



AT CAPITAL DAILY MARKET UPDATE – June 07, 2015

Overview

The DSEX closed at 4,617 points, up by 26 points. The total transaction was worth BDT 6.5 bn.

Price of 146 Issues appreciated whereas 117 issues declined and 49 others remained unchanged.

Index Movements:

INDEX	VALUE	DAY CH(%)	MTD(%)	YTD(%)
DSEX	4,617.7	+0.6%	+0.7%	(5.1%)
DSES	1,121.4	+0.3%	+0.8%	(2.5%)
DS30	1,775.7	+0.6%	+1.0%	(1.5%)

MARKET STAT		TODAY	LAST DAY	CHANGE(%)
MARKET CAP (Equity)	BDT MM	2,630,243.7	2,623,743.3	+0.2%
	USD MM	33,742.7	33,659.3	+0.2%
TURNOVER	BDT MM	6,483.3	4,992.6	+29.9%
	USD MM	83.2	64.0	+29.9%
VOLUME	MILLION SHARES	168.2	125.8	+33.7%

Market Commentary:

Market resumed with enthusiastic participation of the investors followed by capital market friendly budget which initially increased the market severely but later initial exuberance has been wiped out. Overall budget was stimulus for the capital market but there were no sector specific incentives. Major bourse started with high positive buoyant activities but later some selling pressure came on at the end DSEX ended at 4617.7 which is 0.6% above than last trading session.

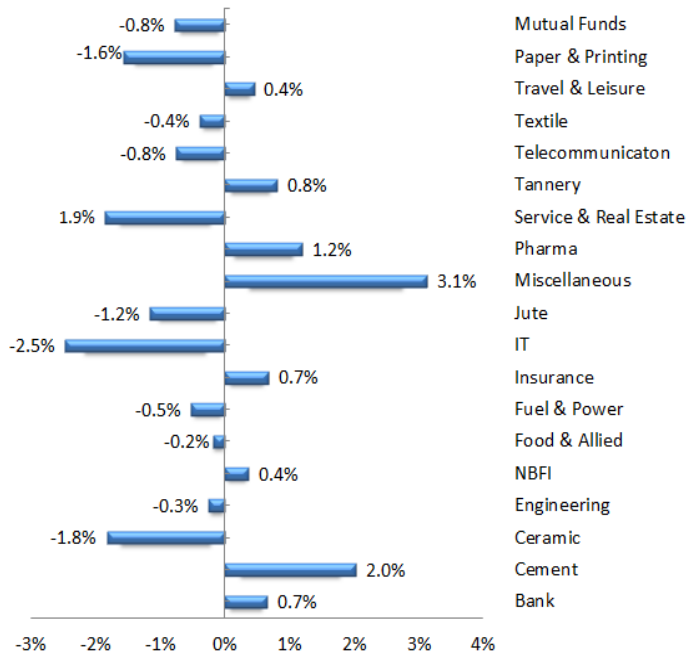
Turnover stood at BDT 6.5 bn which is 29.9% lower than the previous trading session.

Among the prominent sectors Miscellaneous, Cement, Pharma, Tannery, Insurance and Bank outperformed the market while the rests underperformed. Miscellaneous sector outperformed the market significantly riding on the 5.2% price appreciation of its second highest cap contributor BEXIMCO.

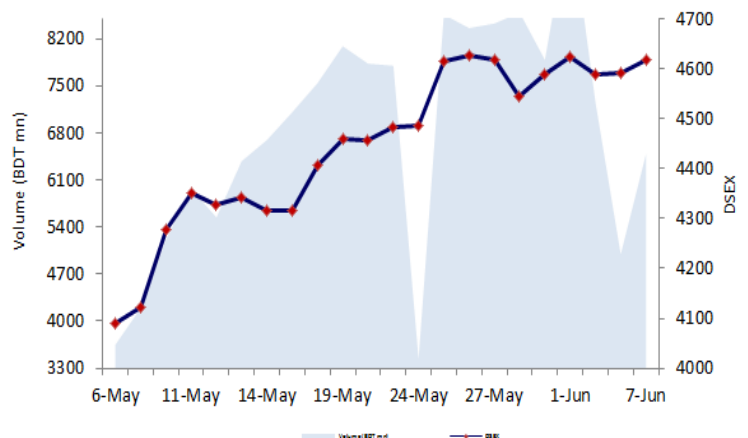
Summit Power (SUMITPOWER) was the daily turnover leader contributing 7.9% to the total turnover.

TOP 10 GAINERS			TOP 10 LOSERS		
TRADING CODE	CLOSEP	%CHANGE	TRADING CODE	CLOSEP	%CHANGE
PIONEERINS	34.2	+10.0%	MEGHNAPEP	5.6	(6.7%)
ORIONINFU	44.3	+9.9%	FBFIF	6.2	(6.1%)
DAFODILCOM	14.1	+9.3%	BDCOM	28.8	(5.6%)
STANDARINS	19.1	+9.1%	ABB1STMF	5.3	(5.4%)
UNITEDAIR	9.7	+9.0%	TAKAFULINS	18.5	(5.1%)
PARAMOUNT	13.9	+6.9%	SAIFPOWER	82.8	(4.1%)
ICB2NDRB	7.2	+5.9%	AGNISYSL	31.1	(4.0%)
TRUSTBANK	22.2	+5.7%	BSCCL	155.6	(3.9%)
RECKITT BEN	1589.4	+5.5%	LIBRAINFU	346.4	(3.8%)
FASFIN	12.1	+5.2%	SUMITPOWER	45.8	(3.8%)

Sector Movement in DSE (June 07- June 04)



Last 1 Month DSEX





News:

India to give \$2b in low-cost loans

India will provide \$2 billion of fresh low-cost loans to Bangladesh, most of which will be used for connectivity-related projects to increase trade between the two countries. "Our development partnership is scaling new heights," Indian Prime Minister Narendra Modi said after a preliminary agreement was signed yesterday.

The fund will support infrastructure and other development activities in Bangladesh, he added. The neighbouring country last extended a \$1 billion line of credit in 2010, during Manmohan Singh's tenure as the prime minister. Of the amount, \$200 million has already been converted into grants and disbursed.

The terms and conditions of the fresh loan will be similar to those of the earlier loan, said a finance ministry official. The first line of credit carried 1.75 percent rate of interest per year, which was later lowered to 1 percent by India. The loan has to be repaid in 20 years with a grace period of five years.

<http://www.thedailystar.net/business/india-give-2b-low-cost-loans-93217>

Excessive bank borrowing to shrink private credit flow

FBCCI says in reaction to proposed budget

The country's apex trade body has termed the proposed budget industry-friendly, but expressed fear that the government's excessive borrowing from the banking system may shrink credit flow to the private sector. To plug budget deficit, the government plans to borrow Tk 56,523 crore from domestic sources next fiscal year, of which Tk 38,523 crore may come from banks.

On the other hand, he said, if the government fails to address deficit financing properly, development activities will be hampered. "We think the government will have to deal with the issue competently," Ahmad told a post-budget press conference at the FBCCI office in Dhaka yesterday.

Given the private sector's huge contribution to gross domestic product, bank interest rate for them should be lowered, he said. "Industrialisation will accelerate only if loans are given at a single-digit interest rate," he said.

<http://www.thedailystar.net/business/excessive-bank-borrowing-shrink-private-credit-flow-93238>