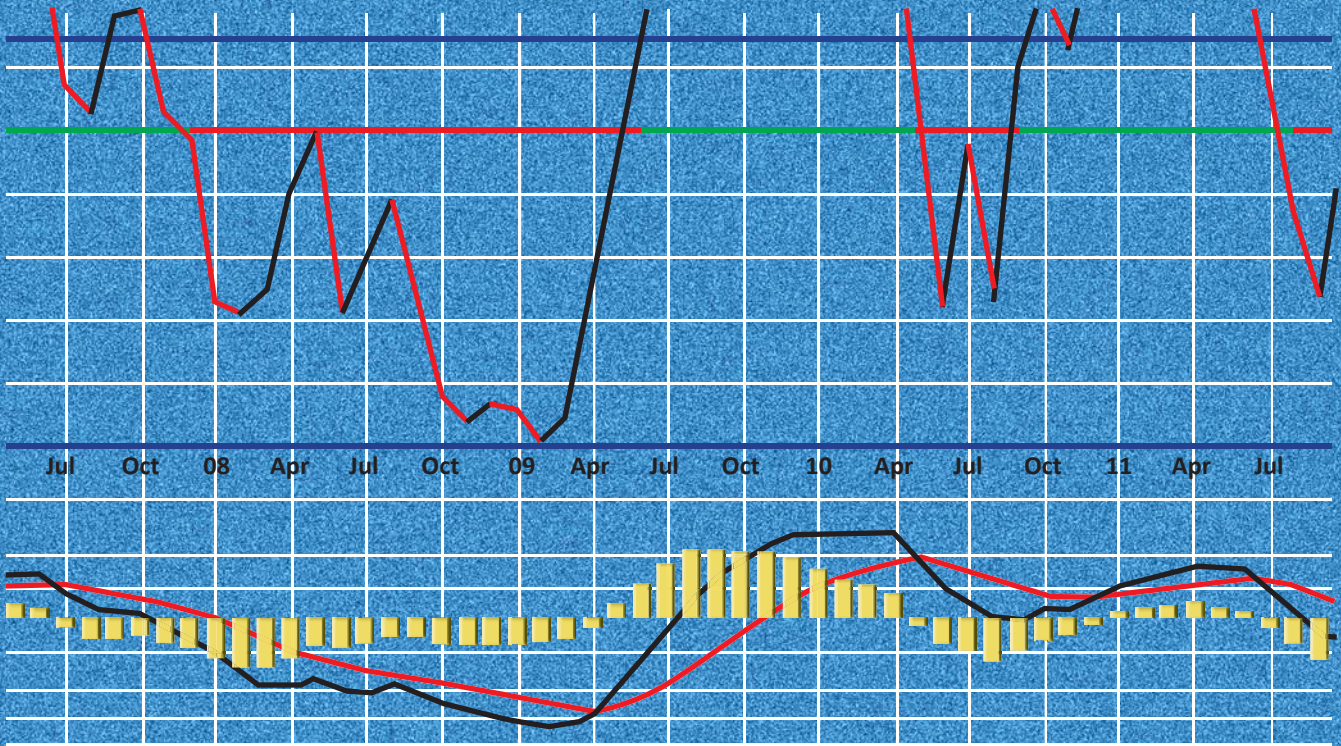


QUARTERLY SECURITIES MARKET INDICATORS

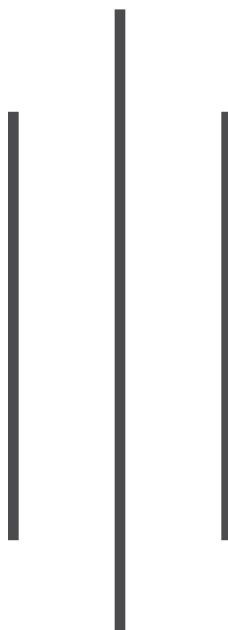
(Third Quarter, FY 2017/18)



Securities Board of Nepal
Jawalakhel, Lalitpur, Nepal

QUARTERLY SECURITIES MARKET INDICATORS

(Third Quarter, FY 2017/18)



Securities Board of Nepal
Jawalakhel, Lalitpur, Nepal

QUARTERLY SECURITIES MARKET INDICATORS

(Third Quarter, FY 2017/18)

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EXPLANATORY NOTES

1. Because of the subsequent revision in data, difference with previously published figures may occur.
2. In some cases, figures are rounded off. Hence, totals may not tally with their component units.
3. The following months of the Gregorian Calendar year are the approximate equivalent to the months of the Nepalese Calendar Year:

Gregorian Month	Nepalese Month
Apr/May	Baisakh
May/Jun	Jestha
Jun/Jul	Ashadh
Jul/Aug	Shrawan
Aug/Sep	Bhadra
Sep/Oct	Ashwin
Oct/Nov	Kartik
Nov/Dec	Marg
Dec/Jan	Poush
Jan/Feb	Magh
Feb/Mar	Falgun
Mar/Apr	Chaitra

4. The Nepalese fiscal year generally begins on July 16 and ends on July 15.
5. A dash (–) indicates that figures are nil or negligible. The non-availability of data is indicated by dots (...). An oblique (/) indicates a Nepalese fiscal year (e.g., 2016/17) or a Nepalese month (July/August = Shrawan). A hyphen (-) used with a Gregorian Calendar month indicates the end of a Nepalese month (e.g., Mid-July = end of Ashad). Symbols used : "FY" for fiscal year, "Q1" for 1stQuarter, "Q2" for 2nd Quarter, "Q3" for 3rd Quarter and "Q4" for 4th Quarter.

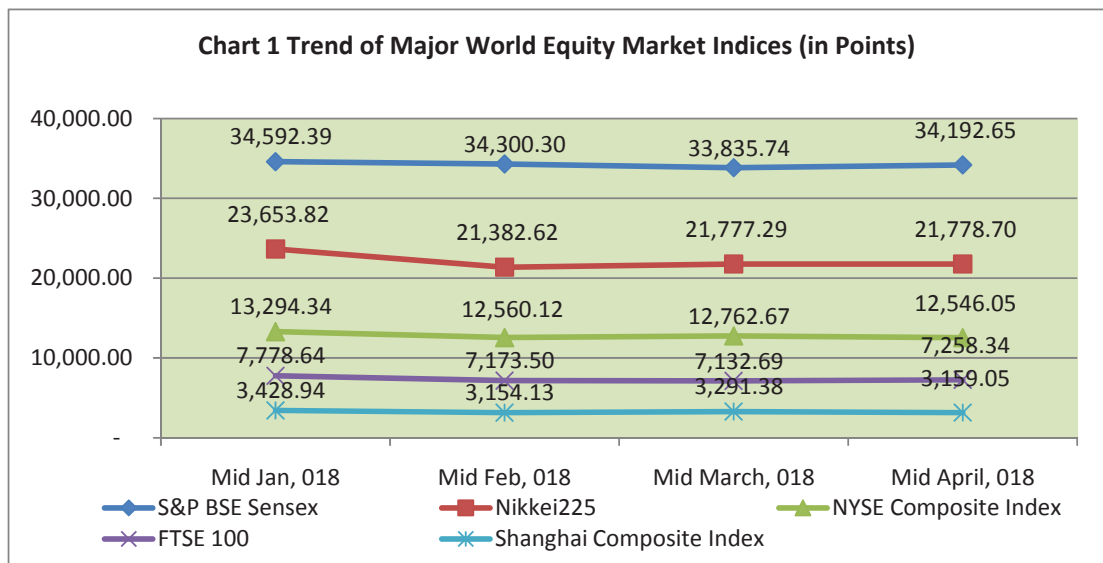
Quarterly Securities Market Indicators

(Mid-Jan, 2018 - Mid-April, 2018)

1. Global Securities Markets

Global Securities Markets was not much encouraging during the review period of Mid- Jan to Mid-April 2018. The period of March 2018 saw risk assets continued to be suffering as US bond yields peaked and fears of a global trade war came closure to fruition as US placed tariffs on Chinese imports of steel and aluminums and China responded with tariffs on a range of American products. However, global securities markets rose in April as positive quarterly reporting of US companies, robust Chinese economic growth data more than offset investors' concerns about geo-political risks.

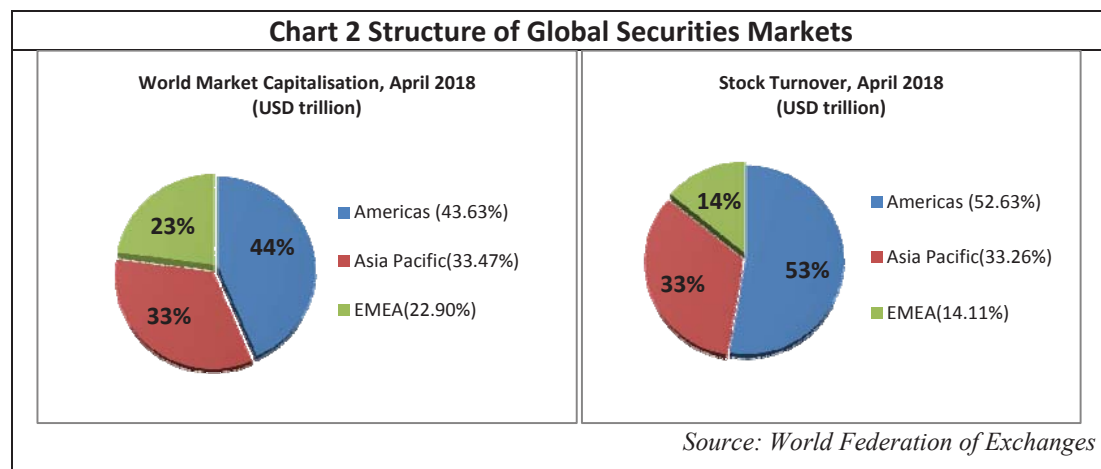
Major equity market indices of advanced countries tracked down at the end of Mid-April 2018 in comparison to Mid-Jan 2018. Amongst the advance markets, NYSE index of New York Stock Exchange slightly decreased by 1.2 percent and reached to 12,546.05 points in Mid-April 2018 in comparison to Mid-Jan 2018. Nikkei 225 of Japan also slipped by 7.9 percent and reached to 21,778.70 points. In Asia Pacific Region, most of market indices sketched the downtrend as well. S&P BSE SENSEX of India showed slight decrease of 1.2 percent during the same period and touched 34,192.65 points in Mid-April 2018. Meanwhile, Shanghai Composite index, an index of Shanghai Stock Exchange slipped by 7.9 percent and reached to 3,159.05 points. The major market indices in Europe, Middle East and African Region also decreased during the review period. FTSE 100, an index of London Stock Exchange fell by 6.7 percent. The trend of major equity market indices is exhibited in chart 1.



Source: Bloomberg

According to the report published by World Federation of Exchanges (WFE) in April 2018, the world market capitalisation at the end of April 2018 was USD 86.61 trillion, decreased by 3.58 percent than as at the end of January 2018. American region which accounts 43.63 percent of world market capitalisation, decreased by 1.07 percent as compared to market capitalisation of January 2018 and reached to USD 37.79 trillion at the end of April 2018. Similarly, market capitalisation in Asia Pacific Region and Europe, Middle East and African region (EMEA) also decreased by 5.72 percent and 5.03 percent respectively.

Value of shares trading in global market was upsurged by 31.85 percent in April 2018 as compared to that of April 2017. The highest growth occurred in American region that accounts almost 53 percent in terms of worldwide value of shares trading. During the review period, number of listed companies in global securities market marginally decreased by 0.93 percent even though American and Asia Pacific Region showed growth in terms of number of listed companies. EMEA that occupies almost 27 percent over the listed companies around the globe has recorded the decrease in listed companies by 4.36 percent. The structure of global securities markets in terms of market capitalisation and stock turnover is depicted in chart 2.



2. SAARC Securities Markets

Most of the equity markets indices of SAARC member countries were mixed in Mid April 2018 as compared to Mid Jan 2018. S&P BSE SENSEX of India showed negative growth of 1.2 percent and reached to 34192.70 points in Mid-April 2018. It was 34592.39 points in Mid-Jan 2017. Likewise, CSEALL: IND, Sri Lanka Stock Market Colombo All-Share Index of Colombo Stock Exchange of Sri Lanka, slightly

increased by 0.16 percent and reached to 6483.90 points in Mid-April 2018. It was 6473.62 points in Mid-Jan 2018. In the meantime, KSE 100, index of top 100 companies listed in Karachi Stock Exchange of Pakistan, increased by 7.31 percent and reached to 46071.90 points in Mid-April 2018 which was 42933.72 points in Mid-Jan 2018. Similarly, DSE Broad Index of Dhaka Stock Exchange, reached to 5813.10 points in Mid April 2018, a decrease of 5.9 percent against 6179.32 points in Mid Jan 2018. NEPSE Index of Nepal Stock Exchange, reached to 1277.55 points in Mid April 2018, a decrease of 10.73 percent against 1431.10 points in Mid Jan 2018. The major equity market indices of SAARC countries are presented in Table 1.

S.N.	Countries	Indices	Mid Jan 018	Mid Feb, 018	Mid Mar, 2018	Mid Apr, 2018
1	India	S&P BSE SENSEX	34,592.39	34,300.47	33,835.74	34,192.70
2	Sri Lanka	CSEALL:IND	6,473.62	6,542.99	6,519.48	6,483.90
3	Pakistan	KSE 100	42,933.72	43,515.08	43,407.72	46,071.90
4	Bangladesh	DSE Broad Index	6,179.32	6,102.31	5,635.05	5,813.10
5	Nepal	NEPSE Index	1,431.10	1,380.29	1,285.96	1,277.55

Source: Bloomberg and Nepal Stock Exchange Ltd.

3. Nepalese Securities Markets

Nepalese securities markets witnessed downtrend in third quarter of Fiscal Year 2017/18 as compared to previous quarter of same fiscal year. Fund mobilisation through primary market decreased during the review period and secondary market also followed the downtrend in third quarter of Fiscal Year 2017/18 as compared to the previous quarter of same fiscal year. The reason behind the less volume of fund mobilisation during the review period is no FPOs, debenture and mutual fund issue occurred. The downtrend momentum in secondary market is assumed to be driven by the interest rate volatility, policy instability, investment pattern of general investor, etc. The glimpse of primary and secondary market of third quarter of Fiscal Year 2017/18 and that of corresponding period of previous fiscal year has been presented hereunder.

3.1 Primary Market

On QoQ basis, fund mobilisation through primary issues of securities decreased by 77.6 percent in Q3 of fiscal year 2017/18 as compared to previous quarter of same fiscal year. Similarly, number of corporate bodies raising capital through primary market also decreased by 60 percent. In review period, 12 companies raised total

fund of Rs 4.8 billion through primary market. Out of which, three companies issued securities through IPO of ordinary share worth Rs 0.8 billion, nine listed companies offered right shares worth Rs. 4 billion. During the review period, no corporate bodies FPOs, debenture and mutual fund issue approved by Board.

In Q3 of Fiscal Year 2017/18, right share offerings occupied massive portion (almost 83.3 percent) of total offerings, followed by IPO of ordinary share (16.7 percent). The summary of primary market indicators of previous three quarters is exhibited in Table 2.

SN	Offerings	FY 2017/18						Percentage Change			
		Q1		Q2		Q3		In Number		In Amount	
		No.	Amount	No.	Amount	No.	Amount	Q2/Q1	Q3/Q2	Q2/Q1	Q3/Q2
1	IPOs	1	0.02	8	2.8	3.0	0.8	700.0	-62.5	14100.0	-71.8
2	Right Offerings	14	6.0	16	9.7	9.0	4.0	14.3	-43.8	62.2	-58.8
3	FPOs	1	0.1	2	2.6	0.0	0.0	100.0	-100.0	2470.0	-100.0
4	Debenture	-	-	1	3.0	0.0	0.0	-	-100.0	-	-100.0
5	Mutual Fund	1	1.5	3	3.3	0.0	0.0	200.0	-100.0	120.0	-100.0
Total		17	7.6	30	21.4	12.0	4.8	76.5	-60.0	181.7	-77.6

Source: Securities Board of Nepal

The number of corporate bodies that raised capital through primary market was decreased by 47.8 percent in Q3 of Fiscal Year 2017/18 in comparison to same period of previous fiscal year. In Q3 of FY 2017/18, 12 corporate bodies raised Rs. 4.8 billion, a decrease of 77.1 percent, which was Rs. 20.9 billion by 23 corporate bodies in Q3 of previous fiscal year. However, IPOs of ordinary share was increased by more than two folds in review period. The summary of primary market indicators of Q3 of three fiscal years is presented in Table 3.

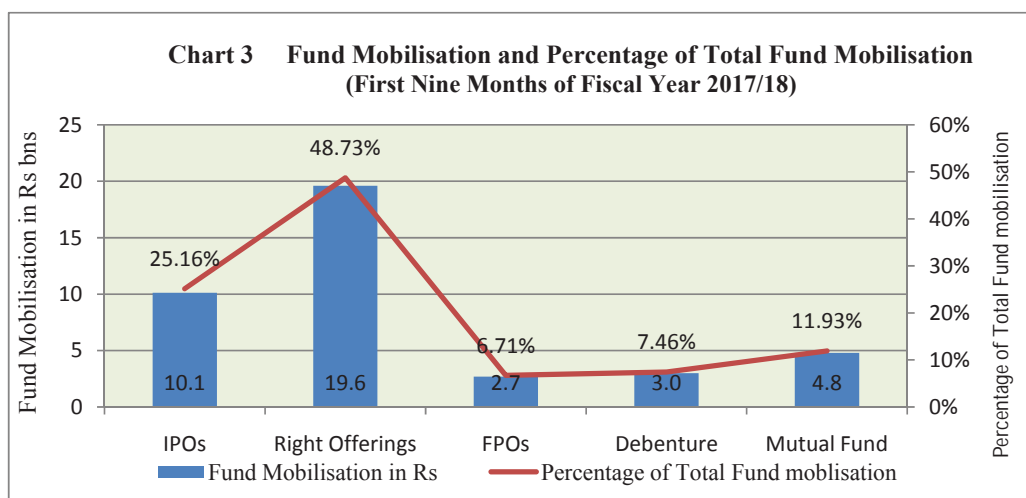
SN	Offerings	FY 2015/16		FY 2016/17		FY 2017/18		Percentage Change			
		No.	Amount	No.	Amount	No.	Amount	In Number		In Amount	
								2016/17	2017/18	2016/17	2017/18
1	IPOs	2	0.1	4	0.3	3.0	0.8	100.0	-25.0	116.7	207.7
2	Right Offerings	3	0.1	18	17.4	9.0	4.0	500.0	-50.0	17270.0	-77.0
3	FPOs	1	5.5	1	3.3	0.0	0.0	0.0	-100.0	-39.4	-100.0
4	Debenture	-	-	-	-	0.0	0.0	-	-	-	-
5	Mutual Fund	1	1.0	-	-	0.0	0.0	-	-	-	-
Total		7	6.7	23	20.9	12.0	4.8	228.6	-47.8	213.8	-77.1

Source: Securities Board of Nepal

On YoY basis (first nine months), primary market showed marginal fall as of corresponding period of previous fiscal year. During the period, public offerings amount was decreased by 4.4 percent. However, number of corporate bodies that used primary market was increased by 90 percent during the review period. Right offerings accounted 49 percent of total public offerings amount, followed by IPOs (25.3 percent), mutual fund (12 percent), debenture (7.5 percent) and FPOs (6.75 percent) in review period. The summary of primary market indicators of first nine months of three fiscal years is presented in Table 4 and in Chart 3.

SN	Offerings	FY 2015/16		FY 2016/17		FY 2017/18		Percentage Change			
		No.	Amount	No.	Amount	No.	Amount	In Number		In Amount	
								2016/17	2017/18	2016/17	2017/18
1	IPOs	6	2.3	12	1.1	12	10.1	100.0	0.0	-51.3	811.7
2	Right Offerings	21	3.4	48	30.3	39	19.6	128.6	-18.8	791.8	-35.4
3	FPOs	3	5.8	3	7.8	3	2.7	0.0	0.0	33.4	-65.3
4	Debenture	-	-	-	-	1	3.0	-	-	-	-
5	Mutual Funds	1	1.0	3	2.9	4	4.8	200.0	33.3	185.0	68.4
Total		31	12.5	31	42.1	59	40	0.0	90	236	-4.4

Source: Securities Board of Nepal



3.1.1 Initial Public Offerings

SEBON approved IPO of three corporate bodies worth Rs. 0.7 billion in third quarter of Fiscal Year 2017/18, a massive decrease of 62.5 percent and 71.8 percent in terms of number of issues and offering amount as compared to second quarter of same fiscal year. (See table 2). In previous quarter, one corporate body got approval worth Rs. 0.02 billion. During the review period, two hydropower company raised Rs 0.57 billion (76 percent of total offerings amount), followed by one micro-finance companies that raised Rs. 0.18 billion (24 percent of total offerings amount). It shows that hydropower companies are being attracted towards securities market to raise funds. The detail of IPO during Q3 of Fiscal Year 2017/18 is presented in Table-5.

**Table 5
IPO Approval
(Q3 of FY 2017/18)**

SN	Name of Companies	Sectors	No. of Shares Registered	Per Share Price (Rs.)	Amount of Shares Registered (Rs.)	Public Issue Amount (Rs.)	% of Issued Capital	Date of Approval	Remarks
1	Nepal Sewa Laghubitta Bittiya Sanstha Ltd.	Microfinance	600,000	100	60,000,000	18,000,000	30%	2074/12/20	General Public
2	Joshi Hydropower Development Company Ltd.	Hydropower	2,265,540	100	226,554,000	37,140,000	10%	2074/12/28	Local People
3	Shuvam Power Ltd.	Hydropower	1,600,000	100	160,000,000	20,000,000	10%	2074/12/28	Local People
Total			4,465,540		446,554,000	75,140,000			

Source: Securities Board of Nepal

3.1.2 Subscription Status of Public Offerings

During Q3 of Fiscal Year 2017/18, five companies floated shares to public through IPOs and FPOs. The detail of subscription rate of offerings is presented in Table 6.

SN	Name of the Companies	Total No. of Shares Issued	Target Groups	No. of shares Issued for Targeted Groups	Issue Price (Rs)	Total Amount of Offerings (Rs)	Total Amount Applied (Rs)	Subscription (Times)
1	Sanjen Jalavidhut Co. Ltd.	8,760,000	Employees having membership of EPF	7,117,500	100	711,750,000	4,203,120,000	5.91
			Employees of Promoter Shareholding Company	365,000	100	36,500,000	39,946,000	1.09
			Employees of lending institution	1,277,500	100	127,750,000	526,664,000	4.12
2	Aarambha Microfinance Bittiya Sanstha Ltd.	294,000	IPO	294,000	100	29,400,000	1,185,571,000	43.83
3	Kalika Power Co. Ltd.	600,000	Most affected area	240,000	100	24,000,000	49,070,000	2.05
			Local residents of Gorkha Districts	360,000	100	36,000,000	86,135,000	2.39
4	Rasuwadghi Hydropower Co. Ltd.	16,421,040	Employees having membership of EPF	13,342,095	100	1,334,209,500	6,665,237,000	5.02
			Employees of Promoter Shareholding Company	2394735	100	239,473,500	438,333,000	1.83
			Employees of lending institution	684210	100	68,421,000		
5	Butwal Power Co. Ltd.	4,081,000	FPO	4,081,000	501	2,044,581,000	284756000	0.70

Source: Securities Board of Nepal

3.1.3 Right Offerings

SEBON approved right offerings worth Rs. 4 billion of 9 listed companies in Q3 of FY 2017/18. **On QoQ basis**, it represents the decrease of 58.8 percent as compared to previous quarter. In previous quarter, 16 listed companies got approval for right offerings worth Rs. 9.7 billion (see table 2). During the review period, insurance sector accounted 47.1 percent of total right offerings amount followed by commercial bank 30.2 percent, and the rest by finance companies, development bank and micro-finance companies.

On YoY basis, amount of right offering decreased by 35.4 percent as compared to same period of previous fiscal year. During the review period, 39 companies raised funds of Rs 19.6 billion through right offerings as against 48 companies raised funds of Rs 30.3 billion at the same period of Fiscal Year 2016/17 (see table 4). The detail of right offerings during Q3 of Fiscal Year 2017/18 is presented in Table 7.

SN	Name of Companies	Sectors	Ratio	No. of share	Amount of Issue	Issue Manager	Date of Approval
1	Manjushree Finance Ltd.	Finance	100:5	362,190.00	36,219,000	Ace Capital Ltd.	2074/10/09
2	Suryodaya Laghubitta Bittiya Sanstha Ltd.	Microfinance	1:0.70	280,000.00	28,000,000	Global IME Capital Ltd.	2074/10/11
3	Deva Bikas Bank Ltd.	Development Bank	10:4	6,533,108.59	653,310,859	NIBL Capital Market Ltd.	2074/10/25
4	Prime Life Insurance Ltd.	Insurance	1:1.60	9,763,200.00	976,320,000	Siddhartha Capital Ltd.	2074/10/28
5	Nepal Insurance Company Ltd.	Insurance	1:1	3,019,886.10	301,988,610	NIBL ACE Capital Ltd.	2074/11/29
6	Surya Life Insurance Co. Ltd.	Insurance	10:4	2,887,500.00	288,750,000	NIC Asia Capital Ltd.	2074/12/01
7	Sahara Bikash Bank Ltd.	Development Bank	1:2.5	1,824,870.00	182,487,000	NIBL ACE Capital Ltd.	2074/12/08
8	Gurans Life Insurance Company Ltd.	Insurance	2:1	2,970,000.00	297,000,000	Laxmi Capital Market Ltd.	2074/12/19
9	Kumari Bank Ltd.	Commercial Bank	10:2	11,938,991.65	1,193,899,165	NIBL ACE Capital Ltd.	2074/12/19
Total				39,579,746.34	3,957,974,634.00		

Source: Securities Board of Nepal

3.1.4 Bonus Share Registration

A total of 48 listed companies registered bonus shares amounting to Rs. 17.94 billion in Q3 of fiscal year 2017/18 at SEBON. Out of the 21 listed companies, 11 commercial banks, Eight development banks, Four finance companies, Four hydropower companies, Four insurance companies, 15 micro-finance companies and Two from hotel sector have registered bonus share. The detail of bonus share registered during Q3 of Fiscal Year 2017/18 is presented in Table 8.

SN	Name of Companies	Sectors	Bonus Share Rate %	Total No. of Share	Amount of Issue	Date of Registration
1	Soaltee Hotel Ltd.	Hotel	15.00%	8,688,244.00	86,882,440	2074/10/05
2	Laxmi Bank Ltd.	Commercial Bank	10.00%	7,472,412.00	747,241,200	2074/10/08
3	Global IME Bank Ltd.	Commercial Bank	10.00%	8,080,342.00	808,034,200	2074/10/08
4	Barun Hydropower Ltd.	Hydropower	5.00%	121,500.00	12,150,000	2074/10/08
5	Siddhartha Insurance Ltd.	Insurance	20.00%	1,069,035.00	106,903,500	2074/10/08
6	ICFC Finance Ltd.	Finance	10.00%	803,885.00	80,388,500	2074/10/14
7	Chhimek Laghubitta Bittiya Sanstha Ltd.	Microfinance	19.89%	1,659,293.00	165,929,300	2074/10/14
8	Oriental Hotels Ltd.	Hotel	18.00%	1,425,106.35	142,510,635	2074/10/19
9	Swadeshi Laghubitta Bittiya Sanstha Ltd.	Microfinance	15.00%	150,000.00	15,000,000	2074/10/19
10	Global IME Laghubitta Bittiya Sanstha Ltd.	Microfinance	20.00%	113,000.00	11,300,000	2074/10/28
11	Kailash Bikas Bank Ltd.	Development Bank	10.00%	2,291,488.00	229,148,800	2074/11/03
12	Laxmi Laghubitta Bittiya Sanstha Ltd.	Microfinance	10.00%	220,000.00	22,000,000	2074/11/13
13	Prudential Insurance Co. Ltd.	Insurance	20.00%	855,360.00	85,536,000	2074/11/16
14	Swarojgar Laghubitta Bikas Bank Ltd.	Microfinance	16.66%	174,996.80	17,499,680	2074/11/16
15	Chilime Hydropower Co. Ltd.	Hydropower	15.00%	5,171,886.72	517,188,672	2074/11/16
16	Excel Development Bank Ltd.	Development Bank	30.12%	1,158,302.25	115,830,225	2074/11/16
17	Guheshwori Merchant Banking & Finance Ltd.	Finance	-	1,091,249.31	109,124,931	2074/11/16
18	Everest Insurance company Ltd.	Insurance	20.00%	202,499.25	20,249,925	2074/11/28

SN	Name of Companies	Sector	Bonus Share Rate %	Total No. of Share	Amount of Issue	Date of Registration
19	Nepal Finance Company Ltd.	Finance	22.00%	244,219.00	24,421,900	2074/11/29
20	RSDC Laghubitta Bittiya Sanstha Ltd.	Microfinance	13.00%	149,500.00	14,950,000	2074/11/29
21	Womi Microfinance Bittiya Sanstha Ltd.	Microfinance	20.00%	129,600.00	12,960,000	2074/12/01
22	Ridi Hydropower Development Company Ltd.	Hydropower	6.00%	284,598.00	28,459,800	2074/12/01
23	Prime Commercial Bank Ltd.	Commercial Bank	27.00%	17,078,666.89	1,707,866,689	2074/12/01
24	NMB Microfinance Bittiya Sanstha Ltd.	Microfinance	25.00%	281,750.00	28,175,000	2074/12/05
25	Garima Bikas Bank Ltd.	Development Bank	15.00%	3,306,365.21	330,636,521	2074/12/05
26	Muktinath Bikas Bank Ltd.	Development Bank	20.00%	4,319,605.53	431,960,553	2074/12/05
27	Janata Bank Nepal Ltd.	Commercial Bank	14.40%	10,070,919.35	1,007,091,935	2074/12/05
28	Machhapuchhre Bank Ltd.	Commercial Bank	9.00%	6,651,490.00	665,149,000	2074/12/07
29	Standard Chartered Bank Nepal Ltd.	Commercial Bank	100.00%	40,057,153.33	4,005,715,333	2074/12/07
30	Nagbeli Lagubitta Bikas Bank Ltd.	Microfinance	45.60%	240,046.15	24,004,615	2074/12/08
31	Swabalamban Laghubitta Bikas Bank Ltd.	Microfinance	20.00%	841,477.00	84,147,700	2074/12/14
32	Janaki Finance Ltd. (Bittiya Sanstha)	Finance	18.00%	615,346.00	61,534,600	2074/12/14
33	Citizen Bank International Ltd.	Commercial Bank	16.00%	11,115,467.00	1,111,546,700	2074/12/14
34	Sahayogi Vikas Bank Ltd.	Development Bank	20.00%	849,447.00	84,944,700	2074/12/14
35	Jyoti Bikash Bank Ltd.	Development Bank	-	2,302,873.00	230,287,300	2074/12/14
36	Nepal Bangladesh Bank Ltd.	Commercial Bank	12.00%	8,690,849.00	869,084,900	2074/12/15
37	Api Power Company Ltd.	Hydropower	8.00%	840,000.00	84,000,000	2074/12/15
38	Sunrise Bank Ltd.	Commercial Bank	15.00%	10,633,768.50	1,063,376,850	2074/12/20
39	Kisan Microfinance Bittiya Sanstha Ltd.	Microfinance	20.13%	80,500.50	8,050,050	2074/12/20
40	Tinau Development Bank Ltd.	Development Bank	10.00%	460,849.92	46,084,992	2074/12/20

SN	Name of Companies	Sector	Bonus Share Rate %	Total No. of Share	Amount of Issue	Date of Registration
41	Lumbini General Insurance Co. Ltd.	Insurance	12.82%	1,000,000.00	100,000,000	2074/12/21
42	Vijaya Laghubitta Bittiya Sanstha Ltd.	Microfinance	10.00%	161,000.00	16,100,000	2074/12/21
43	Civil Laghubitta Bittiya Sanstha Ltd.	Microfinance	4.50%	47,250.00	4,725,000	2074/12/21
44	Naya Nepal Laghubitta Bittiya Sanstha Ltd.	Microfinance	20.00%	40,000.00	4,000,000	2074/12/27
45	Mission Development Bank Ltd.	Development Bank	20.00%	865,467.00	86,546,700	2074/12/27
46	Agriculture Development Bank Ltd.	Commercial Bank	20.00%	14,175,360.00	1,417,536,000	2074/12/27
47	Nepal SBI Bank Ltd.	Commercial Bank	15.42%	10,751,070.01	1,075,107,001	2074/12/30
48	Mahuli Samudayik Laghubitta Bittiya Sanstha Ltd.	Microfinance	50.00%	200,000.00	20,000,000	2074/12/30
Total				187,233,238	17,941,381,847	

Source: Securities Board of Nepal

3.2 Secondary Market

Major indicators of secondary market followed the downtrend during the third quarter of this fiscal year. The increase in supply of shares with the listing of right shares and bonus shares, rise in interest rate may be the major causes of decline in major indicators of secondary market.

On QoQ Basis, among the major indicators, NEPSE index decreased by 10.7 percent and reached to 1277.5 points at the end Q3 of FY 2017/18. It was 1431.1 points at the end of Q2 of FY 2017/18. Similarly, NEPSE Float Index decreased by 10.4 percent and reached to 92.1 points as against 102.9 points in Q2 of FY 2017/18. During the review period, turnover, market capitalisation and float market capitalisation also decreased by 27.8 percent, 10.4 percent, and 10.1 percent respectively. During the review period, supply of listed securities increased by 2.9 percent though number of listed companies reduced by 2.1 percent in comparison to Q2 of FY 2017/18. Number of listed companies reached to 196 in Q3 of FY 2017/18. The summary of major indicators of secondary market as of Q3 of this FY 2017/18 in comparison to previous quarters of same fiscal year is presented in Table 9.

Table 9
Secondary Market Indicators
(Last Three Quarters)

SN	Indicators	Unit	FY 2017/18			Percentage Change	
			Q1	Q2	Q3	Q2-Q1	Q3-Q2
1	No. of Listed Companies	Number	196	192	196	-2.0	2.1
2	No. of listed Securities	Million	3055.1	3372.7	3470.7	10.4	2.9
3	Turnover	Rs in billion	41.9	30.5	22.0	-27.3	-27.8
4	Average Daily Turnover	Rs in billion	0.7	0.5	0.4	-27.7	-26.5
5	Trading Days	Days	56.0	57.0	56.0	1.8	-1.8
6	No. of Scripts Traded	Number	210.0	191.0	201.0	-9.0	5.2
7	No. of Securities Traded	No. in million	97.3	69.1	59.4	-29.0	-14.0
8	No. of Transaction	Number	404820	299221	274444	-26.1	-8.3
9	Total Paid up value of Listed Shares	Rs in billion	298.5	329.5	339.3	10.4	3.0
10	Market Capitalisation	Rs in billion	1809.8	1671.6	1497.8	-7.6	-10.4
11	Float Market Capitalisation	Rs in billion	611.1	561.5	505.1	-8.1	-10.1
12	Turnover/Market Capitalisation	Percentage	9.3	7.3	5.9	-21.3	-19.4
13	Turnover/Float Market Capitalisation	Percentage	27.5	21.7	17.4	-20.9	-19.7
14	Market Capitalisation/ GDP	Percentage	85.0	74.4	57.6	-12.5	-22.5
15	Float Market Capitalisation/ GDP	Percentage	28.7	25.0	19.4	-12.9	-22.2
16	NEPSE Index	In Points	1559.2	1431.1	1277.5	-8.2	-10.7
17	NEPSE Sensitive Index	In Points	328.3	302.2	272.5	-8.0	-9.8
18	NEPSE Float Index	In Points	112.8	102.9	92.1	-8.8	-10.4

Source: Nepal Stock Exchange Ltd.

Major indicators of secondary market also decreased in Q3 of FY 2017/18 in comparison to Q3 of FY 2016/17. During the third quarter of FY 2017/18, supply of listed securities increased significantly by 25.4 percent. However, number of listed companies decreased by 6.67 percent during review period. Quarterly turnover of securities in Q3 of FY 2017/18 was Rs. 22 billion, a decrease of 53.03 percent, as compared to the corresponding period of Fiscal Year 2016/17. During the review period, average daily turnover also decreased by 50.27 percent to Rs. 0.4 billion from Rs. 0.79 billion. Number of transaction was also decreased by 22.89 percent in the review period.

NEPSE index, major index of secondary market, was at 1277.5 points at the end of third quarter of FY 2017/18, a decrease of 24.72 percent as compared to the same period of previous fiscal year. Similarly, NEPSE float index also declined to 92.1 points. During the review period, market capitalisation decreased by 23.24 percent. Similarly, float market capitalisation was also decreased by 26.13 percent. Turnover to market capitalisation ratio, an indicator of liquidity of secondary market, decreased significantly by 38.82 percent. During the review period, annualised turnover to market capitalisation ratio stood at 5.88 percent which was 9.6 percent in Q2 of FY 2016/17. The summary of secondary market indicators of Q2 of previous three fiscal years is presented in Table 10.

Table 10
Secondary Market Indicators
(Third Quarter of Last Three Fiscal Years)

SN	Indicators	Unit	Fiscal Year			Percentage Change	
			2015/16	2016/17	2017/18	2016/17	2017/18
1	No. of Listed Companies	Number	231	210	196	-9.09	-6.67
2	No. of listed Securities	Million	1961.1	2767.6	3470.7	41.12	25.40
3	Turnover	Rs in billion	34.42	46.84	22.0	36.08	-53.03
4	Average Daily Turnover	Rs in billion	0.61	0.79	0.4	29.51	-50.27
5	Trading Days	Days	56	59	56.0	5.36	-5.08
6	No. of Scripts Traded	Number	164	175	201.0	6.71	14.86
7	No. of Securities Traded	Million	65.96	118.65	59.4	79.88	-49.94
8	No. of Transaction	Number	162,778	355,909	274444.0	118.65	-22.89
9	Total Paid up value of Listed Shares	Rs in billion	257.58	269.75	339.3	4.72	25.78
10	Market Capitalization	Rs in billion	1496.56	1,951.15	1497.8	30.38	-23.24
11	Float Market Capitalization	Rs in billion	493.43	683.73	505.1	38.57	-26.13
12	Turnover/Market Capitalization	Percentage	9.20	9.60	5.88	4.38	-38.82
13	Turnover/Float Market Capitalization	Percentage	27.90	27.40	17.42	-1.79	-36.41
14	Market Capitalization/ GDP	Percentage	70.26	86.82	57.62	23.57	-33.62
15	Float Market Capitalization/ GDP	Percentage	23.16	30.42	19.43	31.34	-36.13
16	NEPSE Index	Points	1388.63	1697.13	1277.5	22.22	-24.72
17	NEPSE Sensitive Index	Points	299.92	367.52	272.5	22.54	-25.87
18	NEPSE Float Index	Points	99.69	127.31	92.1	27.71	-27.64

Source: Nepal Stock Exchange Ltd.

On YoY review of secondary market in FY 2017/18, market displayed fall in terms of turnover, capitalisation and market indices, etc. At the end of first nine month of FY 2017/18, NEPSE index reached to 1277.5 points, decrease of 24.72 percent as against 1697.13 points at the end of corresponding period of FY 2016/17. NEPSE float index, also, followed the same trend as NEPSE float index decreased to 92.1 points, decrease of 27.64 percent against 127.31 points at the end of first nine month of FY 2016/17. During the review period, market capitalisation was Rs. 1497.8 billion, a decrease of 23.24 percent with comparison to corresponding period of previous fiscal year. Turnover to float market capitalisation ratio was 36.41 percent though turnover to market capitalisation was just at 5.88 percent. The detail of secondary market during the first nine months of last three fiscal years is presented in Table 11.

Table 11
Secondary Market Indicators
(Based on First Nine Months)

SN	Indicators	Unit	Fiscal Year			Percentage Change	
			2015/16	2016/17	2017/18	2016/17	2017/18
1	No. of Listed Companies	Number	231	210	196	-9.09	-6.67
2	No. of listed Securities	Million	1961.1	2767.5	3470.7	41.12	25.41
3	Turnover	Rs in billion	84.58	161.85	94.4	91.36	-41.67
4	Average Daily Turnover	Rs in billion	0.50	0.94	1.30	88.00	38.30
5	Trading Days	Days	169	172	169	1.78	-1.74
6	No. of Scripts Traded	Number	259	248	251	-4.25	1.21
7	No. of Securities Traded	Million	163.25	310.75	225.8	90.35	-27.34
8	No. of Transaction	Number	501,296	987,355	978,485	96.96	-0.90
9	Total Paid up value of Listed Shares	Rs in billion	189.59	269.75	339.3	42.28	25.78
10	Market Capitalization	Rs in billion	1496.56	1,951.15	1,497.80	30.38	-23.24
11	Float Market Capitalization	Rs in billion	493.43	683.73	505.1	38.57	-26.13
12	Turnover/Market Capitalization	Percentage	7.54	11.06	8.40	46.77	-24.02
13	Turnover/Float Market Capitalization	Percentage	22.85	31.56	24.92	38.10	-21.04
14	Market Capitalization/ GDP	Percentage	70.26	86.82	57.62	23.57	-33.62
15	Float Market Capitalization/ GDP	Percentage	23.16	30.42	19.43	31.34	-36.13
16	NEPSE Index	Points	1388.63	1697.13	1277.55	22.22	-24.72
17	NEPSE Sensitive Index	Points	299.92	367.52	272.45	22.54	-25.87
18	NEPSE Float Index	Points	99.69	127.31	92.12	27.71	-27.64

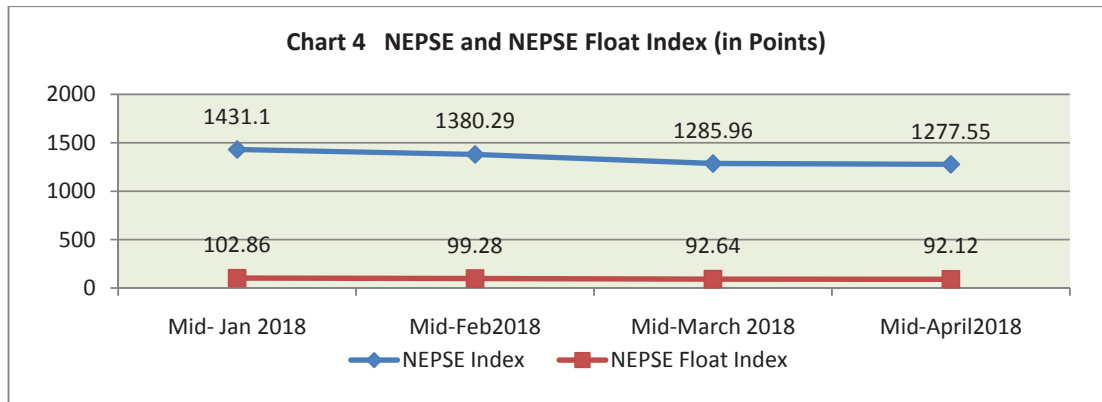
Source: Nepal Stock Exchange Ltd.

3.2.1 NEPSE Index

NEPSE index and other indices decreased in Mid-April of FY 2017/18 in comparison to previous month. However, these indices were decreased by almost 6 percent in mid- March as compared to previous month. The month end data of NEPSE index and other indices in Q3 of Fiscal Year 2017/18 is presented in Table 12 and in Chart 4.

SN	Indices	Q2 of FY 2017/18	Mid-Feb 2018	Mid-March 2018	Mid-April 2018
1	NEPSE Index	1431.1	1380.29	1285.96	1277.55
2	NEPSE Sensitive Index	302.2	292.07	273.73	273.73
3	NEPSE Float Index	102.86	99.28	92.64	92.12
4	NEPSE Sensitive Float Index	91.83	88.8	83.27	82.83

Source: Nepal Stock Exchange Ltd.



As we look over the sectorial indices of secondary market, indices of most of the sector decreased except micro finance, hotels, manufacturing and processing, trading and others in Mid-April, 2018 with comparison to Mid-march, 2018. However, in Mid- March, 2018, all sectorial indices were decreased as compared to mid- Feb 2018. The highest fall (2.7 percent) was seen in hotel sector, followed by hydropower (2.65 percent) in Mid-April, 2018 as compared to previous month whereas rest sectors' index was marginally up. The MoM movement of sectorial indices of NEPSE in three months of Q2 of FY 2017/18 and comparison of review period with previous quarter is presented in Table 13.

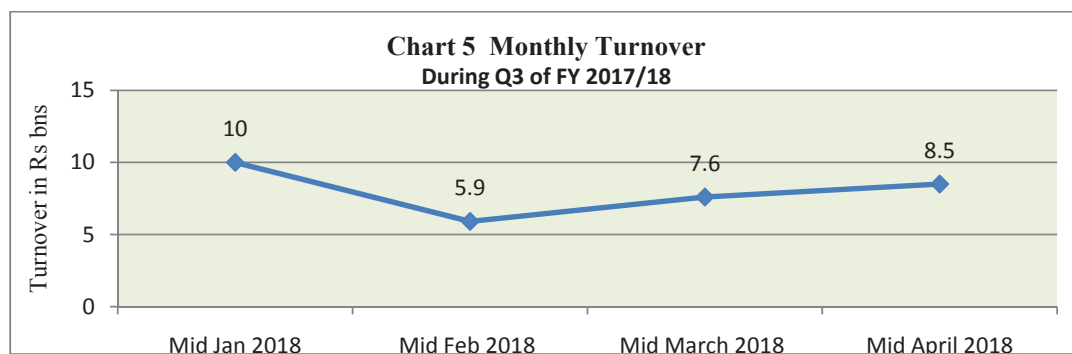
Table 13
Sectorial Indices of NEPSE

SN	Indicators	Q2 of FY 2017/18	Q3 of FY 2017/18			Percentage Change	
			Mid-Feb	Mid-March	Mid-April	Mid-March	Mid- April
1	Banking	1236.15	1205.38	1142.84	1134.0	-5.19	-0.77
2	Development Bank	1594.03	1570.61	1504.78	1492.18	-4.19	-0.84
3	Finance	725.98	703	666.63	648.6	-5.17	-2.70
4	Micro-finance	1715.67	1642.28	1466.26	1477.84	-10.72	0.79
5	Hotels	2126.59	2071.17	1844.54	1859.99	-10.94	0.84
6	Hydro Power	1976.48	1756.13	1553.02	1511.87	-11.57	-2.65
7	Insurance	7359.84	6953.17	6237.09	6161.08	-10.30	-1.22
8	Manufacturing and Processing	2458.29	2430.26	2252.63	2264.28	-7.31	0.52
9	Trading	192.4	216.71	208.43	209.36	-3.82	0.45
10	Others	786.73	757.66	708.76	713.69	-6.45	0.70

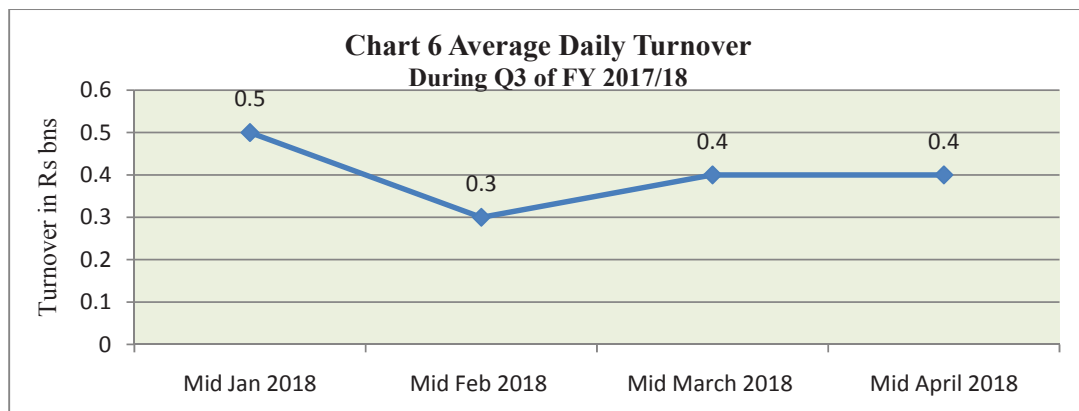
Sources: Nepal Stock Exchange Ltd.

3.2.2 Market Turnover

Market turnover is the trading volume of listed securities of secondary market. The increasing turnover indicates the high liquidity of securities. Market turnover was Rs. 22 billion in Q3 of FY 2017/18, a decrease of 27.8 percent in comparison to turnover of Rs. 30.5 billion on previous quarter (Q2 of FY 2017/18). Nevertheless, the monthly turnover in three months of the review quarter is in the uptrend. It was Rs. 5.92 billion in first month, Rs. 7.58 billion and Rs. 8.50 billion in second and third month of the third quarter. The monthly turnover of Q3 of FY 2017/18 is depicted in chart 5.



On QoQ basis, average daily turnover of Q3 of FY 2017/18 decreased by 26.5 percent and reached to Rs. 0.4 billion in comparison with Rs. 0.5 billion average daily turnover of previous quarter. Despite downfall in turnover in this quarter, the MoM turnover showed marginal increase during the quarter. The trend of average daily turnover during each month of first quarter of Fiscal Year 2017/18 is depicted in chart 6.



3.2.3 Sectorwise Turnover

Turnover of secondary market consists of trading ordinary shares, preferred stocks, promoter shares of different listed companies representing from 10 sectors and mutual fund units as well. Among them, commercial bank occupied the highest 40.75 percent, followed by Insurance 21.87 percent and hydropower 7.89 percent in third quarter of Fiscal Year 2017/18. The detail of sectorwise turnover is presented in Table 14 and overview of sectorwise representation in turnover is depicted in Chart 7.

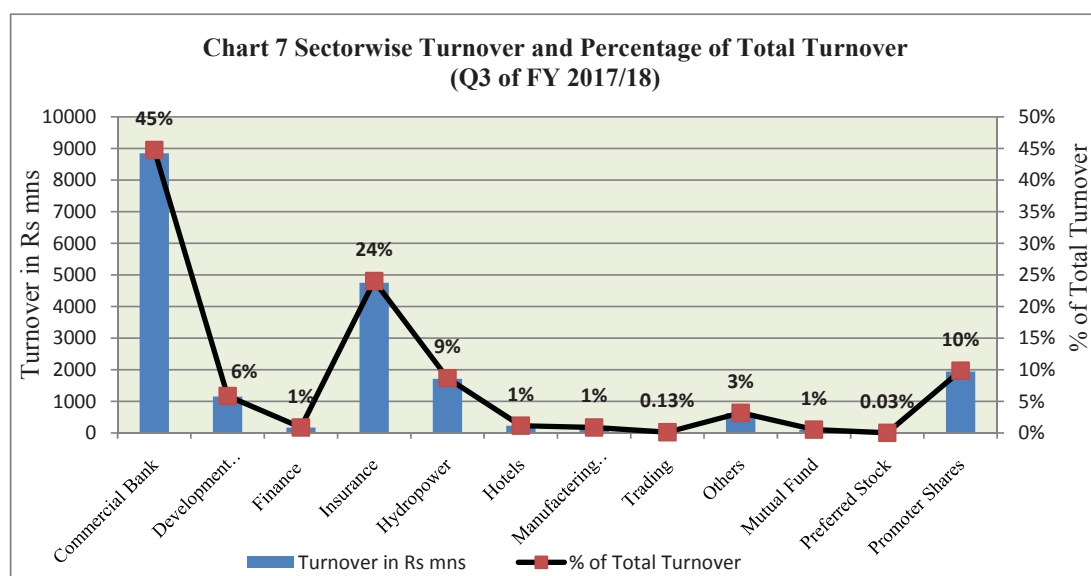
**Table-14
Sectorwise Turnover
(Three months of Q3, FY 2017/18)**

Amount in Rs Million

SN	Sectors	Mid-Feb	Mid-March	Mid-April	Total Amount	Proportion
1	Commercial Banks	2,411.20	3,141.40	3,297.60	8,850.20	40.75%
2	Development Bank	268.40	439.10	448.90	1,156.40	4.09%
3	Finance	47.60	58.00	68.20	173.80	0.80%
4	Micro-Finance	583.10	703.30	937.50	2,223.90	10.24%
5	Insurance	985.80	1,648.90	2,116.00	4,750.70	21.87%
6	Hydro Power	850.10	328.10	534.80	1,713.00	7.89%

SN	Sectors	Mid-Feb	Mid-March	Mid-April	Total Amount	Proportion
7	Hotels	67.60	65.20	96.40	229.20	1.06%
8	Manufacturing And Processing	38.90	52.40	83.60	174.90	0.81%
9	Trading	18.40	2.80	5.00	26.20	0.12%
10	Others	145.60	211.10	276.10	632.80	2.91%
11	Mutual Fund	22.10	23.80	59.00	104.90	0.48%
12	Preferred Stock	0.50	0.50	4.30	5.30	0.02%
13	Promoter Share	477.90	901.40	567.60	1,946.90	8.96%
Total		5,917.20	7,576.00	8,495.00	21,988.20	100%

Source: Nepal Stock Exchange Ltd.



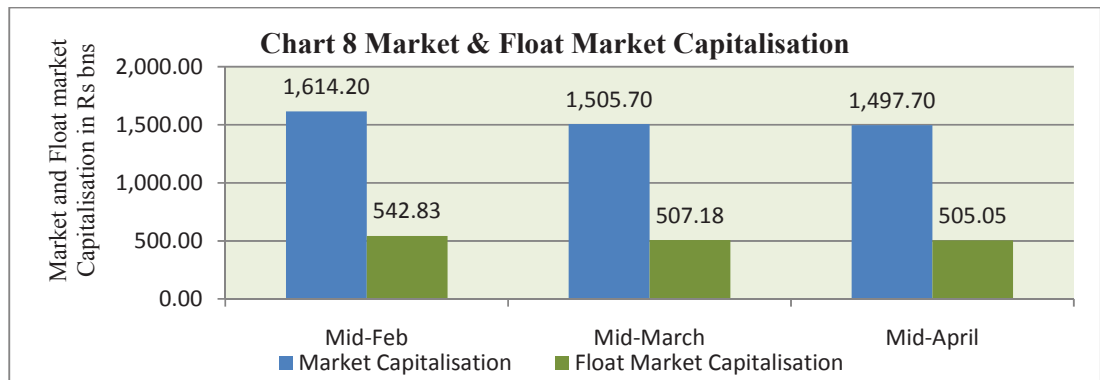
3.2.4 Market Capitalisation

Market capitalisation gives insight of market valuation of securities listed on stock exchange. On QoQ basis, market capitalisation decreased by 10.4 percent and reached to the level of Rs. 1497.8 billion, as against to the end of Q2 of Fiscal Year 2017/18. Similarly, on MoM Basis, this capitalisation decreased by 0.52 percent as against to Rs. 1314.37 billion in Mid-March 2017. Market capitalisation to GDP was 57.6 percent in Mid-April which was 86.82 percent in the same period of FY 2016/17.

Float market capitalisation is the market capitalisation of tradable shares of listed companies.

On QoQ basis, it is marginally decreased by 10.1 percent in third quarter of Fiscal Year 2017/ 18 and reached to Rs. 505.1 billion as against of Rs. 561.5 billion at the end of second quarter of Fiscal Year 2017/18.

On MoM basis, this capitalisation is marginally decreased by 0.52 percent in Mid-April with comparison to that of Mid-March 2018. This capitalisation was Rs. 505.05 billion in Mid-April, 2018. The ratio of float market capitalisation to GDP remained 19.4 percent at the end of Q3 of FY 2017/18 which was 30.42 percent in corresponding period of previous FY 2016/17. The market capitalisation and float market capitalisation of each month during Q3 of Fiscal Year are depicted in Chart 8.



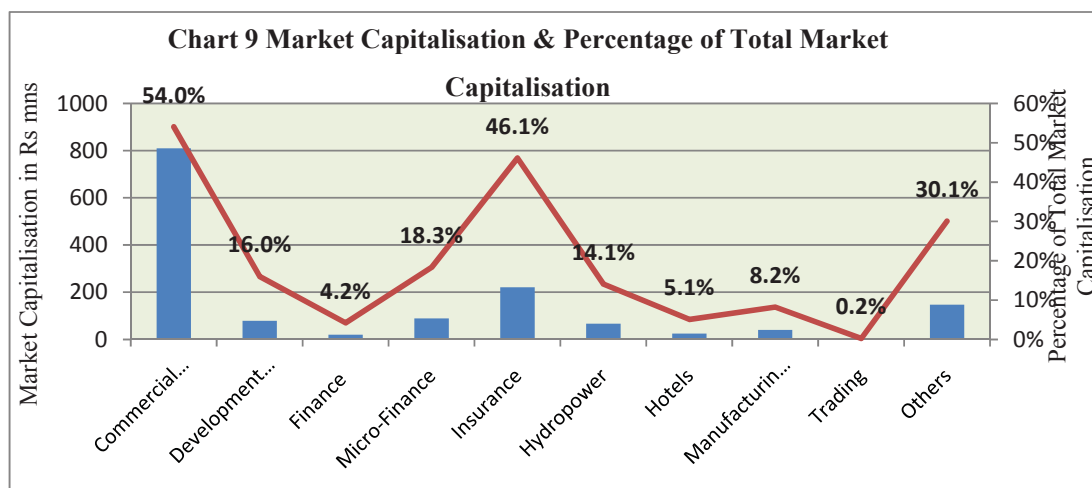
3.2.5 Sectorwise Market Capitalisation

During Q3 of Fiscal Year 2017/18, commercial bank occupied the highest portion (54 percent) of total market capitalisation, followed by Insurance (46 percent), and followed by others (30.10 percent). The least portion (0.2 percent) of total market capitalisation was occupied by trading sector. Sectorwise market capitalisation and percent of total market capitalisation is presented in Table 15 and depicted in Chart 9.

S.N.	Sectors	Q3 of Fiscal Year 2017/18 (In Rs. billion)		
		Mid-Feb	Mid-March	Mid-April
1	Commercial Banks	860.50	815.9	809.5
2	Development Banks	82	79.2	78.6
3	Finance	21.9	20.8	20.2
4	Micro-Finance	97.8	87.5	88.6
5	Insurance	247.2	222.7	220.9

S.N.	Sectors	Q3 of Fiscal Year 2017/18 (In Rs. billion)		
		Mid-Feb	Mid-March	Mid-April
6	Hydropower	76.5	67.6	66.5
7	Hotels	27.4	24.4	24.6
8	Manufacturing and Processing	43.1	40	40.2
9	Trading	1.3	1.2	1.2
10	Others	156.5	146.4	147.4
Total		1,614.20	1,505.70	1,497.70

Source: Nepal Stock Exchange Ltd.



4. OTC Market

SEBON, exercising the power as per Section 117 of Securities Related Act, 2006, approved OTC Market Byelaws, 2008 under the Rule 23 of Stock Exchange Regulations, 2008 and NEPSE implemented the same on June 4, 2008. Then after, this market was almost passive with transactions of very few companies including shares of Nepal Bank Limited at the very beginning. SEBON informed Office of the Company Registrar that the shares of unlisted and delisted securities of public limited companies can be traded on OTC market and also directed NEPSE to operate OTC market effectively. As a result, OTC market operation was regularised after a notice related to transaction of shares of unlisted, delisted and those public limited companies ineligible for listing on OTC market was published. In the review period a total of 12,919,331 shares of different companies were traded on OTC market in Fiscal Year 2015/16. Similarly, a total of 8,059,029 shares of 41 companies from different sectors were traded with total value of Rs. 862,556,982.00 in first nine months of Fiscal Year 2017/18.

5. Mutual Funds' Net Assets Value

On QoQ basis, performance of mutual fund was not satisfactory in Q3 of Fiscal Year 2017/18 as compared to previous quarter of same fiscal year. Nevertheless, NAV of most of the mutual fund scheme rose modestly in mid-April of FY 2017/18 in comparison to previous month.

The major investment of mutual fund scheme is securities market and the situation of securities market affects the NAV of mutual fund. Siddhartha Investment Growth Scheme -1(SIGS 1), a close-end mutual fund of Siddhartha Capital Ltd, matured on Dec 24, 2017. The NAV of SIGS-1 at that date was Rs 21.08. Similarly, Nabil Balance Fund-1, a close-end fund of Nabil Investment Banking Limited, matured at 12th April 2018. The NAV of this fund at mid-march 2018 was Rs. 17.80.

Citizen Mutual Fund, a close-end fund of CBIL capital Ltd. was listed on NEPSE on 13 Feb 2018. Similarly NIC Asia Growth Fund, a close end fund of NIC Asia Capital also listed on the same date. The number of mutual fund scheme reached to 13 by Q2 of this fiscal year. The NAV report of mutual fund schemes of each month of Q2 of FY 2017/18 is presented in Table 16.

SN	Name of Mutual Funds Schemes	End of Q2 of FY 2017/18	Q3 of FY 2017/18			% Change		Q2-Q3
			Mid-Feb	Mid-March	Mid-April	Mid-March	Mid-April	
1	Siddhartha Equity Oriented Scheme (SEOS)	12.68	12.26	11.56	11.53	-5.7	-0.3	-9.1
2	Siddhartha Equity Fund	10.01	10	9.97	9.98	-0.3	0.1	-0.3
3	Nabil Balance Fund -1	18.36	18.03	17.8	matured	-1.3	-	-
4	Nabil Equity Fund	9.38	9.08	8.66	8.69	-4.6	0.3	-7.4
5	NMB Sulav Investment Fund -1	14.01	13.67	13.17	13.26	-3.7	0.7	-5.4
6	NMB Hybrid Fund L-1	10.46	10.34	10.2	10.32	-1.4	1.2	-1.3
7	Global IME Samunnat Scheme -1	9.64	9.38	8.82	8.79	-6.0	-0.3	-8.8
8	NIBL Samridhi Fund -1	12.61	12.2	11.59	11.53	-5.0	-0.5	-8.6
9	NIBL Pragati Fund -1	9.16	8.73	8.15	8.13	-6.6	-0.2	-11.2
10	Laxmi Value Fund -1	11.44	11.21	10.87	10.88	-3.0	0.1	-4.9
11	Laxmi Equity Fund	9.18	9.15	8.81	8.82	-3.7	0.1	-3.9
12	Sanima Equity Fund	9.96	9.96	9.88	9.93	-0.8	0.5	-0.3
13	Citizen Mutual Fund	-	-	-	10.06	-	-	-
14	NIC Asia Growth Fund	-	-	-	9.99	-	-	-

Source: Fund Manager of respective mutual fund schemes

6. Reform and Development in Securities Markets

The securities market reform and development initiative taken by SEBON during third quarter of Fiscal Year 2017/2018 are briefly stated as under:

a. Major Reforms

- I. **KYC Form Upgradation:** With the effective implementation of Securities related provisions and Anti Money Laundering Act, SEBON worked out to make Securities Market more transparent and efficient. The KYC detailed form which is going to be implemented from May 2018, is more upgraded and elaborated to reduce the risk associated in the capital market. Upgraded KYC form consists of name of family members, occupation, customers address and map, involvement in the investment company, if any fulfilling the conditions of Anti-Money Laundering Act while buying securities, detail information about registration in the case of company, detail information of three generations of the first and second focal person of the company.
- II. **Direction Given to ASBA Members for Effective Implementation of C-ASBA System:** To make the primary market technology friendly, well managed, efficient "Central Electronic Service Related Directives 2018" was implemented from 23 January 2018 as reported and noticed by CDS and Clearing Ltd. With this Board order for the complementary implementation of C-ASBA system by giving the time period of one months for circulating the information through CDS. More than 63 Banks and Financial institutions with more than 2500 branches are implementing the ASBA as approved by SEBON all over Nepal requires time for infrastructure development, system operation training as well as investors requires C-ASBA registration number. The practical aspects related to grievances of investors, ASBA members & related stakeholders was prioritised. Board issued an order for effective implementation of C-ASBA. With this, the public issue of one of the Microfinance was allotted within two days proving successful implementation of C-ASBA.
- III. **Issue of Directive Related to Corporate Governance of Listed Companies, 2018:** SEBON issued Directives about Corporate Governance of Listed Companies, 2018 dated on February 8, 2018. This will come on effect from 2075 Shrawan. This directive includes disclosures of information of listed companies, Board members, manager's guideline, not to perform the task against the benefit of the company, risk management of company, internal audit, organizational structure, employee related provisions, company's accounting system and auditing, task not to be done by Company.
- IV. **Recruitment of New Staffs:** To increase institutional capacity of SEBON, according to the constitutional provision with the involvement of Public Service

Commission, new employees has been permanently recruited officer and Assistant level employees. SEBON conducted three days training from Jan 31 to Feb 2, 2018 to train about the objective of the Board, roles, responsibilities and power, organisational structure, work progress, securities Market & Commodities Derivative, Key aspects of market, Regulation and Supervision, laws related to securities market, Importance of investors education and training, secondary market, central depository system and technical aspects, research in the securities market etc.

V. **Issue of Directive about Anti Money Laundering:** To prevent the financial investment in money laundering and terrorism activities, SEBON issued "Anti Money Laundering and Counter Terrorism Financing Directive 2018" by replacing the "Anti-Money Laundering and Counter Terrorism Financing Directiv, 2011" on 12th April 2018. Major provisions related to Anti money laundering and Terrorism directives, 2018 are as follows:

- Reporting entities should follow the laws and code of conduct while operating business,
- They should facilitate the regulator for the proper implementation of laws and investigation in case of misconduct, This can be done by preparing internal policy, internal control and training employees, implement the KYC policy and keep the record of risky transactions,
- Reporting entities shouldn't open the duplicate and imaginary accounts and such accounts should be immediately closed,
- Customers should be identified with detail legal documents and proper human resource should be assigned to verify these documents,
- Risk based system for the identification of customer should be practiced and
- Institutions must verify where large sum of money originated and monitor suspicious activities and report cash transactions exceeding Rs 10 lakhs in a day.

VI. **Restriction on Issue of Non-registered Securities:** Securities Related Act 2063 has provisioned for registration of securities of the corporate at SEBON before going to public. Despite this legal provision, some hydropower companies had publicly informed to invest in the shares without being registered in the board. Alerting these activities as illegal, SEBON publicly informed to register their securities before going to public. SEBON also made aware the investors about the risk associated with the investment in such securities.

VII. Direction Given to Stock Broker for Placing Buy and Sell Order Through Internet: SEBON directed to provision to place buying and selling order through internet from 15th April 2018 to make ordering process simple, transparent, effective and investor friendly too. Interested investors are allowed to place their order through internet due to such provision.

7. Demat Account and Dematerlisation Trends

Demat Account is the account on which securities like share, bond, preferred stock, mutual fund etc. are deposited in electronic or dematerlised form. After the implementation of Central Depository Service Regulations, 2010, depository participants commenced the operation of demat account opening from fiscal year 2012/13. A Total of 256 demat accounts were opened and 6,561 securities were dematerialised in that fiscal year. After the implementation of full-fledged dematerialised trading system from Mid-January 2016, the number of demat account and dematerialised securities increased significantly. SEBON made it mandatory to have demat account for IPO application from Mid-July 2016 for Kathmandu valley and from Mid-January 2017 all over the country. At present, allotted shares of primary issues, right shares and bonus shares are being deposited in respective demat account of investors.

The number of demat accounts reached 1,233,248 at the end of Q3 of FY 2017/18 which was an increase of 18.85 percent in comparison to previous quarter of same fiscal year. A total of 195,379 demat accounts were opened during Q3 of Fiscal Year 2017/18, The detail of dematerlisation in past three quarters of current fiscal years is depicted in Table 17.

SN	Particulars	Q1	Q2	Q3
1	Demat Account	969,433	1,037,869	1,233,248
2	Ordinary Shares	976,994,536	1,015,564,045	1,056,720,396
3	Convertible Preferred Stock	408,770	572,227	577,272
4	Promoter Share	863,363,963	935,532,352	963,270,681
5	Mutual Fund Unit	881,718,647	1,048,665,374	1,319,603,043
<i>Source: CDS & Clearing Limited</i>				

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