



AT CAPITAL DAILY MARKET UPDATE – November 6 2017

Overview:

The DSEX closed at 6,104.5 points, up by 31.5 points. Total turnover was worth BDT 6.72 bn. Prices of 118 issues were increased whereas that of 170 issues were declined, and the price of the rests were remained unchanged.

Index Movements:

INDEX	VALUE	DAY CH(%)	MTD(%)	YTD(%)
DSEX	6,104.5	+0.5%	+0.5%	+21.2%
DSES	1,325.8	+0.1%	+0.3%	+11.2%
DS30	2,208.5	+0.5%	+0.9%	+22.0%

MARKET STAT		TODAY	LAST DAY	CHANGE(%)
MARKET CAP (Equity)	BDT MM	3,499,617.8	3,478,305.4	+0.6%
	USD MM	43,226.5	42,963.3	+0.6%
TURNOVER	BDT MM	6,719.9	5,385.0	+24.8%
	USD MM	83.0	66.5	+24.8%
VOLUME	MM SHARES	163.7	149.7	+9.4%

Market commentary:

Market returned to positive after a single red session, recovering more than the last session's loss. DSEX, the broad index, took off with a steady upward movement before sliding to mope out the entire gain, trading at the red zone. After that, DSEX rose sharply to gain more than 30 points. Market closed the session at 6,104.5, up by 31.5 points.

Losers were stronger today - Losers to Gainers ratio was 1.5 to 1.

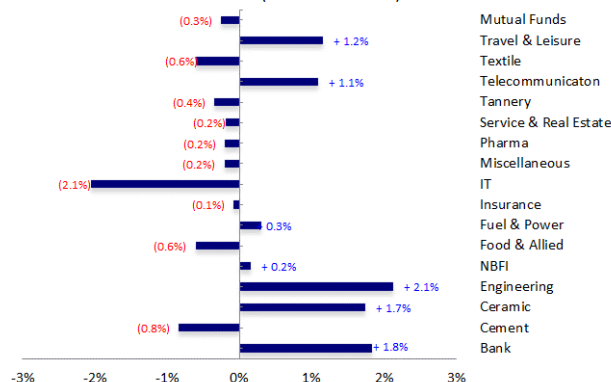
Turnover increased by 24.8% to BDT 6.72 bn. Bank sector dominated the turnover chart - the sector accounted for 27.6% of total turnover, followed by Engineering (25.9%) and, Pharma sector (10.0%). Turnover of Bank and Engineering sector surged 66.6% and 95.5% respectively.

Most of the prominent sectors, except Bank, Engineering, and Telecommunication, underperformed the market today.

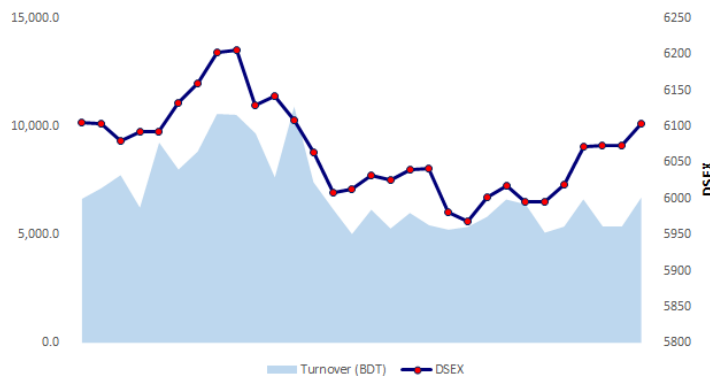
Oimex Electrodes Limited, the newly debuted scrip, topped the turnover chart today with the turnover of BDT 687mn.

TOP 10 GAINERS			TOP 10 LOSERS		
TRADING CODE	CLOSEP	%CHANGE	TRADING CODE	CLOSEP	%CHANGE
MIDASFIN	38.7	+0.8%	BIFC	10.3	(3.7%)
FASFIN	20.3	+0.5%	PHOENIXFIN	35.0	(3.6%)
UNITEDFIN	22.9	+0.0%	UNIONCAP	17.1	(3.4%)
BDFINANCE	20.9	+0.0%	FAREASTFIN	10.8	(2.7%)
DBH	127.3	+0.0%	PRIMEFIN	11.4	(2.6%)
ICB	183	(0.3%)	FIRSTFIN	12.6	(2.3%)
BAYLEASING	26.9	(0.4%)	GSPFINANCE	31.3	(1.9%)
UTTARAFIN	77.4	(0.4%)	IPDC	42.9	(1.8%)
ILFSL	22.5	(0.4%)	PREMIERLEA	17.8	(1.7%)
ISLAMICFIN	21.5	(0.5%)	NHFIL	46.9	(1.5%)

Sector Movement in DSE (Nov 06- Nov 05)



Last 1 Month DSEX





News:

13 banks overshoot SME lending targets

Thirteen banks have overshoot their annual SME loan disbursement targets in just six months in a sign of aggressive lending, which the central bank terms suspicious. They disbursed 105 percent to 242 percent of their annual targets in January-June this year, Bangladesh Bank data shows. "It is good that the banks disbursed a hefty amount of loans to small and medium enterprises," said a BB official. But the central bank will keep an eye on these banks to see if they showed other credits as SME loans, he said. Exim Bank's target for the entire year was Tk 5,375 crore but it disbursed Tk 5,666 crore or 105 percent of the target in only six months. Meghna Bank disbursed 200 percent of its annual SME lending target of Tk 265 crore in the period while NCC Bank achieved 242 percent of its target of Tk 900 crore. Trust Bank disbursed 115 percent of the target of Tk 600 crore and NRB Commercial Bank 205 percent of its target of Tk 250 crore. The nine other banks that overshoot their targets are Bank Al-Falah, Citibank NA, State Bank of India, Woori Bank, Modhumoti Bank, NRB Bank, City Bank, Bank Asia and Exim Bank. The BB official said, "The trend is suspicious as the banks showed a large amount of SME loans in their statements. So, we will check whether the disbursed loans really went to the SME sector." On the other hand, 19 banks, including eight state-run lenders, could not reach even 50 percent of their SME loan disbursement targets in the first half. Sonali Bank disbursed only 37.3 percent of its annual SME loan target of Tk 2,500 crore and Farmers Bank lent 20 percent of its annual target of Tk 576 crore. The central bank has recently asked the 19 banks to speed up SME loan disbursement to keep up with their targets. Together, banks and non-bank financial institutions (NBFIs) lent 62 percent of their yearly SME loan target of Tk 133,854 crore in the first six months. The BB sat with banks and non-banks in separate meetings between October 9 and 11 and asked them not to disburse loans excessively in the trading sector.

<http://www.thedailystar.net/business/13-banks-overshoot-sme-lending-targets-1486987>

NBR demands Tk 925cr unpaid VAT from Robi

The National Board of Revenue yesterday demanded Tk 925 crore from Robi Axiata as unpaid value-added tax after an audit found discrepancy between its own records and the mobile operator's database. The Large Taxpayers Unit analysed data stored in Robi's computers and its submitted returns from January 2013 to December 2016 and found that the operator did not pay Tk 553.61 crore as VAT and Tk 158.20 crore as VAT-at-source. A five-member audit team, led by Assistant Commissioner Bodruzzaman Munshi, found that the country's second largest operator did not pay VAT on merger fee and spectrum charge and made unlawful rebate claims, all of which amount to Tk 213.19 crore. "It means that the company did not pay VAT properly," said a senior official of the LTU VAT, seeking to remain unnamed. The LTU has issued five notices to Robi, asking the operator to explain why it should not be asked to deposit the amount to the state coffer within 15 days. Contacted, Ekram Kabir, vice-president of Robi Axiata, said: "A show-cause notice is a regular process and we will provide our legal rationale accordingly." He said Robi claimed all rebate in accordance with the law and it is unfortunate that the telecom industry is treated differently when it comes to VAT.

<http://www.thedailystar.net/business/nbr-demands-tk-925cr-unpaid-vat-robi-1486996>