

Academic Activities of BICM April-June 2018

Investors Education Program

To fulfill government's commitment of increasing awareness of general investors, BICM has been conducting day-long free "Investors Education Program" to disseminate the basic knowledge of capital market investment. General investors have been encouraged to assess the financial health of the listed companies prior to making investment decisions. During April-June 2018, the institute has conducted 09 "Investors Education Program", where 312 investors participated.

Certificate Courses on Capital Market

The Institute offers "Certificate Programs" of different duration programs for the sector professionals, market intermediaries, and related stakeholders. During April-June 2018, BICM arranged four "Certificate Courses on Capital Market", where 101 people participated.

Postgraduate Diploma in Capital Market (PGDCM)

BICM is offering PGDCM for the market intermediaries, full spectrum of market professionals and graduates who aspire to pursue career in the capital market. The Diploma provides a blend of theoretical and practical knowledge on market mechanism, legal framework, new instruments and techniques. The yearlong PGDCM program consists of 13 courses of 36 credit hours including internship. The program is divided into three trimesters. Till 30 June 2018, BICM has enrolled 10 PGDCM batches.

**BICM news
April-June 2018**

Training Program on Financial Statement Analysis at Chittagong

BICM conducted a day long certificate course titled 'Financial Statements Analysis' on 11 May 2018 in Chittagong. The course was arranged in Chittagong Stock Exchange. The objective of the course was to enable the participants to familiarize and understand with various components of Financial Statement and different approaches to analyze them. Executives from different market intermediaries participated in this course. faculty member of BICM conduct the classes. Total number of participants was 41.

Short Content of "Financial Statements Analysis"

Module	Module Details
Module 1	Understanding The Statement of Profit or Loss and Other Comprehensive Income
Module 2	Understanding The Statement of Financial Position (Balance Sheet)
Module 3	Understanding The Statement of Change in Equity
Module 4	Understanding The Cash Flow Statement
Module 5	Financial Analysis Techniques

Training Program on Technical Analysis at Chittagong

BICM completed a day-long certificate course titled 'Technical Analysis' on 12 May 2018. The training aimed to familiarize participants with technical analysis tools and enable them to make projections and apply quantitative analysis and other techniques to improve quality of investment decisions. The Venue of the certificate course was CSE. Executives from different market intermediaries participated in this course. Total number of participants was 40.

Module	Module Details
Module 1	Introduction: Background and Basics <ul style="list-style-type: none"> - Technical analysis as an integral part of market analysis - History of technical analysis - Principals of Technical Analysis - Application of Technical Analysis - Basics and Formation of Charts and Candlesticks
Module 2	Trend Analysis <ul style="list-style-type: none"> - Support and Resistance Lines - Trends, Direction, Duration - Trend lines - Channel lines - Breakout trend lines: rules of confirmation
Module 3	Technical Indicators <ul style="list-style-type: none"> - Lagging and leading indicators - Breadth indicators - Price-based indicators - Volume-based indicators - Volatility indicators
Module 4	Construction & Interpretation of Charts, Candlesticks, and Price Pattern Recognition <ul style="list-style-type: none"> - Pattern recognition on bar charts - Pattern recognition on point and figure charts - Pattern recognition on candlestick charting
Module 5	Technical Theories <ul style="list-style-type: none"> - Dow theory - Elliott wave theory - Fibonacci sequence - Gann analysis - Cycle analysis

Certificate Course on Financial Statement Analysis at BICM

BICM completed a certificate course titled '**Financial Statements Analysis**' in May 2018. The objective of the course was to enable the participants to familiarize and understand with various components of Financial Statement and different approaches to analyze them. The duration of the certificate course was five days. Executives from different market intermediaries participated in this course.

Certificate Course on Technical Analysis (TA) at BICM

BICM completed a certificate course titled '**Technical Analysis**' in June 2018. The training aimed to familiarize participants with technical analysis tools and enable them to make projections and apply quantitative analysis and other techniques to improve quality of investment decisions. The duration of the certificate course was three days (24 June 2018- 26 June 2018). The course was arranged at BICM. Executives from different market intermediaries participated in this course.

**Capital Market News
April-June 2018**

Investment to GDP ratio to exceed 31%

The ratio of investment to GDP has increased to 31.47% during the current year. The government investment was 8.22% whereas the private investment was 23.35%. Both the private and public investment has increased with respect to the previous year. As per Bangladesh Bureau of Statistics (BBS), the GDP for 2017-18 fiscal year is Tk. 22,38,498 crore. On the other hand, total investment amounted to Tk. 7,04,396 crore. The investment to GDP was 30.51% last year.

New CRR to be effective from April 15, 2018

The Cash Reserve Ratio (CRR) has been reduced by 1 percent to 5.5% in an effort to encounter the continuous liquidity crisis in the bank. Interest rate on Repo of Bangladesh Bank has also been reduced by 75 basis point to 6%. These changes have been effective from April 15, 2018.

A new era starts for pharma ingredient markets

The government plans to offer a good number of incentives to encourage local manufacturing of raw materials for the pharmaceutical sector with a view to boosting exports and lowering the cost for domestic consumers. Bangladesh largely depends on imports for raw materials as there is no local active pharmaceuticals ingredients (API): about 95 percent of the Tk. 5,000 crore worth of raw materials needed by the pharmaceutical sector are brought in from abroad. The draft API policy offers tax-holiday until 2032, waiver on VAT and VAT deduction at source, 20pc cash incentive, 12-year tenure for term loans for factories, equipment, export retention 40pc, back-to-back letter of credit facility, no single borrower cap and priority in getting land in industrial parks and economic zones.

BSEC working to introduce Islamic 'Sukuk' in capital market

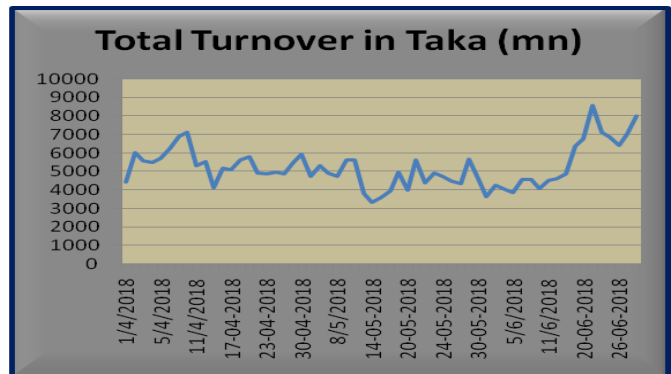
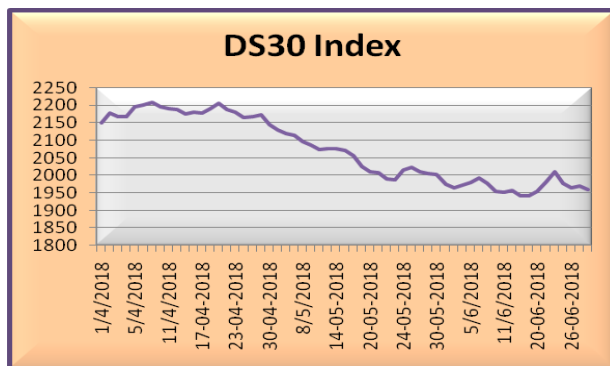
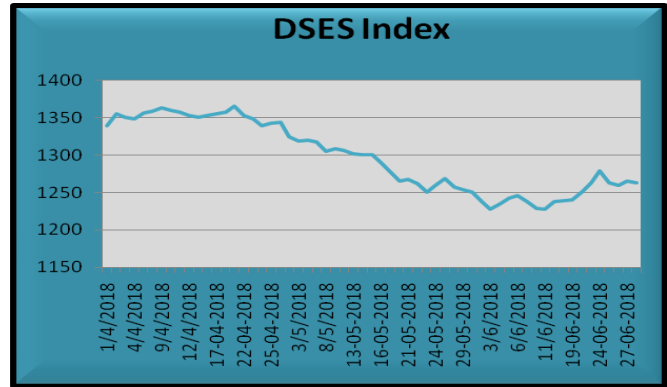
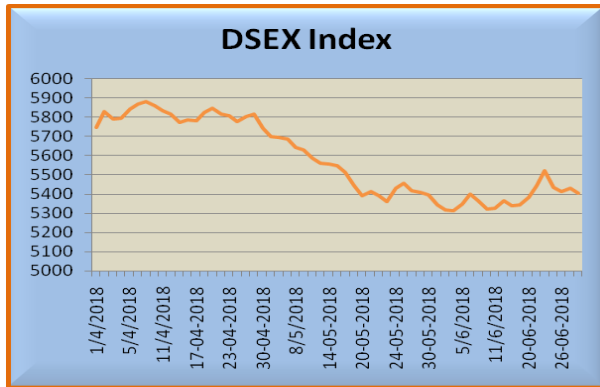
Bangladesh Securities and Exchange Commission (BSEC) is working to bring 'Sukuk', an Islamic financial certificate similar to bond, into the capital market for financing the large projects. The process is going on to form rules of Sukuk. "Recently, we had a meeting with the

Finance ministry to discuss about Sukuk,” BSEC executive director Mr. Saifur Rahman told BSS on April 13, 2018. A technical assistant project has already been approved and the consultants of the project will prepare the rules, he said.

BSEC to tighten enforcement on auditors’ panel

The Bangladesh Securities and Exchange Commission has taken a step to tighten enforcement on its panel of auditors through providing a legal basis for the guidelines. The commission issued an order on April 13, 2018 to amend the Securities and Exchange Rules 1987, especially its rule 12 (3B), made for the auditors’ panel. The regulator formed a five-member committee in this regard headed by its executive director Mr. Forhad Ahmed, said BSEC executive director and spokesperson Mr. Saifur Rahman. The commission has approved 40 chartered accountancy firms on its panel of auditors as they fulfilled regulatory requirements. Listed companies have to get their financial statements audited by any chartered accountancy firm from the BSEC’s list of panel of auditors.

Capital Market Statistics (01 April 2018-30 June 2018)



Performance of Indices at a Glance

	DSEX	DSES	DS30
As on 01/04/2018	5747.14	1339.88	2150.01
As on 28/06/2018	5405.46	1263.79	1959.95
% Change	-5.95%	-5.68%	-8.84%
Highest Value	5879.42	1365.59	2207.61
Lowest Value	5313.71	1228.18	1941.87
Average	5576.96	1296.96	2070.87
Standard Deviation	197.37	46.85	92.66

Performance of Indicators at a Glance

	Turnover in Taka (mn)	Market Cap. In Taka (mn)
As on 01/04/2018	4410.09	3993244.12
As on 28/06/2018	8014.04	3847347.79
% Change	81.72%	-3.65%
Average	5220.01	3925903.73

International Capital Market Review

(01 April 2018-30 June 2018)

International capital market witnessed mixed performance during 01 April 2018-30 June 2018. There was a 6.35% positive change in S&P 500 over this period. Dow Jones Industrial Average and NASDAQ Composite Index gained 2.65% and 9.32% respectively. UK equities ended the period in a positive note. FTSE 100 Index increased by 8.63%. DAX Index of Germany was positive by 2.53%.

Index	Country	01 April, 2018	30 June, 2018	% Change
S & P 500 INDEX	United States	2,648.05	2,816.29	6.35%
Dow Jones Industrial Average	United States	23,644.19	24,271.41	2.65%
NASDAQ COMPOSITE INDEX	United States	6,870.12	7,510.30	9.32%
FTSE 100 INDEX	United Kingdom	7,030.50	7,636.90	8.63%
DAX Index	Germany	12,002.45	12,306.00	2.53%
HANG SENG	Hong Kong	30,180.10	28,955.11	-4.06%
NIKKEI 225	Japan	21,388.58	22,304.51	4.28%
SSE COMPOSITE INDEX	China	3,163.1790	2,847.4180	-9.98%
S&P BSE SENSEX	India	33,255.36	35,423.48	6.52%

(Source: finance.yahoo.com)

Hang Seng of Hong Kong and SSE composite index of China reduced by 4.06% and 9.98% respectively. Nikkei 225 of Japan rose 4.28% SENSEX of India also increased by 6.52%.