



# AT CAPITAL DAILY MARKET UPDATE – January 17, 2017

## Overview

The DSEX closed at 5,575.5 points, up by 97.6 points. The total transaction was worth BDT 20.6 bn.

Price of 224 issues appreciated whereas 86 issues declined and 18 others remained unchanged.

## Index Movements:

INDEX	VALUE	DAY CH(%)	MTD(%)	YTD(%)
DSEX	5,575.5	+1.8%	+10.7%	+10.7%
DSES	1,276.5	+1.2%	+7.1%	+7.1%
DS30	1,984.1	+2.0%	+9.6%	+9.6%

MARKET STAT		TODAY	LAST DAY	CHANGE(%)
MARKET CAP (Equity)	BDT MM	3,084,602.2	3,031,724.5	+1.7%
	USD MM	39,344.4	38,670.0	+1.7%
TURNOVER	BDT MM	20,649.7	18,565.2	+11.2%
	USD MM	263.4	236.8	+11.2%
VOLUME	MM SHARES	701.2	673.0	+4.2%

DSEX extended the gaining spell for seven consecutive sessions creating all time high since inception with significantly increased turnover.

Today's session started with a positive note and broke 5,500 level within 5 minutes, a psychological resistance of the market. DSEX gained ~ 100 points within first ninety minutes of trading mainly driven by Bank and NBFI Sector. Later, market traded within a range of 5,565 to 5,580 for the rest of the session and eventually closed at 5,575.5, up by 97.6 points from yesterday. DSEX returned more than six times than the DSES index (Shariah Index) implied the outperformance of Bank and NBFI Sector.

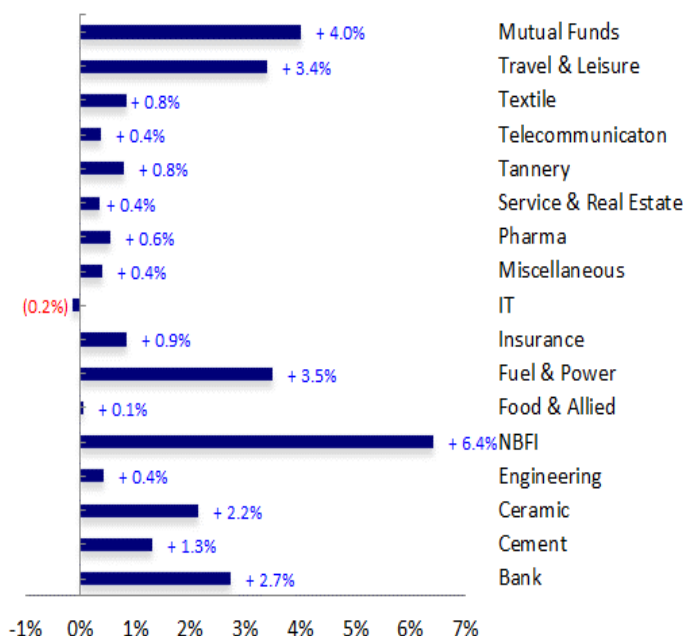
Gainer to Loser ratio was more than 2.5:1 indicating very bullish sentiment of the investors.

Except the IT sector all the sectors posted positive price return today. Among the prominent sectors Bank, NBFI and Fuel & Power outperformed the market whereas Engineering, Insurance, Pharmaceuticals and Telecommunication underperformed. Today's turnover largely concentrated on the Bank sector (17.8%) followed by Engineering (14.6%) and Textile (12.7%) respectively.

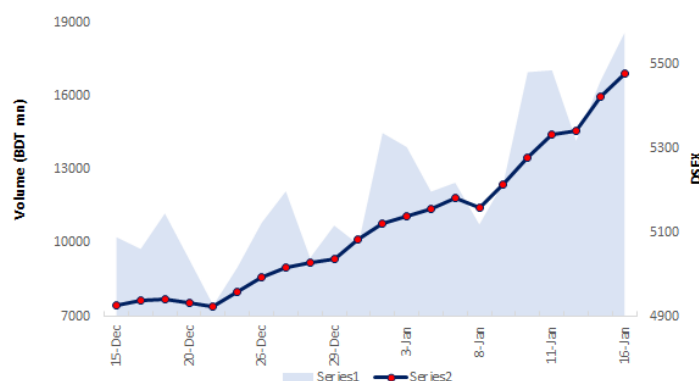
BEXIMCO gained the number one spot on the turnover board for eighth consecutive session contributing 3.6% to the total turnover and also posted 0.8% price return.

TOP 10 GAINERS			TOP 10 LOSERS		
TRADING CODE	CLOSEP	%CHANGE	TRADING CODE	CLOSEP	%CHANGE
PADMAOIL	216.3	+10.0%	IMAMBUTTON	17.2	(7.0%)
ICB	171.2	+10.0%	CAPMBDBLMF	11.8	(6.3%)
PRIME1ICBA	7.8	+9.9%	NLTUBES	135.6	(4.7%)
1JANATAMF	8.1	+9.5%	ZEALBANGLA	34.2	(4.5%)
ICB3RDNRB	8.1	+9.5%	BDAUTOCA	103.7	(3.4%)
MPETROLEUM	203.2	+9.1%	DAFODILCOM	41.0	(3.3%)
BDFINANCE	18	+9.1%	EMERALDOIL	36.4	(3.2%)
EBLNRBMF	8.5	+9.0%	ASIAINS	22.1	(3.1%)
IBNSINA	231.9	+8.7%	VAMLBDMF1	9.6	(3.0%)
ICBSONALI1	8.8	+8.6%	SAMATALETH	29.5	(3.0%)

## Sector Movement in DSE (Jan 17 - Jan 16)



## Last 1 Month DSEX





## **News:**

### **Exports face challenges as BDT appreciated**

Bangladesh export sector is facing challenges in the global market due to appreciation of local currency as most major currencies including Euro and British Pound have depreciated sharply against the US Dollar. Citibank NA made the observation at its Annual Market Update 2016. According to the updated report, currencies of emerging markets have depreciated sharply against the US Dollar whereas BDT remains stable. The report suggested policy makers to take necessary measures to address the challenges caused by currency mismatch. According to the report, the dollar traded at BDT 78.50 at the beginning of 2016, rose marginally to BDT 78.55 in February before settling down at BDT 78.40 in April. From April to September, there was no volatility in the exchange market. Strong performance from exporters and steady remittance and import numbers ensured a surplus current account. The excess flow of dollar was absorbed by the central bank as it purchased greenback directly from the commercial banks to maintain exchange rate stability and support export competitiveness.

<http://www.dhakatribune.com/business/2017/01/17/exports-face-challenges-taka-appreciated/>

### **Fitch warns of currency risks to exports**

Bangladesh's exports gained momentum in most of 2016, but a stronger BDT against a basket of other currencies may hurt shipments this year, according to global credit rating agency Fitch. "In 2017, this sector may feel the pinch of further real effective exchange rate appreciation, although Bangladeshi labour costs are still relatively low," the New York-based company said yesterday. An increase in 'real effective exchange rate appreciation' or REER implies that exports become more expensive and imports become cheaper; an increase indicates a loss in trade competitiveness. Fitch said Bangladeshi apparel exports continued to be strong, accounting for 81% of total exports and earning the country USD 26.1 billion in the first 11 months of last year, which was USD 24.6 billion in 2015. Political and safety risks remain substantial in Bangladesh, Fitch said.

<http://www.thedailystar.net/business/fitch-warns-currency-risks-exports-1346302>

### **World Bank offers low-cost funds**

The World Bank pledged Monday to substantially increase low-cost funds for Bangladesh under its next IDA aid programme, even though diverting money from other recipients. A delegation of the Washington-based international development financier pledged the splurge of funds at a meeting with Finance Minister AMA Muhith at his secretariat office. Briefing newsmen after the parley Mr Muhith quoted the WB team as saying that they would even divert additional funds into Bangladesh from countries which could not use allocations from the IDA (International Development Association). "There is a condition for IDA allocation. If you perform better, you can get more. If you perform poorly, you will get less," the finance minister said. Bangladesh is a top recipient of the low-cost assistance from the IDA --World Bank's soft-lending window. The country alone received nearly 10% of total IDA assistance. Last year, Bangladesh received nearly USD 1.8 billion from the financier and this year the amount will remain same though the expectation was USD 2.0 billion.

<http://print.thefinancialexpress-bd.com/2017/01/17/162316>