



AT CAPITAL DAILY MARKET UPDATE – October 5, 2017

Overview:

The DSEX closed at 6,202.3 points, up by 42.4 points. Total turnover was worth BDT 10.58 bn. Prices of 144 issues were increased whereas that of 149 issues were declined, and the price of the rests were remained unchanged.

Index Movements:

INDEX	VALUE	DAY CH(%)	MTD(%)	YTD(%)
DSEX	6,202.3	+0.7%	+1.8%	+23.2%
DSES	1,349.9	+0.4%	+1.1%	+13.3%
DS30	2,201.4	+0.5%	+1.1%	+21.6%

MARKET STAT		TODAY	LAST DAY	CHANGE(%)
MARKET CAP (Equity)	BDT MM	3,507,895.2	3,486,304.4	+0.6%
	USD MM	43,848.7	43,578.8	+0.6%
TURNOVER	BDT MM	10,585.0	8,844.6	+19.7%
	USD MM	132.3	110.6	+19.7%
VOLUME	MM SHARES	348.5	289.6	+20.3%

Market commentary:

Market was on the upward curve from the onset of the session. DSEX, the broad index, spiked within the first 30 minutes of the session, gaining ~40.0 points before slashing the most of the initial entire gain. However, DSEX surged again to accrue ~20.0 points which lasted till penultimate trading hour. DSEX remained sideways till the end of the session. Market closed the session at 6,202.3, up by 42.4 points.

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

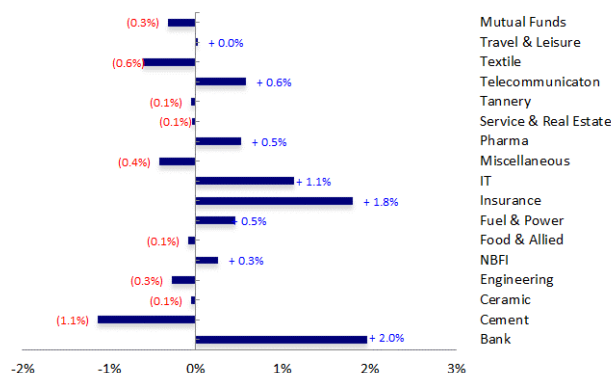
Turnover increased by 19.7% to BDT 10.58 bn. Bank sector dominated the turnover chart - the sector accounted for 52.8% of total turnover, followed by NBF (8.8%) and, Insurance sector (6.3%). Turnover of insurance sector almost doubled, increasing ~91.0% while Banks' surged 32.6%. On the other hand, turnover of NBF shelled 26.7%.

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

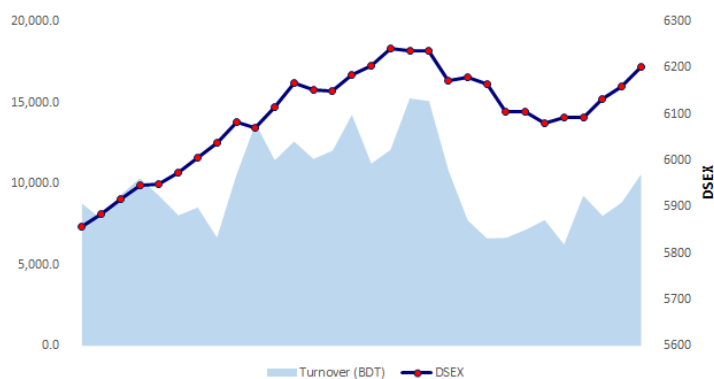
Uttara Bank topped the turnover chart today with the turnover of BDT 480mn - the stock gained 5.9%.

TOP 10 GAINERS			TOP 10 LOSERS		
TRADING CODE	CLOSEP	%CHANGE	TRADING CODE	CLOSEP	%CHANGE
BIFC	11.6	+5.5%	UNIONCAP	21.8	(2.2%)
PHOENIXFIN	35.4	+3.5%	ILFSL	22.7	(1.7%)
LANKABAFIN	64	+3.2%	FAREASTFIN	13.4	(1.5%)
ICB	184	+3.2%	PRIMEFIN	13.6	(1.4%)
FIRSTFIN	14.6	+2.8%	IPDC	44.9	(1.3%)
PLFSL	15	+2.7%	FASFIN	19.0	(1.0%)
MIDASFIN	37.4	+2.2%	BDFINANCE	20.3	(1.0%)
GSPFINANCE	30.2	+1.7%	DBH	125.6	(0.5%)
UTTARAFIN	73.9	+1.7%	UNITEDFIN	23.8	(0.4%)
PREMIERLEA	18	+0.6%	NHFIL	52.0	(0.4%)

Sector Movement in DSE (Oct 05 - Oct 04)



Last 1 Month DSEX





News:

BTRC dept for curbing foreign dominance in VAS entity

The engineering and operations department of Bangladesh Telecommunication Regulatory Commission has proposed that the commission should not allow foreign entities to hold controlling stake in a telecommunication value added service providing entity. The E&O department of the commission came up with the proposal in its observation on the draft guidelines titled 'Regulatory Guidelines for Issuance of Registration Certificate for Providing Telecommunication Value Added Services in Bangladesh', a senior official of the commission told New Age. Value-added services are provided by a third-party company through the mobile phone networks. The mobile phone companies offer the basic telecom services like voice and data plans, but the other services like missed call alert, welcome tune, and various application-based services are provided by VAS providers. The regulator published the draft guidelines on August 22, 2017 allowing a foreign entity to hold up to 51 per cent stake in a VAS providing entity. BTRC's E&O department in its observation said that it was observed in the past that companies have managed to transfer huge amount of fund from Bangladesh by providing VAS. Considering the consequence, the commission should limit foreign partner's shareholding in a VAS providing entity within 50 per cent, the observation said. In 2017, Bangladesh Bank informed the BTRC that Hungama Bangladesh Pvt Ltd, an Indian entity, had transferred Tk 13 crore from the country as dividend in last couple of years by investing only Tk 2 lakh. Hungama transferred Tk 6.07 crore in 2014 and Tk 6.74 crore from Bangladesh in 2015 to India. Apart from the foreign shareholding issue, a number of singers expressed their dissatisfaction over the guidelines mentioning that it did not address the copyright issue amid extensive use of songs by unauthorised VAS providers for business purpose. The BTRC had taken its first initiative to formulate guidelines on providing VAS in 2012 and the second in 2016.

<http://www.newagebd.net/article/25456/btrc-dept-for-curbing-foreign-dominance-in-vas-entity>

Bangladesh, India sign deal on \$4.5b third LoC

India extended a fresh US\$4.5 billion-worth credit line for bankrolling Bangladesh's select development projects, with 17 hitting the preliminary priority list in the deal. The two countries signed a deal Wednesday on the third line of credit (LoC) coming from India, as the big neighbour eyes greater trade and transit cooperation with Bangladesh. Bangladesh's Economic Relations Division Secretary, Kazi Shofiqul Azam, and Indian Exim Bank Managing Director David Rasquinah inked the deal on behalf of their respective governments and authorities. Bangladesh Finance Minister AMA Muhith and his visiting Indian counterpart Arun Jaitley witnessed the agreement-signing ceremony held at Bangladesh Secretariat. Earlier, India gave \$2.0 billion and \$1.0 billion to Bangladesh in two previous LoCs-- one in August 2010 and another in March 2016. The new credit line will finance projects in power, railway, road, shipping and port sectors. The rate of interest on the new credit will be 1.0 per cent per annum and the repayment period is 20 years inclusive of a five-year moratorium. An additional 0.5 per cent commitment fees will also be charged. Like the previous LoCs, in case of the third one, only Indian contractors will be awarded contracts and 75 per cent goods and services have to be procured from the creditor-country. Speaking on the occasion Mr Jaitley praised Bangladesh for the progresses the country made on the socioeconomic front during last couple of years. "India sees Bangladesh as not merely a neighbour and a friend but also we deeply appreciate the kind of progress and pace of progress that Bangladesh has been making in the last several years," he told the function. Bangladesh has a steady high rate of growth, its socioeconomic parameters are consistently improving, and as a friendly neighbour, India has always been very close partner of Bangladesh, he noted. "... We are passing through an era of the Indo-Bangla relationship which is at its very best stage," said the Indian finance minister. He said businesses of both the countries are looking for investment in each other's countries. "This is the largest credit India has ever given to any country. We do hope that the earlier credit also gets executed expeditiously," Mr Jaitley said. The host finance minister, Mr Muhith, acknowledged the excellent relationship that presently exists between the two neighbouring countries. He said Bangladesh always maintain very good ties with all the neighbouring countries. The minister mentioned that the implementation of projects under previous credit lines was not satisfactory.

<http://today.thefinancialexpress.com.bd/first-page/bangladesh-india-sign-deal-on-45b-third-loc-1507138404>