



AT CAPITAL DAILY MARKET UPDATE – June 22, 2017

Overview:

The DSEX closed at 5,599.1 points, up by 31.4 points. Total turnover was worth BDT 7.44 bn. Prices of 188 issues were increased whereas that of 94 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
PLFSL	10.5	+ 2.9%	FIRSTFIN	11.1	(1.8%)
PREMIERLEA	19.2	+ 2.7%	PRIMEFIN	11.4	(1.7%)
LANKABAFIN	55.6	+ 2.2%	FASFIN	17.2	(1.1%)
UNIONCAP	25.4	+ 2.0%	ICB	176.5	(1.0%)
PHOENIXFIN	26.6	+ 1.1%	GSPFINANCE	29.1	(0.3%)
MIDASFIN	28.4	+ 1.1%	IPDC	45.2	(0.2%)
BIFC	9.7	+ 1.0%	IDLC	71.9	+ 0.0%
UTTARAFIN	59	+ 1.0%	BAYLEASING	24.2	+ 0.0%
BDFINANCE	22	+ 0.9%	UNITEDFIN	21.6	+ 0.0%
ISLAMICFIN	24.6	+ 0.8%	FAREASTFIN	10.2	+ 0.0%

Index Movements:

INDEX	VALUE	DAY CH(%)	MTD(%)	YTD(%)
DSEX	5,599.1	+ 0.6%	+ 0.6%	+ 11.2%
DSES	1,285.9	+ 0.4%	+ 0.4%	+ 7.9%
DS30	2,071.4	+ 0.4%	+ 0.4%	+ 14.4%

MARKET STAT		TODAY	LAST DAY	CHANGE(%)
MARKET CAP (Equity)	BDT MM	3,162,509.3	3,148,050.2	+ 0.5%
	USD MM	40,338.1	40,153.7	+ 0.5%
TURNOVER	BDT MM	7,441.3	7,004.1	+ 6.2%
	USD MM	94.9	89.3	+ 6.2%
VOLUME	MM SHARES	216.5	210.9	+ 2.7%

Market commentary:

Upward trend continued in the last trading session before the EID festival. DSEX, the broad index, was headed upward, following last session's up surging. In the first 30 minutes of the trading session, DSEX gained ~25.0 points. After that, DSEX experienced sideways movement before another tiny spike. Market closed the session at 5,599.1, up by 31.4 points.

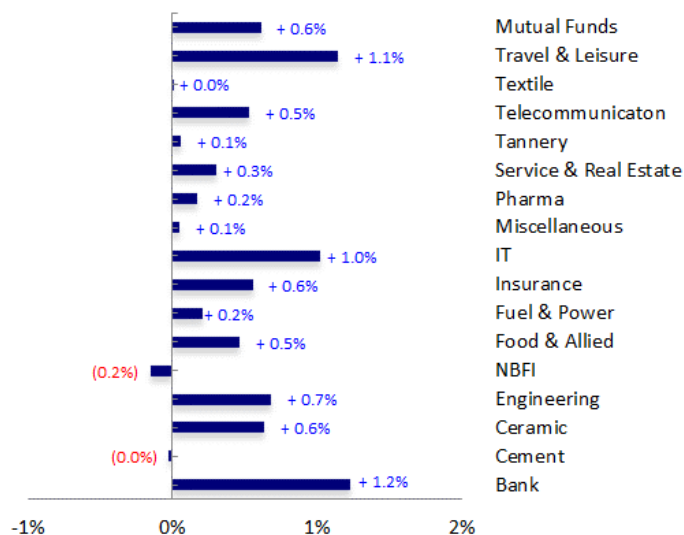
Turnover increased by 6.2% to BDT 7.44 bn. Bank sector dominated the turnover chart - the sector accounted for 17.6% of total turnover, followed by Textile (16.7%) and, Pharma (11.5%) sector.

Gainers outnumbered losers today – losers to gainers ratio was 0.5 to 1.

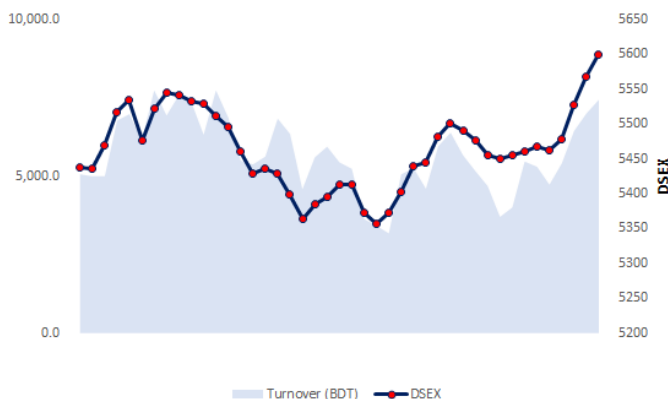
Most of the prominent sectors, except Bank and Cement sector, underperformed the market today.

LankaBangla Finance topped the turnover chart today with the turnover of BDT 317mn - the stock gained 2.2%

Sector Movement in DSE (June 22- June 21)



Last 1 Month DSEX





News:

ADB gives \$300m for Ctg-Cox's Bazar rail link

The government yesterday signed agreements with the Asian Development Bank to get \$300 million in loans to build a dual-gauge rail link between Chittagong and Cox's Bazar with the view to promoting trade and regional connectivity. The assistance is part of the \$1.5 billion loan that the Manila-based multilateral lender has committed to the South Asia Subregional Economic Cooperation Chittagong-Cox's Bazar Railway Project. The project, which is closely aligned with Bangladesh's seventh five-year plan, will provide efficient, safe and environmentally-friendly railway transport, said Jyotsana Varma, principal country specialist of ADB, who signed the agreements on behalf of the lender. Scheduled to open in 2022, the 102 kilometre-rail link aims to transport 2.9 million passengers annually between Chittagong and Cox's Bazar by 2025. The project design will integrate features that are friendly to the elderly, women, children, and people with disabilities, Varma said. The construction of the railway station is one of several ADB railway projects helping Bangladesh meet its targets under the latter's five-year plan and a railway master plan, said the statement. It will help boost Bangladesh Railway's freight market share to 15 percent and passenger market share to 10 percent by 2020. Both currently stand at about 4 percent. The rail link forms part of the Trans-Asia Railway network, an initiative led by the United Nations aiming to provide seamless rail links between Asia and Europe to better connect people and markets. Kazi Shofiquil Azam, secretary at the Economic Relations Division, signed the agreements on behalf of the government.

<http://www.thedailystar.net/business/banking/adb-gives-300m-ctg-coxs-bazar-rail-link-1423738>

Mobile operators' revenue per user goes up

Mobile operators' average revenue per customer increased in 2016 on the back of rising popularity of data service and infotainment. In 2016, market leader Grameenphone's average revenue per customer increased 4.52 percent year-on-year to Tk 162, Robi's 0.7 percent to Tk 144 and Banglalink's 7.5 percent to Tk 129, according to a report of the Association of Mobile Telecom Operators of Bangladesh. But operators said the users did not actually spend more on mobile phone services last year: biometric re-registration last year condensed the subscriber base, so the average revenue per user went up. In essence, their earnings have remained flat. When viewed from a historic perspective, the mobile operators' average revenue per customer is on a declining trend. For instance, in 2011, Grameenphone's average revenue from per active SIM was Tk 214, Robi's Tk 178 and Banglalink's Tk 143. If the trend continues, there might not be any further investment into the sector. Amtob shared its grievances with the finance minister, the National Board of Revenue and the other stakeholders before the budget for fiscal 2017-18 was placed in the parliament on June 1. "This situation might be unsustainable in the long-term," said TIM Nurul Kabir, secretary general of the Amtob. The mobile operators in Bangladesh are now offering the second lowest tariffs in the world after Vietnam, and yet they are subjected to one of the highest tax rates. Telecom is a highly regulated industry and the operators cannot just hike the tariff as they wish, Kabir said. "It has to be approved by the government." "Bangladesh's per capita income has increased. Everything is getting costlier save for the telecom tariff." The operators' expenditures have increased severely as well, he said. Subsequently, he urged the government to look into the matter as its revenue is tied to the operators' earning ability and sustainability. "In our neighbouring countries, the government and regulator help to increase the tariff, which ultimately helps in digitisation," Kabir added. Top officials of the leading mobile operators also urged the NBR to help them to increase tariff as it would untimely help to better the service quality. Operators are earnestly trying to increase their revenue by tagging in new services like entertainment, e-education, gaming, e-commerce, utility bill payment. Currently, there is a floor and upper ceiling for terminating calls: Tk 0.25 and Tk 2 respectively for every minute of local call. The data price and SMS rate also declined sharply due to intense competition in the market. On the other hand, customers want cheaper tariff for mobile services.

<http://www.thedailystar.net/business/mobile-operators-revenue-user-goes-1423747>