjusting profit or loss as per BAS-8. Moreover, as the asset is not recoverable, no provision has been made against this unrecoverable asset. 5. The company entered into an agreement with Paramount Properties Limited (Zenith Holding Limited and Zephyr Holdings Limited-owned by previous directors of the company) to purchase a land measuring total 66.5 katha at green road at a cost of Tk. 1,236,640,000.00. The same amount was adjusted earlier against Directors' Loan in 2015 but in the absence of regulatory approval. The said amount has shown as advance against land purchase but the land has not yet been registered in the name of Peoples Leasing and Financial Services Limited in the absence of regulatory approval. No provision has been made against the said advance. 6. Single borrower exposure exceeds the limit as per Financial Institutions Act 1993 Section-14 (C). The details are given below: i) The amount of Tk. 1,260,556,214.00 paid as Loan to PLFS Investment Limited is 40.34 percent of total equity. ii) The amount of Tk. 1,141,478,361.00 paid as loan to Mr. Motiur Raman is 36.53 percent of total equity. 7. We observed that the company has been dealing with the margin loan amounting to Tk. 1,520,014,328.00 without transferring the margin loan to subsidiary. The company did not comply with the policy directives of Bangladesh Securities and Exchange Commission (BSEC), margin loan accounts of the leasing companies were to be transferred to its subsidiary and the subsidiary to be so formed is to deal with the margin loan and share business. Matter of Emphasis: Without qualifying our opinion, we draw attention to the fact disclosed in note 14.1: Note 14.1: The company is subject to the regulatory capital requirement as stipulated in DFIM circular no. 05 dated 24 July 2011 of Bangladesh Bank. The capital requirement for non-banking financial institution is neither ratio-based nor risk-based. The regulatory authority requires a non-banking financial institution to have minimum paid up capital of Tk. 1,000.00 million. Paid up capital was Tk. 2,854,405,970.00 and 2,854,405,970.00 respectively as on December 31, 2017 and December 31, 2016 whereas required capital as per Bangladesh Bank for the above periods was Tk. 1,000,000,000.00. As a result, Excess capital for those periods came to Tk. 1,854,405,970.00 and 1,854,405,970.00 respectively. As per DFIM circular no. 14 dated 28 December 2011 and article no. 2.6 and 2.7 of Prudential Guidelines on Capital Adequacy and Market Discipline (CAMD) for financial institutions issued by Bangladesh Bank, the company as a financial institution should maintain capital adequacy ratio minimum 10% of its risk weighted assets (RWA). Though the PLFSL shows Tk. 1,854,405,970.00 excess against required regulatory capital of Tk. 100.00 crore but considering the shortfall of provision and previous years loss capital adequacy ratio stands on (71.31%).

FUWANGCER

(Q1 Un-audited): EPS was Tk. 0.16 for July-September 2018 as against Tk. 0.12 for July-September 2017; NOCFPS was Tk. 0.18 for July-September 2018 as against Tk. (0.17) for July-September 2017. NAV per share was Tk. 11.77 as on September 30, 2018 and Tk. 11.61 as on June 30, 2018.