

Daily Market Update

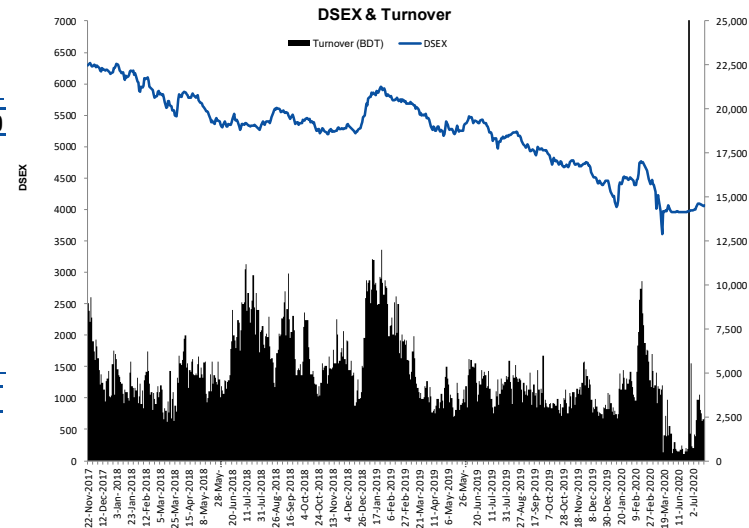
The market closed in green today. The benchmark index DSEX (+0.48%) gained 19.50 points and closed at 4,070.15. The blue-chip index DS30 (+0.59%), the Shariah-based index DSES (+0.54%), and the large cap index CDSET (+0.27%) all closed in green. All the large cap sectors posted positive performance today except Food & Allied (-0.19%). Telecommunication booked the highest gain of 0.93% followed by Pharmaceuticals (+0.69%), NBFIs (+0.46%), Banks (+0.40%), Engineering (+0.35%), and Power (+0.33%). Turnover stood at BDT 2.4 billion (USD 28.3 million). Block trade contributed 22.7% of the overall market turnover. Grameenphone Ltd. (+0.7%) was the most traded share with a turnover of BDT 124.1 million.

Sector Index	Closing	Opening	Δ(Pts)	Δ%	No. of Cos	Sectoral Mcap (mn BDT)	% of Total Mcap	Sectoral Turnover (mn BDT)	% of Total Turnover
Banks	1,144.22	1,139.70	4.52	0.40%	30	466,384.7	17.88%	140.6	7.59%
NBFIs	1,371.07	1,364.73	6.34	0.46%	23	126,754.9	4.86%	40.2	2.17%
Mutual Funds	568.93	568.03	0.91	0.16%	37	29,566.5	1.13%	25.0	1.35%
General Insurance	1,826.40	1,750.47	75.93	4.34%	35	49,346.1	1.89%	489.2	26.42%
Life Insurance	1,883.76	1,836.59	47.17	2.57%	12	52,521.9	2.01%	98.0	5.29%
Telecommunication	3,454.26	3,422.53	31.73	0.93%	2	347,177.1	13.31%	170.6	9.21%
Pharmaceuticals	2,497.19	2,480.05	17.14	0.69%	32	470,721.4	18.05%	402.0	21.71%
Fuel & Power	1,439.63	1,434.83	4.80	0.33%	19	356,882.4	13.69%	79.9	4.31%
Cement	1,182.07	1,182.07	0.00	0.00%	7	71,888.0	2.76%	.8	0.04%
Services & Real Estate	950.70	950.23	0.47	0.05%	8	37,956.8	1.46%	2.0	0.11%
Engineering	2,033.07	2,026.03	7.04	0.35%	39	131,923.5	5.06%	110.9	5.99%
Food & Allied	11,311.89	11,333.55	-21.66	-0.19%	17	208,892.3	8.01%	71.6	3.87%
IT	1,800.51	1,778.16	22.35	1.26%	9	19,906.8	0.76%	41.7	2.25%
Textiles	951.27	950.50	0.76	0.08%	56	96,013.7	3.68%	76.2	4.12%
Paper & Printing	5,044.59	5,041.61	2.98	0.06%	3	9,644.8	0.37%	20.4	1.10%
Tannery	1,667.26	1,667.26	0.00	0.00%	6	17,849.2	0.68%	.3	0.01%
Jute	7,946.87	7,920.71	26.15	0.33%	3	1,756.3	0.07%	2.5	0.14%
Ceramics	389.73	389.73	0.00	0.00%	5	19,760.8	0.76%	2.7	0.14%
Miscellaneous	1,671.96	1,670.14	1.82	0.11%	13	92,771.9	3.56%	77.3	4.18%

Top Ten Gainers	Close	Δ%	Turnover (mn BDT)
Dhaka Insurance Limited	31.10	9.9%	13.8
United Insurance	39.20	9.8%	15.7
Northern Islami Insurance Limited	21.40	9.2%	21.9
Karnaphuli Insurance	21.40	9.2%	17.1
Purabi Gen. Insurance Company Ltd.	15.90	8.9%	26.1
Global Insurance Ltd.	19.70	8.8%	16.5
IFIC Bank	8.60	8.7%	.3
Dacca Dyeing	3.90	8.3%	.1
Shaympur Sugar	31.30	8.3%	1.2
Eastland Insurance	22.70	8.1%	5.7

Top Ten Losers	Close	Δ%	Turnover (mn BDT)
United Commercial Bank Limited	11.90	-3.9%	11.0
MBL 1st Mutual Fund	6.50	-3.0%	.1
Dulamia Cotton	48.30	-2.6%	.1
BD Welding	14.60	-2.0%	.5
Agricultural Marketing Company Ltd. (Pran)	178.10	-1.8%	.2
Olympic Industries	151.60	-1.6%	4.6
Advent Pharma Limited	22.80	-1.3%	21.0
Pragati Life Insurance	96.00	-1.1%	5.6
Meghna Petroleum	158.00	-1.1%	1.0
Padma Oil Co.	167.10	-0.8%	.5

Most Traded Share	Close	Δ%	Turnover (mn BDT)
Grameenphone Ltd.	245.90	0.7%	124.1
Square Pharmaceuticals	175.30	0.4%	97.6
Beximco Pharmaceuticals	74.40	5.1%	74.6
Pioneer Insurance	35.80	6.9%	63.9
Indo-Bangla Pharmaceuticals Limited	21.30	3.9%	61.8
Nahee Aluminium Composite Panel Ltd.	54.00	3.4%	55.6
Sonar Bangla Ins	39.30	3.7%	46.6
Bangladesh Submarine Cable Company Limited	91.80	5.3%	46.5
Beacon Pharmaceuticals Limited	67.90	1.5%	36.0
Islami Bank	20.30	0.5%	35.4



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Index	Closing	Opening	Δ(Pts)	Δ%	%ΔYTD
DSEX	4,070.15	4,050.65	19.50	0.48%	-8.60%
DS30	1,364.68	1,356.64	8.04	0.59%	-9.82%
DSES	944.03	938.97	5.06	0.54%	-5.58%
CDSET	806.39	804.25	2.14	0.27%	-10.38%

	Advanced	Declined	Unchanged	Total
All Category	113	17	204	334
A Category (Equity)	87	14	144	245
B Category (Equity)	17	0	31	48
N Category (Equity)	0	0	1	1
Z Category (Equity)	9	3	28	40
Mutual Funds	8	1	25	34
Corporate Bonds	1	1	0	2

Market Stat	Today	Last Day	% Change	
Mcap	Mn BDT	3,162,534.5	3,150,870.1	0.4%
	Mn USD	37,223.8	37,086.5	
Turnover	Mn BDT	2,404.8	2,344.5	2.6%
	Mn USD	28.3	27.6	
Volume	Mn Shares	84.2	77.4	8.9%
	Trade	54,466	54,107	

Top Ten Market Cap	Mcap (bn BDT)	% of Total Mcap	Turnover (mn BDT)	PE	PB
Grameenphone Ltd.	332.0	12.7%	124.12	9.6x	7.8x
British American Tobacco Bangladesh Company Limited	163.4	6.3%	1.15	19.0x	6.7x
Square Pharmaceuticals	148.0	5.7%	97.63	11.2x	2.3x
United Power Generation & Distribution Company Ltd	116.0	4.5%	.49	14.3x	7.9x
Renata Ltd.	91.7	3.5%	5.27	22.7x	5.0x
Berger Paints	60.7	2.3%	.73	24.9x	9.1x
Investment Corporation of Bangladesh	52.6	2.0%	5.28	NM	2.5x
Marico Bangladesh Limited	49.2	1.9%	.19	18.9x	33.4x
BRAC Bank	42.3	1.6%	.19	8.6x	0.9x
LafargeHolcim Bangladesh Limited	41.7	1.6%	.60	23.9x	2.7x

Top Ten Free Float Mcap	Free Float Mcap (bn BDT)	% of Total Free Float	Turnover (mn BDT)	PE	PB
Square Pharmaceuticals	96.8	9.1%	97.63	11.2x	2.3x
Renata Ltd.	44.8	4.2%	5.27	22.7x	5.0x
British American Tobacco Bangladesh Company Limited	43.2	4.1%	1.15	19.0x	6.7x
Grameenphone Ltd.	33.2	3.1%	124.12	9.6x	7.8x
Beximco Pharmaceuticals	26.2	2.5%	74.56	9.2x	1.1x
BRAC Bank	23.6	2.2%	.19	8.6x	0.9x
Olympic Industries	21.9	2.1%	4.64	15.1x	4.8x
Eastern Bank	17.2	1.6%	.24	6.3x	0.9x
Islami Bank	16.7	1.6%	35.40	6.0x	0.6x
National Bank	15.1	1.4%	9.87	5.3x	0.4x

Block Trade	Maximum Price	Minimum Price	Turnover (mn BDT)	Quantity	Trade
ADN Telecom Limited	33.50	33.50	2.14	64,000	1
Agrani Insurance Co. Ltd.	21.90	21.90	0.50	23,000	1
Aman Feed Limited	26.80	26.80	2.47	92,000	2
British American Tobacco Bangladesh Company Limited	870.00	840.20	9.76	11,419	11
Beacon Pharmaceuticals Limited	69.20	69.00	20.05	290,000	5
City Bank	16.20	16.10	1.61	100,000	2
Delta Life Insurance	52.50	52.50	5.25	100,000	1
Dutch-Bangla Bank	61.00	51.30	4.50	81,600	4
Eastern Bank	30.90	30.90	159.96	5,176,781	1
Far Chemical Industries Limited	9.80	9.80	0.59	60,000	1
Grameen One Scheme Two	11.10	11.10	0.78	70,200	1
IDLC Finance Ltd.	41.40	41.20	2.02	48,990	3
IFIC Bank	8.60	7.90	2.60	312,500	3
International Leasing	4.00	4.00	0.72	178,871	1
Islami Bank	22.20	22.20	280.44	12,632,33	4
Khulna Power Company Limited	45.30	45.30	30.13	665,000	1
Monno Jute Staffers	750.00	750.00	0.66	875	1
Nahee Aluminium Composite Panel Ltd.	49.50	49.50	1.29	26,000	2
National Polymer	58.00	58.00	1.97	34,000	2
One Bank	8.20	8.20	0.75	92,000	1
The Peninsula Chittagong Limited	15.40	15.40	0.66	43,100	1
The Premier Bank	10.50	10.50	1.59	151,000	1
Runner Automobiles Limited	44.50	44.50	0.51	11,500	1
Saiham Cotton Mills Limited	17.30	17.30	0.51	29,500	1
Simtex Industries Limited	14.60	14.60	0.57	39,000	1
Singer Bangladesh	147.00	132.50	7.27	51,205	9
SK Trims & Industries Limited	60.40	56.00	5.32	93,600	7
Standard Ceramic	307.00	307.00	0.53	1,710	1
United Power Generation & Distribution Company Ltd	214.50	201.00	1.54	7,500	3
Total			546.68	73	

Corporate Actions: Upcoming Record Dates

DSE Ticker	Company Name	Rights	Stock	Cash	Year End	Record Date
PREMIERBAN	The Premier Bank		5.0%	5.0%	31-Dec-19	21-Jul-20
IBBLPBOND	IBBL Mudaraba Perpetual Bond		0.0%	9.38% (Annual Profit Rate)	31-Dec-19	21-Jul-20
ISLAMIBANK	Islami Bank		0.0%	10.0%	31-Dec-19	21-Jul-20
MTB	Mutual Trust Bank Ltd		5.0%	5.0%	31-Dec-19	21-Jul-20
CENTRALINS	Central Insurance Company Ltd.		5.0%	7.0%	31-Dec-19	23-Jul-20
SIBL	Social Islami Bank		5.0%	5.0%	31-Dec-19	26-Jul-20
PHOENIXFIN	Phoenix Finance and Investments Ltd.		6.0%	6.0%	31-Dec-19	26-Jul-20
EASTERNINS	Eastern Insurance Company Ltd.		0.0%	20.0%	31-Dec-19	26-Jul-20
ASIAPACINS	Asia Pacific General Insurance Co. Ltd.		0.0%	10.0%	31-Dec-19	27-Jul-20
SOUTHEASTB	Southeast Bank Ltd.		2.5%	7.5%	31-Dec-19	28-Jul-20

Important DSE News
JAMUNABANK

(Q2 Un-audited): Consolidated EPS was Tk. 0.65 for April-June 2020 as against Tk. 0.98 for April-June 2019; Consolidated EPS was Tk. 2.07 for January-June 2020 as against Tk. 1.68 for January-June 2019. Consolidated NOCFPS was Tk. 1.43 for January-June 2020 as against Tk. 1.75 for January-June 2019. Consolidated NAV per share was Tk. 24.94 as on June 30, 2020 and Tk. 21.80 as on June 30, 2019.

Refer to their earlier news disseminated by DSE on 29.10.2014 regarding on BSEC approval for issuance of coupon bearing subordinated non-convertible redeemable bond of BDT 2000 million, the company has further informed that the Board of Directors of Jamuna Bank Limited in its 370th meeting held on July 19, 2020 decided to redeem the Bond fully by exercising of its option for early redemption of the Bonds in full in accordance with condition stipulated in the 'Trust Deed' subject to the approval from the concerned Regulatory Authorities. The date of early redemption is fixed on 28 July 2020 (the "Early Redemption Date").

UCB

(Q2 Un-audited): Consolidated EPS was Tk. 0.42 for April-June, 2020 as against Tk. 0.63 for April-June, 2019; Consolidated EPS was Tk. 0.76 for January-June, 2020 as against Tk. 1.01 for January-June, 2019. Consolidated NOCFPS was Tk. (10.34) for January-June, 2020 as against Tk. 4.69 for January-June, 2019. Consolidated NAV per share was Tk. 29.42 as on June 30, 2020 and Tk. 25.58 as on June 30, 2019.

PEOPLESINS

The auditor of Peoples Insurance Company Ltd. has given the following "Emphasis of Matter" in the audit report of the company prepared for the year ended on 31 December 2019. Emphasis of Matter: We draw your attention to Note 2 of the financial statements which describe matters related to implementation of IFRS 16 Leases including preliminary assessment of its impact as assessed by management. Our opinion is not modified in respect of this matter. Note 2(r) Adoption OF IFRS 16 Leases: IFRS 16 Leases is effective for annual reporting periods beginning on or after 1 January 2019. IFRS 16 defines that a contract is (or contains) a lease if the contract con-

veys the right to control the use of an identified asset for a period of time in exchange for consideration. IFRS 16 significantly changes how a lessee accounts for operating leases. Under previous IAS 17, an entity would rent an office building or branch premises for several years with such a rental agreement being classified as operating lease and they would be considered as off balance sheet item. However, IFRS 16 does not require a lease classification test and hence all leases shall be accounted for as on balance sheet item (except of limited exceptions i.e. short term lease or low value items). The Company has made a preliminary assessment on the impact of the adoption of IFRS 16 on the financial statements. With the adoption of IFRS 16, the Company would recognize a Right-of-Use Asset (i.e. the right to use the office building, branches, service centers etc.) and a corresponding liability. The asset and liability are initially measured at the present value of unavoidable lease payments. The depreciation of the leased asset and interest on the lease liability is recognized in the profit or loss account over the lease term replacing the previous heading lease rent expenses. As per preliminary assessment of leases for office premises, the Company has concluded that the potential impact of these lease items on the Balance Sheet and Profit or Loss Account of the Company for the year 2019 is not considered to be material. In addition, the industry regulator, Insurance Development Regulatory Authority (IDRA) has already remained silent on the adoption of this new accounting standard. Therefore, the Company has not taken IFRS 16 adjustment on the basis of overall materiality as specified in the materiality guidance in the "Conceptual Framework for Financial Reporting" and in IAS 1 "Presentation of Financial Statements". With that being said, the Company will continue to liaison with regulators and related stakeholders and observe the market practice for uniformity and compatibility, and take necessary actions in line with regulatory guidelines and market practice.

GP

The auditor of Grameenphone Ltd. has given the following "Emphasis of Matter" in the audit report of the company prepared for the year ended on 30 June 2020. Emphasis of Matter: We draw attention to Note 36 (a) to the interim condensed financial statements, wherein the management has explained the status of demand notice dated 02 April, 2019 for payment of BDT 125.80 billion which was received from Bangladesh Telecommunication Regulatory Commission (BTRC) in relation to the information system audit conducted by BTRC, covering the period from the Company's inception in 1997 to 31 December, 2014 and management's assessment of such claims. Based on legal advice and management's assessment of such demands, the management has contested these demands at the Court of Bangladesh. Having considered the substance, methodologies and procedures of the audit exercise, but pending final outcome of the Court proceedings, management has concluded, through its current assessment, that is no obligation and hence no provision is required for these demands in the accompanying interim condensed financial statements. Our opinion is not modified in respect of the above matters. Note 36 (a) BTRC audit Regarding the latest audit, on 20 February 2020, in the hearing of a Review Petition filed by Grameenphone on 26 January 2020, the Hon'ble Appellate Division (AD) verbally directed Grameenphone to deposit BDT 10,000,000,000 within 24 February 2020. Following the said verbal order, Grameenphone deposited the money on 23 February 2020 and booked the deposit as non-current receivables as disclosed in Note 8 to these financial statements. On 24 February 2020 the Hon'ble AD directed GP to deposit remaining BDT 10,000,000,000 by 31 May 2020 and in default of the said payment, the interim order of stay and injunction passed by the Hon'ble High Court Division (HCD) shall stand vacated. Further, the Hon'ble AD also directed BTRC to allow GP to carry on its business without any hindrance and fixed the matter on 31 May 2020 for passing further order. On the same day, the Hon'ble HCD adjourned the hearing of the Appeal against the District Court's injunction rejection order till 31 May 2020. On 19 May 2020, Grameenphone has further deposited BDT 10,000,000,000 in compliance with the direction of Hon'ble AD dated 24 February 2020 and followed the same accounting treatment as did for

the first deposit. Due to outbreak of the COVID-19 pandemic the hearing of Review Petition and Appeal have not taken place on 31 May 2020 at Hon'ble AD and HCD respectively. On 30 May 2020, the Supreme Court notified that due to COVID-19, only virtual hearings will take place in both the Divisions (AD and HCD) till 15 June 2020 which was subsequently extended till further notice. Grameenphone is prepared with the compliance application which will be submitted as and when situation permits. The original Title suit is pending at the District Court. On 03 March 2020, BTRC appeared in the suit and sought time for submitting reply. BTRC auditor appeared in the suit earlier and has not submitted its reply yet. The next date is fixed on 21 July 2020 for reply of BTRC and Auditor. After depositing first BDT 10,000,000,000, Grameenphone met with BTRC representatives in several occasions for release of NOC (No Objection Certificate) for equipment import and to address the number (new and recycle) crisis issue. Grameenphone pursued for 7.9 Mn recycle number and allocation of new numbers from "013" prefix/series. BTRC has consented for recycling of 7.9 Mn number. Requests for NOC remained pending at BTRC impacting network expansion and creating challenges for Grameenphone to ensure its network readiness under ongoing COVID-19 context. However, after receiving the court order, so far BTRC released significant part of NOCs and Grameenphone expects BTRC to release the remaining NOCs soon. Pointing out the errors in the substance, methodologies and procedures of the audit exercise Grameenphone disputed the whole Audit Demand and Grameenphone through its current assessment concluded that there is no such obligation against the audit claims.