



AT CAPITAL DAILY MARKET UPDATE – June 08, 2017

Overview:

The DSEX closed at 5,475.7 points, down by 14.1 points. Total turnover was worth BDT 5.17 bn. Prices of 114 issues were increased whereas that of 156 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
STANDARINS	22.9	+ 11.2%	EASTERNINS	29.1	(5.2%)
MEGHNAPET	9.5	+ 4.4%	CENTRALINS	20.8	(4.6%)
AAMRATECH	38	+ 4.1%	PHENIXINS	24.9	(3.9%)
AIBL1STIMF	8	+ 3.9%	BXSYNTH	8.0	(3.6%)
LEGACYFOOT	22.9	+ 3.6%	PROVATIINS	17.3	(3.4%)
BDWELDING	16	+ 3.2%	CNATEX	8.9	(3.3%)
SAMATALETH	27.3	+ 3.0%	RELIANCINS	46.1	(3.2%)
CMCKAMAL	27.3	+ 3.0%	PRAGATIINS	28.0	(3.1%)
PTL	35.7	+ 2.9%	TAKAFULINS	19.4	(3.0%)
MEGCONMILK	11	+ 2.8%	SHYAMPSUG	23.5	(2.5%)

Index Movements:

INDEX	VALUE	DAY CH(%)	MTD(%)	YTD(%)
DSEX	5,475.7	(0.3%)	(0.3%)	+ 8.7%
DSES	1,268.3	(0.3%)	(0.3%)	+ 6.4%
DS30	2,037.0	(0.3%)	(0.3%)	+ 12.5%

MARKET STAT		TODAY	LAST DAY	CHANGE(%)
MARKET CAP (Equity)	BDT MM	3,109,937.4	3,119,065.0	(0.3%)
	USD MM	39,667.6	39,784.0	(0.3%)
TURNOVER	BDT MM	5,171.2	5,673.4	(8.9%)
	USD MM	66.0	72.4	(8.9%)
VOLUME	MM SHARES	140.3	161.2	(12.9%)

Market commentary:

Downtrend continued for another session. DSEX, the broad index, fell steadily in the first half of the session, shedding ~30.0 points. In the second half of the session, DSEX recovered partially at the end of the trading session. Market closed the session at 5,475.7, down by 14.1 points.

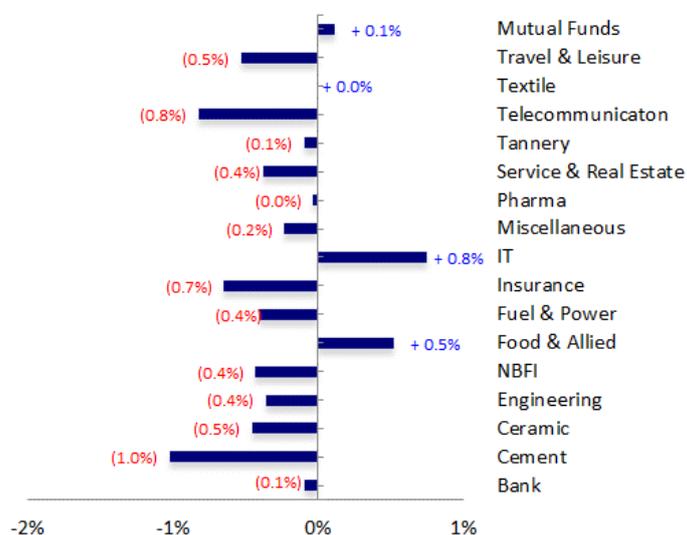
Losers bolstered the base today from the gainers – the ratio was 1.4:1.

Turnover decreased by 8.9% to BDT 5.17 bn. Textile sector dominated the turnover chart - the sector accounted for 21.8% of total turnover, followed by Pharma (18.1%) and, Fuel & Power (15.1%) sector

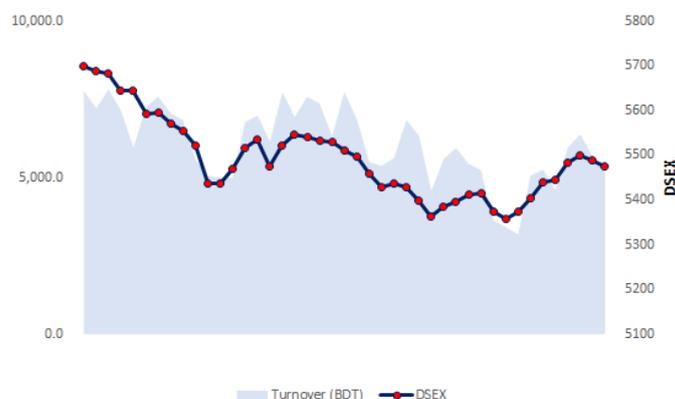
Among prominent sectors, Bank, Food & Allied, Textiles, and Pharma sectors outperformed the market whereas Cement, Telecommunication, and Engineering sectors underperformed the market today.

Beximco Pharmaceuticals topped the turnover chart today with the turnover of BDT 245mn - the stock gained 0.4%.

Sector Movement in DSE (June 08- June 07)



Last 1 Month DSEX





News:

Regulator working on internet price guideline

The telecom regulator is formulating a pricing guideline for internet services as data is not becoming cheaper at the user level despite significant cuts in bandwidth prices. The government reduced the internet bandwidth price to as low as Tk 625 a megabyte last year, which was Tk 72,000 eight years back. Two consultants of the International Telecommunication Union are in Dhaka and working with the telecom regulator and other stakeholders to set the cost modelling benchmark. The ITU is charging Tk 26 lakh for the service. The Bangladesh Telecommunication Regulatory Commission already has cost modelling benchmarks for voice and short message services. "The consultants are working to bring the best practices for cost modelling," said Md Emdad ul Bari, director general for system and services at BTRC. In November last year, the BTRC organised a public hearing where mobile users complained about the higher price of internet. This prompted the telecom watchdog to run the data cost modelling for mobile operators. But it changed its mind yesterday and decided to engage the internet service providers, who have only 5 percent of the internet customers but use up 60 percent of the bandwidth in the country. Currently, there are 6.67 crore internet users in the country, 95 percent of which access internet from their handheld devices. The consultants have already sat with the mobile operators and are due to sit with the internet service providers and nationwide telecommunication transmission network service providers today. The data cost model, which would contain the floor and ceiling prices, will not be ready before September, said a senior BTRC official.

<http://www.thedailystar.net/business/global-business/regulator-working-internet-price-guideline-1417036>

Excess liquidity wanes as credit demand rises

The overall excess liquidity with the commercial banks decreased by nearly 19 per cent or Tk 230 billion in April from a level it was four months ago due to accelerated credit growth particularly in the private sector, officials said. It stood at Tk 1.0 trillion in the last week of April, falling from Tk 1.23 trillion as on December 31 last year, according to latest statistics of Bangladesh Bank (BB). "The amount of excess liquidity has dropped recently mainly due to a higher private sector credit growth," a senior official of the central bank told the FE Wednesday. Lower lending rates might have encouraged the businessmen and individuals to borrow more from the banks to meet their demand for funds, he explained. The weighted average interest rate on lending fell to 9.62 per cent in April from 9.70 per cent in the previous month while the weighted average interest rate on deposits came down to 4.97 per cent from 5.01 per cent. He said consumer credits recently witnessed significant rise due to the lower rates. Another BB official said the government's negative borrowing from the banking system has also contributed in reducing the liquidity in the money market. "Most of the excess liquidity has already been invested in the government-approved securities and BB bills as a risk-free investment," he added. Besides, excess reserve, generally known as excess over daily minimum cash reserve requirement (CRR) with the central bank, came down to Tk 420 billion during the period under review from Tk 450 billion, according to the central banker.

<http://print.thefinancialexpress-bd.com/2017/06/08/174758>