



AT CAPITAL DAILY MARKET UPDATE – November 13 2017

Overview:

The DSEX closed at 6,216.6 points, down by 7.2 points. Total turnover was worth BDT 9.03 bn. Prices of 106 issues were increased whereas that of 186 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
PREMIERLEA	18.1	+ 1.1%	ICB	173.5	(3.4%)
BDFINANCE	21.2	+ 1.0%	BIFC	10.6	(2.8%)
PRIMEFIN	11.4	+ 0.0%	FIRSTFIN	12.1	(2.4%)
IDLC	91.5	+ 0.0%	DBH	137.4	(1.9%)
ILFSL	22.3	+ 0.0%	FAREASTFIN	10.4	(1.9%)
LANKABAFIN	64.3	+ 0.0%	NHFIL	46.9	(1.9%)
MIDASFIN	37.9	(0.3%)	FASFIN	20.9	(1.4%)
PHOENIXFIN	34.7	(0.3%)	ISLAMICFIN	21.2	(0.9%)
UNIONCAP	16.9	(0.6%)	UNITEDFIN	23.2	(0.9%)
GSPFINANCE	31.3	(0.6%)	BAYLEASING	26.5	(0.7%)

Index Movements:

INDEX	VALUE	DAY CH(%)	MTD(%)	YTD(%)
DSEX	6,216.6	(0.1%)	+2.4%	+23.4%
DSES	1,349.5	+0.5%	+2.1%	+13.2%
DS30	2,261.9	+0.1%	+3.3%	+24.9%

MARKET STAT		TODAY	LAST DAY	CHANGE(%)
MARKET CAP (Equity)	BDT MM	3,576,683.1	3,554,695.2	+0.6%
	USD MM	44,178.4	43,906.8	+0.6%
TURNOVER	BDT MM	9,033.8	9,834.9	(8.1%)
	USD MM	111.6	121.5	(8.1%)
VOLUME	MM SHARES	248.0	280.6	(11.6%)

Market commentary:

GP-led recovery wrestled sell pressure on other large-cap sectors. DSEX, the broad index, was volatile today throughout the session. DSEX started session with the sell pressure on banking sectors, which lasted till the mid-session. GP took the baton from that point till the end. During intra-day, GP almost tapped psychological mark of ~500. Market closed the session at 6,216.6, down by 7.2 points.

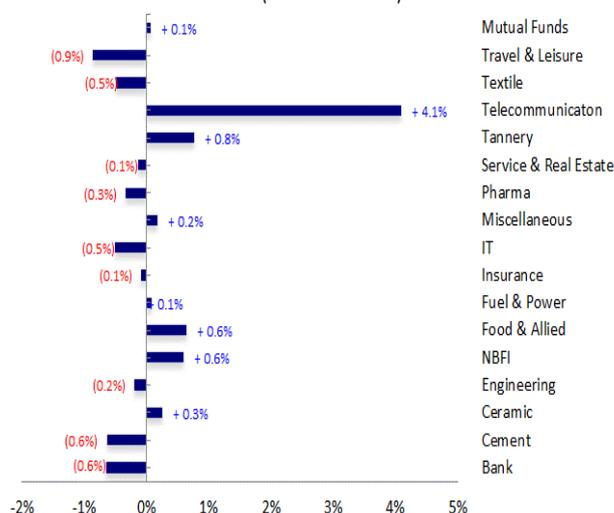
Losers remained dominant party today - Losers to Gainers ratio was 1.8 to 1.

Turnover decreased by 8.1% to BDT 9.03 bn. Bank sector dominated the turnover chart - the sector accounted for 43.6% of total turnover, followed by Engineering (14.6%) and, Pharma sector (8.1%). Turnover of Engineering surged 8.8% whereas both Bank's and Pharma's fell 12.6% 17.4% respectively.

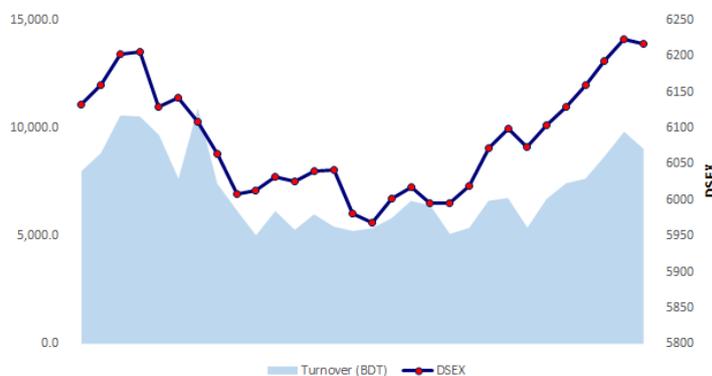
Among prominent sectors, Cement, Telecommunication, Bank, and Pharma sectors outperformed the market whereas Fuel & Power, Textiles, NBFI, and Food & Allied sectors underperformed the market today.

IFAD Autos topped the turnover chart today with the turnover of BDT 511mn - the stock lost 1.5%.

Sector Movement in DSE (Nov 13- Nov 12)



Last 1 Month DSEX





News:

Farmers Bank continues to worry BB

Bangladesh Bank has asked Farmers Bank to explain why it continues to disburse fresh loans despite having a bar on lending since January. Earlier in January, the central bank slapped some restrictions on fresh loan disbursement and opening of new branches, with a view to protecting depositors' money given the precarious financial health of the newly established bank. But the bank has frequently breached the central bank's restrictions and disbursed fresh loans, said a senior BB official. So much that the bank's credit-deposit ratio stood at 88.70 percent in June -- higher than the limit of 85 percent set by the central bank. Subsequently on Thursday, the central bank issued a show-cause letter to the bank's Managing Director AKM Shameem about the fresh loan disbursement and asked him to respond within seven days. AKM Shameem, managing director of Farmers Bank, acknowledged the receipt of the letter from the BB. He said the central bank wanted to know why the bank suffers from liquidity crisis. "The BB also sought to know why we are disbursing fresh loans despite facing liquidity crisis," Shameem added. Established in the second half of 2013, the bank's financial health started deteriorating not long after, and in January last year the central bank appointed an observer in Farmers' board with the view to bringing in loan discipline and improving risk management and internal control. Between September and November in 2015, the BB conducted special inspections at Farmers Bank's three branches and found gross violation of banking rules in disbursing loans of about Tk 400 crore.

<http://www.thedailystar.net/business/farmers-bank-continues-worry-bb-1490473>

NBR to waive duty on electronic cash registers

The National Board of Revenue is set to waive the import duty and taxes on electronic cash registers (ECRs) in a bid to encourage retailers to buy the sales data recording devices and ensure compliance in value-added tax collection. However, the zero-duty import benefit will be applicable for those importers who will bring in fiscal cash registers as per the specifications of the NBR, said Syed Mushfequr Rahman, deputy project director of the NBR's VAT Online Project. At present, the total tax incidence for the import of the device is 20.07 percent and for the fiscal printer 26.27 percent, according to data from the NBR. Firms that have the technical and financial capabilities will be enlisted for zero-duty import of the devices. To be enlisted under the NBR, importers will have to ensure one-year replacement warranty and three-year free services and provide warranty of spare parts. Besides, the importers must have the capacity to provide spare parts and other services within the specific time and have adequate stock. They will also have to take preparation to ensure uninterrupted operation of cash registers for at least three years, according to a note sent by the NBR to Finance Minister AMA Muhith earlier. Importers will have to sell the devices to retailers by adding 30-40 percent to their purchase prices. Profit and the after-sales service charges should be included in the prices of cash registers. Rahman said a notice will be issued asking interested firms to sign up. The NBR is working out the plan as it came to know that many large retailers in Dhaka were not installing the electronic devices hoping that the NBR would give them the registers at reduced prices.

<http://www.thedailystar.net/business/nbr-waive-duty-electronic-cash-registers-1490479>