Dhaka Stock Exchange (Member's Margin) Regulations, 2000

In exercise of the powers conferred by section 34(1) of the Securities and Exchange Ordinance, 1969 (Ordinance No. XVII of 1969), the Dhaka Stock Exchange Limited makes, with the approval of the Securities and Exchange Commission, the following regulations, namely:

1. Short title.- These regulations may be called the Dhaka Stock Exchange (Member's Margin) Regulations, 2000.

2. Definitions.- (1) In these regulations, unless the context otherwise requires,

(a) "additional trade exposure" means the amount of the aggregate (gross) trade exposure exceeding the free limit for each member;

(b) "aggregate (gross) trade exposure" means total buys and total sales position of a member at any point of time during a trading day;

(c) "clearing house" means the clearing house set up by the Exchange;

(d) "direct settlement" means direct settlement between the members under the Settlement of Stock Exchange Transactions Regulations, 1998;

(e) "Exchange" or DSE means the Dhaka Stock Exchange Limited;

(f) "free limit" means the amount of the aggregate (gross) trade exposure for each member on which no member's margin shall be applicable;

(g) "instruments" means the papers and documents including cash for the purpose of members' margin;

(h) "member" means member of the Exchange who is registered as the stock-dealer or stock-broker by the Securities and Exchange Commission under the Securities and Exchange Commission (Stock-dealer, Stock-broker and Authorized Representative) Regulations, 1994;

(i) "member's margin" means the margin deposited by a member with the clearing house under these regulations;

(j) "security deposit" means the amount compulsorily deposited by each member with the clearing house as prescribed by the Exchange.

(2) Words and expressions used herein but not defined shall have the same meanings respectively assigned to them in the Securities and Exchange Ordinance, 1969 (XVII of 1969), Securities and Exchange Commission Act, 1993 (XV of 1993), and the rules and regulations made there under.

[1][**3. Free Limit.-** The free limit shall be taka ten crore only in respect of the stock exchange members' margin deposit with the stock exchange on each trading day based on the total buy exposure, without linking to the capital requirements:]

[1] *Substituted by gazette dated 31-01-2013*

[2] *Substituted by gazette dated 18-06-2002*

[3] *Substituted by gazette dated 20-07-2008*

[4] *Substituted by gazette dated 20-07-2008*

[5] *Newly added by gazette dated 20-07-2008*

Provided that margin requirement will be based on buy exposure only and that there shall remain no unsettled sale exposure at the end of the respective trading day (i.e. pay in will be done on T+0):

Provided further that in case of foreign investors, the margin will be based on gross exposure (i.e. total buy and unsettled sale) and pay in on foreign sale of securities shall be done on T+1 day."

4. Member's margin.- [2][(1) Every member shall, in addition to the security deposit, deposit with the clearing house, free of interest, as member's margin an amount at the rate specified in sub-regulation(3) on his additional trade exposure before exceeding the free limit failing which his trade shall remain suspended.]

(2) Transaction for direct settlement between member's shall be excluded from calculation of the aggregate (gross) trade exposure.

[3][(3) Every member shall deposit the member's margin with the clearing house on the additional trade exposure at the following rates:

Additional trade exposure	Member's Margin
(a) Above free limit but not exceeding taka one crore over free limit	@ 20%
(b) Above taka one crore over free limit but not exceeding taka two crore over free limit	@ 30%
(c) Above taka two crore over free limit but not exceeding taka four crore over free limit	@ 50%
(d) Above taka four crore over free limit	@ 100%]

5. Instruments for member's margin. –(1) The following instruments shall be the instruments for the member's margin:

[4][(a) Irrevocable and Without Recourse to the Drawer Bank or Insurance Guarantee or Guarantee by the non-banking financial institution (NBFI) registered with the Bangladesh Bank provided such NBFI is lawfully authorized in this behalf."]

(b) Government securities;

(c) Fixed Deposit Receipt issued by any scheduled bank;

(d) Sanchay Patra and Defense Saving Certificate issued by the Government of Bangladesh;

(e) Life Insurance Policy at surrender value;

(f) Demand Draft or Payment Order issued by any scheduled bank;

(g) Securities listed with the Exchange (valued at seventy percent of the lowest market price prevailed in the Exchange in the previous week); and

(h) Cash.

(2) The instruments mentioned in clause (a), (b), (c), (d), (e), (f) or (g) under sub regulation (1) shall be endorsed in favor of the Exchange.

(3) 90% of the value of the instruments mentioned in sub-regulation (2) shall be considered as the value of the member's margin deposited under these regulations.

[1] *Substituted by gazette dated 31-01-2013*

[2] *Substituted by gazette dated 18-06-2002*

[3] *Substituted by gazette dated 20-07-2008*

[4] *Substituted by gazette dated 20-07-2008*

[5] *Newly added by gazette dated 20-07-2008*

6. Adjustment or refund of member's margin.- (1) The Exchange, in addition to other available recourses, shall, without giving any prior intimation to the member concerned, immediately realize the value of the instruments deposited by a member as member's margin and adjust the amount so realised against the dues of the member concerned, if he fails to settle his trade with the clearing house on the settlement day.

(2) The member shall be liable to pay the shortfall, if any, to the clearing house which remains after making the adjustment as per sub-regulation (1), including the costs, interest, charges and expenses involved in the realization process, within three days of the written notice of demand issued to him by the Exchange.

(3) The Exchange shall issue the notice of demand within twenty four hours of realization of member's margin as per sub-regulation (1).

(4) The notice of demand shall contain, among others, details of the dues, the amount realized against member's margin, the costs, interests, charges and expenses involved in the realization process, and the amount that remains outstanding for payment by the member to the clearing house.

(5) The Exchange may either retain the unutilized member's margin or refund the same to the member concerned within twenty four hours of receipt of the member's request in writing in this respect.

(6) Trade of the concerned member shall remain suspended until full realization from him the amount mentioned in the notice of demand as per sub-regulation (4).

7. Maintenance of books and records.- (1) The clearing house and every member shall maintain proper books and records in respect of the member's margin in such Form as the Exchange, with the prior approval of the Commission, prescribes from time to time.

(2) The books and records maintained under sub-regulation (1) shall always be kept updated and ready for inspection by the Exchange or by the Commission.

8. Power to grant exemption. - The Commission may, from time to time, exempt any order or trade of any member from all or any of the provisions of these regulations.

[5]**[9. Power to add, delete or modify.-** Notwithstanding anything contained in these regulations, the Commission may, in the, interest of investors and development of capital markets, direct the stock exchange to add, delete or modify any provision of the said regulations as it deems appropriate from time to time.]

[1] *Substituted by gazette dated 31-01-2013*

[2] *Substituted by gazette dated 18-06-2002*

[3] *Substituted by gazette dated 20-07-2008*

[4] *Substituted by gazette dated 20-07-2008*

[5] *Newly added by gazette dated 20-07-2008*

রেজিষ্টার্ড নং ডি এ-১

বাংলাদেশ গেজেট

অতিরিক্ত সংখ্যা

কর্তৃপক্ষ কর্তৃক প্রকাশিত

সোমবার, নভেম্বর ২৭, ২০০০

৮ম খণ্ড—বেসরকারী ব্যক্তি এবং কর্পোরেশন কর্তৃক অর্থের বিনিময়ে জারীকৃত বিজ্ঞাপন ও নোটিশসমূহ।

Dhaka Stock Exchange (Member's Margin) Regulations, 2000

In exercise of the powers conferred by section 34(1) of the Securities and Exchange Ordinance, 1969 (Ordinance No. XVII of 1969), the Dhaka Stock Exchange Limited makes, with the approval of the Securities and Exchange Commission, the following regulations, namely:—

1. **Short title.**—These regulationc may be called the Dhaka Stock Exchange (Membe 's margin) Regulations, 2000.

2. **Definitions.**—(1) In these regulations, unless the context otherwise requires, —

(a) "additional trade exposure" means the amount of the aggregate (gross) trade exposure exceeding the free limit for each member;

(b) "aggregate (gross) trade exposure" means total buys and total sales position of a member at any point of time during a trading day;

(c) "clearing house" means the clearing house set up by the Exchange.

(d) "direct settlement" means direct settlement between the members under the Settlement of Stock Exchange Transactions Regulations, 1998;

(e) "Exchange" or DSE means the Dhaka Stock Exchange Limited.

মূল্য : টাকা ৩.০০

(f) "free limit" means the amount of the aggregate (gross) trade exposure for each member on which no member's margin shall be applicable;

(g) "instruments" means the papers and documents including cash for the purpose of members margin;

(h) "member" means member of the Exchange who is registered as the stock-dealer or stock-broker by the Securities and Exchange Commission under the Securities anl Exchange Commission (Stock-dealer, Stock-broker and Authorised Representative) Regulations, 1994;

(i) "member's margin" means the margin deposited by a member with the clearing house under these regulations;

(j) "security deposit" means the amount compulsorily deposited by each member with the clearing house as prescribed by the Exchange.

(2) Words and expressions used herein but not defined shall have the same meanings respectively assigned to them in the Securities and Exchange Ordinance, 1969 (XVII of 1969), Securities and Exchange Commission Act, 1993 (XV of 1993), and the rules and regulations made thereunder.

3. **Free limit.**—The free limit shall be taka one crore per trading day.

4. **Member's margin.**—(1) Eevery member shall, in addition to the security deposit, deposit with the clearing house, free of interest, as member's margin an amount at the rate specified in sub-regulation (3) on his additional trade exposure within one hour of his exceeding the free limit failing which his trade shall remain suspended.

(2) Transaction for direct settlement between member's shall be excluded from calculation of the aggregate (gross) trade exposure.

(3) Every member shall deposit the member's margin with the clearing house on the additional trade exposure at the following rates :—

Additional trade exposure	Member's margin rate
(a) Up to taka two crore	@ 5%
(b) Above taka two crore but not exceeding taka five crore	@ 7.5%
(c) Above taka five crore but not exceeding taka seven crore and fifty lac.	@ 15%
(d) Above taka seven crore and fifty lac but not exceeding taka ten crore.	@ 25%

(e) Above taka ten crore but not exceeding taka fifteen crore @ 50%

(f) Above taka fifteen crore but not exceeding taka twenty @ 75%

(g) Above taka twenty crore @ 100%

5. **Instruments for member's margin.**—(1) The following instruments shall be the instruments for the member's margin:—

(a) Irrevocable and Without Recourse to the Drawer Bank or Insurance Guarantee;

(b) Government securities;

(c) Fixed Deposit Receipt issued by any scheduled bank;

(d) Sanchay Patra and Defense Saving Certificate issued by the Government of Bangladesh;

(e) Life Insurance policy at surrender value;

(f) Demand Draft or Payment Order issued by any scheduled bank;

(g) Securities listed with the Exchange (valued at seventy percent of the lowest market price prevailed in the Exchange in the previous week); and

(h) cash.

(2) The instruments mentioned in clause (a), (b), (c), (d), (e), (f) or (g) under sub-regulation (1) shall be endorsed in favor of the Exchange.

(3) 90% of the value of the instruments mentioned in sub-regulation (2) shall be considered as the value of the member's margin deposited under these regulations.

6. **Adjustment or refund of member's margin.**—(1) The Exchange, in addition to other available recourses, shall, without giving any prior intimation to the member concerned, immediately realize the value of the instruments deposited by a member as member's margin and adjust the amount so realised against the dues of the member concerned, if he fails to settle his trade with the clearing house on the settlement day.

(2) The member shall be liable to pay the shortfall, if any, to the clearing house which remains after making the adjustment as per sub-regulation (1), including the costs, interest, charges and expenses involved in the realization process, within three days of the written notice of demand issued to him by the Exchange.

(3) The Exchange shall issue the notice of demand within twenty-four hours of realization of member's margin as per sub-regulation (1).

(4) The notice of demand shall contain, among others, details of the dues, the amount realized against member's margin, the costs, interests, charges and expenses involved in the realization process, and the amount that remains outstanding for payment by the member to the clearing house.

(5) The Exchange may either retain the unutilized member's margin or refund the same to the member concerned within twenty-four hours of receipt of the member's request in writing in this respect.

(6) Trade of the concerned member shall remain suspended until full realization from him the amount mentioned in the notice of demand as per sub-regulation (4).

7. **Maintenance of books and records.**—(1) The clearing house and every member shall maintain proper books and records in respect of the member's margin in such Form as the Exchange, with the prior approval of the Commission, prescribes from time to time.

(2) The books and records maintained under sub-regulation (1) shall always be kept updated and ready for inspection by the Exchange or by the Commission.

8. **Power to grant exemption.**— The Commission may, from time to time, exempt any order or trade of any member from all or any of the provisions of these regulations.

MD. SHAHIQ KHAN

Chairman

Dhaka Stock Exchange Ltd.

মোঃ আবদুল করিম সরকার (উপ-সচিব), উপ-নিয়ন্ত্রক, বাংলাদেশ সরকারী মুদ্রণালয় ঢাকা কর্তৃক মুদ্রিত।
মোঃ আমিন জুবেরী আলম, উপ-নিয়ন্ত্রক, বাংলাদেশ ফরমস্ ও প্রকাশনী অফিস, তেজগাঁও, ঢাকা কর্তৃক প্রকাশিত।

রেজিস্টার্ড নং ডি এ-১

বাংলাদেশ গেজেট

অতিরিক্ত সংখ্যা

কর্তৃপক্ষ কর্তৃক প্রকাশিত

সোমবার, জুন ২৪, ২০০২

[৮ম খন্ড—বেসরকারী ব্যক্তি এবং কর্পোরেশন কর্তৃক অর্থের বিনিময়ে জারীকৃত বিজ্ঞাপন ও নোটিশসমূহ]

DHAKA STOCK-EXCHANGE LTD.

NOTIFICATION

Dated the 18 June, 2002

Whereas, the Securities and Exchange Commission has, in exercise of its power conferred under section 34 (1) of the Securities and Exchange Ordinance, 1969 (XVII of 1969) directed the Dhaka Stock Exchange Ltd. to amend the Dhaka Stock Exchange (Member's Margin) Regulations, 2000, in the following, namely :—

"In the said Regulations, in regulation 4; sub-regulation (1), for the words, "within one hour of his", the word "before", shall be substituted.".

Mafiz Uddin Ahmed, FCA
Chief Executive Officer (Current Charge)
Dhaka Stock Exchange Ltd.

মোঃ সারোয়ারুজ্জামান (উপ-সচিব), উপ-নিয়ন্ত্রক, বাংলাদেশ সরকারী মুদ্রণালয়, ঢাকা কর্তৃক মুদ্রিত।
মোঃ আমিন জুবেরী আলম, উপ-নিয়ন্ত্রক, বাংলাদেশ ফরমস্ ও প্রকাশনী অফিস, তেজগাঁও, ঢাকা কর্তৃক প্রকাশিত।

(২৯২৭)
মূল্য ঃ টাকা ১.০০

(ii) Regulation 4(3) shall be substituted by the following, namely—

"4(3) Every member shall deposit the member's margin with the clearing house on the additional trade exposure at the following rates :

Additional trade exposure	Member's Margin
(a) Above free limit but not exceeding taka one crore over free limit	@ 20%
(b) Above taka one crore over free limit but not exceeding taka two crore over free limit	@ 30%
(c) Above taka two crore over free limit but not exceeding taka four crore over free limit	@ 50%
(d) Above taka four crore over free limit	@ 100%"

(iii) Regulation 5(1) (a) shall be substituted by the following,

"5(1)(a) Irrevocable and without recourse to the Drawer Bank or Insurance Guarantee or Guarantee by the Non-Banking Financial Institution (NBFI) registered with the Bangladesh Bank provided such NBFI is lawfully authorized in this behalf."

(iv) After regulation 8, a new regulation 9, shall be inserted as follows, namely—

"9. **Power to add, delete or modify.**—Notwithstanding anything contained in these regulations, the Commission may, in the interest of investors and development of capital markets, direct the stock exchange to add, delete or modify any provision of the said regulations as it deems appropriate from time to time."

ABDUL HAQUE
President
Dhaka Stock Exchange Ltd.

এ, কে, এম রফিকুল ইসলাম (উপ-সচিব), উপ-নিয়ন্ত্রক, বাংলাদেশ সরকারি মুদ্রণালয়, ঢাকা কর্তৃক মুদ্রিত।
মোঃ আখতার হোসেন (উপ-সচিব), উপ-নিয়ন্ত্রক, বাংলাদেশ ফরম ও প্রকাশনা অফিস,
তেজগাঁও, ঢাকা কর্তৃক প্রকাশিত।

রেজিস্টার্ড নং ডি এ-১

বাংলাদেশ গেজেট

অতিরিক্ত সংখ্যা

কর্তৃপক্ষ কর্তৃক প্রকাশিত

বৃহস্পতিবার, জানুয়ারি ৩১, ২০১৩

[বেসরকারি ব্যক্তি এবং কর্পোরেশন কর্তৃক অর্থের বিনিময়ে জারীকৃত বিজ্ঞাপন ও নোটিশসমূহ]

DHAKA STOCK EXCHANGE LTD.

NOTIFICATION

Dated: January 22, 2013

Amendment in the "Dhaka Stock Exchange (Members' Margin) Regulations, 2000"

In exercise of powers conferred by Section 34(1) of the Securities and Exchange Ordinance, 1969 (XVII of 1969), the Dhaka Stock Exchange Limited, with prior approval of the Bangladesh Securities and Exchange Commission, is pleased to amend the "Dhaka Stock Exchange (Members' Margin) Regulations, 2000" in the following manner:

The regulation 3 shall be substituted by the following, namely:—

> **"3. Free Limit**—The free limit shall be taka ten crore only in respect of the stock exchange members' margin deposit with the stock exchange on each trading day based on the total buy exposure, without linking to the capital requirements:
>
> Provided that margin requirement will be based on buy exposure only and that there shall remain no unsettled sale exposure at the end of the respective trading day (i.e. pay in will be done on T+O):

মূল্য ঃ টাকা ৪.০০

Provided further that in case of foreign investors, the margin will be based on gross exposure (i.e. total buy and unsettled sale) and pay in on foreign sale of securities shall be done on T+1 day.".

By order of the Board of Directors

MD. RAKIBUR RAHMAN
President
Dhaka Stock Exchange Ltd.

ড. মোঃ আলী আকবর (উপ সচিব), উপ পরিচালক, বাংলাদেশ সরকারি মুদ্রণালয়, তেজগাঁও, ঢাকা কর্তৃক মুদ্রিত।
আবদুর রশিদ (উপ সচিব), উপ পরিচালক, বাংলাদেশ ফরম ও প্রকাশনা অফিস,
তেজগাঁও, ঢাকা কর্তৃক প্রকাশিত। web site: www.bgpress.gov.bd

Kawsul

রেজিস্টার্ড নং ডি এ-১

বাংলাদেশ গেজেট

অতিরিক্ত সংখ্যা

কর্তৃপক্ষ কর্তৃক প্রকাশিত

রবিবার, জুলাই ২০, ২০০৮

[বেসরকারী ব্যক্তি এবং কর্পোরেশন কর্তৃক অর্থের বিনিময়ে জারীকৃত বিজ্ঞাপন ও নোটিশসমূহ]

DHAKA STOCK EXCHANGE LTD.

NOTIFICATION

Dated the 15th July 2008

In exercise of powers conferred by section 34(1) of the Securities and Exchange Ordinance 1969 (XVII of 1969), the Dhaka Stock Exchange Ltd., with the prior approval of the Securities and Exchange Commission, is pleased to make the following amendments to the "Dhaka Stock Exchange (Members' Margin) Regulations, 2000" as follows :

(i) Regulation 3, shall be substituted by the following regulation 3, namely—

"3. **Free Limit.**—The free limit shall be taka five crore or four times of the paid up capital, whichever is lower per trading day."

মূল্যঃ টাকা ২.০০

(ii) Regulation 4(3) shall be substituted by the following, namely—

"4(3) Every member shall deposit the member's margin with the clearing house on the additional trade exposure at the following rates :

Additional trade exposure	Member's Margin
(a) Above free limit but not exceeding taka one crore over free limit	@ 20%
(b) Above taka one crore over free limit but not exceeding taka two crore over free limit	@ 30%
(c) Above taka two crore over free limit but not exceeding taka four crore over free limit	@ 50%
(d) Above taka four crore over free limit	@ 100%"

(iii) Regulation 5(1) (a) shall be substituted by the following,

"5(1)(a) Irrevocable and without recourse to the Drawer Bank or Insurance Guarantee or Guarantee by the Non-Banking Financial Institution (NBFI) registered with the Bangladesh Bank provided such NBFI is lawfully authorized in this behalf."

(iv) After regulation 8, a new regulation 9, shall be inserted as follows, namely—

"9. **Power to add, delete or modify.**—Notwithstanding anything contained in these regulations, the Commission may, in the interest of investors and development of capital markets, direct the stock exchange to add, delete or modify any provision of the said regulations as it deems appropriate from time to time."

ABDUL HAQUE
President
Dhaka Stock Exchange Ltd.

এ, কে, এম রফিকুল ইসলাম (উপ-সচিব), উপ-নিয়ন্ত্রক, বাংলাদেশ সরকারি মুদ্রণালয়, ঢাকা কর্তৃক মুদ্রিত।
মোঃ আখ্‌তার হোসেন (উপ-সচিব), উপ-নিয়ন্ত্রক, বাংলাদেশ ফরম ও প্রকাশনা অফিস,
তেজগাঁও, ঢাকা কর্তৃক প্রকাশিত।

Kamrul

রেজিস্টার্ড নং ডি এ-১

বাংলাদেশ গেজেট

অতিরিক্ত সংখ্যা

কর্তৃপক্ষ কর্তৃক প্রকাশিত

রবিবার, জুলাই ২০, ২০০৮

[বেসরকারী ব্যক্তি এবং কর্পোরেশন কর্তৃক অর্থের বিনিময়ে জারীকৃত বিজ্ঞাপন ও নোটিশসমূহ]

DHAKA STOCK EXCHANGE LTD.

NOTIFICATION

Dated the 15th July 2008

In exercise of powers conferred by section 34(1) of the Securities and Exchange Ordinance 1969 (XVII of 1969), the Dhaka Stock Exchange Ltd., with the prior approval of the Securities and Exchange Commission, is pleased to make the following amendments to the "Dhaka Stock Exchange (Members' Margin) Regulations, 2000" as follows :

(i) Regulation 3, shall be substituted by the following regulation 3, namely—

"3. **Free Limit.**—The free limit shall be taka five crore or four times of the paid up capital, whichever is lower per trading day."

(ii) Regulation 4(3) shall be substituted by the following, namely—

"4(3) Every member shall deposit the member's margin with the clearing house on the additional trade exposure at the following rates :

Additional trade exposure	Member's Margin
(a) Above free limit but not exceeding taka one crore over free limit	@ 20%
(b) Above taka one crore over free limit but not exceeding taka two crore over free limit	@ 30%
(c) Above taka two crore over free limit but not exceeding taka four crore over free limit	@ 50%
(d) Above taka four crore over free limit	@ 100%"

(iii) Regulation 5(1) (a) shall be substituted by the following,

"5(1)(a) Irrevocable and without recourse to the Drawer Bank or Insurance Guarantee or Guarantee by the Non-Banking Financial Institution (NBFI) registered with the Bangladesh Bank provided such NBFI is lawfully authorized in this behalf."

(iv) After regulation 8, a new regulation 9, shall be inserted as follows, namely—

"9. **Power to add, delete or modify.**—Notwithstanding anything contained in these regulations, the Commission may, in the interest of investors and development of capital markets, direct the stock exchange to add, delete or modify any provision of the said regulations as it deems appropriate from time to time."

ABDUL HAQUE
President
Dhaka Stock Exchange Ltd.

এ, কে, এম রফিকুল ইসলাম (উপ-সচিব), উপ-নিয়ন্ত্রক, বাংলাদেশ সরকারি মুদ্রণালয়, ঢাকা কর্তৃক মুদ্রিত।
মোঃ আখ্‌তার হোসেন (উপ-সচিব), উপ-নিয়ন্ত্রক, বাংলাদেশ ফরম ও প্রকাশনা অফিস,
তেজগাঁও, ঢাকা কর্তৃক প্রকাশিত।