



# AT CAPITAL DAILY MARKET UPDATE – June 07, 2017

## Overview:

The DSEX closed at 5,489.9 points, down by 10.8 points. Total turnover was worth BDT 5.67 bn. Prices of 127 issues were increased whereas that of 161 issues were declined, and the price of the rests were remained unchanged.

## Index Movements:

INDEX	VALUE	DAY CH(%)	MTD(%)	YTD(%)
DSEX	5,489.9	(0.2%)	(0.2%)	+9.0%
DSES	1,272.7	(0.1%)	(0.1%)	+6.8%
DS30	2,043.8	(0.2%)	(0.2%)	+12.9%

MARKET STAT		TODAY	LAST DAY	CHANGE(%)
MARKET CAP (Equity)	BDT MM	3,119,065.0	3,125,136.8	(0.2%)
	USD MM	39,784.0	39,861.4	(0.2%)
TURNOVER	BDT MM	5,673.4	6,394.4	(11.3%)
	USD MM	72.4	81.6	(11.3%)
VOLUME	MM SHARES	161.2	186.0	(13.4%)

## Market commentary:

Gaining spell has been dismantled after six consecutive sessions. DSEX, the broad index, was commenced from the point where it was closed the last session. DSEX, however, failed to sustain the initial tempo, diving into the red zone to shed ~20.0 points. After that, DSEX recovered partially, but, till ended the session in red. Market closed the session at 5,489.9, down by 10.8 points.

Losers were relatively strong today – the ratio was Losers to Gainers ratio was 1.3:1

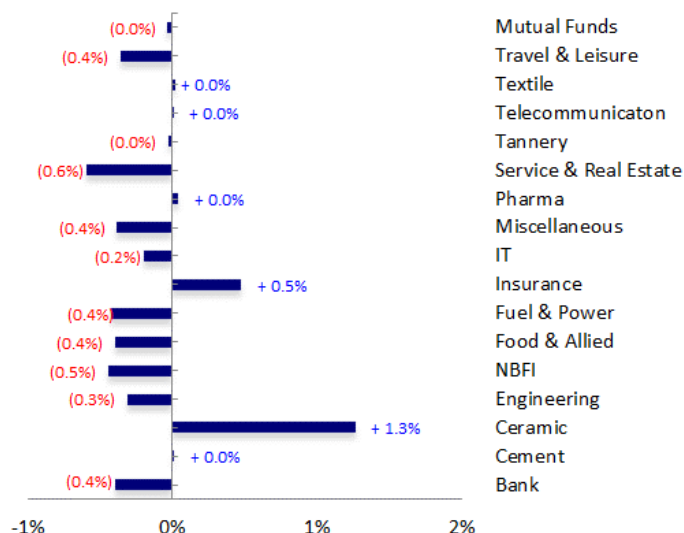
Among prominent sectors, Pharma, Telecommunication, Cement, and Textile sectors outperformed the market whereas Bank, Engineering, Fuel & power, and Food & Allied sectors underperformed the market today.

Turnover decreased by 11.3% to BDT 5.67 bn. Textile sector dominated the turnover chart - the sector accounted for 20.3% of total turnover, followed by Pharma (17.3%) and, Fuel & Power (15.4%) sector

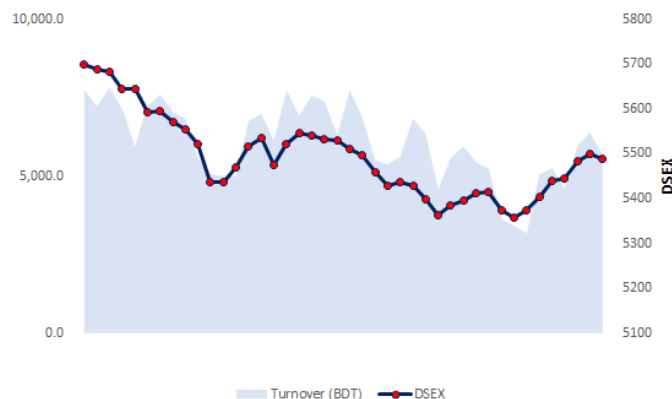
Beximco Pharmaceuticals topped the turnover chart today with the turnover of BDT 337mn - the stock gained 1.2%

TOP 10 GAINERS			TOP 10 LOSERS		
TRADING CODE	CLOSEP	%CHANGE	TRADING CODE	CLOSEP	%CHANGE
BXSYNTH	8.3	+9.2%	SAVAREFR	59.0	(6.3%)
SPCERAMICS	14	+6.9%	ASIAPACINS	20.0	(3.4%)
LEGACYFOOT	22.1	+6.8%	RUPALIBANK	25.0	(3.1%)
PHENIXINS	25.9	+6.6%	PRIMEFIN	10.9	(2.7%)
PRIMEINSUR	19.6	+6.5%	1JANATAMF	7.3	(2.7%)
CENTRALINS	21.8	+6.3%	SHURWID	11.5	(2.5%)
STANDARINS	20.6	+5.6%	BSC	54.1	(2.5%)
CENTRALPHL	30.6	+5.5%	NURANI	19.7	(2.5%)
BDWELDING	15.5	+4.7%	VAMLRBBF	9.0	(2.2%)
IMAMBUTTON	14.6	+4.3%	CNATEX	9.2	(2.1%)

## Sector Movement in DSE (June 07- June 06)



## Last 1 Month DSEX





## News:

### **Govt spends 65pc of ADP outlay in 11 months**

The ministries and divisions managed to spend 65 percent of their development budget in the first 11 months of fiscal 2016-17, which -- although higher than last year -- is in keeping with the past trend of comfortably missing the target. At this point last fiscal year, 61.85 percent of the allocation for annual development programme (ADP) was utilised by the ministries and divisions, according to the Implementation Monitoring and Evaluation Division. Between July last year and May this year, Tk 77,204 crore was used, meaning Tk 42,092 crore has to be spent this month to be able to exhaust the full allocation, which was already revised downwards. In the previous 11 months, Tk 7,018 crore was spent on an average every month. As has been the practice in past years, the ministries and divisions amp up their spending in the last month to flatter their full-year performance -- an exercise that leads to outrageous misuse of money. This fiscal year too, the practice will most likely to continue. "The ministries and divisions will obviously not be able to spend the rest of their ADP allocation," said an official of the planning ministry. Planning Minister AHM Mustafa Kamal on various occasions had put forward argument that the physical work of the project runs all throughout the year but the payment for them is made in the last part of the year. "In money terms, the execution rate is shown at the end of the year," he added. The bridges division got the highest allocation of Tk 6,583 crore this fiscal year, of which Tk 2,502 crore or 38 percent was spent in 11 months. There are three projects under the bridges division including the Padma bridge project, for which Tk 4,674 crore was allocated. Of the amount, Tk 1,798 crore was spent in the first eight months. Spending on the Padma bridge project was higher this year than the last but it is still low against the allocation, the planning ministry official said. The total cost for the Padma bridge project is Tk 28,793 crore, of which Tk 12,273 crore has been spent until February. The most complex work in the Padma bridge project is piling, which is taking a long time. "The physical progress is more than what the amount spent suggests," he added. The science and technology ministry spent only 41.86 percent of its allocation in the first 11 months of the fiscal year.

<http://www.thedailystar.net/business/govt-spends-65pc-adp-outlay-11-months-1416514>

### **Portfolio investment in DSE jumps 120 per cent in May**

Net foreign investment in stocks marked a 120 per cent rise on month-on-month basis in May, after hitting eight months low in April, as overseas investors invested more funds in stocks, anticipating positive market scenario. Market insiders said the favourable macroeconomic indicators, including declining interest rate coupled with political calm boosted foreign investors' confidence to inject fresh funds in the securities. Foreign investors bought shares worth Tk 5.25 billion and sold stocks of Tk 3.72 billion to take their net investment to Tk 1.53 billion in May this year, according to statistics from the Dhaka Stock Exchange (DSE). In April, net investment by overseas investors was only Tk 700 million, as they bought shares worth Tk 4.69 billion and sold stocks worth Tk 3.98 billion. The April's net portfolio investment in DSE was also the lowest in the eight months since August 2016. A DSE official said foreign investment in the prime bourse increased in May and the trend will may continue in the coming days too as market offers discounted rate of many fundamental stocks. "After hitting eight months low in April, the foreign investors came back in May, taking the advantage of lucrative price level of many fundamental stocks," he said. "Foreign fund managers see the Bangladesh stockmarket as one with potential among the emerging markets due to positive macroeconomic indicators and a stable political scenario," said a local stockbroker who deals with foreign investors. Md Ashaduzaman Riadh, strategic portfolio manager of LankaBangla Securities, said, "Sustained revival of the foreign investors' interest was backed by the rising corporate profitability and increasing consumption level of Bangladesh". Mr Riadh said, "If we analyse the economic factors -- first, in the way that they affect interest rate and overall market liquidity, and, second, in the way that they affect company earnings -- conditions were very friendly for the equity market".

<http://print.thefinancialexpress-bd.com/2017/06/07/174599>