AT CAPITAL DAILY MARKET UPDATE – April 25, 2017

Overview

The DSEX closed at 5,469.5 points, up by 33.8 points. Total turnover was worth BDT 5.00 bn.

Prices of 173 issues were increased whereas that of 105 issues were declined, and the price of the rests were remained unchanged.

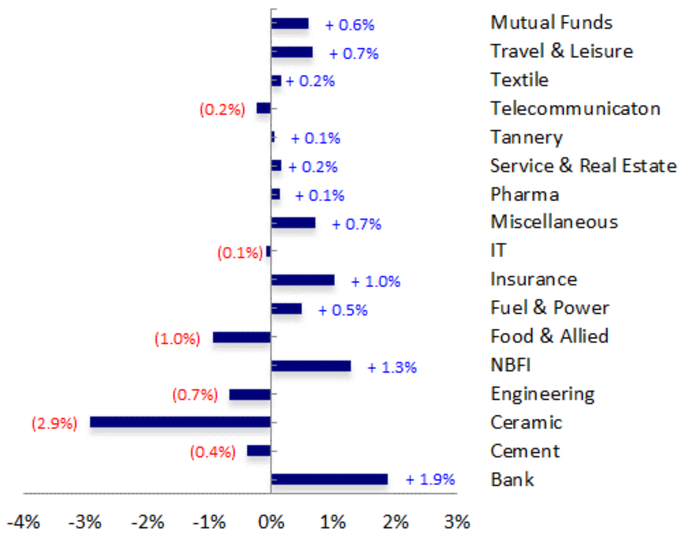
TOP 10 GAINERS			TOP 10 LOSERS		
TRADING CODE	CLOSEP	%CHANGE	TRADING CODE	CLOSEP	%CHANGE
AGRANINS	20.1	+9.8%	SHYAMPSUG	20.2	(7.8%)
CONTININS	20.2	+9.8%	ZEALBANGLA	31.6	(6.5%)
PRIMEINSUR	21.7	+9.0%	TUNGHAI	16.0	(6.4%)
SAVAREFR	70.5	+7.6%	FINEFOODS	26.5	(5.0%)
RNSPIN	22.8	+7.0%	SHEPHERD	38.6	(4.9%)
ISLAMIBANK	31.9	+6.0%	NPOLYMAR	106.5	(4.8%)
UNITEDINS	25	+5.9%	PTL	26.5	(4.3%)
UTTARABANK	25.2	+5.9%	UNIONCAP	24.9	(4.2%)
GLOBALINS	15.8	+5.7%	BSRMSTEEL	91.5	(4.0%)
PREMIERLEA	17	+5.6%	RAKCERAMIC	56.8	(3.9%)

Index Movements:

INDEX	VALUE	DAY CH(%)	MTD(%)	YTD(%)
DSEX	5,469.5	+0.6%	(4.4%)	+8.6%
DSES	1,263.1	+0.3%	(3.1%)	+6.0%
DS30	2,026.4	+0.3%	(3.1%)	+11.9%

MARKET STAT		TODAY	LAST DAY	CHANGE(%)
MARKET CAP (Equity)	BDT MM	3,106,616.2	3,094,724.4	+0.4%
	USD MM	39,625.2	39,473.5	+0.4%
TURNOVER	BDT MM	5,003.9	4,999.3	+0.1%
	USD MM	63.8	63.8	+0.1%
VOLUME	MM SHARES	155.3	155.5	(0.1%)

Sector Movement in DSE (Apr 25 - Apr 24)



Market commentary:

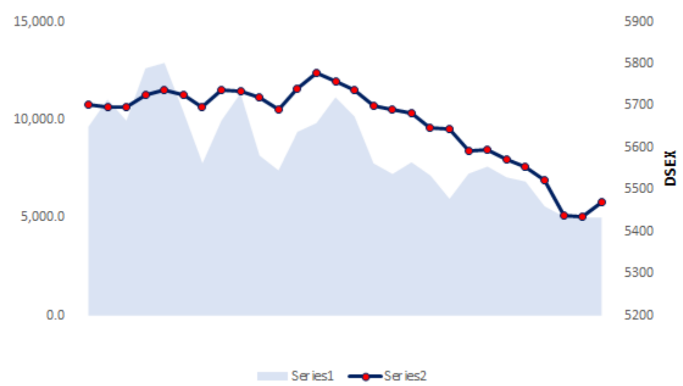
Market bounced back strongly today. The broad index skyrocketed in the first 15 minutes, gaining more than 40 points before experiencing an intra-day correction of 22.0 points. The market, then, headed upward steadily till the end of the session with few volatilities. Market closed the session in green after five consecutive red sessions at 5,469.5, up by 33.8 points.

Turnover increased marginally by 0.1% to BDT 5.00 bn. Bank sector dominated the turnover chart - the sector accounted for 18.9% of total turnover, followed by Fuel & Power (15.1%) and, Textile sector (13.4%).

Except Bank, and NBFI sector, all other prominent sectors underperformed the market today.

United Power topped the turnover chart today with the turnover of BDT 381mn - the stock gained 2.8%.

Last 1 Month DSEX



News:

Chinese companies buy Chevron Bangladesh

US oil giant Chevron Corporation today announced that its wholly-owned subsidiary, Chevron Global Ventures, Ltd., has entered into an agreement to sell the shares of its wholly-owned indirect subsidiaries operating in Bangladesh to a Chinese consortium named Himalaya Energy Co Ltd, said a Chevron press release. Himalaya Energy is owned by China ZhenHua Oil Co and CNIC Corporation Ltd. The financial deal has not been disclosed. Chevron Bangladesh operates Block 12 (Bibiyana Field) and Blocks 13 and 14 (Jalalabad and Moulvibazar fields). Closing of the transaction is subject to the satisfaction of certain closing conditions. Chevron is currently responsible for more than half of country's daily gas production. Whereas the country daily produces around 2600 million feet per day (mmcfd) gas, Chevron provides more than 1400 mmcfd from these three fields. Of them, the Bibiyana field alone provides more than 1100 mmcfd. Besides, Chevron also daily produces around 9000 tonnes of condensate - a liquid fuel by-product found in some gas fields. The remaining gas fields of the country produce around 1500 tonnes of condensate. Chevron's earlier operations -- that includes discovery of the massive Bibiyana field in the late nineties -- were spearheaded by Unocal which was globally acquired by Chevron in 2005. The company invested around $3 billion dollars, while it currently has 538 employees. Chevron operates under two Production Sharing Contracts (PSC) under which it gets a maximum of $3 dollars for per thousand cubic meter of gas -- while Bangladesh gets a proportionally bigger chunk of gas as free share -- making the deals very profitable for the country.

http://www.thedailystar.net/business/chinese-cos-buy-chevron-bangladesh-1395745

Budget deficit may break 5.0pc barrier: Possible bigger revenue shortfall could cause crossing a decade's deficit record, insiders say

Country's budget deficit may cross its record-highest 5.0 per cent in a decade as revenue receipts could fall below the expected level, finance sources predict. People familiar with the developments in the finance division told the FE Sunday this high level shortfall does indicate that borrowings from banks and non-bank sources will rise in the year to June 30. Economists, however, argue that one of the reasons for such widening of yearly budget deficit is the creation of a 'sovereign wealth fund' which initially will be worth US$2.0 billion. The fund is likely to start off in July. The deficit always remains within the bracket of 5.0 per cent of the GDP, excepting in the year 2007 when a natural calamity called super-cyclone Sidr struck the country. In the last fiscal, the deficit was 4.7 per cent. There is a rule of thumb that the budget deficit should remain within 5.0 per cent of the gross domestic product (GDP). The budget deficit up to February of this fiscal stood over Tk 70.37 billion. It was Tk 22.31 billion during the same period in the past fiscal year. Now the government needs Tk 1.07 trillion extra to feed its budget this year against Tk 923.37- billion target. "The aim [of widening the fiscal deficit] is to maintain the momentum of government's priority programmes so that they will not be disrupted [by further budget cuts]," an official at the finance division told the FE. The fact that budget deficit has been increased without any spending cuts means the government remains committed to spending to boost growth at a time of need, even if it did not have enough cash, he noted. "We've to maintain our priority programmes which are linked to the economic growth, so in our calculation it will stand at 5.4 per cent of the GDP," said a senior man at the finance division of the ministry of finance. Further explaining the merit of letting the spending go beyond the means, he said the government continues to spend on the mega-projects as this will push economic growth.

http://www.thefinancialexpress-bd.com/2017/04/25/67995/Budget-deficit-may-break-5.0pc-barrier