

Stocks	
DGEN	▲ 0.55% 8,721.08
CSCX	▲ 0.46% 15,903.27

IDLC Index	
IDLC 50	▲ 1.03% 8,979.45

Asian Markets	
MUMBAI	▼ 0.73% 19,318.16
TOKYO	▲ 0.50% 10,079.16
SINGAPORE	▲ 0.71% 3,159.23
SHANGHAI	▲ 1.34% 2,898.26

Currencies		
	Buy Tk	Sell Tk
USD	70.34	70.35
EUR	93.74	93.79
GBP	110.96	111.01
JPY	0.84	0.84

Commodities	
Gold	▼ \$1,371.00 (per ounce)
Oil	▲ \$83.73 (per barrel) (Midday Trade)

Contact Us	
------------	--

If you have views on Star Business or news about business in Bangladesh, please email us at [business@thedailystar.net](mailto:business@thedailystar.net)

## Eyes on record shares

### Mobil Jamuna unseats GP with top IPO value

SARWAR A CHOWDHURY

The stockmarket regulator yesterday gave the green light to the issue of Tk 1,025 crore worth of shares by three unlisted companies and one listed one, setting a record for new securities values arriving in a single day.

A Securities and Exchange Commission (SEC) meeting approved the moves, which include the largest-ever initial public offering (IPO) by state-run Mobil Jamuna Lubricants (MJL) Bangladesh Ltd's public offering of Tk 609 crore.

Before this, the largest was the Tk 486 crore IPO of mobile phone operator Grameenphone last year, an SEC spokesman said.

The two unlisted companies that received permission to float shares are MI Cement, which will make a public offering of Tk 334 crore, and Salvo Chemicals Industry Tk 26 crore.

The SEC also gave the nod to Eastern Insurance, a listed company, to raise Tk 56 crore by offering one rights share for each existing share.

"We are happy that we gave the nod to a record number of new securities issuance with the value of more than Tk 1,000 crore," said Farhad Ahmed, the executive director of the SEC.

"The new securities will help in mitigating the mismatch between supply and demand in the stockmarket," he added.

#### MOBIL JAMUNA IPO

The fuel company will float four crore ordinary shares worth Tk 10 each in face value using the book-building method.

The cut-off price, or IPO price, of each MJL share has been fixed at Tk 152.40 through bidding by institutional investors. It means an individual will have to apply with Tk 15,240 for a market lot of 100 MJL shares.

With the IPO proceeds, MJL will set up a liquefied petroleum unit, a crude

MOBIL JAMUNA	MI CEMENT	SALVO CHEMICALS
Shares to be floated <b>4 crore</b>	Shares to be floated <b>3 crore</b>	Shares to be floated <b>2.6 crore</b>
Face value <b>Tk 10</b>	Face value <b>Tk 10</b>	Face value <b>Tk 10</b>
IPO offer price <b>Tk 152.40</b>	IPO offer price <b>Tk 111.60</b>	IPO offer price <b>Tk 10</b>
Existing paid-up capital <b>Tk 140 crore</b>	Existing paid-up capital <b>Tk 70 crore</b>	Existing paid-up capital <b>Tk 14 crore</b>

oil refinery and buy land for its corporate office.

The existing paid-up capital of the state company is Tk 140 crore, and post IPO paid-up capital will be Tk 180 crore.

Its annualised earnings per share (EPS) is Tk 3.53, and net asset value (NAV) per share is Tk 11.73.

Prime Finance and Investment Ltd is the issue manager of the IPO.

EC Securities Ltd, an investment firm of East Coast Group, owns 75 percent of the company, while state-run Jamuna Oil Co 25 percent.

MJL controls nearly 26 percent share in domestic oil market and has pioneered exports and shipment of lubricants. It has grown steadily since 2007. Last year its exports went up 58 percent after peaking at 453 percent in 2008.

Incorporated as a private limited company in 1998, it began commercial journey in 1999. It started producing advanced lubricants products in 2003.

Of some 240 energy and power companies operating in Bangladesh, only 11 are listed on the bourses. BOC Bangladesh, Padma Oil, Eastern Lubricant, BD Welding, Summit Power, Desco, Power Grid, Jamuna Oil, Meghna Petroleum, Titas Gas and Khulna Power are among them.

#### MI CEMENT IPO

MI Cement Factory Ltd that makes Crown brand cement will raise Tk 334 crore floating three crore ordinary

shares of Tk 10 each using the book-building method.

The cut-off price for each share has been fixed at Tk 111.60, meaning an individual will have to apply with Tk 11,160 for a market lot of 100 shares.

With the funds raised, the cement maker will expand its business.

The EPS of MI Cement as of 2009 was Tk 16 and NAV per stock was Tk 15.78.

MI Cement will be the sixth cement maker in the stockmarket.

#### SALVO CHEMICALS IPO

The sulphuric acid manufacturer will raise Tk 26 crore floating 2.6 crore primary shares of Tk 10 each under the fixed-price IPO method.

The EPS of Salvo Chemicals is Tk 0.91, existing paid up capital is Tk 14 crore, and NAV per share is Tk 18.89.

The company will use the IPO proceeds to finance its expansion and repay loans.

There are now nine pharmaceuticals and chemicals companies listed on the bourses.

#### EASTERN INSURANCE RIGHTS

Eastern Insurance will offer one rights share against each existing share at an offer price of Tk 300, including Tk 200 as premium.

[sarwar@thedailystar.net](mailto:sarwar@thedailystar.net)

## SEC resets rules for stockbrokers

STAR BUSINESS REPORT

Stockbrokers will have to double their deposits against any additional trade exposure to the capital market, according to a new rule set by the Securities and Exchange Commission yesterday.

The move is meant to tighten the liquidity flow to the stockmarket.

It is the first time the regulator intervened in the trade exposure of stockbrokers and stock exchange members, instead of retail investors.

The SEC had earlier tightened the margin rule for individual investors for the same reason -- to curb the liquidity flow.

From now, a stockbroker or a stock exchange member will have to deposit 40 percent of its additional trade exposure, instead of 20 percent, if trade value crosses by Tk 1 crore after the free limit for Tk 5 crore.

For up to Tk 8 crore, the SEC increased the ratio to 60 percent from 30 percent; the ratio is 80 percent, up from 50 percent, for up to Tk 9 crore. For any amount above Tk 9 crore, the ratio is unchanged at 100 percent.

In another development, the commission has decided to allow stock dealers to do underwriting, said Farhad Ahmed, executive director of the SEC.

## Western Marine delivers ice-class vessels today

DWAIPAYAN BARUA, Ctg

Western Marine Shipyard will deliver two largest vessels ever built in the country to a German buyer today.

The two 100-metre-long ice-class vessels of the company, Grona Ammersum and Grona Biessum, having a capacity of 5,200 DWT (deadweight tonnage), will be delivered to Grona Shipping GmbH at a ceremony at Chittagong Dry Dock Ltd.

Industries Minister Dilip Barua is scheduled to be the chief guest at the function, said Western Marine Chairman Saiful Islam at a press conference yesterday.

Each of the vessels was built at Tk 80 crore under a Tk 900 crore project to deliver 12 ships to the same German company within 2012.

Islam said the two vessels were built in the last one and a half years in compliance with all the latest International Maritime Organisation guidelines under the supervision of Germanischer Lloyd.

The vessels will sustain in cryogenic weather condition and that is why those are certified as E3 ice-class vessels.

"Around 3,000 tonnes of ice-class steel were fabricated by using 60 tonnes of welding electrodes to build the ships," said Western Marine Managing Director Sakhawat Hossain.

"And 22 kilometres of marine cables and 24,000 litres of paints were used for their skin protection."

The ships underwent a successful sea trial on November 15. "Being an infant ship building nation and despite all of our limitations, this is a matter of pride for us as we have made the impossible possible," Hossain added.

He also thanked the government for giving support to developing the country's shipbuilding industry.

Representative of the German company Markku Veder expressed his satisfaction over the quality of the ships. He said Western Marine has met 100 percent of his expectation.

The Daily Star Editor Mahfuz Anam and Prothom Alo Editor Matir Rahman were also present at the press meet as guests.

Anam said Bangladesh has now secured a position in the world of manufacturing high quality technical and engineering products with the launch of these two ships, which will brighten the image of the country.

Matiur Rahman said it is a matter of pride that the country has returned to its long past tradition of shipbuilding.



আপন শময়  
ব্যাংকিং-রাতদিন-প্রতিদিন



## YOU DECIDE YOUR BANKING HOURS

Introducing Apon Shomoy from BRAC Bank



We know the value of your time. That is why we are introducing **Apon Shomoy**, a new facility that will serve you any time of the day you wish for banking. Drop by at your nearest **Apon Shomoy** outlet whenever convenient. Our trust in your convenience remains unshakable.

**Apon Shomoy services:** • ATM • Cash Deposit • Cash Withdrawal • Statement • Account, Loan and Credit Card Application • Credit Card Bills Pay • Utility Bills Pay • Internet Banking

• Personal Banking Counsellor

Member of:  
GLOBAL ALLIANCE FOR BANKING ON VALUES

Winner 2010:  
FT SUSTAINABLE BANKING AWARDS  
Emerging Markets, Asia

24-hour Call Center: 01819 230000

**BRAC BANK**

আপন শময়