



AT CAPITAL DAILY MARKET UPDATE – August 16, 2017

Overview:

The DSEX closed at 5,883.2 points, up by 38.3 points. Total turnover was worth BDT 8.4 bn. Prices of 68 issues were increased whereas that of 237 issues were declined and the price of the rests were remained unchanged.

Index Movements:

INDEX	VALUE	DAY CH(%)	MTD(%)	YTD(%)
DSEX	5,883.2	(0.6%)	+0.1%	+16.8%
DSES	1,303.9	(0.6%)	(1.0%)	+9.4%
DS30	2,112.3	(0.6%)	(1.1%)	+16.6%

MARKET STAT		TODAY	LAST DAY	CHANGE(%)
MARKET CAP (Equity)	BDT MM	3,354,095.4	3,365,297.7	(0.3%)
	USD MM	41,926.2	42,066.2	(0.3%)
TURNOVER	BDT MM	8,363.8	7,779.1	+7.5%
	USD MM	104.5	97.2	+7.5%
VOLUME	MM SHARES	258.5	258.1	+0.1%

Market commentary:

Market observed a free falling session today as majority of the prominent sectors performed negative. DSEX, the prime bourse, spiked up on the opening note but witnessed gradual sell off over the remaining course of the session. In the end, the DSEX closed at 5,883.2, down by 38.3 points.

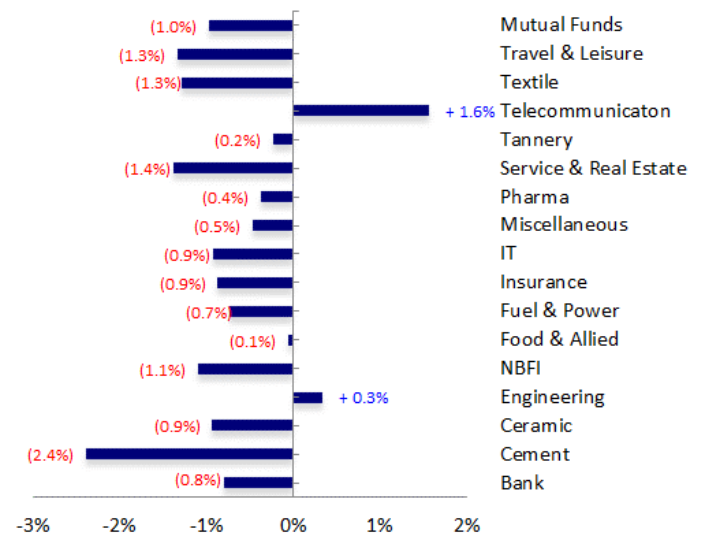
However, turnover increased by 7.5% to BDT 8.3 bn. Bank sector dominated the turnover chart - the sector accounted for 30.1% of total turnover, followed by Engineering (14.4%) and Textile sector (10.6%).

All of the prominent sectors, except for Telecommunication underperformed the market today.

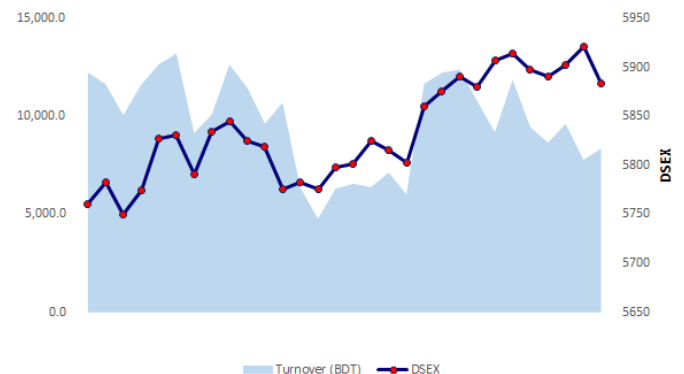
BBS Cables topped the turnover chart today by contributing 4.5% of the total turnover with 10.0% gain on the value.

TOP 10 GAINERS			TOP 10 LOSERS		
TRADING CODE	CLOSEP	%CHANGE	TRADING CODE	CLOSEP	%CHANGE
PHOENIXFIN	31.3	+7.6%	PLFSL	12.2	(4.7%)
DBH	123	+7.0%	PRIMEFIN	13.0	(3.0%)
MIDASFIN	29.7	+1.7%	UTTARAFIN	72.8	(2.7%)
BDFINANCE	19.1	+0.0%	ISLAMICFIN	22.7	(2.2%)
FIRSTFIN	14.3	+0.0%	ICB	182.0	(2.0%)
BIFC	10.7	+0.0%	LANKABAFIN	54.8	(1.8%)
GSPFINANCE	29.6	(0.3%)	NHFIL	50.9	(1.7%)
UNITEDFIN	22	(0.5%)	FAREASTFIN	11.6	(1.7%)
UNIONCAP	20.9	(0.5%)	PREMIERLEA	17.5	(1.7%)
BAYLEASING	27.1	(0.7%)	IDLC	79.3	(1.2%)

Sector Movement in DSE (August 16 - August 13)



Last 1 Month DSEX





News:

NBR drafting new income tax act facilitating corporate tax cuts

The National Board of Revenue will unveil next month for stakeholders' opinion the draft of the new Income Tax Act focusing on emerging international taxation issues including money laundering and profit shifting, and reducing corporate tax rates, officials said. They said that the drafting committee had already finalised the structure of the law which is likely to be passed in parliament in July next year. Digitisation of the country's income tax system will be the main focus of the new law, they said, adding that emerging issues and new business dimensions like merger and acquisition, transfer pricing, money laundering and base erosion and profit shifting will also get attention. Base erosion and profit shifting refers to tax avoidance strategies that exploit gaps and mismatches in tax rules to artificially shift profits to low or no-tax locations, they said. The new law will be in Bengali language with an official English version, said a senior official of the NBR. He said that the revenue board was also set to hire two external experts, one for international taxation and another for drafting the law in Bengali. 'There will be no major changes in the basic structure of the existing Income Tax Ordinance-1984 and more or less 80 per cent of the provisions will remain in place in the new law,' he said. Taxmen and taxpayers generally do not face any problems with the new law but the NBR has decided to frame the new law to incorporate the taxation issues that emerged in domestic and international arena and bring necessary changes to make the law fit in the country's socioeconomic context, he said.

<http://www.newagebd.net/article/21919/nbr-drafting-new-income-tax-act-facilitating-corporate-tax-cuts>

Imports rise 9pc as economy heats up

Bangladesh's imports grew 9 percent year-on-year in fiscal 2016-17 as the demand for capital machinery, industrial raw materials and food grain at home soared. More than \$47 billion worth of goods were brought in to the country last fiscal year, according to data from the Bangladesh Bank. Bankers attributed the import growth to the rising economic activities and development works. "Lots of machineries, from spinning to textile, re-rolling mills, auto rice mills, paper mills and power plants, are being imported," said Mirza Elias Uddin Ahmed, additional managing director of Jamuna Bank. In 2016-17, the import of capital machinery soared 37.39 percent from a year earlier to about \$4.85 billion, propelled by power and energy, garment, pharmaceuticals, telecom, food-processing and packaging sectors. Industrial raw material imports rose 3.52 percent year-on-year to \$16.22 billion. A senior BB official said the import of intermediate goods such as coal, hard coke, clinker and scrap vessels also increased in addition to raw materials for the garment and textile sectors. "It's a good sign for the economy that the import of machineries and raw materials is on the rise," Ahmed added. A senior treasury official of Prime Bank echoed the same. Industrial activities are rising and the growth in import indicates that production, development and employment will increase in the days to come, he added. The import of petroleum products based on the settlement of letters of credit increased 3.3 percent to \$2.52 billion in 2016-17. Food grains -- rice and wheat -- imports grew about 3 percent from a year earlier to \$1.15 billion.

<http://www.thedailystar.net/business/imports-rise-9pc-economy-heats-1449247?browserpush=true>