

Annual Report 2021-22

বার্ষিক প্রতিবেদন ২০২১-২২



ডিএসই ব্রোকার্স এসোসিয়েশন অব বাংলাদেশ
DSE BROKERS ASSOCIATION OF BANGLADESH

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DSE BROKERS ASSOCIATION OF BANGLADESH

CORPORATE PROFILE

Name of Organization	DSE Brokers Association of Bangladesh (DBA)
Type of Organization	Trade Organization
Registered Office	Modhumita Building (8th Floor) 158-160, Motijheel, C/A Dhaka-1000, Bangladesh
Phone	+88-02-9512464 +88-02-9512465
E-mail	secretary@dba-bd.org
Website	www.dba-bd.org
Obtaining of License	June 29, 2015 (From Ministry of Commerce)
Date of Incorporation	August 16, 2015 (From RJSC)
Formal Inauguration	July 16, 2016
Affiliation of FBCCI	October 15, 2015 (As 'A' Class Organization)
Number of Member	251 (TREC Holders of DSE)
Number of Director	15 (Elected by the Member)
President	Richard D' Rozario
Sr. Vice President	Md. Sajedul Islam
Vice President	Md. Saifuddin, CFA
Secretary	Md. Didarul Gani
Statutory Auditor	A Matin & Co. Chartered Accountants 60/2, Naya Paltan (1st Floor), Dhaka-1000
Tax Consultant	Md. Aulad Hossain Legal Avenue 1/A, Shafi Complex (4th Floor) Century Arcade, Moghbazar, Dhaka

DBA

A Brief Profile

DSE Brokers Association of Bangladesh (DBA) is the first trade organization of stock broking community in Bangladesh started its journey on January 29, 2014 by holding a promoters' meeting and formed an Ad-hoc Committee comprising of 15 (Fifteen) members with Mr. Ahasanul Islam as the Convener to expedite the registration process of Association. After walking a long road and facing many troubles, finally DBA obtained its license from the Ministry of Commerce on June 29, 2015 in the name of "DSE Brokers Association of Bangladesh". After that the Association incorporated with RJSC as registered trade organization on August 16, 2015. DSE Brokers Association of Bangladesh got the affiliation of FBCCI on October 15, 2015 as 'A' class Association.

DSE is a non-profitable and a non-political organization registered with 250 general members being TREC Holders of Dhaka Stock Exchange Limited. Associate members, associated with Dhaka Stock Exchange Limited take the opportunity to be the member of Association fulfilling requirements and following all terms and conditions specified in the Article of Association.

The Board of Directors of DSE Brokers Association of Bangladesh consist of 15 (Fifteen) members elected by the general members of Association for two years term amongst them One President, One Senior Vice President, One Vice President elects by the Board of Directors after election of the Board of Directors.

The mission and the vision of Association is to be the catalyst that promotes investment, wealth creation and capital formation through capital market for the national development and to ensure the interest and development of stock broking community, provide investor protection and promote market integrity.

The main purpose of Association is to further develop the capital market of Bangladesh as well as play the pivotal role in preserving the interest of the members of Association, Investors, intermediaries and other concerned of the market.



DBA OBJECTIVES

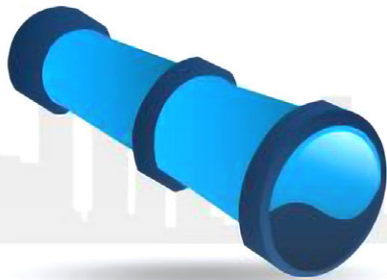
- ▷ To promote and protect the trade, commerce, business and industrial relations amongst Stock Brokers of Dhaka Stock Exchange Limited.
- ▷ To foster a spirit of cooperation amongst in business.
- ▷ To render the government and other authorities such assistance, information and advice as may enable them to promote commerce, trade and industry.
- ▷ To watch over and protect the general commercial interest of all members including all Stock Brokers and Stock Dealers of Dhaka Stock Exchange Limited.
- ▷ To collect, monitor, publish and circular to members of the Association statistics and other trade and trading information for improving the activities in business.
- ▷ To develop commercial activates and economic cooperation among the Association in the country and abroad.
- ▷ To promote business, trade, commerce, science, industry, service and technology around the Association.
- ▷ To develop congenial atmosphere for further growth and development of capacity building of Stock Brokers and Stock Dealers in different areas of Trade and Commerce in the country and abroad.
- ▷ To assist member to explore new business areas in the country and abroad.

- ▷ To place the proposals of Association to Dhaka Stock Exchange Limited for the betterment of the capital market.
- ▷ To negotiate with the government, Bangladesh Securities and Exchange Commission (BSEC), Bangladesh Bank and other regulatory bodies for the interest of the members of Association and Dhaka Stock Exchange Limited.
- ▷ To exchange ideas, concept, research works with government, trade bodies and stock exchanges in the country and abroad.
- ▷ To become member and maintain liaison with the FBCCI and other trade organizations and entities in Bangladesh and abroad.
- ▷ To publish and circulate Business News, Research Papers, Bulletin in line with the capital market, Trade and Commerce.
- ▷ To promote highest standard of business ethics, integrity and professionalism between members and others.
- ▷ To act as Principal, Agent, Managers, Trustee for any society, Association of body directly or indirectly related to engage in business in the country and abroad.
- ▷ To contribute to the progress and advancement in every lawful manner and do all lawful acts to promote the welfare of the members of Association.



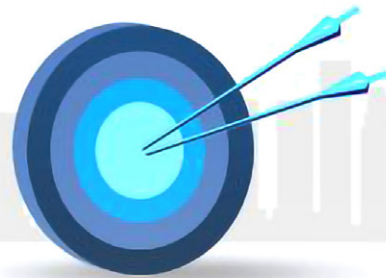


VISION & MISSION



MISSION

To be the catalyst that promotes investment, wealth creation and capital formation through capital market for the national development



VISION

To ensure the interest and development of stock broking community, provide investor protection and promote market integrity

FORMER PRESIDENT



Ahasanul Islam Titu
Chairman
Mona Financial Consultancy & Securities Limited
21 Nov 2013 - 23 Nov 2016



Ahmad Rashid Lali
Managing Director
Rashid Investment Services Ltd.
23 Nov 2016 – 26 Nov 2017



Mostaque Ahmed Sadeque
Managing Director
Investment Promotion Services Limited
26 Nov 2017 – 25 Nov 2018



Md. Shakil Rizvi
Managing Director
Shakil Rizvi Stock Limited
25 Nov 2018 – 21 Jan 2020



Sharif Anwar Hossain
Managing Director
Md. Sahidullah Securities Limited
21 Jan 2020 - 20 Dec 2021



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LETTER OF TRANSMITTAL

Honorable Members
Ministry of Commerce
Registrar of Joint Stock Companies and Firms
Federation of Bangladesh Chambers of Commerce and Industry

Dear Sir/ Madam,

ANNUAL REPORT FOR THE YEAR ENDED ON JUNE 30, 2022

We are pleased to enclose a copy of Annual Report for the year ended on 30th June 2022 together with the Audited Financial Statements including Statements of Financial Position, Statement of Profit or Loss and Other Comprehensive Income, Statement of Cash Flows and notes to the Financial Statements for the above-mentioned period of the Association for your kind information and record.

Thanking you,

Sincerely yours,



Md. Didarul Gani
Secretary

Dhaka
November 17, 2022

AGM NOTICE



NOTICE OF THE 8th ANNUAL GENERAL MEETING

Notice is hereby given that the Eighth (8th) Annual General Meeting (AGM) of the members of DSE Brokers Association of Bangladesh (DBA) will be held on Wednesday, the December 7, 2022 at 6:00 pm at Samson H. Chowdhury Hall, (1st Floor), Dhaka Club Limited, Ramna, Shahbagh, Dhaka-1000 to transact the following businesses:

AGENDA :

1. To receive, consider and adopt the Board of Directors' Report of the Association for the year ended June 30, 2022.
2. To receive, consider and adopt the Financial Statement of the Association and the Auditors' Report thereon for the financial year ended June 30, 2022.
3. To appoint Auditors for the financial year 2022-2023 and fix their remuneration.
4. To consider other business with permission of the Chair.

Dhaka
November 17, 2022

By Order of the Board,

Md. Didarul Gani
Secretary



BOARD OF DIRECTORS

Richard D' Rozario	President
Md. Sajedul Islam	Sr. Vice President
Md. Saifuddin, CFA	Vice President
Dastagir Md. Adil	Director
Masudul Haque	Director
Md. Mofizuddin	Director
Dil Afroza Kamal	Director
Dr. Osman Goni Chowdhury	Director
Zeyad Rahman	Director
Umar Haider Khan	Director
Mohammed Ahsan Ullah	Director
Sumon Das	Director
Mohd. Shaahed Imran	Director
Mamun Akbar	Director
Md. Nadim	Director



BOARD OF DIRECTORS



Richard D' Rozario
President
Representative
Global Securities Limited
DSE TREC # 060



Md. Sajedul Islam
Sr. Vice President
Representative
Shyamol Equity Management Limited
DSE TREC # 003



Md. Saifuddin, CFA
Vice President
Representative
IDLC Securities Limited
DSE TREC # 058



Dastagir Md. Adil
 Director
 Representative
 Adil Securities Limited
 DSE TREC # 017



Masudul Haque
 Director
 Representative
 Aries Securities Limited
 DSE TREC # 048



Md. Mofizuddin
 Director
 Representative
 Remons Investment and Securities Limited
 DSE TREC # 108



Dil Afroza Kamal
 Director
 Representative
 K-Securities and Consultants Limited
 DSE TREC # 122



Dr. Osman Goni Chowdhury
 Director
 Representative
 Expo Traders Limited
 DSE TREC # 230



Zeyad Rahman
 Director
 Representative
 Delta Capital Limited
 DSE TREC # 185



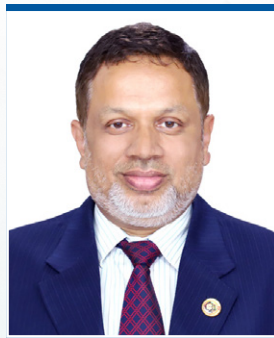
Umar Haider Khan
 Director
 Representative
 Eminent Securities Limited
 DSE TREC # 191



Mohammed Ahsan Ullah
 Director
 Representative
 Pubali Bank Securities Limited
 DSE TREC # 214



Sumon Das
 Director
 Representative
 Bank Asis Securities Limited
 DSE TREC # 237



Mohd. Shaahed Imran
 Director
 Representative
 NLI Securities Limited
 DSE TREC # 244



Mamun Akbar
 Director
 Representative
 Ali Securities Co. Limited
 DSE TREC # 105



Md. Nadim
 Director
 Representative
 R.N. Trading Limited
 DSE TREC # 78



BOARD OF DIRECTORS



Sitting from left: Mr. Sumon Das, Mr. Dastagir Md. Adil, Mr. Md. Sajedul Islam, Mr. Ri
Standing from left: Dr. Osman Goni Chowdhury, Mr. Umar Haider Khan, Mr. Mohd. Shaahed Imran, Mr.



Richard D' Rozario, Mr. Md. Saifuddin, CFA, Ms. Dil Afroza Kamal, Mr. Masudul Haque,
L. Mamun Akbar, Mr. Md. Nadim, Mr. Zeyad Rahman, Mr. Mohammed Ahsan Ullah, Mr. Md. Mofizuddin.

DBA SECRETARIAT



MD. DIDARUL GANI
Secretary



PANKAJ CHANDRA BHOWMICK
Asst. Secretary & Sr. Manager Accounts

DBA BOARD COMMITTEES

To expedite the functions and to achieve the vision of Association, we have 9 (Nine) DBA Board Committees constituted by the Board of Directors of DBA in its 89th meeting was held on January 12, 2022. The Committees are very spontaneous and responsive in any issues of the Association. Board of Directors' is thankful to all members of the committees for their dedication and contribution to the Association. Committees are as follows:

1. Research & Market Development Committee

Name	Company	Position
1. Md. Saifuddin	IDLC Securities Limited	Convener
2. Zeyad Rahman	Delta Capital Limited	Co-Convener
3. Wali Ul Islam	UniCap Securities Limited	Member
4. Misbah Uddin Affan Yusuf	City Brokerage Limited	Member
5. Muhammed Iqbal Hussain	ICB Securities Trading Co. Limited	Member
6. M. Rajib Ahsan	Greenland Equities Limited	Member
7. Wafi Shafique Menhaz Khan	Green Delta Securities Limited	Member

2. Complain Resolution Committee

Name	Company	Position
1. Md. Mofizuddin	Remons Investment & Securities Limited	Convener
2. Umar Haider Khan	Eminent Securities Limited	Co-Convener
3. Md. Saifuddin	IDLC Securities Limited	Member
4. Dastagir Md. Adil	Adil Securities Limited	Member
5. Masudul Haque	Aries Securities Limited	Member
6. Mohammed Ahsan Ullah	Pubali Bank Securities Limited	Member
7. Mamun Akbar	Ali Securities & Co. Limited	Member

3. Finance Committee

Name	Company	Position
1. Sumon Das	Bank Asia Securities Limited	Convener
2. Md. Saifuddin	IDLC Securities Limited	Co-Convener
3. Md. Sajedul Islam	Shyamol Equity Management Limited	Member
4. Zeyad Rahman	Delta Capital Limited	Member
5. M. Munir Ahmed	Royal Capital Limited	Member

4. Admin Committee

Name	Company	Position
1. Dastagir Md. Adil	Adil Securities Limited	Convener
2. Dr. Osman Goni Chowdhury	EXPO Traders Limited	Co-Convener
3. Dil Afroza Kamal	K-Securities & Consultations Limited	Member
4. Sumon Das	Bank Asia Securities Limited	Member
5. Md. Abdul Awal (Sumon)	Synthia Securities Limited	Member

5. Brokers Welfare Committee

Name	Company	Position
1. Masudul Haque	Aries Securities Limited	Convener
2. Dil Afroza Kamal	K-Securities & Consultations Limited	Co-Convener
3. Md. Nadim	R. N. Trading Limited	Member
4. Dr. Md. Zahirul Islam	Prilink Securities Limited	Member
5. Dewan Azizur Rahman	Murshed Securities Limited	Member
6. Chowdhury Md. Nurul Azam	M-Securities Limited	Member
7. Ahmed Kabir Majumder	Azam Securities Limited	Member

6. Public Relation Committee

Name	Company	Position
1. Mohammed Ahsan Ullah	Pubali Bank Securities Limited	Convener
2. Mohd. Shaahed Imran	NLI Securities Limited	Co-Convener
3. Md. Saifuddin	IDLC Securities Limited	Member
4. Dr. Osman Goni Chowdhury	EXPO Traders Limited	Member
5. Chowdhury Md. Nurul Azam	M-Securities Limited	Member
6. Md. Abdus Salam	Salam & Company Limited	Member

7. IT Committee

Name	Company	Position
1. Md. Sajedul Islam	Shyamol Equity Management Limited	Convener
2. Mamun Akbar	Ali Securities & Co. Limited	Co-Convener
3. Md. Saifuddin	IDLC Securities Limited	Member
4. Mohd. Shaahed Imran	NLI Securities Limited	Member
5. Ahmadul Hoq (Boby)	Prudential Securities Limited	Member
6. Md. Anwar Hossain	Shahjalal Islami Bank Securities Limited	Member
7. M. Munir Ahmed	Royal Capital Limited	Member
8. Md. Rafiuzzaman Bokhari	AB & Co. Limited	Member

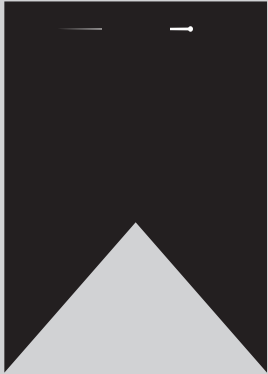
8. Audit Committee

Name	Company	Position
1. Masudul Haque	Aries Securities Limited	Convener
2. Md. Nadim	R.N. Trading Limited	Co-Convener
3. Md. Sajedul Islam	Shyamol Equity Management Limited	Member
4. Sumon Das	Bank Asia Securities Limited	Member
5. Md. Nazrul Islam Mazumder	MTB Securities Limited	Member
6. Mr. Md. Anwar Hossain	Shahjalal Islami Bank Securities Limited	Member
7. Mr. Ahmed Kabir Majumder	Azam Securities Limited	Member

9. Advisory Committee

Name	Company
1. Mr. Ahasanul Islam Titu, MP	Mona Financial Consultancy & Securities
2. Mr. Ahmed Rashid Lali	Rashid Investment Services Limited
3. Mr. Mostaque Ahmed Sadeque	Investment Promotion Services Limited
4. Mr. Md. Shakil Rizvi	Shakil Rizvi Stock Limited
5. Mr. Sharif Anwar Hossain	Md. Sahidullah Securities Limited
6. Mr. Kazi Firoz Rashid, MP	Kazi Firoz Rashid Securities Limited
7. Mr. Md. Abdur Rahman	ARC Securities Limited
8. Mr. Md. Shafiqur Rahman, MP	Bali Securities Limited
9. Mr. Abdus Salam Murshedy, MP	Treasure Securities Limited
10. Mr. Md. Abdul Momin Mondol, MP	Mondol Securities Limited
11. Mr. Harunur Rashid	Harun Securities Limited
12. Mr. Abdul Haque	Royal Green Securities Limited
13. Mr. M. A. Huq Howlader	Howlader Equity Services Limited
14. Mr. Ahmed Iqbal Hasan	Ahmed Iqbal Hasan Securities Limited
15. Mr. Khwaja Ghulam Rasul	Khwaja Equity Services Limited
16. Mr. A. S. Shahudul Huque Bulbul	Bulbul Securities Limited
17. Mr. Mohammad Shahjahan	Jahan Securities Limited
18. Mr. A.K.M Shamsuddoha	Doha Securities Limited
19. Mr. Minhaz Mannan Emon	BLI Securities Limited

We Mourn



We hold you close
in our thoughts. We
are deeply sorry for
your loss.



TORIQUL ALAM KHAN

Representative
T. A. Khan Securities Co. Limited
Death: July 30, 2021



MD. SALAHUDDIN KHAN

Representative
Total Communication Limited
Death: July 27, 2021.



HASAN AHMED

Representative
Popular Life Securities Limited
Death: January 24, 2022



MEMBERS OF THE ELECTION COMMISSION AND ELECTION APPELLATE BOARD OF DBA BOARD OF DIRECTORS ELECTION 2021

MEMBERS OF THE ELECTION COMMISSION

- 1** **Harunur Rashid**, Chairman
Representative
Harun Securities Limited
- 2** **Md. Rafiqul Islam**, Member
Representative
RNI Securities Limited
- 3** **Dewan Azizur Rahman**, Member
Representative
Murshed Securities Limited

MEMBERS OF THE ELECTION APPELLATE BOARD

- 1** **Chowdhury Md. Nurul Azam**, Chairman
Representative
M-Securities Limited
- 2** **Md. Shuja Uddin Ahmed**, Member
Representative
Premier Leasing Securities Broking Limited
- 3** **Mansoor Mumin**, Member
Representative
Surma Securities Holding Co. Limited



Richard D' Rozario
President

President's Message

Dear Members,

Assalamu Alaikum.

I would like to welcome you to the 8th Annual General Meeting of DSE Brokers Association of Bangladesh (DBA) and convey my greetings to all of you for gracing this event.

You know that the global economy has been in a massive recession due to the impact of Covid-19 on the overall economy of the country and the way of life. The fallout from the Ukraine-Russia war has rippled through economics around the World. It has a negative shadow on the overall business of the country including the capital market. Due to oil crisis, instability of dollar price, devaluation of currency, reserve crisis, disruption of import and export, the business community is facing losses today. The World is trying various ways to deal with this deep economic crisis. Our government is also working to control this situation. We hope that the World leaders will take a positive role in stopping the war between Ukraine and Russia to save the people and economy of the World.

For the same reason, the capital market has also been volatile throughout the year. At times the market had a few ups and downs but it did not stabilize. Investors, brokers and market intermediaries all face huge losses as price indices and transactions fall. Commission has given floor price to prevent share price fall. Foreign investors have withdrawn their investments from the market. All in all, there is crisis of confidence in the market. The Commission is trying various ways to keep the market stable by dealing with this crisis. We all have to be patient in the prevailing situation. All the market intermediaries have to work together to deal with this crisis.

Under such circumstances, we maintained direct communication with the regulatory bodies and different agencies of the Government throughout the year and tried to resolve issues related to the interest of the brokers and market.

I would like to express our sincere gratitude and heartfelt thanks to all our valued members for reposing their sustained trust and confidence upon us to deliver different services and works throughout the year. We hope that your trust and faith towards us will continue in the years to come as well.

We wish everyone good health and prosperity.

Regards,



Richard D' Rozario
President



**DIRECTORS'
REPORT**

DIRECTORS' REPORT

Dear Fellow Members
Respected Former Presidents
My Colleagues in the Board of Directors-2022
Ladies and Gentlemen

Assalamu Alaikum,

It is a great honor and privilege for me and my pleasure to greet and welcome you all on behalf of the board of directors to the 8th Annual General Meeting of DSE Brokers Association of Bangladesh (DBA) containing a review of the Economic Outlook, Global and Domestic and Capital Market depiction in Bangladesh, Audited Financial Statements for the year ended June 30, 2022 together with the Report of the Auditors thereon for consideration and necessary policy direction, if any.

An outline of the above captions is depicted briefly hereunder for consideration of the DBA members' and the concerned agencies/ public.

Bangladesh Economic Outlook

GDP growth picked up to 7.2% in FY 2022, which ends in June. This was partly due to faster growth in manufacturing activity. Moreover, the services sector saw a broad-based acceleration, with subsectors such as retail, transport and hospitality improving as the domestic impact of the pandemic subsided. On the downside, the agricultural sector lost momentum. In early June, the Central Bank moved from a managed float to a free float regime for the taka, with the currency promptly depreciating by around 7%. While the move will support export competitiveness and safeguard reserves, it will also spur inflation. Also in June, the government presented an expansionary FY 2023 budget, which proposes a double-digit rise in nominal spending with an emphasis on boosting social and infrastructure spending corporate tax cuts and a fiscal deficit target of 5.5% of GDP.

Bangladesh should be one of the region's star performers in FY 2023 thanks to favorable demographics and strong domestic demand growth, aided by a loose fiscal stance and healthy remittances. That said, towards the end

of June, the country suffered its worst flooding in many years, which could be weighing on agriculture at the outset of the new FY. Further extreme weather events are a risk. Focus Economics panelists project GDP to expand 6.6% in FY 2023, which is down 0.2 percentage points from last month's forecast, and 6.9% in FY 2024.

Source: Focus Economics

Global Economic Outlook

A tentative recovery in 2021 has been followed by increasingly gloomy developments in 2022 as risks began to materialize. Global output contracted in the second quarter of this year, owing to downturns in China and Russia, while US consumer spending undershot expectations. Several shocks have hit a world economy already weakened by the pandemic: higher-than-expected inflation worldwide especially in the United States and major European economies triggering tighter financial conditions; a worse-than-anticipated slowdown in China, reflecting COVID-19 outbreaks and lockdowns; and further negative spillovers from the war in Ukraine.

The baseline forecast is for growth to slow from 6.1 percent last year to 3.2 percent in 2022, 0.4 percentage point lower than in the April 2022 World Economic Outlook. Lower growth earlier this year, reduced household purchasing power, and tighter monetary policy drove a downward revision of 1.4 percentage points in the United States. In China, further lockdowns and the deepening real estate crisis have led growth to be revised down by 1.1 percentage points, with major global spillovers. And in Europe, significant downgrades reflect spillovers from the war in Ukraine and tighter monetary policy. Global inflation has been revised up due to food and energy prices as well as lingering supply-demand imbalances, and is anticipated to reach 6.6 percent in advanced economies and 9.5 percent in emerging market and developing economies this year upward revisions of 0.9 and 0.8 percentage point, respectively. In 2023, disinflationary monetary policy is expected to bite, with global output growing by just 2.9 percent.

The risks to the outlook are overwhelmingly tilted to the downside. The war in Ukraine could lead to a sudden stop of European gas imports from Russia; inflation could be harder to bring down than anticipated either if labor markets are tighter than expected or inflation expectations unanchored; tighter global financial conditions could induce debt distress in emerging market and developing economies; renewed COVID-19 outbreaks and lockdowns as well as a further escalation of the property sector crisis might further suppress Chinese growth; and geopolitical fragmentation could impede global trade and cooperation. A plausible alternative scenario in which risks materialize, inflation rises further, and global growth declines to about 2.6 percent and 2.0 percent in 2022 and 2023, respectively, would put growth in the bottom 10 percent of outcomes since 1970.

With increasing prices continuing to squeeze living standards worldwide, taming inflation should be the first priority for policymakers. Tighter monetary policy will inevitably have real economic costs, but delay will only exacerbate them. Targeted fiscal support can help cushion the impact on the most vulnerable, but with government budgets stretched by the pandemic and the need for a disinflationary overall macroeconomic policy stance, such policies will need to be offset by increased taxes or lower government spending. Tighter monetary conditions will also affect financial stability, requiring judicious use of macroprudential tools and making reforms to debt resolution frameworks all the more necessary. Policies to address specific impacts on energy and food prices should focus on those most affected without distorting prices. And as the pandemic continues, vaccination rates must rise to guard against future variants. Finally, mitigating climate change continues to require urgent multilateral action to limit emissions and raise investments to hasten the green transition.

Source: IMF

Projections Table

Latest World Economic Outlook Growth Projections

(real GDP, annual percent change)	PROJECTIONS		
	2021	2022	2023
Emerging Market and Developing Economies	6.6	3.7	3.7
Emerging and Developing Asia	7.2	4.4	4.9
China	8.1	3.2	4.4
India	8.7	6.8	6.1
ASEAN-5	3.4	5.3	4.9
Emerging and Developing Europe	6.8	0.0	0.6
Russia	4.7	-3.4	-2.3
Latin America and the Caribbean	6.9	3.5	1.7
Brazil	4.6	2.8	1.0
Mexico	4.8	2.1	1.2
Middle East and Central Asia	4.5	5.0	3.6
Saudi Arabia	3.2	7.6	3.7
Sub-Saharan Africa	4.7	3.6	3.7
Nigeria	3.6	3.2	3.0
South Africa	4.9	2.1	1.1
Memorandum			
Emerging Market and Middle-Income Economies	6.8	3.6	3.6
Low-Income Developing Countries	4.1	4.8	4.9

Source: IMF, World Economic Outlook, October 2022

Note: For India, data and forecasts are presented on a fiscal year basis, with FY 2021/2022 starting in April 2021. For the October 2022 WEO, India's growth projections are 6.9 percent in 2022 and 5.4 percent in 2023 based on calendar year.

INTERNATIONAL MONETARY FUND

IMF.org

OUR KEY ACTIVITIES

We started our official activities from day one identifying the major issues specially weaknesses of the capital market, members, investors and other concerned. Some of them are explained here in short for your kind information.

Role on improvement of Book Building Methods

To improve the current book building methods (IPO) by removing inconsistencies of the share distribution and price valuation, we worked a lot and still working. In this regard, we met BSEC Chairman and requested him to revise the current BBS by identifying the flaws so that everyone can participate in bid and qualify shares. BSEC Chairman took the issue positively and suggested to sit with the Capital Issue department with our proposal. Accordingly, we met with Executive Directors Mr. Mohammad Rezaul Karim and other officers of the Capital Issue Department.

We submitted our proposal on the said issue and delivered presentation of the same. Based on our proposal, BSEC scheduled a

meeting on September 5, 2022 where BSEC Commissioner Dr. Shaikh Shamsuddin Ahmed along with other officers of the CI Department were present. At the meeting we delivered a presentation on our submitted proposal. After listening our presentation, Dr. Ahmed said that he will work on our proposal. Our proposal submitted to BSEC was as follows:

Exploring a new valuation method for book building IPO

A single valuation method for all companies is difficult...



An appropriate valuation should incorporate two factors

Factor 1: Earnings growth and profitability

- Companies with high growth potential and high profitability is likely to have higher valuation.

Particulars	Renata	ACME
5Y Profit Growth	17.4%	7.5%
ROE	21.3%	8.1%
NPAT Margin	16.9%	7.6%
LTM P/E	27.2x	11.1x

An appropriate valuation should incorporate two factors (cont.)

Factor 2: Sector specific valuation criteria

- NAV is appropriate for Financial companies, but may not be appropriate for others such as:
- Companies in the service industry requiring lower fixed assets.
- FMCG, technology companies requiring low investment requirement for physical assets

but significant investment to establish their brand and intangible assets.

Attracting good companies require changes in method

- Good companies usually achieve high profit base and superior profitability.
- Median profit base of our top 50 listed companies is BDT 336 cr, with a median ROE of 13.8%
- This is significantly higher than market's median profit base of 20 cr and median ROE of 8.7%

Particulars	Median ROE	Median Profit
Top 50	13.8%	3363
top 100	12.7%	1815
top 150	10.9%	765
top 200	9.7%	375
All*	8.7%	203

- Restricting valuation to 10x p/e multiple or NAV for all companies is conservative. It discourages good companies with high growth potential and profitability to get enlisted in the market.
- Equity market development requires onboarding top companies. So, valuation of the good companies must incorporate three factors – size, profitability, growth

*Based on 254 stocks excluding life insurance companies, mutual funds, companies that did not report earnings or reported negative earnings in

*each of the last 4 quarters, companies with negative earnings in the last 12 months, and companies with negative equity or retained earnings.

Proposed Valuation Guidelines for Bidding

It is a guideline only, not to be treated as rules. Otherwise, it will turn into a deterministic pricing, rather than auction pricing.

P/E multiple to be harmonious with growth expectation

A company's growth must be:

- **Expected future growth**– historic growth

can be a proxy of future growth. But the analysts should use discretion to adjust higher or lower from historical growth.

If the future growth expectation is higher than the history, a justification must be included in the valuation report prepared for bidding process.

- **Organic growth**– excluding any non-operating income, extraordinary one-off income.
- **Sustainable growth**– growth from core operation which continued in the previous 3-5 years.
- Power plant’s future growth must consider disclosed information of new power projects.
- CAGR calculation must incorporate a time frame suitable for company’s nature. For example, including both up and down cycle for cyclical companies (steel, cement, automobiles).
- NAV should not be a criteria in price discovery process for high growth non-financial companies.

P/E multiple to be harmonious with growth expectation (cont.)

The following matrix can be a guideline.

Historical NPAT CAGR	P/E
Less than 10%	Max 10x
10-12%	10x to 15x
12%-15%	11x to 18x
15%-20%	13x to 20x
More than 20%	Max 20x

Size and profitability criteria to distinguish good companies

- The growth and P/E based guideline is recommended for good companies to attract them to the stock market.
- However, small and poor governed companies may misuse such relaxation.

- Introducing a size AND profitability based criteria is recommended to differentiate companies eligible for growth-P/E based valuation appraisal. The following criteria can be a guideline.

- 3Y average profit size at least BDT 50 cr, and
- 3Y average ROE at least 12%

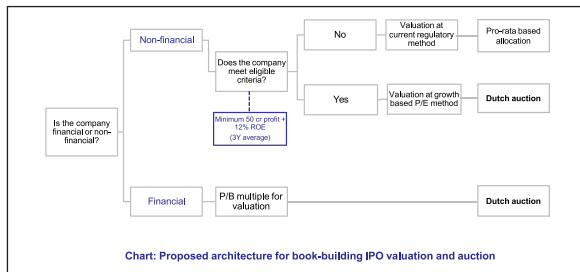
Companies that do not meet such criteria will follow current regulatory book building valuation method.

P/B multiple for the valuation of Financial companies

- ROE and NAV or book value should be major valuation matrix for financial institutions.
- Growth (g) = ROE X (1 – Dividend) i. e ROE takes care of growth for financial companies.
- Companies with high ROE add more value for its shareholders. Companies with low ROE may even destroy value for its shareholders.
- Therefore, high P/B multiple for higher ROE generating companies and vice versa.
- Equity Multiplier or Total Asset/Total Equity for Banks/NBFIs: 12-14 times is the global standard. If any Banks/NBFIs crosses 14x, it should not get price more than Book Value or NAV.

5 years average ROE	P/B
Less than 10%	Max 1.0x
10% to 12%	0.8x to 1.2x
12% to 16%	1.2x to 1.8x
16% to 18%	1.5x to 2.2x
20% to 25%	1.8x to 3.0x
Above 25%	Max 3.0x

The current bidding process does not reflect the proposed valuation architecture. Rather the existing bidding process results in deterministic pricing. So, we propose some modifications to the existing process.



Dutch auction, without ceiling, lets market explore prices

Dutch auction takes care of both price discovery and auction process

- Both outliers, very low and very high bidders, get penalized in Dutch auction process
- High quality companies, in terms of growth and governance, get proper valuation
- Retail investors also benefitted from the lower cut-off price
- Bidders' collusion is the major concern to make Dutch auction work. Remedy is:
- Increasing the number of sophisticated bidders
- Raising the standard of the criteria for Eligibility Investors (EIs)
- Monitoring for any potential red flag
- Possibility of low ownership dilution is another concern
- Possible solution is requiring a minimum percentage (for example 10%) for dilution or raising BDT 500 cr taka, whichever is lower. The regulator can intervene if the dilution becomes too low.

How can the regulator monitor?

- An effective monitoring process starts from bidding stage and continues post-bidding
- In the bidding stage, the EIs will submit a valuation report. The report will include:
- Bidding price of the EI

- A valuation exercise using the proposed valuation guidelines. Justification if expected growth in future is higher than historical growth
- Justification of bidding price if it is substantially higher from the proposed valuation guidelines
- In post-bidding stage, if the cut-off price is substantially higher than the proposed valuation guidelines:
- Regulator will look for red flags and bidders' collusion
- Track back to the valuation report submitted by EIs and ask for further justification, and
- Retains the discretion to cancel bidding if required.

Recommended changes in the bidding process

- Pro-rata base share allocation to all EIs who apply at the same cut-off price.
- 90 days - 180 days lock-in period for 50% share owned by the EIs (calculated from the first trading day). This will impede bidding at maximum price and then book quick profit when the trading starts.
- A provident fund bidding in the IPO must have at least 15 beneficiaries under the provident fund scheme.

Appendix

Market converges to the fundamentals in the long run

Market may deviate from fundamentals in the short term but functions well in the long run.

- Theoretically, value of a company should increase in line with its earnings potential.
- The earnings growth should reflect in stock price return in the long run.

- Since the market converges to the growth, the valuation should be in harmony with it.

Ticker	2010/ FY 11	2020/FY 21	Earnings CAGR	Return CAGR	Difference
	(BDT mn)	(BDT mn)			
BSCCL	224	1,907	23.9%	19.2%	-5%
OLYMPIC	256	2,037	23.0%	21.1%	-2%
IBNSINA	60	489	22.1%	19.7%	-2%
RECKITT BEN	126	739	19.3%	24.4%	5%
RENATA	983	5,062	16.9%	20.9%	4%
SQURPHARMA	3,257	15,947	16.8%	17.2%	0%
MARICO	771	3,109	15.0%	23.7%	9%
BXPHERMA	1,199	5,128	14.8%	15.1%	0%
BATBC	2,878	10,887	14.2%	33.3%	19%
BRAC	1,210	4,421	13.8%	17.6%	4%
GP	10,579	37,187	13.4%	14.3%	1%
BERGERPBL	721	2,549	13.1%	22.5%	9%

Note: These 12 companies contribute to around 30% of the index.

Interest distribution to the Customers from CCA

On the issues of the interest distribution to the customers from the Consolidated Customer Account (CCA) of the brokers, we moved to BSEC Chairman and submitted to him a letter with recommendation to withdraw the order of the fourth proviso of the sub-rules (1) of (6) of the Securities and Exchange Commission Rules, 2020, where said provision of the rules directs all stock brokers to distribute accrued interest proportionately to the investors from their money deposited at Consolidated Customer's Account (CCA).

In this regard, we meet with BSEC Chairman, Commissioner, Officers several times and submitted letter by pointing with the following views:

Stock Brokers bear the explicit and implicit cost of margin to facilitate trading.

- For every Buy transaction, a customer creates an obligation for payment to the stock exchanges. **This obligation is essentially customer's obligation.**

- Brokerage firms aggregate such obligations for all customers and deposit broker's margin against the obligations **on behalf of the customers.**

- This broker's margin enables stock exchanges to provide financial netting facility. Otherwise, the netting wouldn't be possible. Brokers' margin, in this case, provides guarantee for settlement of customers' obligations for the day.

- The balance in the CCA, in economic essence, is the asset against the customers' obligations, which is essentially assumed by the brokerage firms. The CCA balance works like a collateral against the margin provided by the brokerages on behalf of the customers.

- The broker's margin has both explicit and implicit costs. The explicit cost includes corporate guarantee costs, commitment charges to the bank. The implicit cost is the opportunity cost if the fund available for margin were invested in high return instruments.

The interest income from the CCA only redresses the costs of the broker's margin. That's how the costs of brokerage margin and interest earnings from CCA balance offset each other.

Therefore, we request paying interest on free cash balance of individual investors based on the conditions and methods suggested by the regulator.

The brokerage firms will have claim on the rest of the interest earnings to recover the explicit and implicit costs of the broker's margin. No other party should have any economic claim.

Other reasons

- **The practice of paying interest may create moral hazards**
- The brokerages may keep their money in current account instead of SND, thus end up creating no interest payable on consolidated customer account. This arrangement will

only benefit the banks but not the brokers, nor the customers.

- Brokerages may also end up paying high interest and thus attracting deposit. Or, the customers may demand higher interests. It may adversely affect the core brokerage business.
- **Lack of capacity**
- The small brokerages may lack the capacity of onboarding and maintaining sophisticated software required for interest calculation for each client.
- **Pressure on business sustainability**
- Intense competition, new entrants, and high AIT (around 20% of revenue) have squeezed profits in brokerage business. Further burden on profits would put pressure on the governance, compliance standard, and sustainability of the brokerage industry.
- **Practice in Global Market**
- We have not found any evidence of any payment on the CCA Account with the brokerage firm in the global market. Instead, the clearing corporation of India pays interest on CCA account to brokerage firm as per instruction by Reserve Bank of India.

We are still in constant communication with the Commission on the matter and continue our efforts to relax the said directive.

Role on BSEC's suspension order to 15 Traders

Bangladesh Securities and Exchange Commission suspended 15 (Fifteen) Authorized Representatives (Trader) of 5 (five) TREC Holder Companies from all trading activities for share trading at zero price (market price).

Regarding this we met with the TREC Representative of those 5 brokers and noted their statement on the said trading. On the issue, we sent letter with recommendation to BSEC to withdraw suspension order from all traders. BSEC considered our application and

withdrawn suspension order from 15 traders.

Role on Reducing DP License Renewal Fee

From 2021, BSEC increased the annual DP license renewal fee from Tk. 4000/- to Tk. 2 lac. Under the leadership of our immediate President Mr. Sharif Anwar Hossain and his board, met BSEC Chairman and submitted letter with recommendation demanding the reduction of the said fee. BSEC Chairman gave a verbal assurance that the fee would be Tk. 50,000/- per year as fee of annual DP license renewal instead of existing Tk. 2 lac. In the meantime, after writing to CDBL brokerage houses for payment of DP fee of Tk. lac for the year 2021 & 2022, we have held regular meeting in the Commission to resolve the current issue. Finally, the Commission revised the fee to BDT 50,000/- which is effective from August 22, 2021.

Opinion on Income Tax Act, 2022

BSEC invited DBA to give opinion on draft version of Income Tax Act, 2022. We reviewed the said draft and provided our opinion to the following issues:

Section 72: General tax concessions on certain investments and expenditures:

NBR proposal: Subject to the provisions of this Act and subject to the limits, conditions and qualifications set out in Section 3 of the Sixth Schedule, resident and non-resident Bangladeshi taxpayers shall be entitled to tax relief from the tax applicable on their total income in any tax year, namely:

- 0.025 X 'A' or
- 0.1 X 'B' or
- Tk. 10 lac -whichever is lower among these three.

Here-

'A' = Gross income calculated excluding tax-exempt income, income subject to reduced tax rate and income subject to final tax.

'B' = amount of total investment and expenditure of the taxpayer as per section 3 of the Sixth Schedule in any income year.

**DBA's Proposal:**

- i) 0.025 X 'A' or
- ii) 0.1 X 'B' or
- iii) Tk. 20 lac -whichever is lower among these three.

Section-127: Collection of tax from members of stock exchanges:

NBR Proposal: The Chief Executive Officer of the Stock Exchange shall collect a tax at the rate of 0.05% on the payment of shares, debentures, mutual funds and securities transactions paid by the members of the Stock Exchange.

DBA's Proposal: The Chief Executive Officer of the Stock Exchange shall collect tax at the rate of 0.015% on the payment of shares, debentures, mutual funds and securities transactions paid by the members of the Stock Exchange.

Sixth Schedule/ Section-1/ Article-13
(Tax Exemption, Rebate and Credit):

NBR Proposal: Dividends not exceeding 50,000/- taka in aggregate received by any person in any income year from any company listed on any Stock Exchange of Bangladesh.

DBA's Proposal: Dividends not exceeding 1 lac taka in aggregate received by any person in any income year from any company listed on any Stock Exchange of Bangladesh.

Event on Observance of the National Mourning Day

We, on behalf of the DSE Brokers Association of Bangladesh organized a Discussion Meeting & Doa Mahfil program on the occasion of the 46th martyrdom anniversary of Father of the Nation Bangabandhu Sheikh Mujibur Rahman on August 14, 2021 over digital platform. Honorable Chairman of Bangladesh Securities and Exchange Commission Professor Shibli Rubayat-UI-Islam graced the program as the Chief Guest and DSE Chairman Mr. Md. Eunusur Rahman joined the program as the Special Guest. Many distinguished members of the Association participated in the program.

Celebration of World Investor Week 2021

To celebrate World Investor Week 2021 declared by IOSCO, DSE Brokers Association of Bangladesh (DBA) and Bangladesh Academy for Securities Market (BASM) organized a seminar jointly on “সচেতন বিনিয়োগ, টেকসই পুঁজিবাজার” through online platform in collaboration with Bangladesh Securities and Exchange Commission (BSEC) on October 10, 2021. The Keynote paper of the program was presented by the Director-General of BASM Mr. Dr. Toufic Ahmad Chowdhury and DBA Vice President Mr. Md. Sajedul Islam.

BSEC Chairman Professor Shibli Rubayat-UI-Islam was present in the program as the Chief Guest. BSEC Commissioner Dr. Shaikh Shamsuddin Ahmed & DSE Chairman Mr. Md. Eunusur Rahman were present as the Special Guest in the program. DSE Managing Director Mr. Tarique Amin Bhuiyan was present as the guest of honor. As the panel members, DBA Director Mr. Md. Saifuddin, CFA and DSE Director Mr. Md. Shakil Rizvi were present in the program. The program was moderated by DBA President Mr. Sharif Anwar Hossain.

Tax Proposal in National Budget FY 2022-2023

DBA placed tax proposal to Bangladesh Securities and Exchange Commission (BSEC), Dhaka Stock Exchange Limited (DSE), National Board of Revenue (NBR), Financial Institutions Division (FID) under Ministry of Finance, Federation of Bangladesh Chambers of Commerce and Industry (FBCCI) in line with the business of the capital market intermediaries and stock brokers in particular with request to include the said proposals in National Budget FY 2022-23.

Recommendation on taxes were as follows:

1. Reducing AIT 0.015% from existing 0.05% on securities transaction of the brokers by removing the section 53BBB under rule 82C, 2(B) of Income Tax Ordinance, 1984;
2. Tax free limit on cash dividend income up to BDT 2 lac from existing DBT 50,000/-;
3. 10% tax with full & final settlement from

existing marginal slab rate on dividend income for individual;

4. 15% tax with full & final settlement from existing 20% on dividend income for institutions.
5. Allow unconditional investment opportunities in undisclosed money in the stock market.
6. Maximum limit of investment allowance is 30% of total taxable income or net investment or Tk. 15 million, whichever is lower from proposed 25%;

Meeting with DSE Board

We met with the Board Directors of Dhaka Stock Exchange Limited on June 20, 2022 at DSE Board Room, DSE Tower. In the meeting, we raised many issues related to the capital market as well as the brokers. DSE Chairman noted all issues and assured to resolve them.

The salient points are as follows: -

- Provide attractive dividend in the coming year.
- Reduce unnecessary and unjustified expenditures of DSE.
- Remove banners of the 3 (three) defaulter brokerage houses from DSE Website.
- Withdraw the charge on resuming the password.
- Re-summons by BSEC after disposal of the issues by DSE
- At least one meeting between the board of directors of DSE and DBA in every three months.
- DSE guideline on back office software of the brokers
- DBA membership of the New TREC Holders.
- Provide Order Management System (OMS) to the brokers by DSE
- Deliver professional attitude and manner by DSE officers.
- Reduce fees and charges of the brokers imposed earlier by BSEC & DSE.

Role on TREC Holders Margin

Based on our application on increase margin limit of the brokers, BSEC takes measures to amend Dhaka Stock Exchange TREC Holder Margin regulation 2013. In this regard, BSEC met with us and collected our opinion on the margin issue. By taking prior approval of the BSEC, DSE amended Dhaka Stock Exchange (TREC Holder Margin) regulation 2013. As per regulation all stock brokers will get 13 crore free margin limit on their daily trading subject to deposit BDT 50 lac for general and BDT 1 crore or equivalent share for wholesale brokers as security. As per regulation, DSE instructed all brokers to provide security said amount or equivalent security to DSE by 1 August 2022. On our application, DSE extended 3 months up to November 1, 2022 and further DSE extended for another 2 months up to January 1, 2023 to deposit security money/ shares.

Opinion on Government Securities (G-Sec)

A Memorandum of Understanding (MoU) was signed on June 12, 2022 between Dhaka Stock Exchange Limited (DSE), Chittagong Stock Exchange PLC (CSE), Central Depository Bangladesh Limited (CDBL), Bangladesh Securities and Exchange Commission (BSEC) and Bangladesh Bank (BB) to implement secondary trading of G-Sec in the exchange platform.

Before implementing G-Sec trading in the trading platform of the exchanges, BSEC invited opinion from DBA on fees and charges of the trading, clearing & settlement of G-Sec. Realizing business interest of the brokers, we took the issue seriously and provided our opinion on the fees and charges of trading (Brokerage Commission) of G-Sec at the secondary market. Our submission to BSEC was as follows:

- Regulatory fees - including platform charge (DSE/CSE), CDBL charges, Bangladesh Bank fees – maximum 2 bps on turnover.

- Brokerage commission maximum 10 bps on turnover, but not lower than BDT 500.
- Govt. taxes on transaction to be waived to increase participation.
- 10% quota for retail clients in every primary auction. The brokers will represent its clients in the primary auction, bid on behalf of them, and then allocate bonds to its clients. This will increase liquidity in the market.

We attached the takeaways on primary and secondary market practices in both domestic and international market with our said opinion as follows:

Commission structure comparison from different capital market products in Bangladesh

- For equity = 2.5 bps laga + 5 bps AIT
- Sukuk, perpetual and corporate bonds = 100 taka hawla: 50 DSE + 25 CDBL + 25 brokerage
- Govt Bond: 60% DSE + 30% CDBL + 10% Bangladesh Bank + brokerage commission. Rates not fixed yet. It's heard that the total amount paid to DSE, CDBL, and BB will equal to 1 bps on the turnover.

Scenario in the domestic primary market for govt securities

- Bond auction trading in primary market doesn't require any fees. There are also no regulatory fees. Some banks charge, some don't. For example, some commercial banks charge 5.75bps for T bond investments. Their fees rates are below. So, 1 cr taka bond transaction for an individual will cost 11.5 bps including account maintenance fees and related VAT.
- If a primary dealer (PD) gets involve in mandatory bidding it gets 3.5bps reward for T bill and 8.5bps reward for T-bond. this is more of a compensation.

Takeaways from international market

- In India, govt securities trading is

comparatively new, starting from Nov 2021. Govt bond trading commission for brokerage is fixed at 6 bps for all brokerages. Govt takes 18% GST on top of it, which is additional 1.08 bps.

- In Malaysia, platform fees 3 bps. Additional 10-15 bps stamp duty which to be withdrawn from 2026. Brokerages charge vary. Good brokerages charge around 8 bps.
- In USA, the trading takes place in OTC market, therefore, fees are not specific. The brokers primarily make money from the spread.
- The developed market, the market seems to be left in the hands of the arbitrageurs to minimize the different of rates between primary market and the secondary market.

BSEC considered our opinion and approved maximum brokerage fee 10 bps or 0.10% on the trade value (at clean price) basis.

MOU with Bangladesh Specialized Hospital Limited

We signed a Memorandum of Understanding (MOU) with Bangladesh Specialized Hospital Limited to provide special medical services to our members and their dependents (Spouse, Children, Father & Mother). Under this agreement, all our members and their dependents (Spouse, Children, Father & Mother) would be able to receive 24-hours medical services from the said hospital at the following discounted rate.

Discount on OPD Services:

- All Pathology & Biochemistry test: 25% Discount
- USG, X-Ray, Echo, MRI, ECG & CT Scan and ETT: 15% Discount

Discount on IPD Services:

- All Pathology & Biochemistry test: 10% Discount
- USG, X-Ray, Echo, MRI, ECG & CT Scan and ETT: 10% Discount

- Cabin charges while the patients are admitted: 10% Discount

MOU with United Hospital Limited

We signed a Memorandum of Understanding (MOU) with United Hospital Limited to provide special medical services to our members and their dependents (Spouse, Children, Father & Mother). Under this agreement, all our members and their dependents (Spouse, Children, Father & Mother) would be able to receive 24-hours medical services from the said hospital at the following discounted rate.

Discount on OPD & IPD Services:

- All Pathology & Biochemistry test: 20% Discount
- USG, X-Ray, Echo, MRI, ECG & CT Scan and ETT: 10% Discount
- Cabin charges while the patients are admitted: 5% Discount

MOU with MH Samorita Hospital and Medical College

We signed a Memorandum of Understanding (MOU) with MH Samorita Hospital and Medical College to provide special medical services to our members and their dependents (Spouse, Children, Father & Mother). Under this agreement, all our members and their dependents would be able to receive 24-hours medical services from the said hospital at the following discounted rate.

Discount on OPD Services:

- All Pathology & Biochemistry test: 25% Discount
- USG, X-Ray, Echo, MRI, ECG & CT Scan and ETT: 15% Discount
- All minor day surgeries and all OPD procedures: 15% Discount

Discount on IPD Services:

- All Pathology & Biochemistry test: 15% Discount
- USG, X-Ray, Echo, MRI, ECG & CT Scan and

ETT: 15% Discount

- Cabin charges while the patients are admitted: 15% Discount

MOU with Malaysia Airlines

We signed a Memorandum of Understanding (MOU) with Malaysia Airlines and Glocom Travels & Tours. Under this agreement, DBA members will be able to travel through Malaysia Airlines at discounted rate. MOU with Turkish Airlines, Qatar Airways and Emirates Airline will be made soon.

CAMLCO Conference 2022

BSEC organized CAMLCO Conference with the participation of the Chief Anti Money Laundering Compliance Officers (CAMLCO) of the TREC Holders, Marchant Banks, Securities Custodian and Asset Management Companies on 6th June 2022 at DSE Multi-Purpose Hall.

As a member secretary of "Conference Coordination Committee", DBA Secretary Mr. Md. Didarul Gani provided his all support and cooperation to the Committee to implement the conference successfully.

Professor Shibli Rubayat-Ul-Islam, Chairman, BSEC (Closing Session) and Dr. Salim Mahmud, Former Chairman, Bangladesh Energy Regulatory Commission Tribunal (Inaugural Session) were the Chief Guest in the Conference.

BSEC Commissioner Dr. Shaikh Shamsuddin Ahmed, Dr. Mizanur Rahman, Mr. Md. Abdul Halim & DSE Chairman Mr. Md. Eunusur Rahman were present at the Conference as the Special Guest. Dr. Rumana Islam, Commissioner, BSEC presided over the Conference.

Mr. Richard D' Rozario was invite at the Conference as a panel speaker.

Settlement cycle for A, B category at T+1 basis

Bangladesh Securities and Exchange Commission (BSEC) has taken initiative to shorten the settlement cycle of A & B- category securities at T+1 basis instead of T+2. We appreciate BSEC for taking such initiatives for the interest of the investors and the securities market. We agree with the said settlement cycle of A & B-category securities at T+1 basis, if there is no technical error or any other disruptions on the part of Dhaka Stock Exchange Limited (DSE) and Central Depository Bangladesh Limited (CDBL).

We hope that BSEC will incorporate the settlement cycle of A & B including N-category securities at T+1 basis ensuring smooth operation and settlement.

Opinion on Bangladesh Securities and Exchange Commission (Insider Trading) Rules, 2022

BSEC invited DBA President along with other stakeholder representatives of the market in a meeting at Commission Bhaban to discuss on the draft version of the Insider Trading Rules, 2022. We together with our Sr. Vice President attended the meeting and opined on the issues of the said draft rules. We proposed BSEC to keep the provision of penalty for providing incorrect Price Sensitive Information (PSI) by the issuers.

Event on DSE SME Platform & its functions

We organized a virtual program titled on "DSE SME Platform & its functions" on October 03, 2021 to provide knowledge to the employees of the Stock Broker Companies. Around 450 employees participated in the program. DSE Independent Director & the Chairperson of SME Foundation Professor Md. Masudur Rahman, PhD were present in the program as the Chief Guest.

Meeting with BMBA & AAMCMF

We conducted several meetings with Bangladesh Merchant Bankers Association (BMBA) and Association of Asset Management Companies and Mutual Funds (AAMCMF) on various agendas including (1) Development

of Current Book Building System (IPO) (2) Distribution of interest income to the Investors earned from Consolidated Customers' Account (CCA). Accordingly, we moved to BSEC and submitted our proposal thereto. Still we are working with the this. Hope BSEC will bring a change in BBS methods with consideration of our proposal.

Eid Reunion & Discussion Meeting of the Member

DBA arranged a program titled on "Eid Reunion Program & Discussion Meeting" on 25th July 2022 with the participation of its members at DSE Brokers Club. More than 120 members including the former Presidents, Sr. Vice Presidents, Vice Presidents & directors of Association were attended the program. Meeting started by welcoming speech of the President Mr. Richard D' Rozario. He greeted and thanked all members present for attending in the program. The President addressed the name(s) of the senior members and expressed his thanks and gratitude to them for joining the program.

President expressed his intention to do some good job for the betterment of the Association and its members. In all levels of his movement, he sought spontaneous support & co-operation from the members of the Association.

On the invitation of the President, distinguished members delivered their speech on contemporary issues of the capital market as well as the members. They also appreciated the President and his board to arrange such a program and they requested to continue such program after three months to meet together and discuss the contemporary issues of the market together.

DBA former President Mr. Mostaque Ahmed Sadeque, Mr. Ahmad Rashid Lali, Mr. Md. Shakil Rizvi, Mr. Sharif Anwar Hossain were present in the event.

Among the other senior members, Mr. Abdul Haque, Mr. A. K. M. Shamsuddoha, Mr. Ahmed Iqbal Hasan, Mr. A.S. Shahudul Huque Bulbul, Mr. Shahed Abdul Khaleque, Ms. Khugesta Nur-E-Naharin were present in the event.

Opinion on Bangladesh Securities and Exchange Commission (Qualified Investor Offer by Small Capital Company) Rules, 2022

We submitted our opinion to BSEC on Bangladesh Securities and Exchange Commission (Qualified Investor Offer by Small Capital Company) Rules, 2022 with recommendation of the following:

- Market Maker may be omitted from QI.
- Any other organization may be defined.
- Explanation is needed for “active investor” in the capital market.
- Dutch auction method based on pro-rata basis may be implemented for share distribution.
- Share quota for Stock Dealer may be considered up to 20% from 5% of the total size of QIO.
- Ordinary shares held by sponsors, directors or shareholders who hold 10% (ten percent) or more, for 3 (three) years from 2 (two) years;

Provide DBA Membership Card

To serve any necessary purposes of the members, we provided DBA membership Card to the valid members of Association. It will support our members along with their dependents (Spouse, Children, Father & Mother) to avail discount on regular price from Bangladesh Specialized Hospital Limited, United Hospital Limited & MH Samorita Hospital and Medical College as per agreement, we made with them. We work to provide Membership Certificate to all of our valid members' companies to serve their purposes on any legal requirements.

Milad & Doa Mahfil

Mr. Hemayet Uddin Ahmed, former Chairman of Dhaka Stock Exchange Limited passed away on June 28, 2021 (Inna..... Rajeun). On his death, we arranged a “Commemoration and Doa Mahfil” program on July 1, 2021 over digital platform for seeking the forgiveness of his departed soul.

DSE Chairman, Managing Director and other senior employees were participated in the program. The speakers commemorated the colorific career of late Hemayet Uddin Ahmed and respectfully acknowledged his outstanding contribution to the DSE as well as Bangladesh capital market during his tenure as the Chairman of DSE. The speakers prayed for the forgiveness of his soul and conveyed deep condolence to his bereaved family.

Mr. Md. Rakibur Rahman, former President/Chairman of Dhaka Stock Exchange Limited and the Chairman of Midway Securities Limited passed away on March 18, 2022 (Inna.....Rajeun). On his death, we organized a “Commemoration and Doa Mahfil” program on March 30, 2022 at the ground floor of the DSE Building 9F, Motijheel, for seeking the forgiveness of his departed soul. Former President of DBA Mr. Mostaque Ahmed Sadeque, Mr. Md. Shakil Rizvi, Mr. Sharif Anwar Hossain were present in the program. Besides, DSE's Chairman Mr. Md. Eunusur Rahman, Managing Director Mr. Tarique Amin Bhuiyan and senior officials participated in the program. The speakers commemorated the colorific career of late Md. Rakibur Rahman and respectfully acknowledged his outstanding contribution to the DSE and the development of the capital market during his tenure as the President & Director of DSE. The speakers prayed for the forgiveness of his soul and conveyed deep condolence to his bereaved family.

DBA Board of Directors Election 2021

As per Trade Organization Rules, 1994 and the provision of Articles of the Association, the Board of Directors' Election of DSE Brokers Association of Bangladesh was held against the post of 15 (fifteen) directors for 2 (two) years term up to 2023.

Mr. Dewan Azizur Rahman, Member of the Election Commission of DBA formally declared the name of 15 Directors (Elect) at the 7th AGM of the members of DBA was held on 20th December 2021. They are, (1) Mr. Mohammed Ahsan Ullah (2) Mr. Sumon Das (3) Mr. Mohd. Shaahed Imran (4) Mr. Zeyad Rahman (5) Dr. Osman Goni Chowdhury (6) Mr. Dastagir Md. Adil (7) Mr. Md. Saifuddin (8) Mr. Umar Haider

Khan (9) Mr. Md. Mofizuddin (10) Mr. Sharif Anwar Hossain (11) Mr. Md. Sajedul Islam (12) Mr. Mamun Akbar (13) Mr. Richard D' Rozario (14) Ms. Dil Afroza Kamal and (15) Mr. Masudul Haque.

As per clause 29 under Articles of Association of DSE Brokers Association of Bangladesh, Mr. Richard D' Rozario, Mr. Md. Sajedul Islam and Mr. Md. Saifuddin were elected as the President, Sr. Vice President & Vice President respectively. Outgoing President Mr. Sharif Anwar Hossain congratulated the new President, Sr. Vice President and Vice President together with all new directors.

BSEC Order on Purchase Execution with Cheque Encashment

BSEC directs stock brokers to execute share purchase orders of their customers after encasing the customer's cheque. In this matter, we talk to the respective of the Commission and submit letter to withdraw the said order considering its adverse effect in the market. BSEC considered our letter and withdraw the said order. As a result, stock brokers can execute share purchase orders for their customers before cashing cheque.

Communication with BSEC to allow cash payment

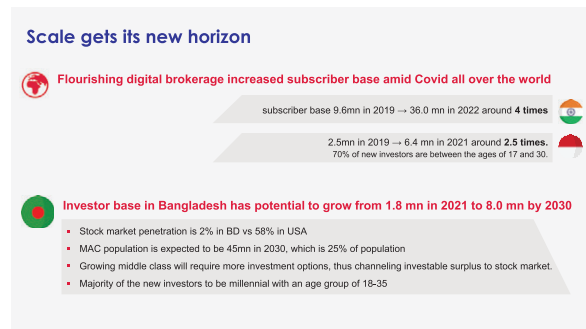
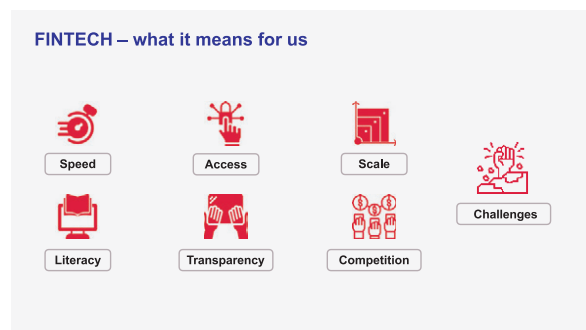
Bangladesh Securities and Exchange Commission (BSEC) directs brokerage houses to refrain from cash payments to their customers. We have held several meetings with the concerned authorities of BSEC to withdraw this directive and have written to BSEC highlighting the harmful effects of this order in the business of the market. The Commission assured to consider the matter and withdraw the said directive.

Celebration of World Investor Week 2022

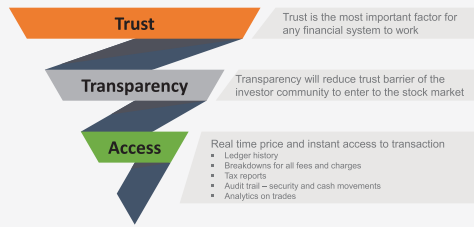
We along with the Dhaka Stock Exchange Limited organized a seminar to celebrate World Investor Week 2022 on October 10, 2022 titled on "How Fintech Can Shape Next Decade of Bangladesh's Investment Management" in line with the BSEC. BSEC Commissioner Md. Md. Abdul Halim were present as the chief guest in the program held under the Chairmanship of DSE Chairman, Mr. Md. Eunusur Rahman.

DBA President Mr. Richard D' Rozario and DSE Director Mr. Md. Shakil Rizvi were present in the program as the special guest. DSE Managing Director (Acting), Mr. M Shaifur Rahman Mazumdar, FCA, FCMA conducted the program. The keynote paper of the program was delivered by Mr. Md. Saifuddin, Vice President, DBA.

Presentation On "How FINTECH Can Shape The Next Decade Of Bangladesh's Investment Management" is as follows:



Higher level of transparency in all investing process



Challenges to be addressed

- 01** Surplus savings may reach \$230 bn by 2030 when MAC population becomes 25% of population*
- 02** Channelizing this savings into investments would be a dominant challenge for policy makers, operators and intermediaries
- 03** Diversity of asset classes with market depth, investment vehicles alternative to banking channels need to be strengthened and enhanced
- 04** Corporate governance, transparency, investor confidence and accountability are prerequisites

* ILO/CSL Research estimate

Democratization of financial knowledge

- Endeavours for Financial Literacy Will Be Manifolds**
- Scale, access and zero cost barrier
 - EduTech will come into play and can reach mass population
 - Zenith's 'Vashti' provides bite-sized, legible investment lessons to investors which helps democratize financial knowledge among the masses
 - Financial literacy platforms may take the form of 15-minute school, Shikho etc.
- Democratized Decision Process Increases Investors' Levels of Participation**
- A German retail bank introduced Robo-Advisors to suggest algorithm driven investment strategy based on clients' financial goals.
 - 36% clients who had availed the Robo-Advisory services became new participants in financial markets.

Market needs more 'quality' securities and policy supports

The market needs more large-cap quality stocks to make way for surplus savings

- In India, SEI companies mobilized Rs. 1.18 billion in 2021 through IPOs, which is more than four times the amount raised in 2020.*
- Fintech was the most prominent driver for the IPO boom in India among other factors.



Regulator must ensure good corporate governance of the listed companies

Without corporate governance, investors will lose confidence in the system. It will take prolonged time to regain it. Empower and activate Financial Reporting Council (FRC) to ensure financial reporting quality

Policy support for intermediaries and operators to invest in technology

*Info (Shreeing and Research K&I) (National Institute of Securities Markets)

Change in competition dynamics

- Basic brokerage will hardly earn money**
- Basic brokerage technology will be commodity
 - Growth will come from small ticket, large number investors
 - Discount brokerage model compelled traditional Indian brokers to change their strategy
- Value must be generated through**
- widely accessible, easy to understand, organized actionable insights
 - Analytics based on financial and technical indicators
 - AI based stock ratings and portfolio construction
 - diversity in investment products
 - financial literacy ecosystem

Operators must evolve platforms to the next level

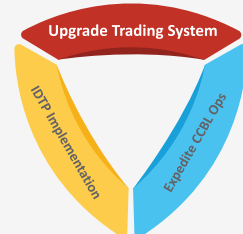
Stock exchanges and CDBL must evolve trading systems for efficient handshaking with intermediaries

Standardize settlement instructions, reduce trade confirmation time, and eliminate manual intervention

Expedite operations of Central Counterparty of Bangladesh (CCBL)

Expedite implementation of the Interoperable Digital Transaction Platform (IDTP) via BB

Real time fund movement across intermediaries, customers and operators with zero cost at customer end



Intermediaries must provide value to investors

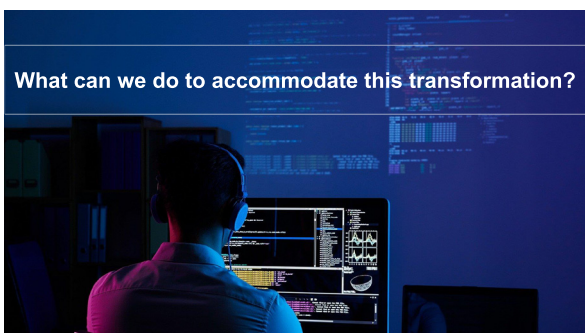
- Brokerage Must Provide Value-Added Services to Enhance Customer Experience**
- Zenith delivers value by creating different platforms to cater to different investment needs by offering:
- Thematic investment platform
 - Algo & strategy trading platform
 - Options trading platform
 - Bond trading platform
 - Insurance service platform
- Fund Managers Must Provide Investors with Diversified Investment Vehicles**
- Systematic Investment Plan (SIP) enables investors to subscribe to low-cost investment vehicles which offers the flexibility to choose from various investment styles and subscription frequency.



Arvind Sankaran
Senior Advisory, McKinsey & Company

"We're witnessing the creative destruction of financial services, rearranging itself around the consumer.

Who does this in the most relevant, exciting way using data and digital, WINS!"



What can we do to accommodate this transformation?

Role on BSEC Manual Reformation for Authorized Representatives

BSEC formed a Co-ordination Committee headed by Mr. Md. Saifur Rahman, Executive Director, BSEC to reform manual of the Authorized Representatives considering recent issues and problems in operations. As a member of this Committee, our two Directors Mr. Umar Haider Khan and Mr. Sumon Das

helped Committee to reform the said manual by giving their prudent suggestions.

DBA Membership Enrollment of NY Trading limited

I am delighted to inform you that new TREC Holder Companies namely, NY Trading Limited (DSE TREC # 294) enrolled its membership in DBA. We hope that all new TREC Holder Companies will enroll their membership in DBA for strengthening broker community as well as enjoying benefits of their business in the capital market.

Respected Members,

Let me with a heavy heart express solemn condolence and pay homage on behalf of the Board of Directors of Association to the departed souls who have left us and sympathy to their all grieved and shocked family members. We express deep shock at the sad demise of Mr. Toriqul Alam Khan, TREC Representative of T. A. Khan Securities Co. Limited, Mr. Md. Salahuddin Khan, TREC Representative of Total Communication Limited, Mr. M. Habibur Rahman, Chairman of Habibur Rahman Securities Limited, Advocate Md. Serajul Islam, father of Mr. Saiful Islam, TREC Representative of BRAC EPL Stock Brokerage Limited, Mr. Hasan Ahmed, TREC Representative of Popular Life Securities Limited, Mr. Jahangir kabir Chowdhury, Shareholder of JKC Securities Limited. We respectfully recall their life time contribution and dedication towards the capital market development. We pray to Almighty to keep their departed soul in peace.

AT A GLANCE FINANCIAL POSITION OF DBA

(i) Income: The total income of the Association for the period amounting Tk. 8,71,9,519/- and the total outstanding receivable income at the beginning of the year was Tk. 5,12,500/- and during the period total due amount Tk. 3,50,000/- leaving an outstanding of Tk. 8,62,500/- at close of the period.

(ii) Expenditure: The total expenditure for the year amounted to Tk. 48,73,541/- and last year was Tk. 35,16,960/-

Particulars	Amount in Taka	Amount in Taka
	30 June 2022	30 June 2021
ASSETS		
Non-current assets	716,224	1,017,824
Property, plant and equipment	716,224	1,017,824
Investment	99,072,874	98,228,063
Investment in FDR	99,072,874	98,228,063
Current assets	7,025,209	5,561,209
Interest receivable	1,802,143	2,368,984
Annual subscription receivable	862,500	512,500
Advanced Income Tax	2,008,919	2,191,685
Cash and cash equivalents	2,351,647	488,040
Total assets	106,814,307	104,807,095
FUND AND LIABILITIES		
Fund	105,391,480	102,853,078
General fund	105,391,480	102,853,078
Current liabilities	1,422,826	1,954,016
Audit fee payable	40,250	40,250
Un-earned subscription	-	75,000
Income Tax payable	1,382,576	1,838,766
TOTAL FUND AND LIABILITIES	106,814,307	104,807,095

(iii) Fund balance: The period end fund balance was Tk. 10,53,91,480/- as against Tk. 10,28,53,078/- for the period 2020-2021.

Respected Members,

In summing up, I would like to reiterate that DBA has marked a vibrant and successful year in 2021-2022 despite unprecedented challenges due to COVID-19, Russia Ukraine war, led exogenous shocks. We put our best endeavors to portray DBA as a leading Organization in the country and played pivotal role as a strong organization of the capital market to rebound trade, investment and economic activities, protect business community, promote national economic and development priorities throughout the year.

I am really pleased to express the profound appreciation to Bangladesh Securities and Exchange Commission for brilliant leadership, consistent guidance and proactive responses.

I would like to convey the deep sense of my gratitude to the Ministry of Finance, Ministry of Commerce, National Board of Revenue, Registrar of Joint Stock Companies and Firms, Bangladesh Bank for their utmost support and co-operation to the Association.

Sincere thanks to the Dhaka Stock Exchange Limited (DSE), Central Depository Bangladesh Limited (CDBL), Central Counterparty Bangladesh Limited (CCBL), Federation of Bangladesh Chambers of Commerce and Industry (FBCCI), Dhaka Chamber of Commerce and Industry (DCCI), Bangladesh Merchant Bankers' Association (BMBA), Capital Market Journalist's Forum (CMJF) and other organizations who have supported DBA on its smooth journey.

I am delighted to mention that with relentless effort and sincerity of the board of directors, conveners of the Committees and all officials of the Secretariat, DBA further strengthened its roles for the development of the members and the capital market which immensely contributed to uphold the image of the Association in all over the country.

It is my great honour and privilege to lead DBA as the President. I would like to thank all honorable members, Board of Directors, former Presidents and all officials of DBA secretariat for their wonderful contribution and keeping trust on me to lead the DBA.

I would like to extend my deep appreciation to all of my predecessors and successors. I hope the bold leadership of DBA will bring in more dynamism to elevate DBA into a new height and further spearhead the journey of the country to achieve its long-cherished vision.

Serving DBA is truly been an enjoyable journey for us to serve this great Organization.

I thank you all once again for your valued and kind presence in the 8th AGM of DBA and to grace this occasion.

Thanks with the best regards,

A handwritten signature in black ink, appearing to read 'Richard D' Rozario', written over a circular scribble.

Richard D' Rozario

President
DSE Brokers Association of Bangladesh
November 17, 2022



MEETINGS, EVENTS ATTENDED BY THE PRESIDENT/ BOARD OF DIRECTORS, DBA

During the year 2021-2022, DBA President attended many meetings, seminars, roadshows, conferences organized by the various organizations in line with the capital market. Some of the key meetings are outlined below:

04.07.2021	:	Attended at the emergency meeting organized by BSEC to ensure safe and smooth trading activities including office travel of the brokerage houses employees during the nationwide lockdown declared by the Government from the 5th July 2021 to combat the Covid-19 crisis. Among others, BSEC Commissioner Dr. Shaikh Shamsuddin Ahmed, Executive Director Mr. Mohammad Rezaul Karim, Mr. Md. Saifur Rahman, DSE Managing Director (CC) participated in the meeting.
06.07.2021	:	Attended as the speaker at inauguration ceremony of “Online Transmission of Securities and Lodging Complaints by the Clients of Suspended Stock-Broker” organized by Dhaka Stock Exchange Limited at DSE Tower, Nikunja, Dhaka. BSEC Commissioner Dr. Shaikh Shamsuddin Ahmed were present as the Chief Guest.
18.07.2021	:	Joined as the discussant to the meeting on “Presenting on Onboarding of NRB and Foreign Investor” arranged by DBA Member Mr. Ahmadul Haq, Managing Director, Prudential Securities Limited.
29.07.2021	:	Met in a courtesy with Mr. Tarique Amin Bhuiyan for his appointment as the Managing Director of Dhaka Stock Exchange Limited.
29.07.2021	:	Joined the preparatory meeting on observance of the 46th martyrdom anniversary of Father of the Nation Bangabandhu Sheikh Mujibur Rahman arranged by BSEC.
28.07.2021	:	Based on BSEC’s invitation, President Sharif Anwar Hossain participated at the Roadshow at the four cities of United States of America organized by BSEC to attract foreign and NRB investors to invest in Bangladesh capital market.
13.08.2021	:	Joined the program of the National Mourning Day and 46th martyrdom anniversary of the Father of the Nation Bangabandhu Sheikh Mujibur Rahman.
14.08.2021	:	Joined as the speaker in a virtual program on observance National Mourning Day organized by BMBA.
15.08.2021	:	Attended as a discussant at the program on observance National Mourning Day organized by BSEC
16.08.2021	:	Attended as the speaker to the grand inauguration program of “Online Risk Based Capital Adequacy (RBCA) reporting software of DSE & CSE” .



22.08.2021	: Joined as the discussant in the Roadshow organized by City Bank Capital on Beximco Green Sukuk Bond.
24.08.2021	: Attended the preparatory meeting on Switzerland Roadshow from 19-22 September 2021 arranged by BSEC.
04.09.2021	: Attended as the discussant in the TREC Certificate Handover program organized by DSE.
13.09.2021	: Meeting with all DBA members (Stock Brokers) to exchange views and collect their opinion on DP renewal fee.
16.09.2021	: Meeting with Managing Director and other high officials of CDBL on the issue of the DP renewal fee reduction.
20.09.2021	: Meeting with BSEC Commissioner Mr. Md. Adbul Halim and other high officials of BSEC regarding the issue of TREC Holders' Margin.
30.09.2021	: Joined as a speaker in the inauguration ceremony of DSE SME trading platform organized by DSE.
02.10.2021	: Attended at the prize distribution ceremony of the Essay and Painting Competition organized by DSE on the occasion of Mujib Birth Centenary and Golden Jubilee of Independence.
04.10.2021	: Attended the opening ceremony of World Investor Week 2021 organized by BSEC.
05.10.2021	: Joined as the speaker at the webinar on World Investor Week 2021 organized by BMBA.
11.11.2021	: Joined as the Special Guest at the webinar on "Qualified Investor (QI): Eligibility, Registration process & Trading Procedure at SME Platform" organized by DSE.
09.12.2021	: Attended as the Special Guest at the webinar on "Investment in debt securities: Progress and prospects" organized by DSE.
14.12.2021	: Joined as a speaker at the Public Hearing on "How do regulators help to ensure soundness of Financial Intermediaries" jointly organized by BSEC and DSE.
29.12.2021	: Courtesy meeting with BSEC Chairman Professor Shibli Rubayat-UI-Islam at his office. Among the others, BSEC Commissioner Dr. Mizanur Rahman, Md. Abdul Halim were present in the meeting.
05.01.2022	: Courtesy meeting with the Executive Committee of the Capital Market Journalist's Forum.
06.01.2022	: Courtesy Meeting with Bangladesh Marchant Bankers Association (BMBA).
19.01.2022	: Meeting with BMBA & Association of Asset Management Companies and Mutual Funds (AAMCMF) on Book Building System (IPO) and BSEC's order about interest distribution to the clients from CCA

25.01.2022	: Meeting with BSEC Chairman on improvement of the current book building methods. As a member of the alliance of the capital market, delegates of the BMBA and AAMCMF were participated in the meeting.
26.01.2022	: Participated as a panelist at the program of paperless@DSE arranged by DSE.
16.02.2022	: Meeting with BMBA & AAMCMF on improvement of current bidding process of IPO.
23.02.2022	: Meeting with BSEC on (1) strengthening the security of fund and securities of investors and (2) Compliance of securities related laws by stock brokers and stock dealers of DSE. All DBA directors led by Mr. Richard D' Rozario, President of DBA took part in the meeting at BSEC office. BSEC Commissioner Mr. Md. Abdul Halim presided over the meeting while BSEC ED Anwarul Islam, Director Moonsur Ahmed, Additional Director Azad Abul Kalam were present in the meeting.
25.02.2022	: Meeting with Mr. Rezaul Karim, ED of BSEC on improvement of current bidding process at BSEC Conference Room (GF). The President of DBA, BMBA & AAMCMF along with other members of those Association were present in the meeting. On behalf of three Associations, DBA Vice President Mr. Md. Saifuddin delivered speech and presentation on bidding process.
15.03.2022	: DSE organized an awareness program on "Strengthening the Security of Fund and Securities of Investors" for the Chairman and Managing Director of TREC Holder Companies. BSEC Chairman, Commissioners were present in the program as the Chief Guest and special guest respectively. DBA President Mr. Richard D' Rozario attended their and delivered speech.
22.03.2022	: A Co-ordination meeting to discuss on upcoming budget (2022-2023 FY) jointly organized by FBCCI & NBR was held at Hotel Intercontinental, Dhaka. Mr. A H M Mostafa Kamal, MP, Finance Minister were present in the meeting as the Chief Guest. NBR Chairman Mr. Abu Hena Md. Rahmatul Munim presided over the meeting. FBCCI President Mr. Md. Jashim Uddin moderated the meeting. DBA President Mr. Richard D' Rozario joined the meeting and delivered his speech on taxes.
28.03.2022	: Attended the program of "Commemoration & Milad" arranged by DSE at DSE Tower in remembrance of the late Md. Rakibur Rahman.
30.03.2022	: DBA arranged a Commemoration, Milad & Doa Mahfil program for the remembrance of the former Chairman/ President & Director of DSE late Md. Rakibur Rahman at the Ground Floor of DSE Building, 9F Motijheel C/A, Dhaka. DSE Chairman Mr. Md. Enusur Rahman, DSE MD, DBA Ex-President Mr. Mostaque Ahmed Sadeque, Mr. Md. Shakil Rizvi, Mr. Sharif Anwar Hossain including other senior members participated in the program.
30.03.2022	: Meeting on National Budget 2022-2023 arranged by FBCCI at Pan Pacific Sonargaon Hotel. President Richard D' Rozario joined the meeting and delivered his speech on taxes in line with the capital market.

30.03.2022	: Attended at the meeting on capital market development arranged by BSEC at Commission Bhaban. Other participants of the market were present in the meeting. Dr. Shaikh Shamsuddin Ahmed presided over the meeting.
05.04.2022	: Joined the Iftar & Dua Mahfil program arranged by FBCCI at Officer's Club, Baily Road, Dhaka.
10.04.2022	: Attended the Ifter and Doa Mahfil program arranged by Capital Market Journalist's Forum (CMJF).
12.04.2022	: Joined the signing ceremony program between CSE & Multi Commodity Exchange (MCX), India in establishing the first ever Commodity Exchange of Bangladesh at Radisson Blue Water Garden. Honorable Commerce Minister Mr. Tipu Munshi attended the program as the Chief Guest.
13.04.2022	: Attended in a workshop on "Real Estate Investment Trusts (REITs)" organized by DSE at BSEC Multipurpose Hall, Commission Bhaban, Agargaon, Dhaka. BSEC Commissioner Dr. Shaikh Shamsuddin Ahmed were present as the Chief Guest.
19.04.2022	: Meeting with the Representatives of the 9 (Nine) brokerage houses regarding share trading at zero price and suspension order against their 15 traders.
10.05.2022	: Meeting with Dr. Rumana Islam newly appointed as the Commissioner of Bangladesh Securities and Exchange Commission.
21.05.2022	: President participated in a round table discussion meeting titled on "Economic Challenge and Upcoming Budget for FY 2022-23" organized by Business post. Former adviser of the caretaker govt. and eminent economist Mr. AB Mirza Azizul Islam were present in the meeting as the Chief Guest.
22.05.2022	: Attended the meeting on CMI CAMLCO Conference 2022 arranged by BSEC. BSEC Commissioner Dr. Rumana Islam presided over the meeting.
29.05.2022	: Participated in a lecture session on "বর্তমান বৈশ্বিক অর্থনীতির প্রেক্ষাপটে বাংলাদেশ" arranged by BASM was held at Multipurpose Hall, Commission Bhaban, Agargaon, Dhaka. BSEC Chairman Prof. Shibli Rubaiyat UI Islam presided over the session. Eminent Economist of the country Dr. Qazi Kholiquzzaman Ahmad, Chairman PKSF were present at the session as the lecturer.
06.06.2022	: Attended as the panelist at the CAMLCO Conference 2022 was held at DSE Tower. Professor Shibli Rubayat-UI-Islam, Chairman, BSEC (Closing Session) and Dr. Salim Mahmud, Former Chairman, Bangladesh Energy Regulatory Commission Tribunal (Inaugural Session) were the Chief Guest in the Conference.
18.06.2022	: Participated as the speaker in the seminar titled on "বাংলাদেশে মানিলাডারিং ও সন্ত্রাসী কার্বে অর্থায়ন প্রতিরোধে বিএফআইইউ এর ২০ বছর" arranged by BFIU at Basundhara International Conference Center.
20.06.2022	: Meeting with the DSE board members at the board room of DSE Tower, Nikunja. DSE Chairman Mr. Md. Eunusur Rahman presided over the meeting. All Board members of DBA attended the meeting.

19.06.2022	: Attended as the Co-Chairman at the meeting organized by FBCCI standing Committee on capital market and bonds at the FBCCI office.
22.06.2022	: Participated as the speaker in public hearing on “The investment eligibility of the Recognized Provident, Pension and Gratuity Funds (RPPGF) for IPO” jointly organized by BSEC & DSE Training Academy at DSE Multipurpose Hall.
04.07.2022	: Participated as the speaker in the training program on “Effective compliance of securities-related laws” organized by DSE at Multipurpose Hall, DSE Nikunja Tower. BSEC Commissioner Mr. Md. Abdul Halim, DSE Chairman Mr. Md. Eunusur Rahman, DSE MD and other high officials of BSEC and DSE participated in the program.
25.07.2022	: Joined the Seminar on “Nation Branding: Attracting New Talents & Investments Worldwide” jointly organized by BSEC & Blumberg L. P. BSEC Chairman Prof. Shibli Rubayat-Ul-Islam presided over the Seminar. Mr. Salman F. Rahman, MP, Private Industry & Investment Adviser to the Hon’ble PM graced the program as the Chief Guest.
26.07.2022	: Meeting with the Managing Director (Acting) Mr. M. Shaifur Rahman Mazumdar, FCA, FCMA, and other DSE officials at DSE Tower, Nikunja on Implementation of the TREC Holder Margin & other issues of the brokers.
30.07.2022	: Attended the Biniyog Sikkha Conference as the panel member jointly organized by Bangladesh Securiteis and Exchange Commission (BSEC) and Bangladesh Academy for Securities Market (BASM) at Advocate Tarek Smrity Auditorium, Mymensingh.
08.08.2022	: Participated in a meeting on market development organized by BSEC. Major Dealers of DSE was also present in the meeting. BSEC Commissioner Dr. Shaikh Shamsuddin Ahmed presided over the meeting.
30.08.2022	: Joined the preparatory meeting on celebration of World Investor Week 2022 jointly organized by DSE and DBA.
05.09.2022	: Meeting with BSEC Commissioner Dr. Shaikh Shamsuddin Ahmed on Book Building Method of IPO. DBA Board members were present at the meeting. BSEC Executive Director Mr. Mohammad Rezaul Karim and other officers of the Capital Issue department were present in the meeting.
08.09.2022	: Participated in a discussion meeting on draft version of Insider trading arranged by BSEC at Commission Bhaban. BSEC Commissioner Dr. Shaikh Shamsuddin Ahmed presided over the meeting.
17.09.2022	: Participated in a round table discussion meeting on “Current scenario and outlook of the capital market of Bangladesh” jointly organized by Bangladesh Marchant Bankers Association (BMBA) and Capital Market Journalist’s Forum (CMJF) at Hotel Westin, Dhaka. BSEC Chairman Prof. Shibli Rubayat-Ul-Islam were present at the program as the Chief Guest.
21.09.2022	: Meeting with DSE Managing Director (Acting) and other respective officers on Amendment of TREC Holder Margin. DBA President and other Board Members joined the meeting.

03.10.2022	: Attended as the Penal Member to the Inauguration Ceremony of World Investor Week 2022 organized by BSEC at Commission Bhaban. BSEC Chairman Prof. Shibly Rubayat-UI-Islam Presided over the program. Bangladesh Bank Governor Mr. Abdur Rouf Talukder inaugurated the program as the Chief Guest. Mr. Sheikh Mohammad Salim Ullah, Secretary of FID were present at the ceremony as the Special Guest.
06.10.2022	: Attended the seminar of World Investor Week 2022 organized by AAMCF at the Conference Hall, Shailopropat Parjatan Bhaban, Agargaon, Dhaka. Post and Telecommunication Minister Mr. Mustafa Jabbar were present as the Chief Guest while BSEC Chairman along with all Commissioners were present as the guest of honor, special guest, respected guest respectively.
11.10.2022	: Attended at the Seminar titled on “Bond Market: The Ultimate Solution for Long time Financing” organized by FBCCI. Mr. Salman F. Rahman, MP, Private Industry & Investment Adviser to the Hon’ble PM attended the program as the Chief Guest. BSEC Chairman Prof. Shibly Rubayat-UI-Islam were present as the Special Guest. FBCCI President Mr. Md. Jashim Uddin presided over the program.
25.10.2022	: Participated at the occasion of the ‘Gunijon Songbordhona’ at Ballroom, Pan Pacific Sonargaon, Dhaka jointly organized by the Daily Bonik Barta and Bangladesh Institute of Development Studies (BIDS)
31.10.2022	: Meeting with BSEC on implementation of T+1 settlement cycle of A & B category share. BSEC Commissioner Dr. Sheikh Shamsuddin Ahmed, Dr. Mizanur Rahman and Dr. Rumana Islam were present at the meeting.
07.11.2022	: Joined the inauguration program of CMSF Management Office & Mujib Corner organized by Capital Market Stabilization Fund (CMSF) at DCCI Building, Motijheel C/A, Dhaka-1000. FID Secretary Mr. Sheikh Mohammad Salim Ullah and BSEC Chairman Prof. Shibly Rubayat-UI-Islam were present as the Chief Guest and Special Guest respectively.



FROM THE ALBUM



The 7th Annual General Meeting of DSE Brokers Association (DBA) was held on December 20, 2021 at Hotel Purbani International. DBA President Mr. Sharif Anwar Hossain presided over the meeting.



The Members of DBA attend the 7th Annual General Meeting



The Members of DBA attend the 7th Annual General Meeting



The Members of DBA attend the 7th Annual General Meeting

Office Bearer election of DBA conducted by the Election Commission member Mr. Dewan Azizur Rahman was held on December 20, 2021 at Hotel Purbani International, Dhaka.



DBA Election Committee Member Mr. Dewan Azizur Rahman announces the new board of directors of DBA along with office bearer at the 7th AGM

Elected new 15 directors of DBA Board for the year 2022 & 2023





Courtesy meeting with BSEC Chairman and Commissioners



Meeting with DSE Managing Director Mr. Tarique Amin Bhuiyan and other officials of the Management.



Courtesy Meeting with Bangladesh Merchant Bankers Association (BMBA)



Courtesy Meeting with newly elected members of Capital Market Journalist's Forum (CMJF)





DBA President Mr. Richard D' Rozario were present at the debut trading & ring the bell program of BEXIMCO Green-Sukuk Al Istisna'a.

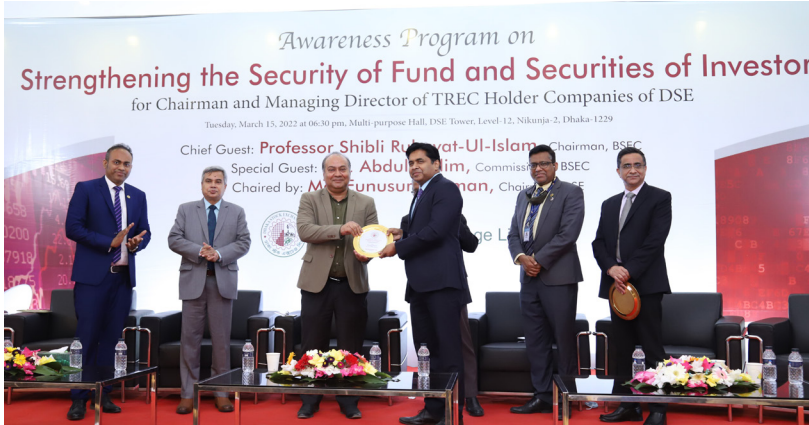
DBA President Mr. Richard D' Rozario attended the inauguration ceremony of Paperless@DSE as panel speaker.



Meeting with BSEC Commissioner Md. Abdul Halim on Strengthening the Security of Fund and Security of Investors at the meeting room of the Commission Bhavan.

DBA President Mr. Richard D' Rozario delivering speech at the awareness program on Strengthening the Security of Fund and Security of Investors organized by DSE.





DBA President Mr. Rozario receiving the crest from BSEC Chairma Prof. Shibli Rubayat-Ul-Islam at the program on ' Strengthening the Security of Fund and Security of Investors',

Meeting with BSEC's Executive Director Mr. Mohammad Rezaul Karim & other official of CI department of BSEC on Imprvoment of Current Book Building Method



Discussion and Doa Mahfil in mamory of late Hemayet Uddin Ahmed, former Chairman of DSE

Discussion and Doa Mahfil in mamory of late Md. Rakibur Rahman, former President of DSE





DBA President attended the Iftar Mahfil arranged by Capital Market Journalist's Forum (CMJF)

DBA President joined a roundtable on 'Economic Challenge and the Upcoming Budget for FY 2023' organized by The Business Post



DBA President delivering speech at the Iftar & Doa Mahfil program organized by DSE

DBA president attended at the FBCCI Standing Committee meeting as the Co-Chairman of the Committee was held on 17th June 2022 at FBCCI ICON, Motijheel.





MOU with Bangladesh Specialized Hospital Limited for providing Healthcare Services to the members.



MOU with MH Samorita Hospital and Medical College for providing Healthcare Services to the members.



MOU with United Hospital Limited for providing Healthcare Services to the members.



DBA President is speaking as a panel member at the CAMLCO Conference 2022 was held on 6 June 2022 at DSE Tower.

Participants of the CAMLCO Conference 2022 where DBA President was attended as the panel speaker.



Bilateral meeting with the Board of Directors of DSE & DBA was held on 20 June 2022

President attended the Public Hearing on "The Investment eligibility of the registered Recognized Provident, Pension and Gratuity Funds for IPOs" and delivered his speech organized by BSEC





President Mr. Richard D' Rozario delivered his speech at the training program on "Effective Compliances of Securities Related Laws for the Chief Executive Officer and Compliance Officers of all TREC Holder Companies of DSE" organized by DSE.

Eid Reunion and Discussion program of the members of DBA was held on 25th July 2022 at DSE Brokers Club



Members present at Eid Reunion and Discussion program on 25th July 2022 at DSE Brokers Club

Meeting with BSEC Commissioner Dr. Shaikh Shamsuddin Ahmed on capital market development at the meeting room of Commission Bhaban





President Richard D' Rozario is speaking at the inaugural event of the Financial Literacy Fair at Mymensingh organized by BSEC

DBA President Richard D' Rozario is speaking as the panelist at the event of the Nationwide Financial Literacy Program at Mymensingh organized by BSEC



Meeting with BSEC Commissioner Dr. Shaikh Shamsuddin Ahmed on improvement of current Book Building Methods at BSEC Board Room

President attended at the roundtable discussion on "Current scenario and outlook of the capital market of Bangladesh" at Hotel Westin, Dhaka jointly organized by BMBA & CMJF





President Richard D' Rozario attended the inauguration ceremony of World Investor Week 2022 at the Multipurpose Hall of Commission Bhawan and delivered his speech as the penal member



Celebration of World Investor Week 2022 at DSE Tower jointly organized by DBA & DSE



DBA President delivering speech as the special guest at the Seminar on 'Bond Market the ultimate solution for long term financing' organized by FBCCI Standing Committee on 11th October 2022 at FBCCI ICON, Motijheel, Dhaka

**INDEPENDENT
AUDITOR'S REPORT
AND AUDITED FINANCIAL
STATEMENTS**



INDEPENDENT AUDITOR'S REPORT To The Members of DSE BROKERS ASSOCIATION OF BANGLADESH

Report On The Audit Of The Financial Statements

Opinion

We have audited the financial statements of **DSE BROKERS ASSOCIATION OF BANGLADESH (DBA)**, Modhumita Building (8th Floor), 158-160, Motijheel C/A, Dhaka-1000. Which comprise of the Statement of Financial Position as at June 30, 2022, Statements Comprehensive Income, Statement of Changes in Equities, Statement of Cash Flows and Fixed Assets Schedule, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects (or give a true and fair view of) the financial position of the **DSE BROKERS ASSOCIATION OF BANGLADESH (DBA)** as at June 30th, 2022 and (of) its financial performance for the year then ended in accordance with the International Financial Reporting Standards (IFRSs)

Basis for opinion

We conducted our audit in accordance with the International Standards on Auditing (ISAs) as adopted by the Institute of Chartered Accountants of Bangladesh (ICAB). Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the International Accounting Education Standards Board (IAESB Code of Ethics) as adopted by the Institute of Chartered Accountants of Bangladesh (ICAB Code of Ethics) and we have fulfilled our other ethical responsibilities in accordance with the Code of Ethics. We believe that the audit evidence we

have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of management and those charged with governance for the financial statement

Management is responsible for the preparation of financial statement in accordance with the accounting policies of the Company, and for such internal control as management determines is necessary to enable the preparation of financial statement that are free from material misstatement, whether due to fraud or error.

In preparing the financial statement, management is responsible for assessing the **DSE BROKERS ASSOCIATION OF BANGLADESH (DBA)** ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the **DSE BROKERS ASSOCIATION OF BANGLADESH (DBA)** or to cease operations or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the **DSE BROKERS ASSOCIATION OF BANGLADESH (DBA)** financial reporting process.

Auditor's responsibilities for the audit of the financial statement

Our objectives are to obtain reasonable assurance about whether the financial statement as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high

level of assurance, but is not a guarantee that an audit conducted in accordance with ISA will always detect a material misstatement when it exists. Misstatement can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISA, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- ▷ Identify and assess the risks of material misstatement of the financial statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- ▷ Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the **DSE BROKERS ASSOCIATION OF BANGLADESH (DBA)** internal control.
- ▷ Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made.
- ▷ Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the entity's ability to continue

as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the entity to cease to continue as a going concern.

Report on Other Legal and Regulatory Requirements

In accordance with applicable sections of the Companies Act, 1994 and other applicable laws and regulations we also report that:

- ▷ We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit and made due verification thereof;
- ▷ In our opinion, the **DSE BROKERS ASSOCIATION OF BANGLADESH (DBA)** as required by law has kept proper books of accounts, so far as it appeared from our examination of those books;
- ▷ The financial statements dealt with by the report are in agreement with the books of accounts;
- ▷ The expenditure incurred was for the purpose of the **DSE BROKERS ASSOCIATION OF BANGLADESH (DBA)**.



Monika Nashat Matin, ACA

Enrolment No. 1968

Dhaka, Bangladesh

A. Matin & Co.

Chartered Accountants

DVC: 2211011968AS234902

Date: 1st November, 2022

DSE BROKERS ASSOCIATION OF BANGLADESH (DBA)
Statement of Financial Position
As at 30 June, 2022

Particulars	Notes	Amount in Taka	Amount in Taka
		30 June 2022	30 June 2021
ASSETS			
Non-current assets		716,224	1,017,824
Property, plant and equipment	3.00	716,224	1,017,824
Investment		99,072,874	98,228,063
Investment in FDR	4.00	99,072,874	98,228,063
Current assets		7,025,209	5,561,209
Interest receivable	5.00	1,802,143	2,368,984
Annual subscription receivable	6.00	862,500	512,500
Advanced Income Tax	7.00	2,008,919	2,191,685
Cash and cash equivalents	8.00	2,351,647	488,040
Total assets		106,814,307	104,807,095
FUND AND LIABILITIES			
Fund		105,391,480	102,853,078
General fund	9.00	105,391,480	102,853,078
Current liabilities		1,422,826	1,954,016
Audit fee payable	10.00	40,250	40,250
Un-earned subscription	11.00	-	75,000
Income Tax payable	12.00	1,382,576	1,838,766
TOTAL FUND AND LIABILITIES		106,814,307	104,807,095

The annexed notes form an integral part of these financial statements.



Sr. Vice President



Secretary



President

Dhaka
November 1, 2022


Monika Nashat Matin, ACA
Enrolment No. 1968
A. Matin & Co.
Chartered Accountants
DVC: 2211011968AS234902

DSE BROKERS ASSOCIATION OF BANGLADESH (DBA)
Statement of Profit & Loss and Other Comprehensive Income
For the year ended 30 June 2022

Particulars	Notes	Amount in Taka	Amount in Taka
		30 June 2022	30 June 2021
INCOME			
Annual subscription fee	13.00	3,050,000	3,050,000
Membership transfer/entrance fee	14.00	-	1,000,000
Interest income	15.00	5,184,519	6,247,838
Other income	16.00	485,000	-
A. Total income		8,719,519	10,297,838
EXPENDITURE			
Salary & allowance	17.00	2,240,656	1,924,643
Printing & Office stationaries		63,388	6,440
Entertainment		113,393	92,473
Transportation and conveyance		12,340	17,952
Telephone, mobile, internet & postage		11,372	20,844
Audit fee		35,000	35,000
Office maintenance & development		10,818	16,180
Water bill		3,040	2,800
Utility bill		37,004	33,315
Office accessories		6,650	-
Annual general meeting expenses	18.00	997,877	-
Subscription fee(FBCCI)	19.00	35,000	-
Bank charges and interest expenses	20.00	156,970	118,618
Millad & Dua mahafil	21.00	25,080	-
Website development		-	50,000
Office rent		640,080	615,072
Advertisement expenses		-	42,700
License fee		29,880	34,500
VAT Expenses	22.00	107,103	106,707
Depreciation (Annexure- A)		301,600	343,323
Miscellaneous expenses		46,290	56,394
B. Total expenditure		4,873,541	3,516,960
Excess of income over expenditure Before Tax (A-B)		3,845,978	6,780,878
Less: Provision for Income tax	23.00	(1,382,576)	(1,838,766)
Excess of income over expenditure After Tax		2,463,402	4,942,112

The annexed notes form an integral part of these financial statements.


Sr. Vice President


Secretary


President

Dhaka
November 1, 2022


Monika Nashat Matin, ACA
Enrolment No. 1968
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DSE BROKERS ASSOCIATION OF BANGLADESH (DBA)

Statement of changes in fund

As at 30 June 2022

Particulars	General Fund	Total
Opening balance	102,853,078	102,853,078
Add: Addition during the year	2,463,402	2,463,402
Add: Reverse Un-earned subscription	75,000	75,000
Closing balance	<u>105,391,480</u>	<u>105,391,480</u>

DSE BROKERS ASSOCIATION OF BANGLADESH (DBA)

Statement of changes in fund

As at 30 June 2021

Particulars	General Fund	Total
Opening balance	97,910,966	97,910,966
Add: Addition during the year	4,942,112	4,942,112
Closing balance	<u>102,853,078</u>	<u>102,853,078</u>

The annexed notes form an integral part of these financial statements.



Sr. Vice President



Secretary



President

Dhaka
November 1, 2022


Monika Nashat Matin, ACA
 Enrolment No. 1968
 A. Matin & Co.
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DSE BROKERS ASSOCIATION OF BANGLADESH (DBA)
Receipts and Payments Account
For the year ended 30 June 2022

	Amount in Taka	Amount in Taka
Receipts:	2021-2022	2020-2021
A. Opening Cash and Bank Balance	488,040	4,468,931
Cash in Hand	52,210	13,933
Cash at Bank:		
The City Bank (3101121297001)	5,846	5,793
The City Bank (1122711294001)	402,225	100,272
Modhumoti Bank Limited (110113500000010)	27,759	4,348,932
B. Received During the Period	20,028,942	38,157,869
Annual subscription fee	2,575,000	2,850,000
Annual subscription receivable received	125,000	825,000
New Membership fee	-	1,000,000
Interest from Bank	85,084	62,627
FDR Encashment	16,758,858	33,420,242
Nomination form submission fee	480,000	-
Donation received (Adarsha Samabaya Samity Ltd.)	5,000	-
Total (A+B)	20,516,982	42,626,800

The annexed notes form an integral part of these financial statements.

	Amount in Taka	Amount in Taka
Payments:	2021-2022	2020-2021
C. Payments During the Period	18,165,335	42,138,760
Salary and Allowances	2,240,656	1,924,643
Investment in FDR	12,500,000	36,900,000
Fixed Assets Addition(AC Purchase)	-	172,850
VAT on fixed assets addition(Ac purchase)	-	25,928
Office Equipment	-	75,456
VAT on Office equipment	-	10,546
Telephone, Mobile internet & Postage	11,372	20,844
Printing & Office Stationaries	63,388	6,440
VAT on printing & office stationary	5,841	-
Entertainment	113,393	92,473
Office Maintenance & Development	10,818	16,180
Office accessories	6,650	-
Transport & Conveyance	12,340	17,952
Water bill	3,040	2,800
Utility Bill	37,004	33,315
Annual Membership fee(FBCCI)	35,000	-
Misc. Expenses	46,290	56,394
License fee	29,880	34,500
AGM Expenses(6th & 7th)	997,877	-
Millad & Dua mahafil(Mr. Rakibur Rahman)	25,080	-
Website development	-	50,000
VAT on website development	-	2,500
Office rent	640,080	615,072
VAT on Office rent	96,012	92,261
Advertisement Expenses	-	42,700
VAT on Advertisement expenses	-	6,696
Audit Fee	35,000	35,000
VAT on Audit fee	5,250	5,250
Bank Charge	78,971	85,618
AIT on Bank Interest	8,508	6,451
AIT on FDR Interest	118,450	321,496
Tax Paid through pay order	1,044,435	1,485,396
D. Closing Balance	2,351,647	488,040
Cash in Hand	761	52,210
Cash at Bank:		
The City Bank(3101121297001)	5,899	5,846
The City Bank(1122711294001)	2,015,360	402,225
Modhumoti Bank Ltd.(110113500000010)	329,626	27,759
Total (C+D)	20,516,982	42,626,800

The annexed notes form an integral part of these financial statements.


Sr. Vice President


Secretary


President

Dhaka
November 1, 2022


Monika Nashat Matin, ACA
Enrolment No. 1968
A. Matin & Co.
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DSE BROKERS ASSOCIATION OF BANGLADESH (DBA)

Statement of Cash Flows For the year ended 30 June 2022

	Amount in Taka	Amount in Taka
Payments:	2021-2022	2020-2021
Cash flows from operating activities		
Cash received from customers/members	3,185,000	4,675,000
Cash paid to suppliers	(5,459,406)	(4,540,416)
Cash generated from operation	(2,274,406)	134,584
Bank charge & AIT	(205,929)	(413,564)
Bank profit	85,084	62,627
	(120,845)	(350,936)
Net cash flow from operating activities	(2,395,251)	(216,353)
Cash flows from investing activities		
Investment in FDR	(12,500,000)	(36,900,000)
Encashment of FDR	16,758,858	33,420,242
Purchase of property, plant and equipment	-	(284,780)
Net cash (used)/provided by investing activities	4,258,858	(3,764,538)
Cash flow from financing activities		
Loan received	-	-
Loan paid	-	-
Net cash flow from financing activities	-	-
Increase/(Decrease) in cash and cash equivalent	1,863,607	(3,980,890)
Cash and cash equivalent at the beginning of the year	488,040	4,468,930
Cash and cash equivalent at the end of the year	2,351,647	488,040

The annexed notes form an integral part of these financial statements.



Sr. Vice President



Secretary



President

Dhaka
November 1, 2022


Monika Nashat Matin, ACA
 Enrolment No. 1968
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DSE BROKERS ASSOCIATION OF BANGLADESH (DBA)

Notes to the financial statements

As at and for the year ended June 30, 2022

1.0 Background

The Dhaka Stock Exchange Members' Club was established on 12 October 1997. Subsequently after demutualization of Dhaka Stock Exchange Ltd. DSE Brokers Association of Bangladesh was formed by the members of DSE and all funds of DSE Members Club was transferred to the account of DSE Brokers Association of Bangladesh. Which Registration No. TO- 904 / 2015 and date of registration is 29 June, 2015. The DSE Brokers Association of Bangladesh (hereafter referred as DBA) is managed by the Board of Directors of DSE Brokers Association of Bangladesh. The Board consists of fifteen members among the member of Association.

2.0 Significant accounting policies

2.1 Basis of accounting

The Financial Statements have been prepared on a going concern basis under historical cost convention following accrual basis of accounting except for cash flow information in accordance with the International Accounting Standards (IAS) and International Financial Reporting Standards (IFRS).

2.2 Property, plant and equipment (PPE)

(i) Recognition and measurement

All property, plant and equipment except freehold properties are stated at cost less accumulated depreciation. The cost of an asset comprises its purchase price and any directly attributable cost of bringing the assets to its working condition for its intended use as per IAS 16 "Property, Plant & Equipment".

(ii) Subsequent expenditure

Subsequent expenditure is capitalized only when it increases the future economic benefit from the assets and that cost can be measured reliably. All other expenditures are recognized as an expense as and when they are incurred.

(iii) Depreciation

Depreciation is charged on straight-line basis based on the estimated useful lives of the assets. The depreciation charge for the period has been recognized in Statement of profit & loss and other comprehensive Income. In terms of DBA policies, full period's depreciation is charged on fixed assets in the period of acquisition and no depreciation is charged in the period of disposal. Profit or loss on disposal of fixed assets is credited/ charged to Statement of Comprehensive Income in the relevant period. Assets category wise depreciation rates are as follows:

Asset class	Rates
Furniture & fixture	15.00%
Computer equipment	25.00%
AC Gree	15.00%
Office renovation & decoration	20.00%

Depreciation methods, useful lives and residual value, if any are reviewed at the end of the reporting period.

2.3 Membership entrance fee

Every new member contributed Taka 100,000 (One lac) as membership entrance fee for DSE Members' Club as approved by the Board of Directors meeting held on 27 February 2005. The Board of Directors of Dhaka Stock Exchange Limited in its 640th meeting held on April 6, 2010 has decided to enhance the membership entrance fee to Taka 500,000 (Five lacs) from Taka 100,000 (One lac).

2.4 Annual subscription fee

The Board of Directors of DSE Brokers Association of Bangladesh (DBA) in its 6th meeting held on March 30, 2016 has fixed a total amount of Tk. 25,000/- (Twenty five thousand) for two years (2015-2016 and 2016-2017) annual membership subscription of the members of DBA and this will continue in FY 2021-2022.

2.5 Cash and cash equivalents

Cash and cash equivalents comprise cash in hand and cash at bank that are readily convertible to a known amount of cash, and are subject to an insignificant risk of change in value.

2.6 Revenue recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the company and the revenue accrued or to be incurred can be reliably measured. Revenue is measured at the fair value of the consideration received or receivable net of taxes.

2.7 Reporting currency

All figures represented in the financial statements are in BDT except otherwise stated.

2.8 Reporting period

The reporting period of the association cover one year from July 01 to June 30 of next year consistently.

2.8 General

The figures presented in the financial statements have been rounded off to the nearest amount.

Notes	Amount in Taka	Amount in Taka
	2021-2022	2020-2021
3.00 Property, plant and equipment Tk. 716,224		
A. Cost		
Opening balance	1,854,486	1,569,706
Add: Addition during the year	-	284,780
	1,854,486	1,854,486
Less: Sales/Adjustment during the year	-	-
Closing balance	1,854,486	1,854,486
B. Accumulated depreciation		
Opening balance	836,662	493,340
Add: Charged during the year	301,600	343,323
	1,138,262	836,662
Less: Adjustment during the year	-	-
Closing balance	1,138,262	836,662
C. Written down value (A-B)	716,224	1,017,824
(Details shown in Annexure- A)		
4.00 Investment in FDR Tk. 99,072,874		
Opening balance	98,228,063	88,882,154
Add: Investment during the year (Annexure- B)	17,428,104	42,379,540
	115,656,167	131,261,694
Less: Encashment during the year (Annexure- B)	16,583,293	33,033,631
Closing balance	99,072,874	98,228,063
5.00 Accrued Interest Tk. 1,802,143		
Opening balance	2,368,984	2,549,307
Add: Interest income during the year	5,099,435	6,185,211
	7,468,418	8,734,518
Less: Interest collected during the year	5,666,275	6,365,535
Closing balance	1,802,143	2,368,984
6.00 Annual subscription receivable Tk. 862,500		
Opening balance	512,500	1,137,500
Add: Total subscription 2021-22	3,050,000	3,050,000
	3,562,500	4,187,500
Less: Subscription collected during the year	2,700,000	3,675,000
Closing balance	862,500	512,500
7.00 Advanced Income Tax Tk. 2,008,919		
Opening balance	2,191,685	2,557,471
Less: Adjustment 2020-2021	794,331	1,160,116
	1,397,354	1,397,354
Add: Advanced Income Tax during the year (Note-7.01)	611,565	794,331
	2,008,919	2,191,685
7.01 Advanced Income Tax during the year Tk. 611,565		
AIT on Interest (SND Account)	8,508	6,451
AIT on Interest (FDR)	603,057	787,880
	611,565	794,331

Notes	Amount in Taka	Amount in Taka
	2021-2022	2020-2021
8.00 Cash and cash equivalents Tk. 2,351,647		
Cash in hand	761	52,210
Cash at bank (Note-8.01)	2,350,886	435,830
	2,351,647	488,040
8.01 Cash at Bank Tk. 2,350,886		
The City Bank (SND 297001)	5,899	5,846
The City Bank (City Elite Account 4001)	2,015,360	402,225
Modhumoti Bank Ltd. (110000010)	329,626	27,759
	2,350,886	435,830
9.00 General fund Tk. 105,316,480		
Opening balance	102,853,078	97,910,966
Add: Excess of income over expenditure	2,463,402	4,942,112
Add: Reverse Un-earned subscription	75,000	-
	105,391,480	102,853,078
10.00 Audit fee payable Tk. 40,250		
Opening balance	40,250	40,250
Add: Audit fee in the year	40,250	40,250
	80,500	80,500
Less: Payment during the year	40,250	40,250
Closing balance	40,250	40,250
11.00 Un earned subscription Tk. 75,000		
Opening balance	75,000	75,000
Add: Subscription collected for during the year	-	-
Less: Transfer to General fund	(75,000)	-
	-	75,000
12.00 Income tax Payable Tk. 1,382,576		
Opening Balance	1,838,766	2,645,511
Add: Charged this year (Note-23)	1,382,576	1,838,766
	3,221,342	4,484,277
Less: Adjusted with Advanced Income Tax	794,331	1,160,116
	2,427,011	3,324,162
Less: Paid through payorder, Bank Name.City Bank Ltd., PO No. 2497059 Date: 23.11.2021	1,044,435	1,485,396
	1,382,576	1,838,766
13.00 Annual subscription fee Tk. 3,050,000		
Annual subscription fee 2020-2021	-	3,050,000
Annual subscription fee 2021-2022	3,050,000	-
	3,050,000	3,050,000

The Board of Directors of DSE Brokers Association of Bangladesh(DBA) in its 95th meeting held on October 27,2022 decided to adjust this amount to general fund.

Notes	Amount in Taka	Amount in Taka
	2021-2022	2020-2021

The Board of Directors of DSE Brokers Association of Bangladesh (DBA) in its 6th meeting held on March 30, 2016 has fixed a total amount of Tk. 25,000/- (Twenty five thousand) for two years (2015-2016 and 2016-2017) annual membership subscription of the members of DBA and this will continue in FY 2021-2022.

14.00 Membership entrance fee Tk. Nil

Membership entrance fee for TREC holders

-	1,000,000
-	1,000,000

The Board of Directors of Dhaka Stock Exchange Limited in its 640th meeting held on April 6, 2010 has decided to enhance the membership entrance fee to Taka 500,000 (Five Lac) from Taka 100,000 (One Lac).

15.00 Interest income TK. 5,184,519

Interest income from FDR (Note-15.01)

Interest income from bank (Note-15.02)

5,099,435	6,185,211
85,084	62,627
5,184,519	6,247,838

15.01 Interest income from FDR Tk. 5,099,435

Total interest Realized

Add: Closing Accrued interest during the year

Less: Opening Accrued interest

5,666,275	6,365,535
1,802,143	2,368,984
7,468,419	8,734,519
2,368,984	2,549,307
5,099,435	6,185,211

15.02 Interest income from bank A/C Tk.85,084

The City Bank Ltd.

Modhumoti Bank Ltd.

77,371	24,492
7,713	38,135
85,084	62,627

16.00 Other income Tk. 485,000

Donation received(Adarsha Samabaya Samity Ltd.)

Nomination form submission fee

5,000	-
480,000	-
485,000	-

17.00 Salary & Allowance Tk. 2,240,656

Secretary

Asst. Secretary & manager(Accounts)

Office Assistance

Other salary

1,221,200	1,011,578
799,800	683,700
195,656	184,365
24,000	45,000
2,240,656	1,924,643

18.00 Annual general meeting expenses Tk. 997,877

6th Annual general meeting expenses (Note :18.01)

7th Annual general meeting(Note : 18.02)

540,552	-
457,325	-
997,877	-

Notes	Amount in Taka	Amount in Taka
	2021-2022	2020-2021
18.01 6th Annual general meeting expenses Tk. 540,552		
Dhaka Club Ltd.(Rent, Entertainment)	205,443	-
VAT on Dhaka Club bill	26,550	-
Printing & stationery	103,229	-
Vat on printing & stationery	9,812	-
Video & editing	3,500	-
Entertainment(espresso coffee house)	3,500	-
Miscellaneous	7,150	-
Conveyance	6,480	-
Flower	10,000	-
Maulana	1,000	-
Legal fee	55,555	-
VAT on legal fee	8,333	-
Donation Haji Sattar Trust, Fulchari	100,000	-
	540,552	-

The Board of Directors of DSE Brokers Association of Bangladesh (DBA) in its 86th meeting held on September 27, 2021 has approved the 6th Annual General Meeting of DBA held on October 20, 2021 at 6.30 pm at Samson Centre(1st floor), Dhaka Club Limited, Ramna, Dhaka-1000.

18.02 7th Annual general meeting expenses Tk. 457,325

Hottel Purbani Inter. Ltd. (Rent, Entertainment)	274,545	-
VAT on hottel bill	27,455	-
Printing & stationery	94,295	-
Vat on printing & stationery	9,400	-
Video & editing	4,000	-
Entertainment(Fahrudin Birayani & espresso coffee house)	24,850	-
Miscellaneous	1,000	-
Conveyance	7,780	-
Flower	13,000	-
Maulana	1,000	-
	457,325	-

The Board of Directors of DSE Brokers Association of Bangladesh (DBA) in its 87th meeting held on November 16, 2021 has approved the 7th Annual General Meeting of DBA held on December 20, 2021 at 6.30 pm at Hottel purbani international limited, Dhaka-1000.

19.00 Subscription fee Tk. 35,000

FBCCI'S Annual Membership fee 2022	35,000	-
	35,000	-

20.00 Bank charge and interest expenses Tk. 156,971

Notes	Amount in Taka	Amount in Taka
	2021-2022	2020-2021
Excise duty	153,000	116,000
Account maintenance fee	1,690	1,633
VAT on account maintenance fee on SND account	150	150
Outward clearing charge	60	25
Pay order issue charge	345	345
Cheque book issue charge	1,725	465
	156,970	118,618
21.00 Millad & Dua mahafil Tk. 25,080		
Entertainment	18,720	-
Water bottel	810	-
Mauolana	5,000	-
Travel & Conveyance	500	-
Misc. Expenses	50	-
	25,080	-
22.00 VAT Expenses Tk.107,103		
VAT on audit fee bill	5,250	5,250
VAT on printing & office stationary	5,841	-
VAT on office rent	96,012	92,261
VAT on website development	-	2,500
VAT on Advertisement expenses	-	6,696
	107,103	106,707
23.00 Provision for Income Tax Tk. 1,382,576		
Tax on Taxable Income @ 27.5% (Note-23.01)	1,382,576	1,838,766
	1,382,576	1,838,766
23.01 Taxable Income Tk. 5,027,548		
Interest Income On FDR	5,099,435	6,185,211
Bank Interest on SND	85,084	62,627
	5,184,519	6,247,838
Less: Bank Charge	156,970	118,618
	5,027,549	6,129,221

DSE BROKERS ASSOCIATION OF BANGLADESH (DBA)
Schedule of Property, Plant and Equipment
 As at 30 June, 2022

Annexure-A

Name of asset	COST					Rate of depreciation	DEPRECIATION				Written down value as at 30 June, 2022
	Opening balance	Addition during the year	Adjustment during the year	Closing Balance			Opening balance	Charged during the year	Adjustment during the year	Closing Balance	
Office equipment	308,476	-	-	308,476	15%	184,016	46,271.40	-	230,287	78,189	
Computer & Computer equipment	185,046	-	-	185,046	25%	180,507	4,539.00	-	185,046	-	
AC Gree	428,063	-	-	428,063	15%	98,979	64,209.45	-	163,189	264,874	
Office renovation & decoration	932,901	-	-	932,901	20%	373,160	186,580.20	-	559,741	373,160	
Total 2022	1,854,486	-	-	1,854,486		836,662	301,600	-	1,138,262	716,224	
Total 2021	1,569,706	284,780	-	1,854,486		493,340	343,323	-	836,662	1,017,824	

DSE BROKERS ASSOCIATION OF BANGLADESH (DBA)
Schedule of Investment

Annexure-B																
SL No	Name of the issuing bank	FDR number	Opening investment	Investment this year	Rate of interest (%)	Issue date	Maturity date	Accrued interest 2021-22	Bank Charge, Excise Duty	AIT	Receivable 2020-21	Realized Income 2021-22	Total Interest Income 2021-22	Collection 2021-22	Encashment	Closing investment
			A	B	C	D	E	F	G	H	I	J=(L-I)	K=(F+J)	L	M=(A+L)-(G+H)	N
1	IFIC Bank Ltd.	6201	13,873,760	-	6.00%	28-03-21	27-03-22	225,955	-	83,243	232,243	600,183	826,137	832,426	-	14,622,943
2	Mochumoti Bank Ltd.	2187	1,527,172	-	6.00%	14-07-20	14-07-21	-	3,000	9,163	87,112	4,519	4,519	91,630	1,606,639	-
3		596	18,372,926	-	6.00%	03-06-21	03-06-22	85,879	15,000	110,148	81,546	1,019,930	1,105,809	1,101,476	-	19,349,254
4		2150	13,142,731	-	6.00%	30-06-21	30-06-22	-	15,000	78,766	-	787,664	787,664	787,664	-	13,836,628
5	One Bank Ltd.	3026	19,000,000	-	6.00%	21-12-20	21-12-21	627,820	30,000	114,000	596,548	543,452	1,171,272	1,140,000	-	19,996,000
6	One Bank Ltd.	4595	3,200,000	-	5.50%	01-12-20	01-12-21	106,683	3,000	17,600	101,742	74,258	180,941	176,000	-	3,355,400
7	Premier Bank Ltd.	10996	14,700,000	-	5.50%	22-03-21	22-03-22	232,245	15,000	80,850	221,507	586,993	819,239	808,500	-	15,412,650
8	Brac Bank Ltd.	80001	14,411,476	-	6.00%	09-09-20	08-09-21	-	54,115	109,287	1,048,287	(319,707)	(319,707)	728,580	14,976,654	-
9	Al Arafah Islami Bank	656942	-	12,500,000	5.60%	30-09-21	29-09-22	523,562	-	-	-	-	523,562	-	-	12,500,000
			98,228,063	12,500,000				1,802,143	135,115	603,057	2,368,984	3,297,291	5,099,435	5,666,275	16,583,293	99,072,874

Investment in FDR (Current Year)	Amount
Investment this year	12,500,000
Add: Collection 2021-22	5,666,275
	18,166,275
Less: Bank Charge & Excise Duty	738,172
	17,428,104



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