



# AT CAPITAL DAILY MARKET UPDATE – June 01, 2015

## Overview

The DSEX closed at 4,623 points, up by 36 points. The total transaction was worth BDT 10.0 bn.

Price of 155 Issues appreciated whereas 116 issues declined and 48 others remained unchanged.

## Index Movements:

INDEX	VALUE	DAY CH(%)	MTD(%)	YTD(%)
DSEX	4,623.6	+0.8%	+0.8%	(5.0%)
DSES	1,118.7	+0.5%	+0.5%	(2.7%)
DS30	1,766.0	+0.5%	+0.5%	(2.1%)

MARKET STAT		TODAY	LAST DAY	CHANGE(%)
MARKET CAP (Equity)	BDT MM	2,640,226.0	2,619,324.3	+0.8%
	USD MM	33,870.8	33,602.6	+0.8%
TURNOVER	BDT MM	10,023.4	7,884.2	+27.1%
	USD MM	128.6	101.1	+27.1%
VOLUME	MILLION SHARES	236.1	169.0	+39.7%

## Market Commentary:

The Bull Run continued as investors are expecting the upcoming budget to be capital market friendly. The news on 2.5 percentage point expected tax cut for banks, NBFIs and insurance sector was taken as a positive stimuli. Both the market cap and turnover of the financial service sector increased today. From the beginning of the session market was positive, though retraced a little bit due to profit taking at the last hour. The major bourse, DSEX ended at 4623.6 points which is 36.7 points (0.80%) higher than yesterday.

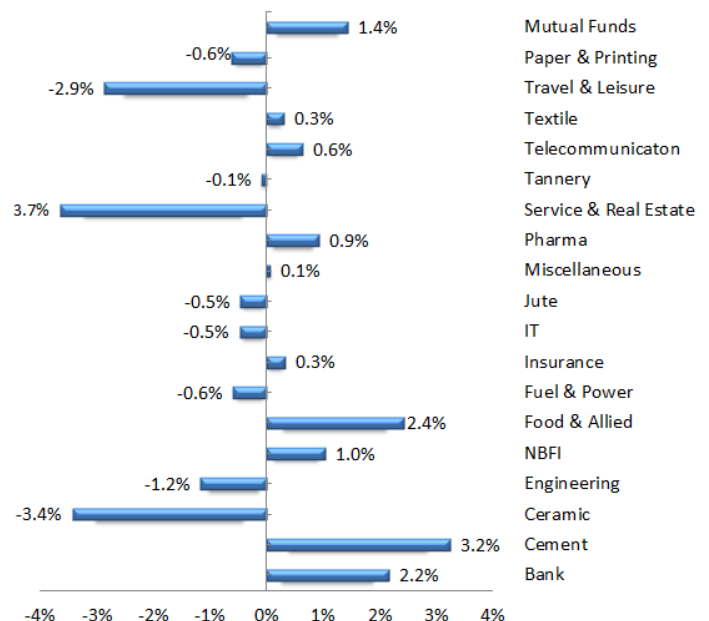
Turnover stood at BDT 10.0 bn which is the highest since October 14, 2014 and 27.1% higher than the previous trading session.

Among the prominent sectors Bank, Cement, NBFI, and Pharma outperformed the market while the rests underperformed.

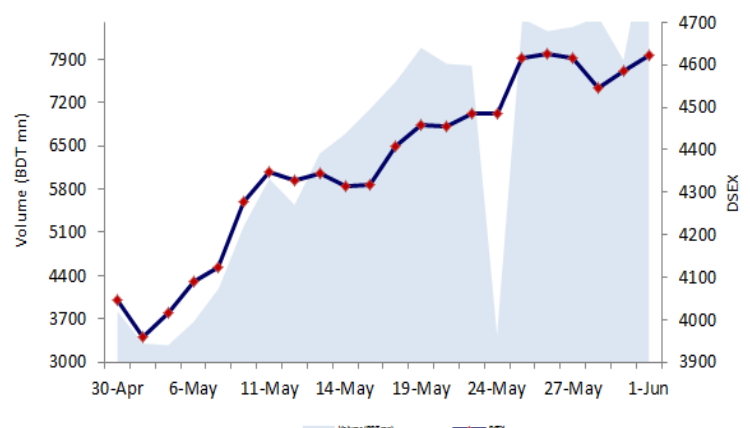
KHULNA POWER COMPANY LIMITED (KPCL) was the daily turnover leader contributing 10.2% to the total turnover.

TOP 10 GAINERS			TOP 10 LOSERS		
TRADING CODE	CLOSEP	%CHANGE	TRADING CODE	CLOSEP	%CHANGE
ORIONPHARM	42.3	+9.9%	SAVAREFR	47	(9.4%)
UNIONCAP	15.9	+8.2%	BSRMLTD	76.4	(7.6%)
GOLDENSON	33.9	+7.3%	IMAMBUTTON	8.7	(7.4%)
NHFIL	25.1	+6.8%	ACIFORMULA	238.2	(6.6%)
MEGHNACEM	113.4	+6.8%	STANDARINS	19.3	(6.3%)
GPHISPAT	48	+6.7%	FARCHEM	48.4	(6.2%)
ICB1STNRB	19.3	+6.6%	SAIFPOWER	87.7	(6.0%)
FBFIF	6.6	+6.5%	5THICB	180	(5.3%)
RUPALIBANK	50.1	+6.4%	SPPCL	63.5	(4.8%)
MARICO	1329.9	+6.2%	SAPORTL	64.9	(4.6%)

Sector Movement in DSE (June 01- May 31)



Last 1 Month DSEX





## **News:**

### **No Teesta deal during Modi visit**

Indian External Affairs Minister Sushma Swaraj has said that the Teesta water sharing agreement will not be signed during Prime Minister Narendra Modi's visit to Bangladesh. There was no consensus so far on Teesta, as this agreement was not just a bilateral affair with Bangladesh but it involved West Bengal too, Swaraj said.

She made the remark while replying to a question at a press conference in New Delhi yesterday on the completion of one year of Indian diplomacy under the Modi government, Indian media reported. The Indian Minister also said West Bengal Chief Minister Mamata Banerjee was accompanying the prime minister to Dhaka not for Teesta but in connection with the Land Boundary Agreement, reports UNB.

<http://www.dhakatribune.com/bangladesh/2015/jun/01/no-teesta-deal-during-modi-visit#sthash.R3NAXen4.dpuf>

### **Corporate tax for banks to be lowered at last**

The government is likely to reduce the corporate tax for financial institutions, even though the move would lead to revenue losses of about Tk 1,000 crore. About 60 percent of the corporate tax comes from financial institutions, who have been demanding a cut for several years.

But the government is finally caving in to their demand, hoping the banks will go on to reduce the lending rates, which would then perk up the stagnant investment scenario, finance ministry officials said. The corporate tax may be lowered to 40 percent from the existing 42.5 percent in the upcoming fiscal year.

Given the higher capital requirements from 2016 and the rising default loans and the accompanying provisioning, a cut in corporate tax would take some pressure off them, banks said. The government is also considering cutting the corporate tax for listed and non-listed companies by around 2 to 2.5 percentage points, the officials said.

<http://www.thedailystar.net/business/tax-and-customs/corporate-tax-banks-be-lowered-last-90532>

### **Stocks rise on budget hopes**

Stocks returned to the black yesterday, as investors expect positive announcements for the capital market in the next fiscal year's budget that will be placed in parliament on Thursday. DSEX, the benchmark index of Dhaka Stock Exchange, gained 42.24 points or 0.92 percent, finishing the first day of the week at 4,586.95 points.

The government may propose a cut in the corporate tax rate from an existing 42.5 percent to 40 percent for the listed banks, insurance companies and financial institutions in fiscal 2015-16. "The Dhaka stockmarket is now responding to economic cues, ahead of the budget," the stockbroker said. However, the day's turnover, another important indicator of the market, fell 8.19 percent to Tk 788.41 crore on transactions of 16.89 crore shares and mutual fund units.

<http://www.thedailystar.net/business/stocks-rise-budget-hopes-90526>