

Academic Activities of BICM July-August 2019

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. BICM conducts this program on weekly basis in Dhaka and in regional cities on certain interval. During July-August 2019, the institute has conducted 8 "Investors Education Program", where total 177 investors participated.

Certificate Courses on Capital Market

The Institute offers "Certificate Programs" of different duration for the sector professionals, market intermediaries, and related stakeholders. During July-August 2019, BICM arranged total 5 and 3 days courses on topic named "Financial Statement Analysis" and "Technical Analysis" respectively. Total number of participants in all these courses was 37. The main purpose of these courses is to enable the investors to review and analyze financial statements, to help them perform Technical Analysis, gather knowledge about basics of technical indicators and to know the application of technical analysis for stock for taking better economic decision.

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 30th June 2019 BICM has enrolled 12 PGDCM batches and in 12th batch there are 36 students in this batch.

Certificate Course on “Financial Statements Analysis”

BICM conducted certificate course titled “Financial Statements Analysis” from 25 August to 29 August, 2019. 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. In the daylong training program of both days total numbers of participants were 27. The classes were taken by Md. Habibullah, ACCA Affiliate, Assistant Professor of BICM, Mr. Sandip Halder, MBA(DU), ACMA, FCA, CA (UK), Chief Financial Officer at Godrej Household Products (BD) Pvt. Ltd. and Mr. Sayeed Ahmed, FCA, ACMA, Ex- DMD and CFO of Pubali Bank limited.

Module	Module Details
Module 1	<p>Understanding the Statement of Profit or Loss and other Comprehensive Income</p> <ul style="list-style-type: none"> - Components and format of profit or loss and other comprehensive income - Revenue recognition (IAS18) - Substance over form
Module 2	<p>Understanding the Statement of Financial Position (Balance Sheet)</p> <ul style="list-style-type: none"> - Components and format of the balance sheet - Measurement bases of assets and liabilities - Equity and its components
Module 3	<p>Understanding the Cash Flow Statement</p> <ul style="list-style-type: none"> - Components and format of the cash flow statement - Classification of cash flows and noncash activities - Direct and indirect cash flow formats for reporting operating cash flow - Free cash flow to the firm and free cash flow to equity
Module 4	<p>Understanding The Statement of Change In Equity</p> <ul style="list-style-type: none"> - Statement of change in shareholder’s equity - Cash dividend, stock dividend and stock split.
Module 5	<p>Financial Analysis Techniques</p> <ul style="list-style-type: none"> - The financial analysis process - Comparative analysis: intercompany, intra-Company, and industry average - Analysis tools and techniques: ratio analysis horizontal and vertical analysis, use of graphs as an analytical tool

Certificate Course on “Basic of Technical Analysis”

BICM conducted the course titled “**Basic of Technical Analysis**”, a daylong training program from 25 August to 27 August, 2019 to familiarize participants with technical analysis tools and enable them to make projection and apply quantitative analysis and other techniques to improve quality of investment decisions. Mr. Shibly Amran, AVP & Senior Portfolio Manager, City Bank Capital Resources Ltd conducted the whole session. Total 10 executives from different market intermediates participated in this course.

Module	Module Details
Module 1 25 August, 2019 Sunday	<ul style="list-style-type: none">- Introduction to Technical Analysis- Trend Analysis- Price Patterns- Moving Averages
Module 2 26 August, 2019 Monday	<ul style="list-style-type: none">- The Fibonacci Relevance- Technical indicators: The Tools of the Trade- The Basic Indicators- Combining Technical Tools
Module 3 27 August, 2019 Tuesday	<ul style="list-style-type: none">- Application of Technical Analysis to Stocks- Technical Analysis for Long term Investors- Introduction to Japanese Candlestick- The Importance of Emotional Maturity

Regulatory News

BSEC Declared Revised Panel of Auditors

BSEC has approved a revised auditor's panel for auditing financial statements of the issuers of the listed securities. All names are presented alphabetically as in the table below:

Sl. No.	Name of the Chartered Accountants firm	Sl. No.	Name of the Chartered Accountants firm
1.	A., Hoque & Co., Chartered Accountants	21.	Khan Wahab Shafique Rahman & Co., Chartered Accountants
2.	A. Qasem & Co., Chartered Accountants	22.	M. J. Abedin & Co., Chartered Accountants
3.	A. Wahab & Co., Chartered Accountants	23.	M. M. Rahman & Co., Chartered Accountants
4.	ACNABIN, Chartered Accountants	24.	MABS & J Partners, Chartered Accountants
5.	Ahmed Mashuque & Co., Chartered Accountants	25.	Mahfel Huq & Co., Chartered Accountants
6.	Ahmed Zaker & Co., Chartered Accountants	26.	Malek Siddiqui Wali, Chartered Accountants
7.	ARTISAN, Chartered Accountants	27.	Masih Muhith Haque & Co., Chartered Accountants
8.	Ashraf Uddin & Co., Chartered Accountants	28.	Nurul Faruk Hasan & Co., Chartered Accountants
9.	Ata Khan & Co., Chartered Accountants	29.	Octokhan, Chartered Accountants
10.	Aziz Halim Khair Choudhury, Chartered Accountants	30.	Pinaki & Company, Chartered Accountants
11.	FAMES & R., Chartered Accountants (Former Shahadat Rashid & Co., Chartered Accountants)	31.	Rahman Mostafa Alam & Co., Chartered Accountants

12.	G Kibria & Co., Chartered Accountants		Rahman Rahman Huq, Chartered Accountants
13.	Hoda Vasi Chowdhury & Co., Chartered Accountants	33.	S. F. Ahmed & Co., Chartered Accountants
14.	Howladar Yunus & Co., Chartered Accountants	34.	S. K. Barua & Co., Chartered Accountants
15.	Hussain Farhad & Co., Chartered Accountants	35.	Shafiq Basak & Co., Chartered Accountants
16.	Islam Aftab Kamrul & Co., Chartered Accountants	36.	Shiraz Khan Basak & Co., Chartered Accountants
17.	Islam Quazi Shafique & Co., Chartered Accountants	37.	Syful Shamsul Alam & Co., Chartered Accountants
18.	K. M. Alam & Co., Chartered Accountants	38.	Toha Khan Zaman & Co., Chartered Accountants
19.	K. M. Hasan & Co., Chartered Accountants	39.	Zoha Zaman Kabir Rashid & Co., Chartered Accountants
20.	Kazi Zahir Khan & Co., Chartered Accountants		

BSEC notify the Cancellation of Reinvestment unit of Mutual Fund

Reinvestment is using dividends, interest and capital gains earned in an investment or mutual fund to purchase additional shares or units, rather than receiving the distributions in cash. In terms of mutual funds, it is the reinvestment of distributions and dividends to purchase additional units of that fund. BSEC has declared that from now on there will be no reinvestment unit of mutual fund thus only cash dividend will be allowed in case of all mutual funds (both open-ended and close-ended). In case of open ended mutual fund like other close-ended fund, the portion of sponsor's fund can be hold till 1 year and later on 10% of that portion will be preserved till the fund liquidates.

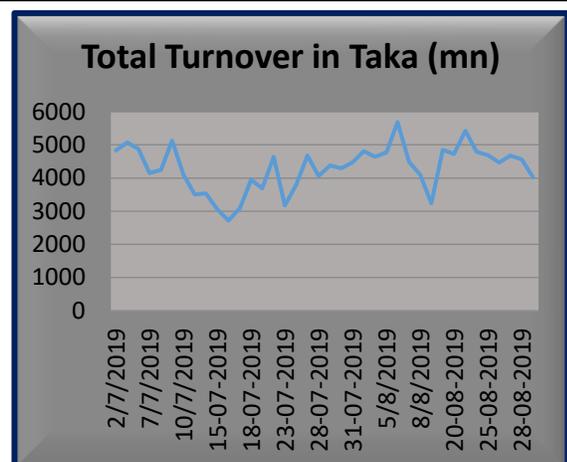
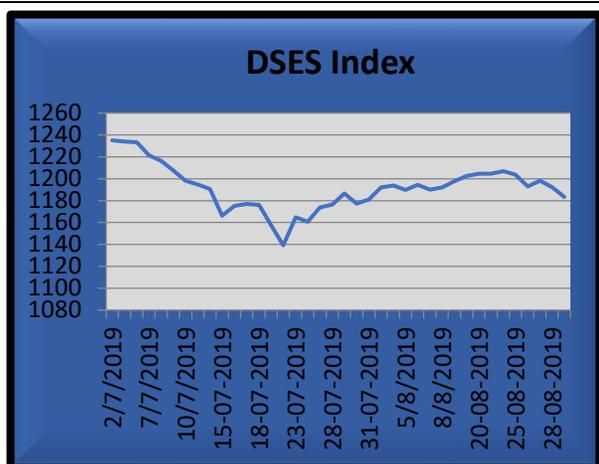
Capital Market Statistics (July-August 2019)

From the beginning of month of July negative vibe in market was observed. The negative trend persisted till 22 July 2019. However, there were a few days during the said period while the indices were green. Imposition of 10% tax rate on retained earnings and reserves of listed companies, latest gas price hike, government's move to liquidate People's Leasing and Financial Services (PLFS) and the BTRC's strict stance on Grameenphone were the reasons behind the investors' selling spree.

The market turned green, ending the 3-week losing streak, on 24 July as a result of active participation of institutional investors. The positive trend continued till 22 August 2019, having some minute ups and downs within it. From 26 August The stock market witnessed a correction, arising from profit booking by the investors.

In two months there were respectively -5.37%, -4.19% and -5.88% change in DSEX, DSES and DS30 respectively. The highest value of DSEX during this period was 5384.93 and while the lowest value of the broad index was 4966.44. Despite the negative trend in market, the changes in turnover and market capitalization were positive. There was a 19.80% increase in turnover. The average daily turnover within this period was 4301.22 mn Taka. At the end of August, market capitalization stood at 3980801.93 mn Taka, gaining by 4.53%.

Performance of Capital Market at a glance
(01 July 2019-31 August 2019)



Performance of Indices at a Glance

	DSEX	DSES	DS30
As on 02/07/2019			1912.58
As on 29/08/2019	5384.93	1235.16	1800.06
% Change	-5.37%	-4.19%	5.88%
Highest Value	5384.93	1235.16	1912.58
Lowest Value	4966.44	1139.15	1776.15
Average	5195.85	1193.15	1841.93
Standard Deviation	91.68	20.85	29.78

Performance of Indicators at a Glance

	Turnover in Taka (mn)	Market Cap. In Taka (mn)
As on 02/07/2019	4029.18	3808457.20
As on 29/08/2019	4827.11	3980801.93
% Change	19.80%	4.53%
Average	4301.22	3858117.66

International Capital Market Review

(01 July 2019-31 August 2019)

Index	Country	Beginning (July 2019)	Ending(August 2019)	2 months % Change
S & P 500 INDEX	United States	21,729.97	20,704.37	-4.72%
Dow Jones Industrial Average	United States	26,717.43	26,403.28	-1.18%
NASDAQ COMPOSITE INDEX	United States	8,091.16	7,962.88	-1.59%
FTSE 100 INDEX	United Kingdom	7,497.50	7,207.20	-3.87%
DAX Index	Germany	12,521.38	11,939.28	-4.65%
HANG SENG	Hong Kong	28,875.56	25,724.73	-10.91%
NIKKEI 225	Japan	21,729.97	20,704.37	-4.72%
SSE COMPOSITE INDEX	China	3,044.90	2,886.24	-5.21%
S&P BSE SENSEX	India	39,686.50	37,332.79	-5.93%

(Source: finance.yahoo.com)

International capital market experienced both positive and negative change in different types of indexes during July-August 2019 whereas, most of the major indexes showed negative trend over the mentioned timeframe. US equities experienced negative returns in case of S&P 500 and Dow Jones Industrial Average as well as NASDAQ COMPOSITE INDEX by -4.72%, -1.18% and -1.59% respectively over the timeframe. Among the US equities, S&P 500 declined by 4.72%

which is highest in US equities followed by NASDAQ COMPOSITE INDEX deteriorated by 1.59%. In addition, FTSE 100 INDEX of United Kingdom also exhibited pessimistic drift and

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Over this period, HANG SENG index of Hong Kong and NIKKEI 225 index of Japan lost by 10.91% and 4.72% respectively. Furthermore, DAX Index of Germany and S&P BSE SENSEX of India demonstrated adverse yields and collapsed by 4.65% and 5.93% respectively. SSE COMPOSITE INDEX of China also decreased by 5.21% during this timeframe. The following graph demonstrates the percentage change of one month in index from July-August 2019:

