



AT CAPITAL DAILY MARKET UPDATE – October 3, 2017

Overview:

DSEX was closed at 6133.2, up by 40.3 points. Total turnover was worth BDT 8.01 bn. Prices of 155 issues were increased whereas that of 133 issues were declined, and the price of the rests were remained unchanged.

| TOP 10 GAINERS | | | TOP 10 LOSERS | | |
|----------------|--------|---------|---------------|--------|---------|
| TRADING CODE | CLOSEP | %CHANGE | TRADING CODE | CLOSEP | %CHANGE |
| FASFIN | 18.7 | + 3.3% | BIFC | 10.9 | (2.7%) |
| ILFSL | 21.5 | + 2.9% | UNIONCAP | 21.2 | (0.9%) |
| PHOENIXFIN | 33.5 | + 2.8% | PRIMEFIN | 13.4 | (0.7%) |
| UTTARAFIN | 70.9 | + 2.3% | FIRSTFIN | 14.0 | (0.7%) |
| FAREASTFIN | 13 | + 1.6% | BAYLEASING | 26.5 | (0.4%) |
| UNITEDFIN | 22.9 | + 1.3% | GSPFINANCE | 28.5 | (0.3%) |
| LANKABAFIN | 61.2 | + 1.3% | ICB | 178.9 | (0.1%) |
| IPDC | 44.8 | + 0.7% | PLFSL | 14.2 | + 0.0% |
| PREMIERLEA | 17.4 | + 0.6% | DBH | 126.8 | + 0.2% |
| BDFINANCE | 19.8 | + 0.5% | NHFIL | 51.0 | + 0.2% |

Index Movements:

| INDEX | VALUE | DAY CH(%) | MTD(%) | YTD(%) |
|-------|---------|-----------|--------|---------|
| DSEX | 6,133.2 | + 0.7% | + 0.7% | + 21.8% |
| DSES | 1,341.5 | + 0.5% | + 0.5% | + 12.6% |
| DS30 | 2,181.7 | + 0.2% | + 0.2% | + 20.5% |

| MARKET STAT | | TODAY | LAST DAY | CHANGE(%) |
|---------------------|-----------|-------------|-------------|-----------|
| MARKET CAP (Equity) | BDT MM | 3,465,045.7 | 3,440,940.1 | + 0.7% |
| | USD MM | 43,313.1 | 43,011.8 | + 0.7% |
| TURNOVER | BDT MM | 8,012.4 | 9,258.9 | (13.5%) |
| | USD MM | 100.2 | 115.7 | (13.5%) |
| VOLUME | MM SHARES | 287.8 | 314.2 | (8.4%) |

Market commentary:

Market recovered strongly, embarking on the non-FIs. After a massive correction yesterday, non-FI scrips took the charge today, pushing the broad index into green zone. DSEX, the broad index, was headed towards upwards as soon as the opening bell was rang, gaining ~35.0 points in the first trading hour. Since then, DSEX remained sideways till the end of the session. Market closed the session at 6,133.2, up by 40.3 points.

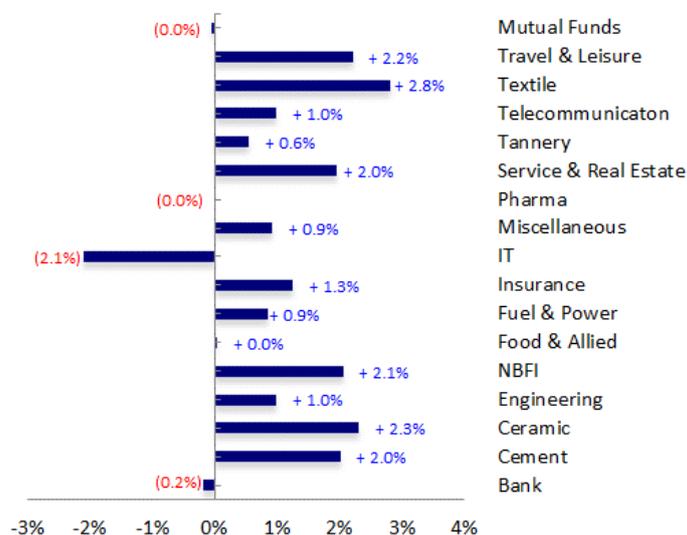
Both losers and gainers were equally dominant today - Losers to Gainers ratio was almost 1 to 1.

Turnover decreased by 13.5% to BDT 8.01 bn. Bank sector dominated the turnover chart - the sector accounted for 50.5% of total turnover, followed by NBFI (10.6%) and, Textile (8.2%) sector.

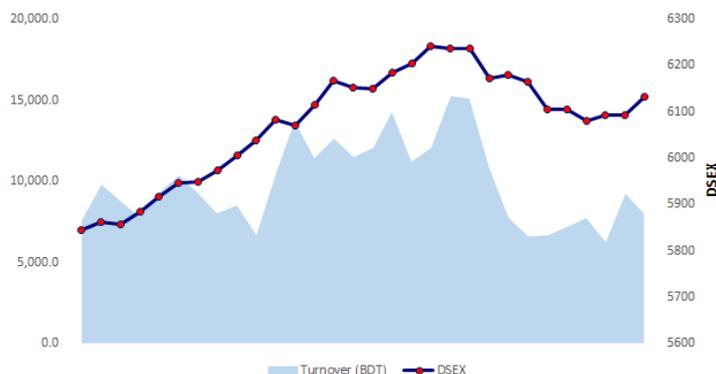
Most of the prominent sectors, except Bank, Food & Allied, and Fuel & Power, outperformed the market today.

EXIMBANK topped the turnover chart today with the turnover of BDT 382mn - the stock gained 1.6%.

Sector Movement in DSE (Oct 03 - Oct 02)



Last 1 Month DSEX





News:

Exports to India fail to pick up

Exports to India are not picking up despite a host of positive initiatives by both the countries. “We are struggling to cross the \$1 billion-mark on export to India although India is one of the high potential markets for Bangladesh,” said Abdul Matlub Ahmad, former president of the Federation of Bangladesh Chambers of Commerce and Industry. In fiscal 2016-17, Bangladesh's exports to India stood at \$672.40 million, according to data from the Export Promotion Bureau. Bangladesh will now endeavour to hit the milestone within the next two to three years, he said. The exports have not been increasing mainly for two reasons -- a lack of diversity in Bangladeshi goods and non-tariff barriers in India, according to Ahmad, also a former president of the India-Bangladesh Chamber of Commerce and Industry. Goods cannot enter freely into the Indian market from Bangladesh for having non-tariff barriers like mandatory testing and poor banking system along the bordering areas. On the other hand, Bangladesh has very few products in its export basket, he said. “Only garment products, jute and jute goods are exported to India from Bangladesh.” Subsequently, he urged the government to launch strong lobbying efforts with the Indian government for removing the anti-dumping duty of \$19-\$352 a tonne imposed on January 5 this year on jute and jute good exports. Although India allows duty-free access to all Bangladeshi items save for some alcoholic beverages, the Indian government imposed a countervailing duty of 12.50 percent on the import of Bangladeshi apparel items. As a result, Bangladesh's garment exports to India are not increasing.

<http://www.thedailystar.net/business/exports-india-fail-pick-1470901>

Remittance slumps to 7-year low

Remittance dropped to a seven-year low in September, much to the concern of the government. Last month, migrant workers sent home \$853.73 million, down 19.20 percent year-on-year, according to data from the Bangladesh Bank. The main reason for the slump is that the economic scenario in the Middle East, which hosts the majority of the migrant workers from Bangladesh, is yet to improve despite the slight pick-up in oil price in recent months. Global oil price slump is a major reason for the downward trend in remittance inflow, said AB Mirza Azizul Islam, a former advisor to a caretaker government. “The price of petroleum products is yet to reach a satisfactory level to boost the business situation in the Middle East countries.” The political situation in the European countries is not favourable either, which have also hit the country's inflow of remittance, he added. Besides, many expatriate Bangladeshis have opted to send money home through illegal channels like hundi, which deflated the official remittance figure, said a BB official. “The post-Eid hangover was another cause for the low inflow of remittance.” Remittance was relatively higher in the first two months of the fiscal year as migrant workers sent money home for Eid-ul-Azha. Remittance inflow in fiscal 2016-17 was the lowest in six years -- a development that can be viewed as a dark cloud over an otherwise buoyant economy. Migrant workers sent home \$12.77 billion last fiscal year, down 14.47 percent year-on-year.

<http://www.thedailystar.net/business/remittance-slumps-7-year-low-1470883>