

Academic Activities of BICM January-March 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 January-March 2018, the institute has conducted 14 "Investors Education Program", where 336 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 January-March 2018, BICM arranged five "Certificate Courses on Capital Market", where 108 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 31 March 2018, BICM has enrolled 10 PGDCM batches.

BICM news
January-March 2018

Training Program on Technical Analysis

During the first quarter of the year 2018, the “Training Program on Technical Analysis” was the first certificate course arranged by BICM dated from January 07, 2018 to January 09, 2018. A Certified Market Technician carried on the program which enabled the participants to make projections and apply quantitative analysis and other techniques to improve quality of investment decisions. Beside the different traditional technical analysis tools, this course also introduced the ‘Japanese Candlestick’ charting technique.

Certificate Program on IASs and IFRSs:

As IFRS Standards support to bring transparency, accountability and efficiency to financial markets around the world, BICM coordinated a two-week long certificate course on International Accounting Standards (IASs) and International Financial Reporting Standards (IFRSs) started on February 05, 2018 and concluded on February 20, 2018. Three experts of these fields conducted the program. The specialists assisted the participants to understand the recognition, measurement, presentation and disclosure requirements as specified by IASs and IFRSs in the preparation and presentation of published financial statements.

A Certificate Course on Securities Laws of Bangladesh

BICM organized an extensive certificate program on “Securities Laws of Bangladesh”. Extremely professional and skilled people from different respective areas made that program effective and efficient. It attempted to let the participants grasp the knowledge about various securities laws of Bangladesh and to make them able to interpret securities laws and regulations of capital market of Bangladesh.



A Certificate Course on Securities Laws of Bangladesh from March 18
to April 01, 2018

A Certificate Course on Securities Valuation

Considering the importance of security valuation for investment, BICM arranged a certificate course on “Security valuation” that is helpful to make decision on the portfolio management of an investor. Prior investment, analysis of the right price of a share should be done. Hence, an understanding of the valuation of securities is indispensable. It was a 5 days program. Speakers were market specialists. The main purpose of offering the program was to make the participants familiar with the different valuation models to analyze various stocks for developing successful investment decision.



A Certificate Course on Securities Valuation

Regulatory News

Bangladesh Securities and Exchange Commission set code of conduct in respect of participating in the bidding process of book-building method

On 20 February 2018, Bangladesh Securities and Exchange Commission issued a directive for eligible investors (EIs) to adhere to code of conduct in respect of participating in the bidding process of book-building method for public issue of securities under the Bangladesh Securities and Exchange Commission (Public Issue) Rules, 2015, namely:-

- 1) The EIs shall form a Bidding Recommendation Committee comprising of at least 2 (two) members having relevant knowledge, skill, qualification and experience. The Committee, upon detailed analysis of value and prospects of securities, shall recommend participating in the electronic bidding and shall also mention the bidding quantity and price, if recommended.
- 2) The EIs shall, on the basis of recommendation of the Bidding Recommendation Committee, take decision about participation in the bidding. Decision of the EI and proceedings of the Committee along with workings shall be preserved for inspection by the Commission or the Exchanges.
- 3) The EIS and Committee shall exercise due diligence and independent professional judgment, and ensure proper care in order to maintain objectivity, transparency and independence in the decision making for bidding.
- 4) While analyzing, they shall take into consideration all aspects including financial, technical, managerial, commercial, economic, ownership etc. of the securities offered and its issuer and review all documents and prospectus in details.
- 5) While analyzing, they shall use internationally recognized securities valuation techniques and take decision on objective and professional judgment. They shall keep all calculations, analysis, workings and proceedings regarding the valuation in writing and shall record the basis for using valuation technique with justification.
- 6) They shall act fairly, neutrally, honestly and shall be independent in analysis and making decision without any influence, interfere or pressure. They must not disclose or share any information related to the valuation with the issuer, issue manager, other eligible investors or any other person. The analysis, recommendation and decision shall be kept confidential till completion of the bidding period.
- 7) The EIs shall submit their valuation report along with workings and calculations to the exchange conducting the bidding, within 2 (two) working days of completion of the bidding period.
- 8) The exchange conducting the bidding shall report to the Commission, within 7 (seven) working days of completion of the bidding period, if they have any observation or find any discrepancy regarding the valuation reports.

Regulatory News

The Regulator directs exchanges and CDBL to ensure proper compliance of the condition regarding joint-holding of minimum 30% shares by sponsors/promoters and directors

Bangladesh Securities and Exchange Commission (BSEC), on March 11, 2018 issued a directive regarding ensuring the compliance of condition of joint-holding of minimum 30% shares by sponsors/promoters and directors.

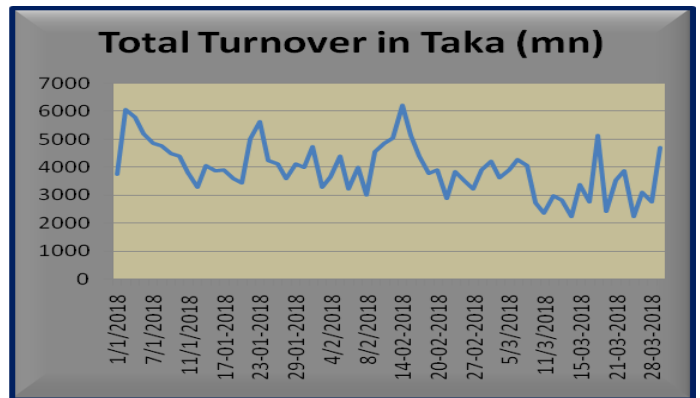
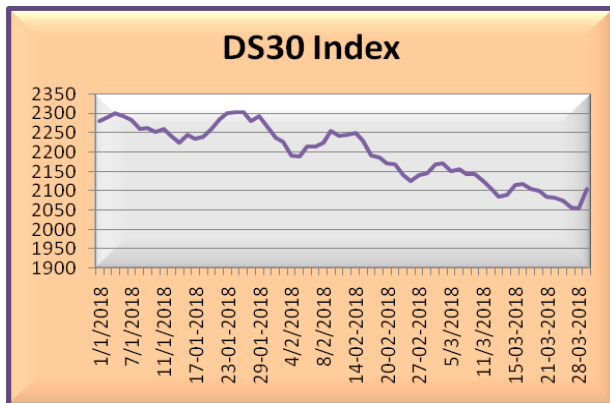
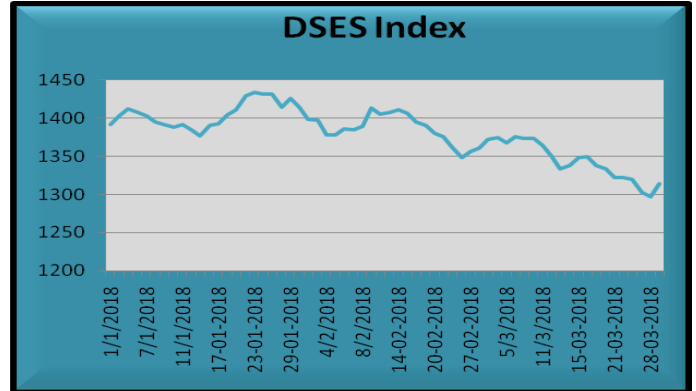
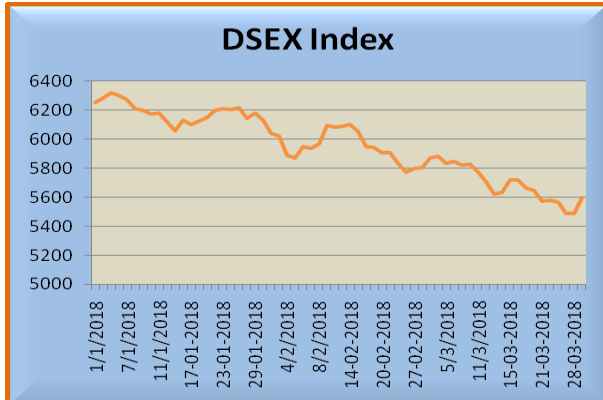
By this directive, Commission directed Dhaka Stock Exchange Limited, Chittagong Stock Exchange Limited and Central Depository Bangladesh Limited to ensure proper compliance of the Condition No “a)” of the Commission’s Notification No. SEC/CMRRCD/2009-193/119/Admin/34, dated 22 November 2011 in respect of maintaining all time joint-holding of minimum 30% shares by sponsors/promoters and directors.

BSEC amended the rule regarding lock-in period of IPO shares

Bangladesh Securities and Exchange Commission (BSEC), on March 11, 2018 issued a Notification regarding lock-in period after IPO. Through the notification, Commission amended Commission’s Notification No. BSEC/CMRRCD/2009-193/184/Admin/67 dated 13 March 2016, published in Bangladesh Gazette on 16 May 2016, in respect to the issuer companies regarding initial public offering (IPO) of shares. The second paragraph of the aforesaid Notification, in the following manner, Namely:-

“Shares not allotted at the time of according consent for IPO, but allotted after listing in favor of sponsors, directors or shareholders having 10% or more shares, other than alternative investments funds, through stock dividends, shall be subject to a lock-in period of 02 (two) years from the date of issuance of the prospectus for IPO.”

Capital Market Statistics
(01 January 2018-29 March 2018)



Performance of Indices at a Glance

	DSEX	DSES	DS30
As on 01/01/2018	6254.41	1391.42	2281.55
As on 29/03/2018	5597.44	1314.65	2106.02
% Change	-10.50%	-5.52%	-7.69%
Highest Value	6318.27	1433.17	2304.69
Lowest Value	5488.87	1297.31	2055.36
Average	5951.78	1379.09	2197.59
Standard Deviation	227.38	32.86	73.93

Performance of Indicators at a Glance

	Turnover in Taka (mn)	Market Cap. In Taka (mn)
As on 01/01/2018	3743.08	4234237.32
As on 29/03/2018	4703.65	3917185.87
% Change	25.66%	-7.49%
Average	3946.26	4119581.92

International Capital Market Review

(01 January 2018-31 March 2018)

International capital market witnessed negative trends during January 2018-March 2018. There was a 6.48% negative change in S&P 500 over this period. Dow Jones Industrial Average and NASDAQ Composite Index lost 7.83% and 4.66% respectively. UK equities ended the period in a slightly negative note. FTSE 100 Index lost 0.32%. DAX Index of Germany was negative by 6.32%.

Index	Country	01 January, 2018	31 March 2018	% Change
S & P 500 INDEX	United States	2,823.81	2,640.87	-6.48%
Dow Jones Industrial Average	United States	26,149.39	24,103.11	-7.83%
NASDAQ COMPOSITE INDEX	United States	7,411.48	7,066.27	-4.66%
FTSE 100 INDEX	United Kingdom	7,533.60	7,509.30	-0.32%
DAX Index	Germany	13,189.48	12,612.11	-4.38%
HANG SENG	Hong Kong	32,887.27	30,808.45	-6.32%
NIKKEI 225	Japan	23,098.29	21,454.30	-7.12%
SSE COMPOSITE INDEX	China	3,480.8330	3,082.2319	-11.45%
S&P BSE SENSEX	India	35,965.02	35,160.36	-2.24%

(Source: finance.yahoo.com)

Nikkei 225 of Japan reduced by 7.12%. Hang Seng and SSE composite index fell 6.32% and 11.45% respectively. SENSEX of India also decreased by 2.24%.

