



AT CAPITAL DAILY MARKET UPDATE – October 12, 2017

Overview:

The DSEX closed at 6,064.4 points, down by 44.2 points. Total turnover was worth BDT 7.43 bn. Prices of 97 issues were increased whereas that of 197 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
ICB	187.3	+0.8%	IDLC	87.8	(2.7%)
LANKABAFIN	63.5	+0.3%	NHFIL	49.2	(2.6%)
FIRSTFIN	14.1	+0.0%	PREMIERLEA	17.1	(2.3%)
PHOENIXFIN	35.7	(0.3%)	BAYLEASING	26.4	(2.2%)
ILFSL	22.2	(0.4%)	UNITEDFIN	23.0	(2.1%)
PLFSL	14.8	(0.7%)	BIFC	11.2	(1.8%)
DBH	127.5	(0.8%)	ISLAMICFIN	22.6	(1.7%)
FAREASTFIN	12.7	(0.8%)	FASFIN	18.4	(1.6%)
IPDC	44.5	(0.9%)	PRIMEFIN	13.0	(1.5%)
UNIONCAP	20.7	(1.0%)	UTTARAFIN	72.1	(1.5%)

Index Movements:

INDEX	VALUE	DAY CH(%)	MTD(%)	YTD(%)
DSEX	6,064.4	(0.7%)	(0.5%)	+20.4%
DSES	1,333.7	(0.5%)	(0.1%)	+11.9%
DS30	2,197.5	(0.5%)	+0.9%	+21.3%

MARKET STAT		TODAY	LAST DAY	CHANGE(%)
MARKET CAP (Equity)	BDT MM	3,457,028.2	3,477,597.7	(0.6%)
	USD MM	42,700.4	42,954.5	(0.6%)
TURNOVER	BDT MM	7,432.9	10,920.5	(31.9%)
	USD MM	91.8	134.9	(31.9%)
VOLUME	MM SHARES	209.1	318.9	(34.4%)

Market commentary:

Market experienced severe volatility throughout the trading session. DSEX, the broad index, shed 42.0 points at the onset of the trading session. After rising sharply in the very next trading hour that resulted in paring the entire session's loss, DSEX slid sharply to mop out the preceding gain. Since then, market remained sideways till the end of the session. Market closed the session at 6,064.4, down by 44.2 points.

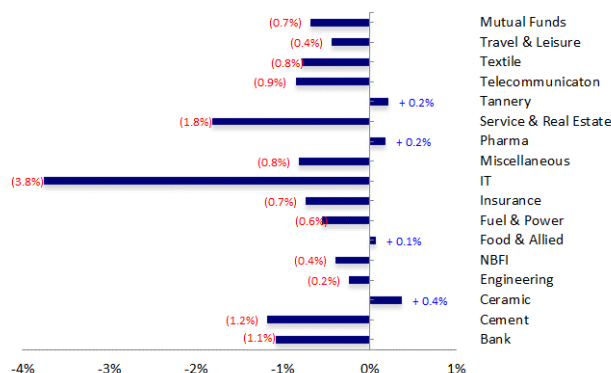
Losers' dominance continued - Losers to Gainers ratio was 2.0 to 1

Turnover decreased by 31.9% to BDT 7.43 bn. Bank sector dominated the turnover chart - the sector accounted for 42.0% of total turnover, followed by Engineering (9.9%) and, Pharma sector (9.5%). Banks' turnover fell by 43.7% whereas both Engineering's and Pharma's surged by ~9.0% each.

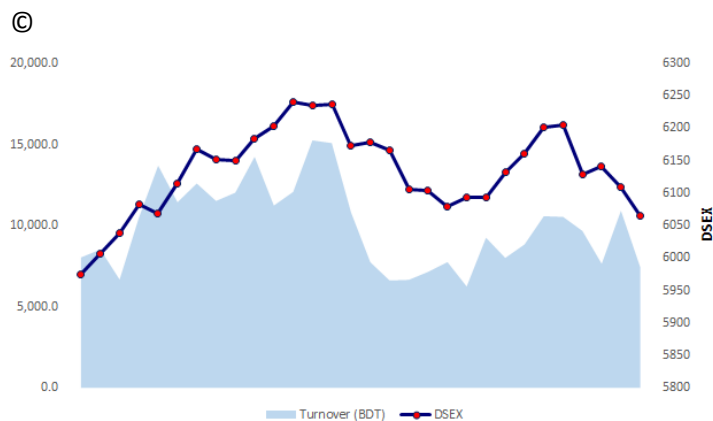
Among prominent sectors, Engineering, NBF, Fuel & power, Pharma, and Food & Allied sectors outperformed the market whereas Bank, Cement, Textiles, and Telecommunication sectors underperformed the market today.

Brac Bank topped the turnover chart today with the turnover of BDT 380mn - the stock closed unchanged.

Sector Movement in DSE (Oct 12 - Oct 11)



Last 1 Month DSEX





News:

India fast catching up with Bangladesh

The Indian government's massive stimulus package of Rs 60 billion, or \$894 million, for boosting its garment sector is bearing fruit as the neighbouring country is progressively eating into Bangladesh's share in global apparel trade. For instance, India last year was the third biggest exporter of garment items to the US, which happens to be Bangladesh's single largest export destination. In the first eight months of this year, India climbed up to the second spot, while Bangladesh slipped from the fourth position to the sixth, according to the US Department of Commerce. "The rise of the Indian garment industry's competitiveness means we are losing our work orders to some extent," said Siddiqur Rahman, president of Bangladesh Garment Manufacturers and Exporters Association. Thanks to the stimulus package, Indian manufacturers can offer lower prices and are fast catching up with their Bangladesh counterparts. In 2016, India's share in the global apparel trade was 4 percent and Bangladesh's 6.4 percent, according to World Trade Organisation. "Moreover, the Indian rupee has devalued a lot against the dollar," Rahman said. India's apparel exports last fiscal year stood at \$17 billion, up 15 percent year-on-year. In contrast, Bangladesh, despite even being the second largest garment exporter after China, shipped items worth \$28.14 billion, an increase of just 0.20 percent from a year earlier. India's garment shipments are expected to grow between 15 percent and 18 percent this fiscal year to \$20 billion, The Economic Times quoted Rahul Mehta, president of the Clothing Manufacturers Association of India, as saying. The US market, which accounts for 30 percent of India's apparel export, is doing reasonably well, he said, adding that South America, Europe, Middle East and Japan also hold good export potential. However, economists are not in favour of giving such direct stimulus package to the Bangladeshi garment industry as it is a matured sector now. "The sector should learn to survive on its own," said Ahsan H Mansur, executive director of the Policy Research Institute of Bangladesh. Rather, the government should concentrate on bringing down the cost of doing business in Bangladesh, Mansur said, adding that the port, roads and highways should function efficiently.

<http://www.thedailystar.net/business/india-fast-catching-bangladesh-1475272>

Heidelberg Cement to build new plant for Tk 92.52cr

Heidelberg Cement is set to invest Tk 92.52 crore of its own funds on a new grinding mill, but the disclosure yesterday failed to stem the sliding share price as investors view the plan as a drag on the cash flow. The cement manufacturer's shares closed yesterday at Tk 409, down 2.71 percent from the previous day. The company had a dismal third quarter: its profit slumped 61.59 percent year-on-year to Tk 9.7 crore. Heidelberg's share price has been on a descent since September 11, when each share traded at Tk 440.20. The new grinding mill, which will be Heidelberg's third, will increase the production capacity by 4.72 lakh tonnes a year. Its existing capacity is 10.75 lakh tonnes, according to its posting on the Dhaka Stock Exchange website. Headquartered in Germany, Heidelberg Cement is one of the world's largest building materials companies. The group has activities in about 60 countries with 60,000 employees working at 3,000 production sites. In Bangladesh, it has made investment of \$100 million, with more than 260 people working round-the-clock to meet 13 percent of the country's demand for cement from its two plants in Dhaka and Chittagong.

<http://www.thedailystar.net/business/heidelberg-cement-build-new-plant-tk-9252cr-1475236>