



AT CAPITAL DAILY MARKET UPDATE – October 16, 2017

Overview:

The DSEX closed at 6,013.8 points, up by 4.9 points. Total turnover was worth BDT 5.03 bn. Prices of 154 issues were increased whereas that of 135 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
ISLAMICFIN	22.6	+0.0%	NHFIL	46.1	(6.3%)
BAYLEASING	26.2	(0.8%)	ILFSL	21.1	(5.0%)
PHOENIXFIN	35.4	(0.8%)	FASFIN	17.5	(4.9%)
IPDC	44.1	(0.9%)	FAREASTFIN	12.2	(3.9%)
UTTARAFIN	71.3	(1.1%)	UNIONCAP	19.9	(3.9%)
UNITEDFIN	22.7	(1.3%)	PRIMEFIN	12.5	(3.8%)
GSPFINANCE	29.1	(1.4%)	MIDASFIN	37.9	(3.6%)
LANKABAFIN	62.6	(1.4%)	PREMIERLEA	16.6	(2.9%)
FIRSTFIN	13.9	(1.4%)	BDFINANCE	20.2	(2.9%)
ICB	184.3	(1.6%)	IDLC	85.4	(2.7%)

Index Movements:

INDEX	VALUE	DAY CH(%)	MTD(%)	YTD(%)
DSEX	6,013.8	+0.1%	(1.3%)	+19.4%
DSES	1,318.8	(0.3%)	(1.2%)	+10.6%
DS30	2,189.1	(0.2%)	+0.6%	+20.9%

MARKET STAT		TODAY	LAST DAY	CHANGE(%)
MARKET CAP (Equity)	BDT MM	3,435,384.5	3,433,938.9	+0.0%
	USD MM	42,433.1	42,415.3	+0.0%
TURNOVER	BDT MM	5,029.6	6,201.3	(18.9%)
	USD MM	62.1	76.6	(18.9%)
VOLUME	MM SHARES	140.9	173.5	(18.8%)

Market commentary:

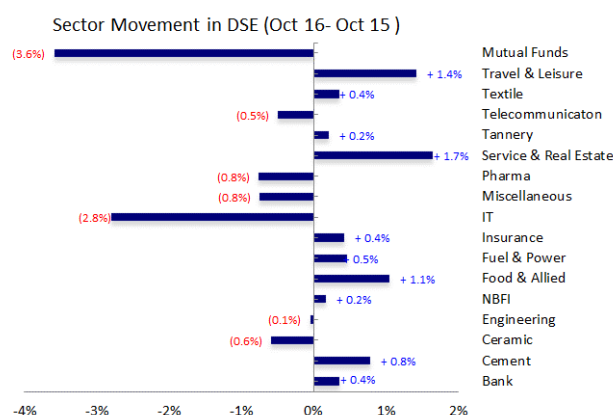
Bearish sentiment on the market remained intact. DSEX, the broad index, rotated the direction several times throughout the session. DSEX gained ~30.0 points during the first half of the trading session. DSEX slid from the day's high subsequently. DSEX remained sideways for the rest of session. Market closed the session at 6,013.8, up by 4.9 points.

Both lasers and gainers were equal dominance today - Losers to Gainers ratio was 0.9:1

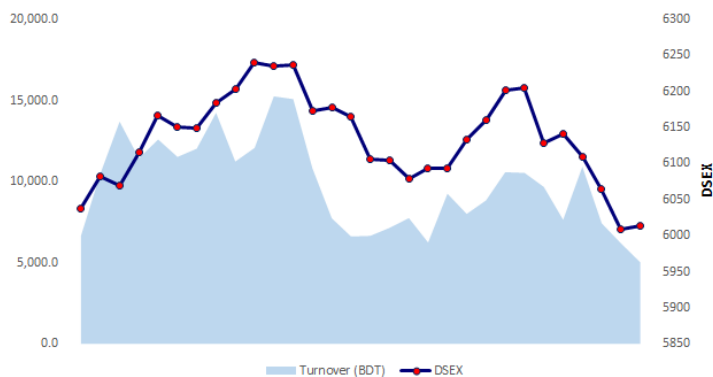
Turnover decreased by 18.9% to BDT 5.03 bn. Bank sector dominated the turnover chart - the sector accounted for 42.5% of total turnover, followed by Pharma (9.6%) and, NBF sector (7.8%). Turnover of Bank, Pharma and NBF declined 17.8%, 24.0%, and 26.0% respectively.

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

Uttara Bank topped the turnover chart today with the turnover of BDT 272mn - the stock gained 0.5%



Last 1 Month DSEX





News:

Islami Bank lending aggressively

Islami Bank's new management has taken on a spirited approach to lending, with its loan-deposit ratio sitting dangerously close to the limit of 90 percent set by the central bank. The new management took over at the beginning of the year, and in the following seven months, the bank's loan-deposit ratio surged 3.54 percentage points to 89.97 percent, according to data from the Bangladesh Bank. The loan-deposit ratio is a commonly used statistic for assessing a bank's liquidity by dividing its total loans by its total deposits. The spike in ratio has prompted the central bank to send a notice to Islami Bank, said a BB official. As of July, the bank's total outstanding loans stood at Tk 62,924 crore, up 7.4 percent from December last year, according to data from the BB. During the period, its deposit grew 3.17 percent to Tk 69,938 crore. "We have withdrawn our investments in bonds to make more funds available for other sectors," said Arastoo Khan, chairman of Islami Bank. The pullout from bonds was prompted by minimal returns, he said. "As a result, the loan-deposit ratio of the bank became high," he said, adding that high lending will put the bank in good stead to log in 'good' profits in the third quarter of 2017. Islami Bank, the largest and most profitable bank in Bangladesh, saw its profits slump 52.73 percent to Tk 161.27 crore in the first half of the year. Moreover, the private sector credit growth is approaching 18 percent. "This reflects the rise in demand for credit in the market," Khan added. Private sector credit growth hit a 58-month high of 17.84 percent in August. The last time the private sector credit growth was as high was back in November 2012, when 17.40 percent growth was registered.

<http://www.thedailystar.net/business/islami-bank-lending-aggressively-1476934>

Now IMF ready to provide funding for Rohingyas

The International Monetary Fund is eager to provide financial assistance to Bangladesh, along the lines of the World Bank, to deal with the Rohingya crisis that has been putting a huge pressure on the economy. "We are in close consultations with the authorities and we stand ready to provide assistance when and if needed," said Kenneth Kang, deputy director of the IMF's Asia and Pacific department. Kang's comments came on Saturday at a briefing on the Asia Pacific region, held on the sidelines of the WB-IMF annual meeting at Washington DC. "It's reported that there are about 500,000 refugees who have entered into Bangladesh. At this stage, it's too early to conduct a proper assessment of the economic impact," he added. Since August 25, about 600,000 Rohingyas have crossed over to Bangladesh from Myanmar. Bangladesh is struggling to meet their demand for food, clothing and other basic necessities, and with no solution to the problem in sight, the situation is fast becoming untenable for the country. The United Nations has already sought \$435 million in assistance from the global community to meet immediate needs of the refugees. Finance Minister AMA Muhith also told reporters in Washington on Thursday that the influx of Rohingyas has put huge pressure on Bangladesh's economy. About \$2 billion is required to face the refugee crisis, he said. "Upon returning to Bangladesh I will have to change the budget allocation. More money will go to refugee relief and less for development programmes," Muhith added. The WB is also ready to move with a programme of support for the Bangladesh government.

<http://www.thedailystar.net/business/now-imf-ready-provide-funding-rohingyas-1476928>