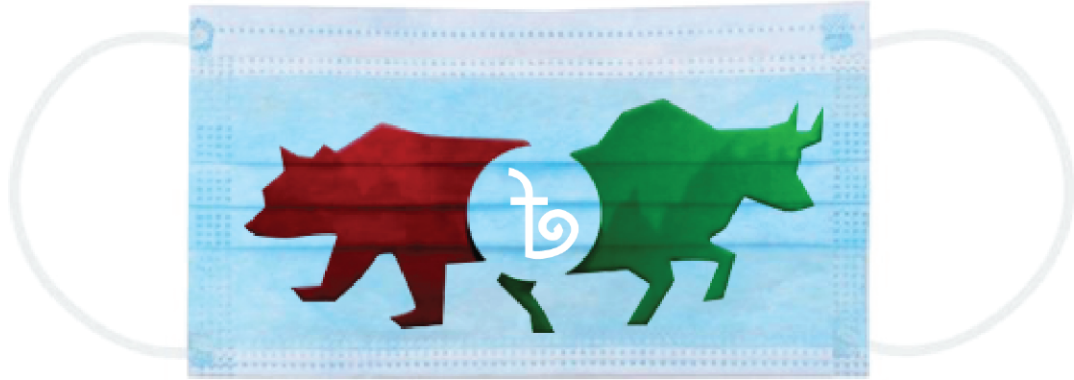





“মুজিববর্ষের অঙ্গীকার
উন্নয়ন-অর্থায়নের উৎস হবে পুঁজিবাজার”

ANNUAL REPORT 2019-20



ডিএসই ব্রোকার্স এসোসিয়েশন অব বাংলাদেশ
DSE BROKERS ASSOCIATION OF BANGLADESH

Corporate Profile

Name of Organization	: DSE Brokers Association of Bangladesh (DBA)
Type of Organization	: Trade Organization
Logo of Organization	: 
Registered Office	: Modhumita Building (8th Floor) 158-160, Motijheel C/A Dhaka-1000, Bangladesh
Phone	: +88-02-9512464 +88-02-9512465
E-mail	: dbaorg.bd@yahoo.com
Website	: www.dba-bd.com
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 Members	: 250 (TREC Holders of DSE)
Number of Directors	: 15 (Elected by the Members)
President	: Sharif Anwar Hossain
Secretary	: Md. Didarul Gani
Bankers	: BRAC Bank Limited, The City Bank Limited, Dhaka ank Limited, IFIC Bank Limited, One Bank Limited, Modhumoti Bank Limited
Statutory Auditor	: Syful Shamsul Alam & Co. Chartered Accountants
Tax Consultant	: Md. Aulad Hossain Legal Avenue 1/A, Shafi Complex (4th Floor) Century Arcade, Moghbazar, Dhaka

About DBA

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.



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.



Mission & Vision



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

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



Past President



Ahasanul Islam
Chairman
Mona Financial Consultancy & Securities
Limited
DSE TREC # 164
21 Nov 2013 - 23 Nov 2016



Ahmad Rashid Lali
Managing Director
Rashid Investment Services Ltd.
DSE TREC # 035
23 Nov 2016 – 26 Nov 2017



Mostaque Ahmed Sadeque
Managing Director
Investment Promotion Services
Limited
DSE TREC # 158
26 Nov 2017 – 25 Nov 2018



Md. Shakil Rizvi
Managing Director
Shakil Rizvi Stock Limited
DSE TREC # 149
25 Nov 2018 – 21 Jan 2020

CONTENTS

08

Board of Directors

16

President's Message

11

Secretariat

17

Directors' Report

12

Letter of Transmittal

25

Events

13

AGM Notice

34

Auditors' Report

14

Board Committees



Board of Directors

Mr. Sharif Anwar Hossain	President
Mr. Richard D' Rozario	Sr. Vice President
Mr. Mohammad Ali, FCA	Vice President
Mr. Md. Sajedul Islam	Director
Mr. Dastagir Md. Adil	Director
Mr. Wali Ul Islam	Director
Mr. Syed Redwanul Islam	Director
Mr. Masudul Haque	Director
Mr. Md. Saifuddin	Director
Mr. Zeyad Rahman	Director
Ms. Dil Afroza Kamal	Director
Dr. Osman Goni Chowdhury	Director
Mr. Umar Haider Khan	Director
Mr. Md. Mofizuddin	Director

Board of Directors



Sharif Anwar Hossain
President

Representative
Md. Sahidullah Securities Ltd.
TREC: 091
Dhaka Stock Exchange limited

Richard D' Rozario
Sr. Vice President

Representative
Global Securities Limited
TREC # 060
Dhaka Stock Exchange limited



Mohammad Ali, FCA
Vice President

Representative
Dhaka Bank Securities Limited
TREC # 193
Dhaka Stock Exchange limited



Md. Sajedul Islam
Director
Representative
Shyamol Equity Management Ltd.
DSE TREC # 003



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



Mr. Wali Ul Islam
Director
Representative
UniCap Securities Limited
DSE TREC # 163



Mr. Syed Redwanul Islam
Director
Representative
Rasti Securities Consultant Limited
DSE TREC # 217



Mr. Masudul Haque
Director
Representative
Aries Securities Limited
DSE TREC # 048



Mr. Md. Saifuddin
Director
Representative
IDLC Securities Limited
DSE TREC # 058



Mr. Zeyad Rahman
Director
Representative
Delta Capital Limited
DSE TREC # 185



Ms. 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



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



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

Notes:

Mr. Md. Shakil Rizvi resigned from the board on January 21, 2020.

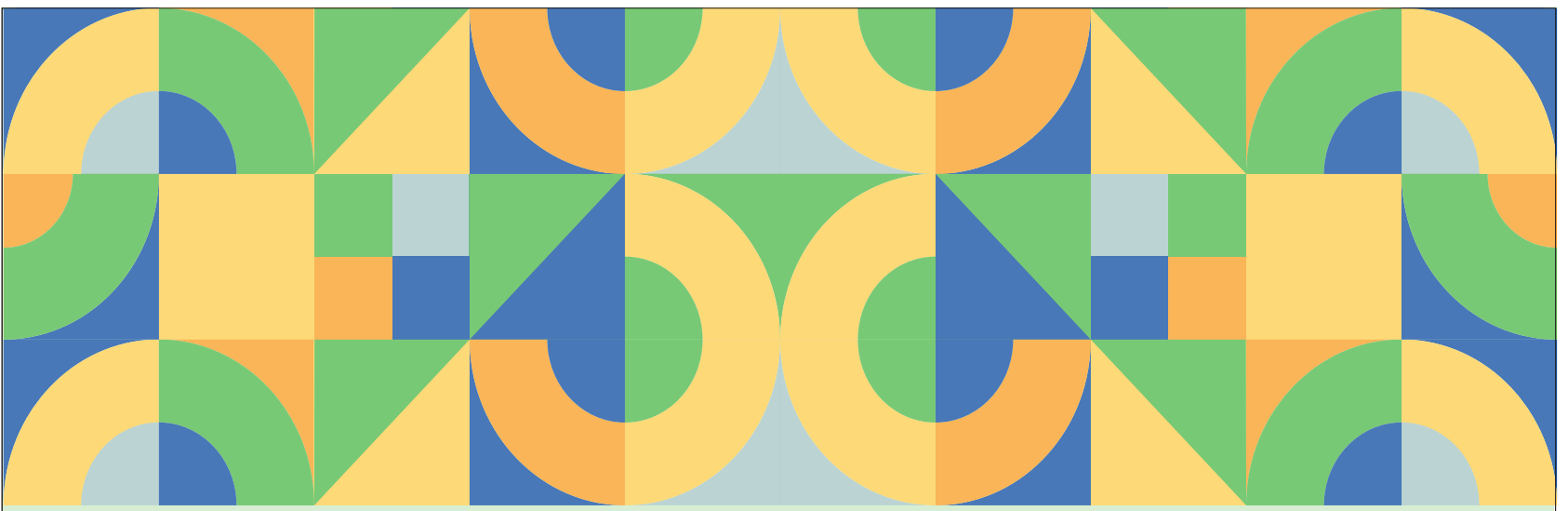
SECRETARIAT



Md. Didarul Gani
Secretary



Pankaj Chandra Bhowmick
Asst. Secretary & Manager (Accounts)



Letter of Transmittal

Honorable Members

DSE Brokers Association of Bangladesh (DBA)

Dear Sir/ Madam,

We are pleased to enclose a copy of Annual Report 2020 (1st July 2019-30th June 2020) along with the Audited Financial Statements for the year ended June 30, 2020 for your kind information and record.

The Report includes Balance Sheet, Income Statement and Cash Flow Statement along with Notes thereon and Directors' Report of DSE Brokers Association of Bangladesh (DBA).

Looking forward to your active participation at the AGM, we remain.

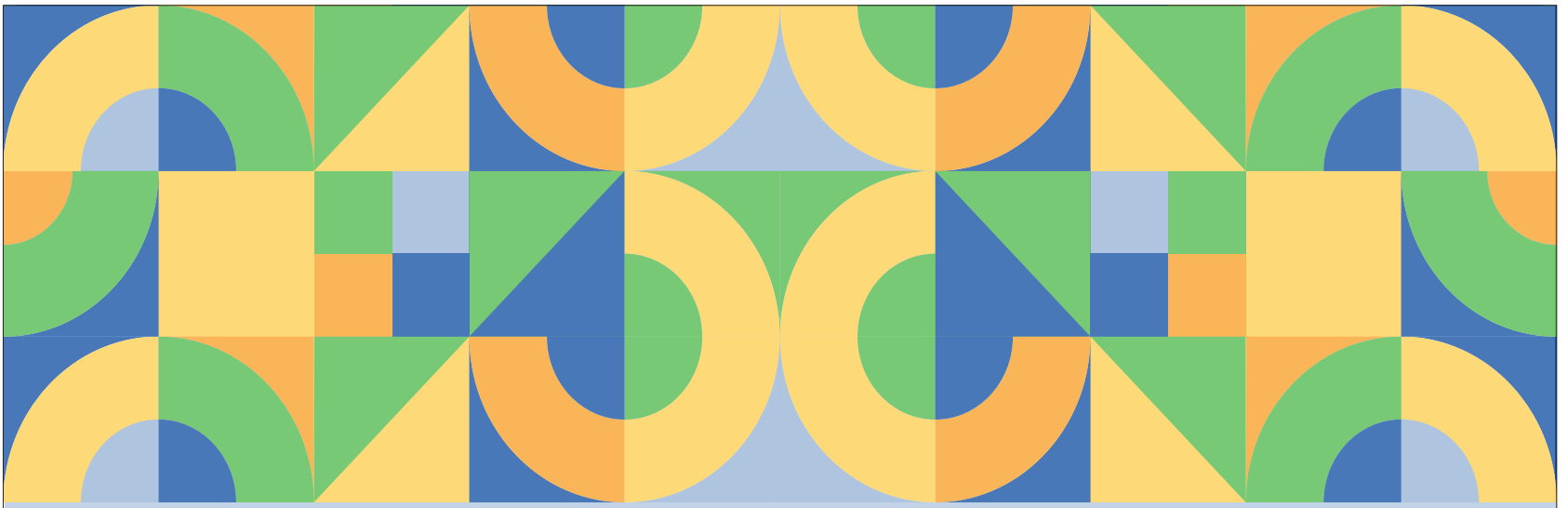
Yours sincerely,

Md. Didarul Gani

Secretary

Dhaka

September 30, 2021



AGM Notice

Notice of The 6th Annual General Meeting

Notice is hereby given that the 6th Annual General Meeting (AGM) of the Members of DSE Brokers Association of Bangladesh (DBA) will be held on **Wednesday, October 20, 2021 at 6:30 pm at Samson H. Chowdhury Centre (1st Floor), Dhaka Club Limited, Ramna, Dhaka-1000** to transact the following businesses:

AGENDA

1. To receive, consider and adopt the Directors' Report of the Association for the year ended 30th June, 2020;
2. To receive, consider and adopt the Financial Statements of Association and the Auditors' Report thereon for the year ended 30th June, 2020;
3. To appoint Auditors for the year 2021 and fix their remuneration; and
4. To transact any other business with the permission of the Chair.

All honorable members of Association are kindly requested to attend the AGM.

By order of the Board,

September 30, 2021
Dhaka

By order of the Board,

Md. Didarul Gani
Secretary

Board Committees

To accelerate the functions and to achieve the vision of Association, we have 10 (Ten) committees have been working sincerely and efficiently. The committees are very spontaneous and responsive on any issues of the Association. Board of Directors' is thankful to all members of the committee for their dedication and contribution to Association. Name of the Committees and their TORs are as follows:

■ Research & Development Committee

- Produce new product, promote & development
- Approach new Companies for Listing
- Review the audited account of the listed/non-listed companies
- Review Securities rules & regulations
- Organize Awareness program, training program, motivational programs for investors & stake holders
- All actions to be reported to the Board

■ Complain Resolution Committee

- To receive complain from brokers/members/ investors & other concerned of the market
- To try settle the issues amicably
- All actions to be reported to the Board

■ Finance Committee

- Create source for income generation
- To develop annual operating budget with stuff
- To manage fund
- All actions to be reported to the Board

■ Administration Committee

- To recruit stuff of Association
- To implement service rules of stuff
- To oversee overall administration of Association
- All actions to be reported to the Board

■ Brokers Welfare Committee

- To do the work for the welfare of the members
- To organize all events of Association

- To organize the programs in line with Awareness/ Training/ Motivational/ Promotional/ Fairs/ Seminars/ Symposiums/ Get-together/ Picnic/ Road show/ Reception/ Ceremony/ MoU/ Greetings etc.
- All actions to be reported to the Board

■ Public Relation Committee

- To disseminate the activities of Association for branding its image
- To maintain public relationship/ Media relationship/ External relationship in line with capital market.
- To assist the welfare committee if necessary
- Printing & Publications (Annual Report/ Souvenir/ Journal/ Magazine/ News Letter/ Greetings Card/ Invitation Card/ Banner/ Members Directory/ Visiting Card/ Letter Pad/ Envelop/ Bill/ Voucher/ Money Receipt etc.)
- All actions to be reported to the Board

■ IT Committee

- To create DBA Web page & to develop the page time to time
- To run the Web page putting with relevant data & information
- To make policy to earn revenue from the site in association with Public Relationship Committee & Finance & Administration Committee
- To ensure always enabling with real time data & information
- To assign operator with his/ her responsibilities
- To establish fully digital information & communication system in the office e.g. all necessary hardware/ tools/ devices/ net working)
- All actions to be reported to the Board

■ **International Relationship Committee**

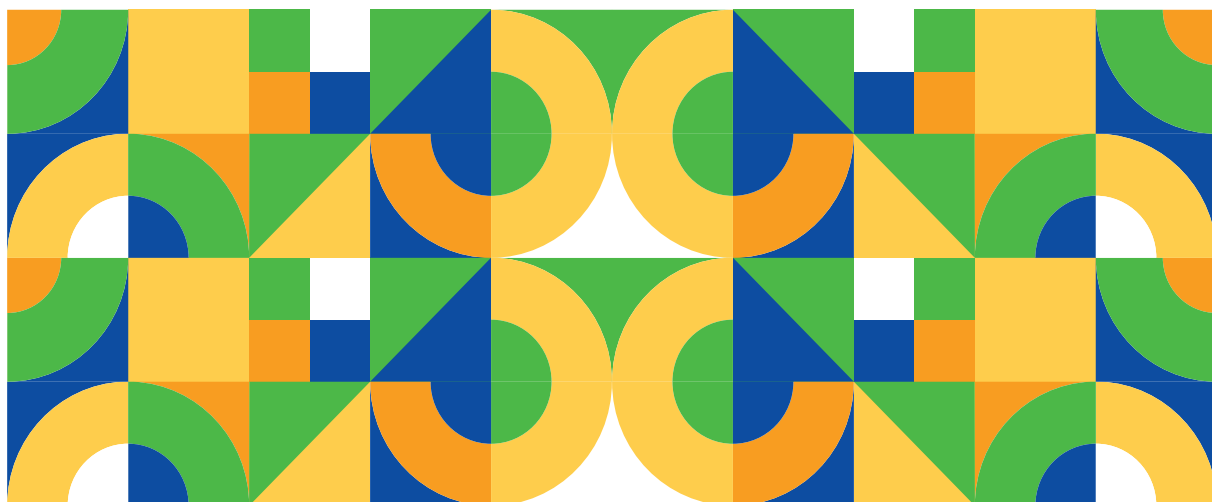
- To establish well relationship with the international organizations [Exchanges/ Associations/ members/ investors and other trade bodies]
- To receive invited guests and serve them accordingly
- To arrange business meeting with international organizations
- All actions to be reported to the Board

■ **Advisory Committee**

- As and when on any situation DBA Board thinks to meet the committee

■ **Internal Audit Committee**

- To examine authenticity of all expenditure and confirm as well
- To finalize the books of accounts
- To scrutiny & propose the auditor/auditors against the interested auditor
- To review the books of accounts & draft audit as presented by auditor



President's Message



Dear Members,

At the very beginning, I extend my good wishes for health and well-being to you and your families. We are collectively living through the Covid-19 pandemic crisis that has taken-over our lives. Needless to say this crisis is unprecedented and there was no template for addressing it. I respectfully remember of our beloved colleagues, members, stakeholders, investors of the capital market we left them during the Covid situation. I pray to Almighty to keep their departed soul in peace.

As the President, I took over the charge of Association on January 22, 2020. After my appointment in Association, we have fallen under Covid-19 pandemic crisis which hampered our normal life, activities along with businesses in all levels of our country and globe. Though the crisis is still going on, we people was able to prevent the risk and disaster in order to take timely initiatives by the Government. Hope this crisis will be passed soon and we will restart our normal activities in full swing.

I would like to express our sincere gratitude and heartfelt thanks to all our valued members for reposing your sustained trust and confidence upon the Board of your Association to deliver different services and works throughout the year.

It is on this note, on behalf of the Board; it is indeed a great opportunity for me to welcome you all to the 6th Annual General Meeting of your Association and present to you the Annual Report for the financial year 2019-2020.

During the Covid-19 situation, we have continued our initiatives and activities in various issues of the capital market as well as our members. We have tried to address the issues to the regulators and other concerned of the market.

We firmly believe that it was only our collective efforts that can help us win in the fight against Covid. We remain committed to do the best we can to enable our members at large to brave through these difficult times.

In conclusion, I would like to extend my sincere gratitude to our esteemed members, regulators for giving their sustained support to us.

With warm regards,

A handwritten signature in black ink, appearing to be 'S. Anwar Hossain', written in a cursive style.

Sharif Anwar Hossain
President
DSE Brokers Association of Bangladesh

Dhaka, September 30, 2021

DIRECTORS' REPORT

Dear Members,

With great pleasure and high hope I welcome you on behalf of the Board of Directors to the 6th Annual General Meeting of DSE Brokers Association of Bangladesh (DBA) containing a review of the General Economic Outlook, Global and Domestic and Bangladesh Capital Market Situation, Audited Financial Statements for the year ended June 30, 2020 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.

GLOBAL ECONOMIC OUTLOOK

According to the latest IMF world economic outlook, the global economy is climbing out from the depths to which it had plummeted during the Great Lockdown in April. But with the COVID-19 pandemic continuing to spread, many countries have slowed reopening and some are reinstating partial lockdowns to protect susceptible populations. While recovery in China has been faster than expected, the global economy's long ascent back to pre-pandemic levels of activity remains prone to setbacks.

On June, 2020 Global growth is projected at 4.9 percent in 2020, 1.9 percentage points below the April 2020 World Economic Outlook (WEO) forecast. The COVID-19 pandemic has had a more negative impact on activity in the first half of 2020 than anticipated, and the recovery is projected to be more gradual than previously forecast. In 2021 global growth is projected at 5.4 percent. Overall, this would leave 2021 GDP some 6½ percentage points lower than in the pre-COVID-19 projections of January 2020. The adverse impact on low-income households is particularly acute, imperiling the significant progress made in reducing extreme poverty in the world since the 1990s.

As with the April 2020 WEO projections, there is a higher-than-usual degree of uncertainty around this forecast. The baseline projection rests on key assumptions about the fallout from the pandemic. In economies with declining infection rates, the slower recovery path in the updated forecast reflects persistent social distancing into the second half of 2020; greater scarring (damage to supply potential) from the larger than anticipated hit to activity during the lockdown in the first and second quarters of 2020; and a hit to productivity as surviving businesses ramp up necessary workplace safety and hygiene practices. For economies struggling to control infection rates, a lengthier lockdown will inflict an additional toll on activity. Moreover, the forecast assumes that financial conditions which have eased following the release of the April 2020 WEO will remain broadly at current levels. Alternative outcomes to those in the baseline are clearly possible, and not just because of how the pandemic is evolving. The extent of the recent rebound in financial market sentiment appears disconnected from shifts in underlying economic prospects as the June 2020 Global Financial Stability Report (GFSR) Update discusses raising the possibility that financial conditions may tighten more than assumed in the baseline.

All countries including those that have seemingly passed peaks in infections should ensure that their health care systems are adequately resourced. The international community must vastly step up its support of national initiatives, including through financial assistance to countries with limited health care capacity and channeling of funding for vaccine production as trials advance, so that adequate, affordable doses are quickly available to all countries. Where lockdowns are required, economic policy should continue to cushion household income losses with sizable, well-targeted measures as well as provide support to firms suffering the consequences of mandated restrictions on activity. Where economies are reopening, targeted support should be gradually unwound as the recovery gets underway, and policies should provide stimulus to lift demand and ease and incentivize the reallocation of resources away from sectors likely to emerge persistently smaller after the pandemic.

Strong multilateral cooperation remains essential on multiple fronts. Liquidity assistance is urgently needed for countries confronting health crises and external funding shortfalls, including through debt relief and financing through the global financial safety net. Beyond the pandemic, policymakers must cooperate to resolve trade and technology tensions that endanger an eventual recovery from the COVID-19 crisis. Furthermore, building on the record drop in greenhouse gas emissions during the pandemic,

policymakers should both implement their climate change mitigation commitments and work together to scale up equitably designed carbon taxation or equivalent schemes. The global community must act now to avoid a repeat of this catastrophe by building global stockpiles of essential supplies and protective equipment, funding research and supporting public health systems, and putting in place effective modalities for delivering relief to the neediest.

BANGLADESH ECONOMIC OUTLOOK

Growth plunged to an over 10-year low in FY 2020 (July 2019 – June 2020), amid unprecedented contractions in merchandise exports, industrial production and remittances due to Covid-19 in Q4. Turning to FY 2021, economic conditions seem to have been gradually improving after the easing of restrictions in May, supported by expansionary fiscal and monetary policies. Merchandise exports rebounded in Q1 2021 (July–September) as the easing of lockdown measures globally

boosted demand for clothing. Moreover, remittances—a key source for consumer spending—soared 48.5% in the same period. In turn, the spike in remittances and lower trade deficit led to a marked improvement in the current account balance in Q1 2021. That said, although authorities ruled out strict lockdown restrictions at home, the recent surge in Covid-19 infections globally could reduce foreign demand, boding ill for the economic recovery.

Bangladesh Economy Data

	2015	2016	2017	2018	2019
Population (million)	160	162	163	165	167
GDP per capita (USD)	1,220	1,372	1,521	1,650	1,829
GDP (USD bn)	195	222	248	272	305
Economic Growth (GDP, annual variation in %)	6.6	7.1	7.3	7.9	8.2
Industrial Production (annual variation in %)	11.8	13.1	14.6	14.8	8.6
Fiscal Balance (% of GDP)	-4.0	-3.4	-3.3	-4.6	-5.2
Public Debt (% of GDP)	33.7	33.3	33.4	34.6	35.7
Money (annual variation in %)	12.4	16.4	10.9	9.2	9.9
Inflation Rate (CPI, annual variation in %, eop)	6.1	5.0	5.8	5.3	5.7
Inflation Rate (CPI, annual variation in %)	6.2	5.5	5.7	5.5	5.6
Exchange Rate (vs USD)	-	-	-	-	-
Exchange Rate (vs USD, aop)	-	-	-	-	-
Current Account (% of GDP)	1.8	1.9	-0.5	-3.5	-1.7
Current Account Balance (USD bn)	3.5	4.3	-1.3	-9.6	-5.3
Trade Balance (USD billion)	-5.9	-5.4	-9.5	-18.2	-15.4
Exports (USD billion)	30.7	33.5	34.0	36.3	40.0
Imports (USD billion)	36.6	38.8	43.5	54.5	55.4
Exports (annual variation in %)	3.3	9.0	1.7	6.6	10.2
Imports (annual variation in %)	-0.7	6.0	12.0	25.2	1.8
International Reserves (USD)	27.5	32.1	33.2	32.0	32.7
External Debt (% of GDP)	18.6	17.5	19.0	19.2	-

Source: Focus Economy

OUR ACTIVITIES

World Investors Week-2019

Bangladesh Securities and Exchange Commission (BSEC) observed the World Investors Week-2019 (WIW-2019) from 30th September-6th October 2019 on different programs. DBA observed the week in alignment with the BSEC and extended its support & co-operation to BSEC to success the week. DBA President Mr. Md. Shakil Rizvi were present the programs as the panel discussant.

Securities and Exchange Rules, 2019

DBA provided its opinion to BSEC on amended draft version of Securities and Exchange Rules, 2019 in consultation with the members of Association. DBA invited all its members at DSE TREC Holders Club (6th Floor) 9E, Motijheel, Dhaka on 25th August 2019 to discuss on draft version of Securities and Exchange Rules, 2019. After reviewing the entire draft rules and detailed discussion, the members requested the board to give their opinion on the issues as per discussion.

In next, the board made a draft opinion and met again with the senior members of Association for final observation. After finalization, DBA sent its opinion to BSEC on the draft version of Securities and Exchange Rules, 2019 on 25th November 2019.

Visit Shenzhen Stock Exchange

DBA Board of Directors led its President Mr. Md. Shakil Rizvi visited Shenzhen Stock Exchange (SSE) a strategic partner of Dhaka Stock Exchange Limited. They visited trading platform including operational structure and activities along with policies in different levels of SSE. The board met with their management and talked regarding main reasons of their advancement. The board also visited one more renowned brokerage firms and observed their office infrastructure and services. During the time, DBA board took part in seminars separately organized by Shenzhen Stock Exchange and World famous Kingdom Group. DBA President Mr. Md. Shakil Rizvi, Director Mr. Md. Saifuddin and others took part the seminars as penal guest.

System Checking of AML/ CFT, Cyber Security

As per dead line of the record notes made over the CAMLCO (Chief Anti Money Laundering Compliance Officer) Conference-2019 held on June 21st& 22nd June 2019 at Hotel Ocean Paradise, Cox's Bazar, BSEC called a meeting with DBA and discussed on system checking of Anti-money laundering & Combating financing of terrorism financing were needed to be submitted to BSEC to meet their requirement to the concerned organizations at home & abroad. Realizing its difficulties for submission by the TREC Holders Company, we took time and sought a demonstration for our CAMLCO(s) by the 2 (two) eligible officers.

Taking permission of BSEC, we arranged a demonstration program on 4th December 2019 at DBA office where 50 (Fifty) CAMLCO(s) of 50 (Fifty) TREC Holders Company took part in the program and gained true knowledge on system checking of AML/CFT by the trainers.

In the program, the trainers supplied a reporting sheet among the CAMLCO(s) of the TREC Holders Company and directed them to submit the sheet to DBA within 3 (three) days duly filled with information.

DBA collected the report from the CAMLCO(s) of the TREC Holders Companies and submitted the same to the BSEC accordingly.

On behalf of all TREC Holders Company, BSEC sought 40 (forty) reports only from the 40 (forty) TREC Holders Company to meet their requirement on system checking of AML/ CFT, Cyber Security.

The services helped among the TREC Holders Company to comply BSEC's order on AML/CFT.

Get-together & Discussion Program

DBA arranged a “Get-together & Discussion program on Present Market Situation” on 29th January 2020 at DSE TREC Holders Club. More than 120 members including the past President of Association were present in the program. After taking lunch, meeting started by welcoming speech of the President Mr. Sharif Anwar Hossain. He thanked all the members present for attending in the program. The President addressed the name(s) of the senior members and expressed his thanks & gratitude to join 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.

He opened the floor and invited speech from the members present. The following members delivered their speech on various issues of the members:

- Mr. Mostaque Ahmed Sadeque
- Ms. Khugesta Nur-E-Naharin
- Mr. A.S. Shahudul Haque Bulbul
- Mr. M. Rajib Ahsan
- Mr. Md. Shakil Rizvi
- Dr. Md. Zahirul Islam
- Mr. Minhaz Mannan Emon
- Mr. Md. Delwar Hossain

All dignified members appreciated the President and his board to arrange such a program and they requested to continue such program to discuss the contemporary issues of the market together.

Reception for the distinguished Members

DBA arranged a reception program for its proud members for elected the Member of Parliament and Presidium Member of Bangladesh Awami League. The program was held on 19th February 2020 at Dhaka Club Limited, Shahbagh, Dhaka with the presence of all members of Association. The dignified members are,

- Mr. Kazi Firoz Rashid, MP
- Mr. Md. Shafiqur Rahman, MP
- Mr. Ahasanul Islam Titu, MP
- Mr. Abdus Salam Murshedy, MP
- Mr. Md. Abdul Momin Mondol, MP
- Mr. Md. Abdur Rahman, Presidium Members, Bangladesh Awami League
- Mr. Harunur Rashid, Secretary, Youth & Sports Affairs, Bangladesh Awami League

In the 2nd session of the program, a discussion meeting was held on amendment of BSEC (Trading Right Entitlement Certificate) Rules, 2020. The program was successful with the presence of around 120 members of Association.

Budget Proposal 2020-2021

For inclusion to the proposal of the national budget for financial year 2021-2021, DBA sent its proposal on taxes and recommended the Government to consider the following:

1. 0.015 percent AIT from existing 0.05 percent on securities transaction of the brokers;
2. Tk. 2 (two) lac tax limit on dividend from existing tk. 50,000/-.
3. Full tax exemption on dividend income of MF
4. 10 percent with full & final settlement on dividend income for the individual investors;
5. 15 percent with full & final settlement on dividend income for Institutions;
6. Removing double taxation on investment, only cash dividend with full & final settlement for subsidiary Company;
7. Allowing undisclosed money investment in the market

BSEC TREC Rules, 2019

BSEC invited comment from DSE brokers Association of Bangladesh (DBA) on draft amendment of Bangladesh Securities and Exchange Commission Trading Right Entitlement Certificate (TREC) Rules 2019.

Realizing the importance of the Rules, Association invited all its members (DSE TREC holders) on 19th February 2020 at Dhaka Club Limited to discuss the matter. As per decision of the meeting, DBA sought extension of time from BSEC for submitting DBA's opinion on amended BSEC TREC Rules 2019.

As per decision of the meeting, DBA sent a letter to BSEC on 20th February 2020 by seeking the extension of time for submitting DBA's opinion.

Not getting extra time from BSEC, we gave our official opinion to BSEC on 12th March 2020 on the said Rules with the following recommendation:

- Paid up Capital : BDT 32,40,00,000/-
- Application Fee : BDT 20,00,000/-
(Non-Refundable)
- Bidding Price : BDT 25,00,00,000/-
- Security Deposit : BDT 10,00,00,000/-
(Refundable)
- Advance Deposit : 10% of proposed
price (Refundable)
- DBA Membership Fee : BDT 10,00,000/-

On March 24, 2020 BSEC published again another draft version of Bangladesh Securities and Exchange Commission (Trading Right Entitlement Certificate) Rules 2020 and invited opinion, suggestion and objection as well where BSEC proposed BDT 3 crore as paid up capital, BDT 2 crore as security money including BDT 1 lac as application fee.

We furnished the draft to all members by seeking their opinion (if any) on the published rules by BSEC. On the other hand, to protect the interest of the members and preserve the value of TREC, we discussed the matter in our board and took up the due measures by a law firm upon formulation of Bangladesh Securities and Exchange Commission (Trading Right Entitlement Certificates) Rules 2020.

On 1st May of 2020 we found that BSEC postponed the TREC Rules formulation process and suddenly resumed with full & final publication.

PPE contribution to IPNA, BSMMU

As a part of social responsibility, DBA contributed 1000 PPE (Personal Protective Equipment) to The Institute of Pediatric Neurodisorder & Autism (IPNA) of BSMMU for continuing its service to the deserving patients by taking safety measures of the doctors, nurses and other service providers of the IPNA against coronavirus.

Sr. Vice President Mr. Richard D' Rozario & Vice President Mr. Mohammad Ali, FCA including the DBA Secretary handed over the PPE to Prof. Dr. Shahina Akter, Director of IPNA at her office. Many officials of DBA & IPNA were present during the

handover program. The news broadcasted widely by the Press media, Electronic media.

Letter to Finance Minister for incentive

To vibrant the capital market as well as to survive the brokers, we sent letter to Mr. A H M Mustafa Kamal, MP, Honorable Finance Minister, Ministry of Finance on 28th April 2020 by seeking the following incentives under the special incentive declared by Honorable Prime Minister to consider the Covid-19 pandemic situation. Recommendations were as follows:

1. Soft loan for the brokers @ 3% interest for at least 12 months with 24 installment
2. AIT reduction @ 0.015% from existing 0.05% on securities transaction of the brokers
3. Soft loan to the margin clients @ 3% interest for at least 3 years
4. Keeping free from interest on loan in margin account for 1 year
5. Allowing undisclosed money in the market
6. Exemption CDBL fees & charges for 1 year

At the same time the letter was distributed to the Prime Ministers' Office, Bangladesh Securities and Exchange Commission (BSEC), Dhaka Stock Exchange Limited (DSE), National Board of Revenue (NBR), Bangladesh Bank & relating to other concerned.

Seeking exemption on fees & charges

Due to pandemic crisis of Covid-19, the capital market including trading of the brokers were fully closed around 66 days since 25th March 2020. Despite having no income during the time, most of the members (stock brokers) met the rent of their offices and paid the salary to their employees by borrowing the money. Brokers are the front liner service provider and income generator of the capital market working for the greater interest of the capital market.

To meet the crucial time and financial crisis, we issued letters to the concerned and sought the followings:

- Issued letter to the Chairman of Dhaka Stock Exchange Limited on 29th April 2020 by seeking full exemption of annual TREC (Trading Right Entitlement Certificate) & TC (Trader Certificate) renewal fee for 1 year.

- Issued letter to the Chairman and to the Managing Director of Central Depository of Bangladesh Limited (CDBL) on 20th May 2020 by seeking full exemption of BO fee along with other ancillary charges for 1 year.
- Issued letter to the Chairman of Bangladesh Securities and Exchange Commission (BSEC) by seeking full exemption from the renewal fee of stock broker & stock dealer license for 1 year.

Letter to FID on seeking working loan

Due to pandemic crisis (Covid-19), we issued letter to Mr. Md. Asadul Islam, Senior Secretary of Financial Institution Division of the Finance Ministry on 7th May 2020 by seeking working capital for the brokers' survival on the following conditions:

- The loan would be utilized to meet the expenses of office rent, employees' salary, utilities etc.
- The loan would be given @ 3% interest as the soft loan;
- The loan would be given for 1 year (12 months);
- The loan will be paid monthly by 24 equal installments;
- The amount of loan will be given based on the last audited report of the brokers' firm;
- The installment of loan will be given from the January 2021.

Seeking working loan from BSEC Chairman

We met with the BSEC Chairman at his office and we briefed him about the weaknesses of the market and brokers. Focusing the problem of the market and brokers we convinced him to arrange working capital for the brokers from any sources to continue their office activities for the betterment of the capital market during the pandemic situation. After hearing us, he suggested us to give him a written letter mentioning our required amount.

We collected office expenses of 190 brokers as per financial year 2018-2019 and submitted the total amount of Tk. 637,03,12,692/- to BSEC for arrangement as soft loan.

AIT reduction and withdraw the condition on undisclosed money

Since many years Advance Income Tax (AIT) is a burning issue for the brokers which NBR are still collecting @ 0.05 percent AIT on securities transaction of the brokers. Mentioning its unjustified and

unlawful manner, we focused it to the relevant agencies of the Government and market regulators by seeking 0.015 percent instead of 0.05 percent with reimbursement of the extra deducted amount of tax. We met with many stakes and raised them our issue to consider.

In budget 2020-2021 we proposed to allow undisclosed money to invest in the market.

Government allowed undisclosed money to invest in the market on paying 10 percent tax. We raised our voice and urged to withdraw the condition in investment of undisclosed money.

Meeting with the Members of Association

Association arranged 05 (Five) separate meetings through online in zoom in participation of its General Members (DSE TREC Representative) to discuss on present market situation and find out the way of broker's survival during the Covid-19 pandemic situation.

Following the serial on business performance of the members (Stock Brokers), the meeting was serially conducted on 12th June 2020, 13th June 2020, 14th June 2020, 16th June 2020 & 17th June 2020 in participation of the members (DSE TREC Representative) of Association. All participants appreciated the board for inviting them and thanked too for such arrangement. Many contemporary issues were discussed in the meeting. Settlement the brokers rent with the owner of 9E building letter to BSEC for exemption of full provision maintaining on unrealized loss of dealers & Brokers

Other activities

DBA met with the Chief Executive Officers (TREC Holders Representatives) of Institutions on September 02, 2019 at DBA office on various issues of the capital market development.

The following issues were discussed in the meeting:

- Sponsors' role in the market
- Netting system implementation
- Trading Booth/ Extension Office permission
- Negative Equities Settlement
- Quality IPO Listing
- API permission

In the meeting, (1) Mr. Md. AhsanUllah, Pubali Bank Securities Ltd. (2) Mr. M. AffanYusuf, City Brokerage Ltd. (3) Mr. Sumon Das, Bank Asia Securities Ltd. (4) Ms. FahmidaHaque, Mercantile Bank Securities Ltd. (5) Mr. Saffat Reza, Lanka Bangla Securities Ltd. and (6) Mr. Md. Sayadur Rahman, EBL Securities Ltd. were present.

Beyond the above, DBA met with Bangladesh Securities and Exchange Commission (BSEC), Dhaka Stock Exchange Limited (DSE), Investment Corporation of Bangladesh (ICB), Bangladesh Merchant Bankers Association (BMBA) on contemporary issues of the capital market.

AT A GLANCE FINANCIAL POSITION OF DBA

(i) Income:

The total income of the Association for the period amounting Tk. 1,12,56,054/- and the total outstanding receivable income at the beginning of the year was Tk.35,31,311/- and during the period total received amount Tk. 1,10,69,267/- (including interest income) leaving an outstanding of Tk. 36,86,807/- at close of the period.

(ii) Expenditure:

The total expenditure for the year amounted to Tk. 46,88,137/- and last year was Tk. 1,08,83,602/-.

Assets	Amount in Taka 2020	Amount in Taka 2019
Non-current assets	1,076,366	444,071
Property, plant and equipment	1,076,366	444,071
Investment	88,882,154	83,895,913
Investment in FDR	88,882,154	83,895,913
Current assets	10,713,208	11,080,068
Interest receivable	2,549,307	2,881,311
Annual subscription receivable	1,137,500	650,000
Advanced Income Tax	2,557,471	2,200,319
Cash and cash equivalents	4,468,930	5,348,437
Total assets	100,671,727	95,420,051
FUND AND LIABILITIES		
Fund	97,910,966	93,988,561
General fund	97,910,966	93,988,561
Current liabilities	2,760,761	1,431,490
Audit fee payable	40,250	25,530
Salary and allowance payable	-	-
Un-earned subscription	75,000	75,000
Members seminar fee payable	-	-
Income tax Payable	2,645,511	1,330,960
Total fund and liabilities	100,671,727	95,420,051

iii) Fund balance:

The period end fund balance was Tk. 9,79,10,966/- as against Tk. 9,39,88,561/- for the period 2018-2019.

We recall

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 demise of Mr. Anwar Hassan, Mr. Abdul Wadud, Mr. Mohammad Hossain, Mr. Iqbal Dada, Mr. Minar Biswas, Al-Haj Md. Humayun Kabir, Haji Mohammad Ali, Alhaj Mokbul Hossain, Mrs. Niloufer Manzur Mr. Morshedul Alam, Mr. Abdul Monem, Mr. Mohd. Selim. 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.

Gratitude

I would like to express my deep sense of gratitude to the government for taking effective steps in different times for the development of the capital market as well as to make the market more vibrant, prosperous and investment friendly giving with the needful policies, support and incentives time to time.

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

I would like to convey my sincere thanks 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) Investment Corporation of Bangladesh (ICB), Federation of Bangladesh Chambers of Commerce and Industry (FBCCI), Dhaka Chamber of Commerce and Industry (DCCI), Bangladesh Association of Publicly Listed Companies (BAPLC), Bangladesh Merchant

Bankers' Association (BMBA), Bangladesh Institute of Capital Market (BICM), Capital Market Journalists Forum (CMJF), Reporters of Print, Electronic and Online News Portal and other organizations and stakeholders who have supported DBA on its smooth journey.

My sincere and heartfelt thanks to the respected members of Association for reposing their trust and confidence upon the board of directors throughout the year and also thanks for giving their relentless support to the Association for its development.

I would like to convey my sincere gratitude and thanks to the past President Mr. Ahasanul Islam, MP, Mr. Ahmad Rashid Lali, Mr. Mostaque Ahmed Sadeque, and Mr. Md. Shakil Rizvi, all past Sr. Vice Presidents, Vice Presidents, Directors for their excellent works done as my predecessors and other persons who associated us to move forward as well-wishers.

My special thanks to DSE Board of Directors, Management and staffs for extending their unconditional support and services to DBA on its need.

Finally, I would like to thank my honorable colleagues in DBA Board, DBA Secretary and other staffs for their diligent efforts in driving the operating wheel of the Association.

Thanks with warm regards,



Sharif Anwar Hossain

President

DSE Brokers Association of Bangladesh

September 30, 2021

EVENTS



5th Annual General Meeting of DSE Brokers Association of Bangladesh



Participants in the 5th Annual General Meeting of DSE Brokers Association of Bangladesh



Meeting with Honorable Finance Minister AHM Mustafa Kamal, MP on Capital Market Development



Celebration of Mujib birth centenary with DSE



Get-together & discussion program of the Members of Association at DSE Brokers Club



Demonstration program for CAMLCO(s) of TREC Holders Company on system checking of AML/ CFT



Reception program of Honorable Members of Parliament (MP)& other dignified members of Association



Reception program of Honorable Members of Parliament (MP)& other dignified members of Association



Reception program of Honorable Members of Parliament (MP) & other dignified members of Association



Courtesy meeting with BSEC Chairman Professor Shibli Rubayat-UI-Islam



PPE Handover program at IPNA, BSMMU



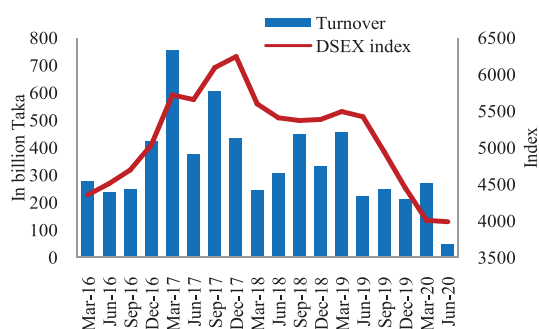
Visit Shenzhen Stock Exchange, China

CAPITAL MARKET IN PANDEMIC

In Q4FY20, the DSE broad index sank to the lowest level (3989.1) of FY20 although the activities in the capital market were mostly normal throughout the last three quarters. The capital markets were shut down during the first two months of the quarter due to the COVID-19 pandemic outbreak in the country. Thus the overall activities of capital market were underperformed during Q4FY20, as reflected in price indices, market capitalization, and turn over. The synchronized movements between the global

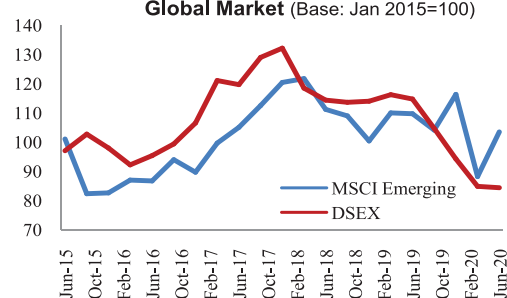
equity market and DSE were observed for the last several years due to increasing trade and financial integration and increasing global portfolio participation in DSE somewhat detangled in Q4FY20. In response to the Covid-19 pandemic outbreak, central banks including Bangladesh Bank across the countries adopt unprecedented easy monetary and prudential financial policies. As a results, the global market started to recover during Q4FY20 (Chart -II). Market capitalization shrank by 25.0 percent to BDT 2576.3 billion in Q4FY20 from Q4FY19.

Chart I: Trends in DSEX Index and Turnover



Source: DSE Monthly Review, Various Issues

Chart II: Synchronization of DSE with Global Market (Base: Jan 2015=100)



Sources: Dhaka Stock Exchange and www.msci.com

The DSE broad index (DSEX) and DSE-30 index, the key indicators of the capital market development, dropped significantly in Q4FY20 compared to the level of Q4FY19 but it stayed almost at the same level of Q3FY20. The DSEX index fell by 26.4 percent in Q4FY20 from Q4FY19. Though the DSE-30 index slightly increases by 0.8 percent from March 2020, it dropped by 32.3 percent(y/y) in Q4FY20 (Chart-I and Table 3). Sector-wise indices show that Telecommunication's index reached the highest (2222.7)

while Textile sector's index remained at the lowest level (133.1) in Q4FY20 (Chart-IV).

The overall price-earnings (PE) ratio of the DSE inched up in Q4FY20 from the level of Q3FY20. The average price earnings ratios rose to 10.78 in Q4FY20 from 10.58 in Q3FY20. Sector-wise PE data show that banking sector's PE score occupied the lowest position while that of the cement sector the highest position in Q4FY20 (Chart -III).

Chart III: Heat Map for Sectoral Price Earnings Ratio of DSE

Sector	Share of Total M.cap Jun-20	Mar-18	Jun-18	Sep-18	Dec-18	Mar-19	Jun-19	Sep-19	Dec-19	Mar-20	Jun-20
Bank	17.4	9.0	8.8	8.8	9.1	9.3	8.3	8.2	7.8	6.6	6.7
Financial Institutions	4.9	14.9	14.7	13.6	14.0	15.4	14.7	13.2	17.3	14.8	15.9
Engineering	5.5	16.5	16.8	17.9	15.5	14.4	14.6	12.8	11.3	10.2	10.1
Food & Allied	8.0	28.2	26.7	25.7	26.7	32.9	25.1	21.2	17.5	16.4	17.4
Fuel & Power	14.3	11.0	12.6	14.3	14.9	15.4	14.7	13.0	10.6	9.5	9.5
Textile	4.0	16.0	17.6	18.0	18.0	16.8	16.8	12.8	12.8	12.2	11.7
Pharmaceuticals	17.1	21.3	20.6	19.2	18.6	19.4	19.1	18.5	15.3	14.6	15.2
Service & Real Estate	0.4	17.1	16.7	16.7	15.6	15.6	15.4	13.2	13.0	12.6	12.6
Cement	3.0	21.4	34.6	33.7	35.9	35.5	28.6	24.9	21.0	22.5	20.8
IT	0.7	25.4	26.0	27.4	23.8	23.1	24.4	22.5	22.6	19.2	19.2
Tannery	0.7	17.4	15.8	17.0	19.0	19.0	20.3	17.2	14.0	12.7	12.7
Insurance	3.7	12.9	11.0	11.9	11.7	13.9	14.4	15.4	15.2	12.1	12.2
Telecommunication	13.4	28.0	19.5	18.5	18.6	21.0	14.6	14.1	11.2	9.4	9.6
Miscellaneous	6.7	20.5	16.9	27.8	25.8	30.7	27.1	25.1	19.9	18.9	18.9

Sources: DSE Monthly Review, Various Issues

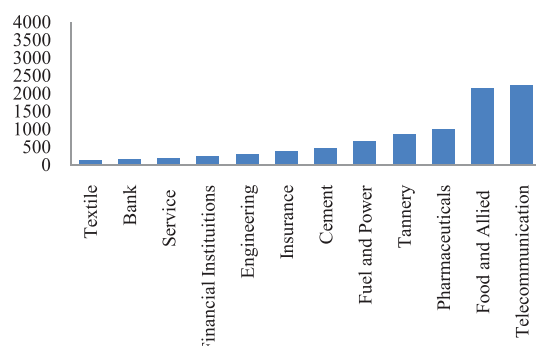


TVR= (Turnover during the Quarter/Quarter - end Market capitalization)

In Q4FY20, the issued capital in the DSE continued to expand though the turnover declined. The value of issued equity and debt increased by 4.3 percent (y/y) in Q4FY20 and no new companies were listed in the capital market during the quarters under

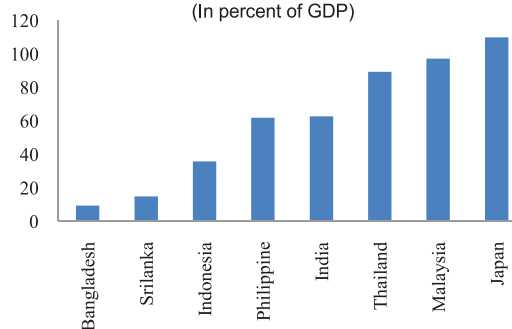
review. The daily average turnover dropped to BDT 2.1 billion in Q4FY20 from BDT 4.5 billion in Q3FY20. Market liquidity as measured by the Turnover Velocity Ratio (TVR)² decreased to 22.9 percent in Q4FY20 from 42.2 percent in Q3FY20.

Chart IV: Index of Major Sector, June 2020



Source: DSE Monthly Review, June 2020

Chart V: Selected Countries; Stock Market Capitalization, June 2020 (In percent of GDP)



Source: DSE Monthly Review, June 2020

The total turnover by foreign and non-resident Bangladeshi rose in FY20 compared to FY19. In FY20 investment by foreign and non-resident Bangladeshi investors increased to BDT 41.4 billion from BDT 40.2 billion in FY19. In FY20, the value of shares sold by foreign and non-resident Bangladeshi rose to BDT 55.4 billion from BDT 42.0 billion in FY19.

Thus the net investment by foreign and non-resident Bangladeshi investors stood at BDT (-) 14.0 billion in FY20 against BDT (-) 1.8 billion in FY19. However, the total turnover by foreign and non-resident Bangladeshi expanded to BDT 96.9 billion in FY20 from BDT 82.2 billion in FY19.

Table 3: Selected Countries: Price Earnings Ratio, Dividend Yield and Market Cap. to GDP ratio of June 2020

Country	Price Earnings Ratio	Dividend Yield	M. Cap to GDP
Bangladesh	10.75	4.39	9.21
India	21.13	1.21	62.75
Sri Lanka	8.92	3.81	14.92
Thailand	18.87	4.04	89.29
Hong Kong	13.60		1311.14
China	15.52		37.23

Source: DSE monthly Review, June 2020

Cross-country data on price earnings (PE) ratios as of June 2020 shows that Bangladesh has moderate PE ratio among the South and East Asian countries while dividend yield of Bangladesh is the highest among these countries (Table 3). Market capitalization, as percent of GDP, in Bangladesh dropped significantly to 9.21 percent in FY20 from 15.76 in FY19.

IPO AND LISTING SCENARIO

In DSE, a total of 3 companies floated IPOs worth of Tk. 5,997.07 million till June 30, 2020 out of the total IPO amount Tk. 1,720.00 million was offered for the public. (Table 4.)

Table 4: Initial Public Offerings (IPOs of Listed Companies) July'19 to June'20

Sl. No.	Name of the Issues	Subscription		Issued Cap Tk. in mn	Sponsors Tk. in mn	Public Office Tk. in mn	Subscription Tk. in mn
		Opening	Closing				
01	Ring Shine Textiles Ltd.	25.08.19	09.09.19	4,350.55	2,850.55	150.00	1,010.79
02	AND Telecom Ltd.	04.11.19	11.11.19	646.52	448.60	570.00	-
03	APSCL Non-Convertible & Fully Redeemable coupon bearing Bond	23.09.19	18.11.19	1,000.00	-	1,000.00	-
Total				5,997.07	3,299.15	1,720.00	1,010.79

Source: DSE monthly Review

SECTOR-WISE TURNOVER PERFORMANCE

In the first six months of 2020 Manufacturing industry has dominated the DSE total turnover with 61.53% out of which Pharmaceuticals and Chemicals is followed by 26.06% and Engineering is 11.94%. The other sector also has significant contribution to the DSE turnover during this time. Parenthetically, the Miscellaneous & Services has 22.97%, Financial

Sector has 15.48% and Corporate Bond is 0.03% of the total turnover of DSE. Some single sectors the including the Pharmaceuticals Sector 26.06%, Engineering Sector 11.94%, Textile 10.50%, Fuel & Power Sector 8.91%, Banking Sector 7.37%, Insurance Sector 6.13%, Miscellaneous 4.61%, Cement Sector 4.46% and Food & Allied 3.70%, had very momentous contribution to the DSE turnover (Table 5).

Table 5: Sector - wise Turnover Performance

Sector	Jan-June 2019			Jan-June 2020		
	Toatal Turnover in mn			Toatal Turnover in mn		
	Volume	Value	% of Turnover	Volume	Value	% of Turnover
Financial Sector						
Banks	3,931.87	82,985.28	12.23	1,549.73	23,635.60	7.37
Financial Institutions	1,501.82	34,076.87	5.02	521.64	6,349.99	1.98
Insurance	2,389.01	76,380.30	11.25	609.08	19,640.36	6.13
Total	7,822.70	193,442.45	28.50	2,680.45	49,625.95	15.48
Manufacturing						
Engineering	1,318.42	85,097.08	12.54	1,281.69	38,290.42	11.94
Food & Allied Product	405.87	29,779.18	4.39	380.24	11,858.85	3.70
Jute	4.22	2,704.11	0.40	6.29	2,770.34	0.86
Textile	3,181.53	81,410.52	12.00	2,156.90	33,648.49	10.50
Pharmaceuticals & Chemicals	1,102.76	69,212.42	10.20	1,367.30	83,537.78	26.06
Paper & Printing	46.92	2,924.96	0.43	93.16	2,743.16	0.86
Cement	97.37	7,399.20	1.09	288.60	14,303.20	4.46
Tannery	475.24	25,138.17	3.70	121.34	4,059.70	1.27
Ceramics	140.23	19,095.47	2.81	62.19	6,104.91	1.90
Total	6,772.56	322,761.11	47.56	5,757.71	197,316.85	61.55
Miscellaneous & Service						
Mutual Funds	515.11	3,436.52	0.51	770.49	5,388.91	1.68
Fuel & Power	734.77	73,445.88	10.82	504.62	28,574.50	8.91
Services & Real Estate	171.74	6,910.78	1.02	91.14	1,874.50	0.58
IT-Sector	461.97	18,699.78	2.76	259.66	10,376.77	3.24
Telecommunication	128.30	26,531.33	3.91	59.79	9,705.24	3.03
Travel and Leisure	223.51	4,165.35	0.61	158.19	2,936.86	0.92
Miscellaneous	710.90	29,228.76	4.31	531.35	14,779.14	4.61
Total	2,946.30	162,418.40	23.93	2,375.24	73,635.92	22.97
Bond						
Corporate Bond	0.05	43.82	0.01	0.04	0.03	0.00
Grand Total :	17,541.61	678,665.78	100.00	10,813.44	320,578.75	100.00

Source: DSE monthly Review, June 2020

OVERALL PRICE MOVEMENT: INDICES

An index represents the performance of the stock market of a nation reflecting investors' sentiment on the state of its economy. In the first six months of 2020, most of the securities in the DSE main bourse have shown mixed momentum. The benchmark DSE Board Index (DSEX) closed at 3,989.09 on the last trading day of the half of year 2020 whereas it begins at 4,453.29 on January, 2020.

passes the blue-chip shares clocked at its highest point at 1,599.56 on February, 2020 and the lowest was recorded at 1,203.43 on March, 2020.

The DSEX Shariah Index (DSES) closed at 925.08 on June 30, 2020 while it begins in this current year at 1,003.66 on January, 2020. The DSES hits a high of 1,089.81 on February, 2020 and a low of 834.78 on March 2020 during the first six months of 2020 (Table 6)

The DSEX hits a high of 4,768.14 in February 2020 and a low of 3,603.95 on March, 2020 during the first six months of 2020. The DSEX 30 Index that encom-

Table 6 : Overall Price Movement : Indices 2019-2020

Months	DSE BROAD INDEX (DSEX)			DSE- 30 INDEX (DS 30)			DSE SHARIAH INDEX (DSES)		
	Closing Index	Month High	Month Low	Closing Index	Month High	Month Low	Closing Index	Month High	Month Low
Jul-19	5,138.79	5,384.93	4,966.44	1,827.91	1,912.58	1,776.15	1,181.20	1,235.16	1,139.15
Aug-19	5,095.78	5,236.85	5,095.78	1,800.06	1,850.01	1,800.06	1,183.44	1,206.85	1,183.44
Sept-19	4,947.64	5,070.69	4,855.99	1,759.97	1,791.43	1,735.86	1,138.70	1,178.37	1,123.21
Oct-19	5,682.90	4,949.40	4,670.75	1,627.75	1,759.75	1,627.75	1,075.48	1,140.21	1,067.45
Nov-19	4,731.44	4,781.48	4,678.36	1,647.71	16,664.36	1,626.61	1,082.16	1,094.78	1,074.55
Dec-19	4,452.93	4,758.81	4,390.67	1,513.35	1,644.83	1,494.55	999.83	1,077.63	981.66
Jan-20	4,469.66	4,528.20	4,036.24	1,524.04	1,545.86	1,361.64	1,028.29	1,035.49	907.03
Feb-20	4,480.23	4,768.14	4,385.55	1,492.37	1,599.56	1,491.57	1,044.91	1,089.81	1,012.42
Mar-20	4,008.29	4,466.07	3,603.95	1,330.83	1,485.17	1,203.43	920.69	1,038.08	834.78
Apr-20	-	-	-	-	-	-	-	-	-
May-20	4,060.45	4,060.45	4,060.45	1,365.37	1,365.37	1,365.37	951.60	951.60	951.60
Jun-20	3,989.09	3,999.49	3,953.39	1,340.98	1,347.18	1,321.49	925.08	929.96	915.96

Source: DSE monthly Review, June 2020

MARKET CAPITALIZATION:

Market Capitalization is sum of the market value of all listed securities' outstanding shares. It is an indicator of the size of a capital market. In comparison to developed stock markets, the market Capitalization of our market is very small. But, our stock market is growing day by day. As on 30 June, 2020 our Market Capitalization stood at Tk. 3,119.67 bn

against Tk. 3,998.16 bn of 30 June, 2019 registering 21.97% decrease. Stock market is a heart of any developed country. It significantly contributes to the national GDP of the country. However, our stock market (in terms of Market Capitalization) is now contributing 12.30% to our total GDP as on 30 June, 2020. (Table 7)

Table 7: Market Capitalization upto June 2020

Sector	Market Capitalization in mn (June-19)	% of Total Market Cap.	Market Capitalization in mn (June-20)	% of Total Market Cap.
Banks	592,951.32	17.26	449,109.86	17.44
Financial Institution	181,803.12	5.29	125,420.67	4.87
Insurance	109,189.88	3.18	91,506.59	3.55
Food & Allied Prodct	314,384.20	9.15	208,353.40	8.09
Pharmaceuticals & Chemicals	528,313.46	15.38	467,468.28	18.15
Textile	140,144.07	4.08	95,898.86	3.72
Engineering	202,640.21	5.90	131,891.93	5.12
Ceramic	26,334.29	0.77	19,760.81	0.77
Tannery	26,486.58	0.77	17,849.24	0.69
Paper & Printing	14,463.23	0.42	9,625.78	0.37
Jute	3,993.85	0.12	1,797.87	0.07
Cement	90,481.38	2.63	71,894.75	2.79
Mutual Funds	35,595.81	1.04	29,509.49	1.15
Fuel & Power	480,041.01	13.97	365,332.67	14.18
Service & Real estate	17,834.95	0.52	13,041.92	0.51
IT-Sector	20,538.89	0.60	19,513.56	0.76
Telecommunication	514,221.95	14.97	336,748.95	13.07
Travel and Leisure	21,049.14	0.61	24,877.17	0.97
Miscellaneous	112,824.75	3.28	92,268.05	3.58
Corporate Bond	2,863.50	0.08	3,888.70	0.15
Total	3,436,155.59	100.00	2,575,758.55	100.00

Source: DSE monthly Review, June 2020

SECTOR-WISE PRICE EARNING RATIO :

Price-Earning (P/E) Ratio is one of the more important fundamental tools for calculating a company's financial position. P/E is a ratio of the stock's price per share and the stocks earnings per share. Theoretically, P/E Ratio determines the time an investor needs to wait to get back the investable amount which reflects the price offers against per taka earning of a company share.

In practice, a company with higher P/E ratio suggests that investors are expecting higher earnings growth in the future compared to the company with lower P/E ratio. However, the P/E ratio doesn't tell us the whole story itself. It's usually more useful to compare the P/E ratio of one company to other companies in the same industry. It would not be wise for investors using the P/E ratio as a basis for

their investment to compare the P/E of a technology company to a pharmaceutical company since each industry could have different growth prospect.

Nonetheless, the market PE of DSE goes down to 10.78 in June, 2020 against 14.25 of June 2019. If we compare our current Market P/E Ratio with that in developed capital market, our capital market is fairly or in most cases underpriced. Even if we observe individual company's P/E Ratio, most of the companies are underpriced. Accordingly, this is the high time for the investors to invest their funds in the market. So, all the market participants should come to the market with their funds and behave rationally ignoring all the rumors prevailing in the market. (Table 8)

Table 8: Sector-Wise Price Earning Ratio: June 2020

Sector	June 2019	June 2020
Banks	8.26	6.67
Financial Institution	14.66	15.86
Mutual Funds	7.32	10.50
Engineering	14.56	10.09
Food & Allied Product	25.08	17.43
Fuel & Power	14.72	9.51
Jute	305.65	31.69
Textile	16.79	11.72
Pharmaceuticals & Chemicals	19.10	15.23
Paper & Printing	17.69	23.76
Service & Real estate	15.42	12.59
Cement	28.64	20.82
IT-Sector	24.37	19.15
Tannery	20.31	12.69
Ceramic	23.95	17.69
Insurance	14.42	12.23
Telecommunication	14.59	9.59
Travel and Leisure	23.85	25.46
Miscellaneous	27.09	18.92
Market P/E	14.25	10.78

Source: DSE monthly Review, June 2020



Auditors' Report

Independent Auditors' Report to the Members of DSE Brokers Association of Bangladesh (DBA)

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements DSE Brokers Association of Bangladesh (DBA), which comprise of the Statement of Financial Position as at 30th June, 2020 and Statement of Profit & Loss and Other Comprehensive Income, Statement of Changes in Equity, Statement of Cash Flow and Notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give true and fair view of the financial position of the association as at 30th June, 2020 and of its financial performance and its cash flows for the year then ended in accordance with the International Financial Reporting Standards (IFRSs), Companies Act, 1994 and other applicable laws and regulations.

Basis for opinion

We conducted our audit in accordance with the International Standards on Auditing (ISAs). 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 this association in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) together with ethical requirements that are relevant to our audit of the financial statements in Bangladesh, and we have fulfilled our other ethical responsibilities in accordance with this requirement. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

Management is responsible for the other information. The other information comprises all of the information in the annual report

other than the financial statements and our auditors' report thereon. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

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 association, 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 association's 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 Association or to cease operations or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Association's 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 Association's internal control.

Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

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 association to cease to continue as a going concern.

Evaluate the overall presentation, structure and content of the financial statement, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that identify during our audit.

Report on Other Legal and Regulatory Requirements

In accordance with applicable laws and regulations we also report that:

a) We have obtained all the information and explanation which to the best of our knowledge and belief were necessary for the purposes of our audit and made due verification thereof;

b) In our opinion, proper books of account as required by the law have been kept by the association so far as it appeared from our examination of those books; and

c) The statements of financial position and statement of profit or loss and other comprehensive income dealt with by the report are in agreement with the books of accounts;



AKM Shamsul Alam ,FCA

for and on behalf of Syful Shamsul Alam & Co.
Chartered Accountants

Place: Dhaka

Date: 8th November, 2020

DSE BROKERS ASSOCIATION OF BANGLADESH (DBA)

DBA Office, Modhumita Building (8th Floor), Motijheel C/A, Dhaka-1000

Statement of Financial Position

As at 30 June, 2020

Assets	Notes	Amount in Taka 2020	Amount in Taka 2019
Non-current assets		1,076,366	444,071
Property, plant and equipment	3.00	1,076,366	444,071
Investment		88,882,154	83,895,913
Investment in FDR	4.00	88,882,154	83,895,913
Current assets		10,713,208	11,080,068
Interest receivable	5.00	2,549,307	2,881,311
Annual subscription receivable	6.00	1,137,500	650,000
Advanced Income Tax	7.00	2,557,471	2,200,319
Cash and cash equivalents	8.00	4,468,930	5,348,437
Total assets		100,671,727	95,420,051
FUND AND LIABILITIES			
Fund		97,910,966	93,988,561
General fund	9.00	97,910,966	93,988,561
Current liabilities		2,760,761	1,431,490
Audit fee payable	10.00	40,250	25,530
Salary and allowance payable	11.00	-	-
Un-earned subscription	12.00	75,000	75,000
Members seminar fee payable	13.00	-	-
Income tax Payable	14.00	2,645,511	1,330,960
Total fund and liabilities		100,671,727	95,420,051


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


Sr. Vice President


Secretary


President

Place: Dhaka
Date: 8th November, 2020.


Syful Shamsul Alam & Co.
Chartered Accountants

DSE BROKERS ASSOCIATION OF BANGLADESH (DBA)

DBA Office, Modhumita Building (8th Floor), Motijheel C/A, Dhaka-1000

Statement of Profit & Loss and Other Comprehensive Income

For the year ended 30 June 2020

Particulars	Notes	Amount in Taka 2020	Amount in Taka 2019
INCOME			
Annual subscription fee	15.00	3,050,000	3,050,000
Membership entrance fee	16.00	-	1,500,000
Interest income	17.00	8,204,054	7,059,367
Other income	18.00	2,000	13,199,749
A. Total income		11,256,054	24,809,116
EXPENDITURE			
Salary & allowance	19.00	1,564,296	1,214,716
Printing Bill		75,250	60,367
Office Stationaries		5,513	5,838
Entertainment		111,301	81,732
Transportation and Conveyance		112,427	73,494
Telephone, mobile, internet & postage		25,191	24,609
Audit fee		35,000	31,280
VAT on Audit Fee		5,250	-
Legal Fee	20.00	958,500	12,650
Office Maintenance		11,010	17,960
Water bill		6,580	8,765
Utility bill		1,275	-
Donation	21.00	375,000	-
Annual general meeting expenses	22.00	480,843	497,102
Subscription fee	23.00	25,000	37,500
Bank charges and interest expenses	24.00	64,017	78,645
Conference & seminar expenses	25.00	489,275	8,589,401
Depreciation (Annexure- A)		300,606	80,010
Miscellaneous expenses		41,803	69,533
B. Total expenditure		4,688,137	10,883,602
Excess of income over expenditure Before Tax (A-B)		6,567,917	13,925,514
Less: Taxation	26.00	(2,645,512)	(1,330,960)
Excess of income over expenditure After Tax		3,922,405	12,594,554

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



Sr. Vice President




Secretary



President

Place: Dhaka
Date: 8th November, 2020.



Syful Shamsul Alam & Co.
Chartered Accountants

DSE BROKERS ASSOCIATION OF BANGLADESH (DBA)

DBA Office, Modhumita Building (8th Floor), Motijheel C/A, Dhaka-1000

Statement of changes in fund

As at 30 June 2020

Particulars	General Fund	Total
Opening balance	93,988,561	93,988,561
Add: Addition during the year	3,922,405	3,922,405
Closing balance	97,910,966	97,910,966

Statement of changes in fund

As at 30 June 2019

Particulars	General Fund	Total
Opening balance	81,379,246	81,379,246
Less: Income tax Paid 2017-2018	(266,921)	(266,921)
Add: Addition during the year	12,594,554	12,594,554
Add: Reverse Members seminar fee payable	91,682	91,682
Add: Reverse Salary & allowance payable	190,000	190,000
Closing balance	93,988,561	93,988,561

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



Sr. Vice President



Secretary



President

Place: Dhaka

Date: 8th November, 2020.

DSE BROKERS ASSOCIATION OF BANGLADESH (DBA)

DBA Office, Modhumita Building (8th Floor), Motijheel C/A, Dhaka-1000

Receipts and Payments Account

For the year ended 30 June 2020

Receipts:

A. Opening Cash and Bank Balance

Cash in Hand

Cash at Bank:

The City Bank

Modhumoti Bank Ltd.

B. Received During the Period

Annual subscription fee

New Membership fee

Conference & seminar income

Nomination form submission income

Advertisement Fee (Annual Report)

Interest from Bank

FDR Encashment

Donation received (Adarsha Samabaya Samity Ltd.)

Total (A+B)

Amount in Taka	
2020	2019
5,348,437	6,806,186
15,531	8,977
5,740	5,623
5,327,166	6,791,586
18,078,618	28,011,697
2,562,500	2,950,000
-	1,500,000
-	12,849,749
-	300,000
-	50,000
29,292	137,377
15,484,826	10,224,571
2,000	-
23,427,055	34,817,883

Sr. Vice President

Secretary

President

Syful Shamsul Alam & Co.
Chartered Accountants

	Amount in Taka	
	2020	2019
Payments:		
<u>C. Payments During the Period</u>	18,958,124	29,469,446
Salary and Allowances	1,564,296	1,259,716
Investment in FDR	13,000,000	18,000,000
Fixed Assets Addition	932,901	-
Computer Equipment	-	18,156
Telephone, Mobile internet & Postage	25,191	24,609
Office Stationaries	5,513	5,838
Entertainment	111,301	81,732
Office Maintenance	11,010	17,960
Office Equipment	-	242,585
Donation	375,000	-
Transport & Coveyance	112,427	73,494
Water bill	6,580	8,765
Printing bill	75,250	60,367
Utility Bill	1,275	-
Annual Membership fee(FBCCI)	25,000	37,500
Misc. Expenses	41,803	69,533
Legal fee(Law Valley)	958,500	12,650
AGM Expenses	480,843	497,083
Donation to BSEC for "Biniyog Sikkha"	-	164,024
Ceromony & Get together Program-2020	489,275	-
Conference & seminar expenses	-	8,425,377
Bank Charge	25,517	18,165
Audit Fee	25,530	51,750
AIT on Bank Interest	4,108	11,247
AIT on FDR Interest	158,808	121,974
Tax Paid through payorder	527,996	266,921
<u>D. Closing Balance</u>	4,468,931	5,348,437
Cash in Hand	13,933	15,531
Cash at Bank:		
The City Bank	5,793	5,740
The City Bank(City Elite Account 4001)	100,272	-
Modhumoti Bank Ltd.	4,348,932	5,327,166
Total (C+D)	23,427,055	34,817,883

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

DSE BROKERS ASSOCIATION OF BANGLADESH(DBA)

DBA Office, Modhumita Building (8th Floor), Motijheel C/A, Dhaka-1000

Statement of Cash Flows

For the year ended 30 June 2020

Particulars	Amount in Taka 2020	Amount in Taka 2019
Cash flows from operating activities		
Cash received from customers/members	2,564,500	17,649,749
Cash paid to suppliers	(4,836,790)	(11,057,319)
Cash generated from operation	(2,272,290)	6,592,430
Bank charge & AIT	(188,433)	(298,912)
Bank profit	1,612,253	2,098,446
Net cash from operating activities	(848,470)	8,391,963
Cash flows from investing activities		
Investment in FDR	(13,000,000)	(40,760,282)
Encashment of FDR	13,901,865	31,171,310
Purchase of property, plant and equipment	(932,901)	(260,741)
Net cash (used)/provided by investing activities	(31,036)	(9,849,713)
Cash flow from financing activities		
Loan received	-	-
Loan paid	-	-
Net cash from financing activities	-	-
Increase/(Decrease) in cash and cash equivalent	(879,506)	(1,457,749)
Cash and cash equivalent at the beginning of the year	5,348,437	6,806,186
Cash and cash equivalent at the end of the year	4,468,931	5,348,437

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



Sr. Vice President



Secretary



President

Place: Dhaka

Date: 8th November, 2020.



Syful Shamsul Alam & Co.
Chartered Accountants

DSE BROKERS ASSOCIATION OF BANGLADESH(DBA)

DBA Office, Modhumita Building (8th Floor), Motijheel C/A, Dhaka-1000

Notes to the financial statements

As at and for the year ended June 30, 2020

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 2018-2019.

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.

Note	Amount in Taka 2020	Amount in Taka 2019
3 Property, plant and equipment		
A. Cost		
Opening balance	636,805	376,064
Add: Addition during the year	932,901	260,741
	1,569,706	636,805
Less: Sales/Adjustment during the year	-	-
Closing balance	1,569,706	636,805
B. Accumulated depreciation		
Opening balance	192,734	112,725
Add: Charged during the year	300,606	80,010
	493,340	192,734
Less: Adjustment during the year	-	-
Closing balance	493,340	192,734
C. Written down value (A-B) (Details shown in Annexure- A)	1,076,366	444,071
4. Investment in FDR TK. 88,882,154		
Opening balance	83,895,913	71,084,904
Add: Investment during the year (Annexure- B)	20,302,259	45,734,284
	104,198,172	116,819,188
Less: Encashment during the year (Annexure- B)	15,316,018	32,923,275
Closing balance	88,882,154	83,895,913
5 Accrued Interest TK. 2,549,307		
Opening balance	2,881,311	1,725,143
Add: Interest income during the year	8,174,763	6,996,883
	11,056,074	8,722,026
Less: Interest collected during the year	8,506,767	5,840,715
Closing balance	2,549,307	2,881,311
6 Annual subscription receivable TK. 1,137,500		
Opening balance	650,000	550,000
Add: Total subscription 2019-2020	3,050,000	3,050,000
	3,700,000	3,600,000
Less: Subscription collected during the year	2,562,500	2,950,000
Closing balance	1,137,500	650,000
7 Advanced Income Tax TK. 2,557,471		
Opening balance	2,200,319	1,397,355
Less: Adjustment 2018-2019	802,965	-
	1,397,354	1,397,355
Add: Advanced Income Tax during the year (Note-7.01)	1,160,116	802,965
	2,557,471	2,200,319

Note	Amount in Taka 2020	Amount in Taka 2019
7.1 Advanced Income Tax during the year TK. 1,160,116		
AIT on Interest (SND Account)	4,108	9,366
AIT on Interest (FDR)	1,156,009	793,598
	1,160,116	802,965
8. Cash and cash equivalents TK. 4,468,930		
Cash in hand	13,933	15,531
Cash at bank (Note-8.01)	4,454,997	5,332,906
	4,468,930	5,348,437
8.1 Cash at Bank TK. 4,454,997		
The City Bank(SND 297001)	5,793	5,740
The City Bank(City Elite Account 4001)	100,272	-
Modhumoti Bank Ltd.(110000010)	4,348,932	5,327,166
	4,454,997	5,332,906
9 General fund TK. 97,910,966		
Opening balance	93,988,561	81,379,246
Add: Excess of income over expenditure	3,922,405	12,594,554
Add: Reverse Members seminar fee payable	-	91,682
Add: Reverse Salary & allowance payable	-	190,000
	97,910,966	94,255,482
Less: Income tax paid 2017-2018	-	266,921
	97,910,966	93,988,561
10 Audit fee payable TK. 40,250		
Opening balance	25,530	46,000
Add: Audit fee in the year	40,250	25,530
	65,780	71,530
Less: Payment during the year	25,530	46,000
Closing balance	40,250	25,530
10 Salary & allowance payable TK. Nil		
Opening balance	-	235,000
Add: Salary & allowance in the year	1,564,296	1,214,716
	1,564,296	1,449,716
Less: Payment during the year	1,564,296	1,259,716
	-	190,000
Less: Transfer to general fund	-	190,000
Closing balance	-	-
The Board of Directors of DSE Brokers Association of Bangladesh (DBA) in its 63th meeting held on October 24, 2019 decided to adjust this amount to general fund.		

Note	Amount in Taka 2020	Amount in Taka 2019
12 Un earned subscription TK. 75,000		
Opening balance	75,000	75,000
Add: Subscription collected for during the year	-	-
	75,000	75,000
13 Members seminar fee payable Tk. Nil		
Opening balance	-	91,682
Less: Transfer to general fund	-	91,682
	-	-
The Board of Directors of DSE Brokers Association of Bangladesh (DBA) in its 63th meeting held on October 24, 2019 decided to adjust this amount to general fund.		
14 Income tax Payable TK. 2,645,511		
Opening Balance	1,330,960	-
Add: Charged this year	2,645,512	1,330,960
	3,976,472	1,330,960
Less: Adjusted with Advanced Income Tax	802,965	-
	3,173,507	1,330,960
Less: Paid through payorder, Bank Name.Modhumoti Bank Ltd., PO No. 0119714 Date: 19.11.19	527,996	-
	2,645,511	1,330,960
15 Annual subscription fee TK. 3,050,000		
Annual subscription fee 2018-2019	-	3,050,000
Annual subscription fee 2019-2020	3,050,000	-
	3,050,000	3,050,000
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 2018-2019.		
16 Membership entrance fee TK. Nil		
Membership entrance fee for TREC holders	-	1,500,000
	-	1,500,000
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).		

Note	Amount in Taka 2020	Amount in Taka 2019
17 Interest income TK. 8,204,054		
Interest income from FDR (Note-17.01)	8,174,762	6,996,882
Interest income from bank (Note-17.02)	29,292	62,485
	8,204,054	7,059,367
17.1 Interest income from FDR TK. 8,174,762		
Total interest Realized	8,506,767	5,840,715
Add: Closing Accrued interest during the year	2,549,307	2,881,312
	11,056,074	8,722,026
Less: Opening Accrued interest	2,881,312	1,725,145
	8,174,762	6,996,882
17.2 Interest income from bank A/C		
The City Bank Ltd.	1,941	130
Modhumoti Bank Ltd.	27,351	62,355
	29,292	62,485
18 Other income TK. 2,000		
Conference & seminar income (Note-18.01)	-	12,849,749
Nomination form submission income (Note-18.02)	-	300,000
Advertisement Fee (Annual Report)	-	50,000
Donation received(Adarsha Samabaya Samity Ltd.)	2,000	-
	2,000	13,199,749
18.1 Conference & seminar income TK. Nil		
Dhaka Stock Exchange Ltd.	-	2,732,296
Participant members	-	3,393,019
Central Depository of Bangladesh Ltd.	-	1,200,000
Investment Corporation of Bangladesh (ICB)	-	664,000
IDLC Finance Ltd.	-	500,000
The City Bank Ltd.	-	500,000
Mir Akter Hossain	-	500,000
Al- Arafh Bank Ltd.	-	490,000
BBS Cable	-	350,000
LankaBangla Finance Ltd.	-	200,000
Brac EPL	-	200,000
IFIC Bank Ltd.(Including Last year 1,00,000)	-	300,000
Runner automobiles Ltd.	-	200,000
United Securities Ltd.	-	200,000
Mercantile Bank Ltd.	-	192,000
Exim Bank Ltd.	-	192,000
Green Delta Securities Ltd.	-	100,000
EBL Securities Ltd.	-	100,000
Shanta Securities Ltd.	-	100,000
AFC Health Ltd.	-	100,000
Unique Hottel & Resort Ltd.	-	100,000
AAA Finance & Investment	-	100,000

Note	Amount in Taka 2020	Amount in Taka 2019
Mostafa Metal Industries Ltd.	-	100,000
Standard Chartered Bank Ltd.	-	96,000
Dhaka Bank Securities Ltd.	-	86,957
DLIC Securities Ltd.	-	50,000
Pubali Bank Ltd.	-	41,739
Delta life Insurance Ltd.	-	41,738
Bank Asia Securities Ltd.	-	20,000
	-	12,849,749

The Board of Directors of DSE Brokers Association of Bangladesh (DBA) in its 55th meeting held on February 10, 2019 has approved the seminar on "Growth and Sustainability of Capital Market for Inclusive development" at Royal Tulip Sea Pearl Beach Resort, Inani, Cox's Bazar held on March 22, 2019.

18.2 Nomination form submission income TK. Nil

Nomination form submission income

-	300,000
-	300,000

19 Salary & Allowance TK. 1,564,296

Secretary	807,760	592,590
Asst. Secretary & Accountant	561,513	460,626
Office Assistance	170,023	130,000
Other salary	25,000	31,500
1,564,296	1,214,716	

20 Legal Fee TK. 958,500

958,500	12,650
958,500	12,650

The Board of Directors of DSE Brokers Association of Bangladesh (DBA) in its 69th meeting held on March 23, 2020 approved that DBA will take due measures by a law firm upon formulation of Bangladesh Securities and Exchange Commission TREC Rules 2020 preserving the interest of the Members (TREC holders) of Association.

21 Donation TK. 375,000

375,000	-
375,000	-

The Board of Directors of DSE Brokers Association of Bangladesh (DBA) in its 70th meeting held on June 27, 2020 approved that DBA will contribute 1000 PPE (Personal Protective Equipment) to IPNA of BSMMU and will pay of tk. 3,50,000/- (Three Lac Fifty Thousand Taka) only in favor of IPNA through cheque & also donate taka 25,000(twenty five thousand) in favor of CMJF.

Note	Amount in Taka 2020	Amount in Taka 2019
22 Annual general meeting expenses TK. 480,843		
Dhaka Club Ltd. (Rent, Entertainment)	253,418	240,723
Printing & stationery	187,680	131,508
Video & editing	3,500	4,000
Entertainment	4,000	3,000
Miscellaneous	11,000	4,850
Conveyance	1,645	1,190
Flower	11,500	15,000
Mauolana	1,000	-
RH Communication(Extra chair rent)	2,000	-
Ferndale(banner bill)	5,100	-
Crest.	-	96,831
	480,843	497,102
The Board of Directors of DSE Brokers Association of Bangladesh (DBA) in its 51th meeting held on November 13, 2018 has approved the 4th Annual General Meeting of DBA held on November 25, 2018 at Samson Centre, Dhaka Club Ltd.		
23 Subscription fee TK. 25,000		
FBCCI'S annual subscription 2020	25,000	-
FBCCI'S Annual Membership fee 2019	-	25,000
FBCCI'S General body registration fee	-	12,500
	25,000	37,500
24 Bank charge and interest expenses TK. 64,017		
Excise duty	60,500	75,500
Account maintenance fee	1,230	1,000
VAT on account maintenance fee on SND account	150	150
Outward clearing charge	60	730
Pay order issue charge	230	345
Cheque book issue charge	1,840	920
BFTN Verification Charge	7	-
	64,017	78,645
25 Conference & seminar expenses TK. 489,275		
Donation to BSEC for "Biniyog Sikkha" (Note-25.01)	-	164,024
Conference & seminar expenses (Note-25.02)	-	8,425,377
Ceromony & Get together Program-2020 (Note-25.03)	489,275	-
	489,275	8,589,401
25.1 Donation to CDBL for "Unnayan Mela" TK. Nil		
Donation to CDBL for "Unnayan Mela"	-	164,024
	-	164,024

Note	Amount in Taka 2020	Amount in Taka 2019
25.2 Conference & seminar expenses TK. Nil		
Air ticket	-	2,209,510
Hotel rent	-	3,766,666
Cultural program	-	1,809,644
Printing	-	76,626
Expense for raffle draw	-	250,000
Stationery for programme	-	110,000
Crest(DSE)	-	67,200
Flower	-	-
Transportation & Conveyance(official Staff)	-	4,000
Misc. Expenses	-	17,470
Digital banner & Stand	-	-
Refund to participants	-	114,261
	-	8,425,377
25.3 Ceromony & Get together Program-2020 TK. 489,275		
Dhaka Club	279,454	-
LED, Sound & Light(time line)	35,000	-
Video editing & Banner making (Bandhan & AR Communication)	75,090	-
Crest Bill(classic)	42,861	-
Mentor(M/s Lina)	15,000	-
Flower	15,980	-
Coffee Bill	4,500	-
Decetor bill(Remon yellow)	1,000	-
Dhaka Club(Tips)	10,200	-
Hujur	1,000	-
Transport & Conveyance DSE Staff	7,000	-
Office Staff(Misc. Expenses)	2,190	-
	489,275	-
26 Taxation TK. 2,645,512		
Tax on Other Income @ 32.50% (Note-24.01)	2,645,512	1,330,960
	2,645,512	1,330,960
26.1 Taxable Income TK. 8,140,037		
Interest Income On FDR	8,174,762	-
Bank Interest	29,292	-
	8,204,054	-
Less: Bank Charge	64,017	-
	8,140,037	-

DSE BROKERS ASSOCIATION OF BANGLADESH(DBA)

DBA Office, Modhumita Building (8th Floor), Motijheel C/A, Dhaka-1000

Schedule of Property, Plant and Equipment

As at 30 June 2020

Annexure-A

Name of asset	COST			Rate of depreciation	DEPRECIATION			Written down value as at 30 June 2020	
	Opening balance	Addition during the year	Adjustment during the year		Closing Balance	Charged during the year	Adjustment during the year		Closing Balance
Office equipment	222,474	-	-	15%	222,474	33,371	-	137,744	84,730
Computer & Computer equipment	185,046	-	-	25%	185,046	46,262	-	134,246	50,801
AC Gree	229,285	-	-	15%	229,285	34,393	-	34,770	194,515
Office renovation & decoration	-	932,901	-	20%	932,901	186,580	-	186,580	746,321
Total 2020	636,805	932,901	-		1,569,706	300,606	-	493,340	1,076,366
Total 2019	376,064	260,741	-		636,805	80,010	-	192,734	444,071

DSE BROKERS ASSOCIATION OF BANGLADESH(DBA)

DBA Office, Modhumita Building (8th Floor), Motijheel C/A, Dhaka-1000

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 2019-20	Bank Charge, Excise Duty	AIT	Receivable 2018-19	Realized Income 2019-20	Total Interest Income 2019-20	Collection 2019-20	Encashment	Closing investment
			A	B	C	D	E	F	G	H	I	J=(I-I)	K=(F+J)	L	M=(A+L)-(G+H)	N
1	IFIC Bank Ltd.	6201	12,000,000	-	6.50%	28-03-20	27-03-21	219,408	-	123,000	316,767	913,233	1,132,640	1,230,000	-	13,107,000
2	City Bank	294001	-	10,000,000	6.00%	17-03-20	16-09-20	179,982	-	47,500	-	475,000	654,982	475,000	-	10,427,500
3	City Bank	294001	-	3,000,000	5.50%	27-05-20	26-11-20	100,909	-	12,750	-	127,500	228,409	127,500	-	3,114,750
4		2187	1,322,698	-	9.00%	14-07-19	13-07-20	123,373	2,500	17,865	114,477	4,622	127,995	119,099	-	1,421,432
5		2251	3,254,841	-		09-11-18	09-11-19	-	2,500	43,940	186,997	105,938	105,938	292,936	3,501,337	-
6	Modhumoti Bank Ltd.	469	4,306,605	-		10-03-19	09-03-20	-	5,000	58,105	118,933	268,436	268,436	387,369	4,630,869	-
7		596	15,966,841	-	6.00%	03-06-20	03-06-21	77,434	12,000	263,255	129,922	1,625,111	1,702,545	1,755,033	-	17,446,618
8		2150	11,609,198	-	6.00%	30-06-20	30-06-21	-	12,000	156,562	-	1,043,748	1,043,748	1,043,748	-	12,484,384
9	SBAC Bank Ltd.	9642	6,675,449	-		15-09-18	15-09-19	-	2,500	56,763	447,712	119,913	119,913	567,626	7,183,812	-
10	Brac Bank Ltd.	80001	12,566,750	-	9.00%	13-09-19	12-09-20	959,830	-	142,947	748,841	204,138	1,163,968	952,979	-	13,376,782
11	Dhaka Bank Ltd.	103	16,193,532	-	9.50%	18-12-19	17-12-20	888,372	12,000	233,322	817,662	737,816	1,626,188	1,555,479	-	17,503,689
			83,895,914	13,000,000				2,549,307	48,500	1,156,009	2,881,312	5,625,456	8,174,763	8,506,767	15,316,018	88,882,155

Investment in FDR (Current Year)	Amount
Investment this year	13,000,000
Add: Collection 2018-19	8,506,767
	21,506,767
Less: Bank Charge & Excise Duty	1,204,509
	20,302,259

DSE Brokers Association of Bangladesh
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