



AT CAPITAL DAILY MARKET UPDATE – July 19, 2017

Overview:

The DSEX closed at 5,775.6 points, down by 43.7 points. Total turnover was worth BDT 10.70 bn. Prices of 86 issues were increased whereas that of 223 issues were declined, and the price of the rests were remained unchanged.

Index Movements:

INDEX	VALUE	DAY CH(%)	MTD(%)	YTD(%)
DSEX	5,775.6	(0.8%)	+2.1%	+14.7%
DSES	1,314.8	(0.6%)	+1.4%	+10.3%
DS30	2,121.3	(0.6%)	+1.8%	+17.1%

MARKET STAT		TODAY	LAST DAY	CHANGE(%)
MARKET CAP (Equity)	BDT MM	3,293,391.9	3,306,668.2	(0.4%)
	USD MM	41,167.4	41,333.4	(0.4%)
TURNOVER	BDT MM	10,695.9	9,622.3	+11.2%
	USD MM	133.7	120.3	+11.2%
VOLUME	MM SHARES	293.8	258.7	+13.6%

Market commentary:

Market experienced severe correction today, dragging down DSEX, the broad index, below 5,800 mark after seven consecutive sessions. DSEX spiked marginally in the first 30 minutes of the session, gaining ~20.0 points. Since then, DSEX, however, fell sharply till the end of the session, shedding almost 70.0 points. Market closed the session at 5,775.6, down by 43.7 points.

Losers were strongly dominant today - Losers to Gainers ratio was 2.6:1

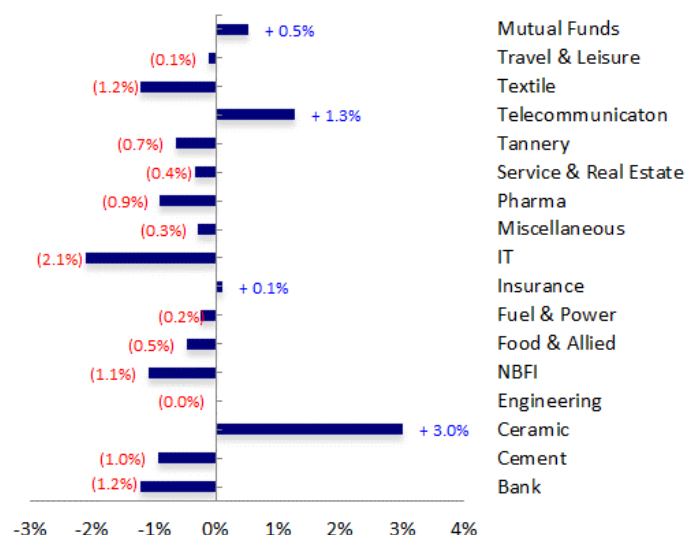
Turnover increased by 11.2% to BDT 10.70 bn. Engineering sector dominated the turnover chart - the sector accounted for 14.7% of total turnover, followed by Fuel & Power (14.3%) and, Bank sector (12.8%).

Among prominent sectors, Engineering, Food & Allied, Telecommunications, and Fuel & Power sectors outperformed the market whereas Bank, Cement, Pharma, Textiles, and NBFI sectors underperformed the market today.

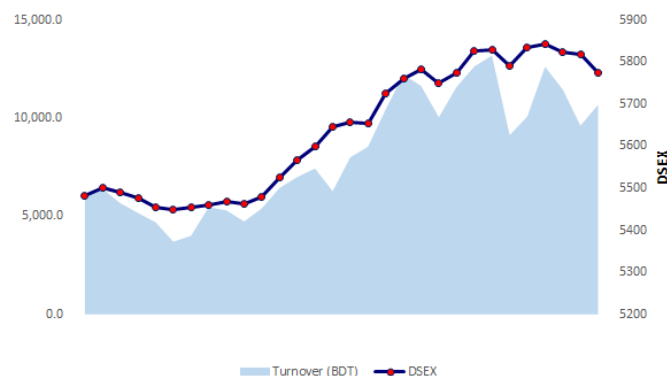
Doreen Power topped the turnover chart today with the turnover of BDT 441mn - the stock lost 1.5%.

TOP 10 GAINERS			TOP 10 LOSERS		
TRADING CODE	CLOSEP	%CHANGE	TRADING CODE	CLOSEP	%CHANGE
ICB	194.7	+3.1%	BDFINANCE	20.1	(4.7%)
MIDASFIN	29.8	+1.4%	BIFC	11.5	(4.2%)
FIRSTFIN	12.3	+0.8%	PLFSL	11.8	(3.3%)
LANKABAFIN	55.5	+0.7%	PREMIERLEA	19.4	(3.0%)
NHFIL	51.5	(0.2%)	ILFSL	16.0	(2.4%)
DBH	113.5	(0.3%)	PHOENIXFIN	27.2	(2.2%)
UNIONCAP	25	(0.8%)	GSPFINANCE	29.6	(1.7%)
UTTARAFIN	59.1	(1.0%)	IPDC	49.0	(1.6%)
BAYLEASING	27.4	(1.1%)	FAREASTFIN	12.9	(1.5%)
IDLC	73	(1.1%)	PRIMEFIN	13.7	(1.4%)

Sector Movement in DSE (July 19- July 18)



Last 1 Month DSEX





News:

Banks to cut remittance cost

The central bank is set to ask commercial banks for encouraging non-resident Bangladeshis (NRBs) to use banking channel for remittance at cut-down costs, officials said. A meeting of the Bangladesh Bank (BB) top brass with senior officials of top 20 remittance-recipient banks will be held today (Wednesday) in this connection in the wake of receding remittance inflows.

"We'll advise the banks at the meeting for reducing the remittance- sending cost to increase the flow of inward remittances in the coming months," a BB senior official told the FE Tuesday. He also said the central bank believes that expatriate Bangladeshis will be encouraged to remit their hard-earned currency through the banking channel instead of illegal hundi system. The central bank has taken the latest move against the backdrop of falling trend in inward remittance in the recent months.

The inflow of remittances dropped by 14.48 per cent to US\$12.77 billion in the fiscal year (FY) 2016-17 from \$14.93 billion a year before, BB data showed. Currently, 29 exchange houses are operating across the globe, setting up 1159 drawing arrangements abroad, to expedite the remittance inflow, according to the BB officials. They expect that the flow of inward remittance will improve in the ongoing fiscal year following different promotional initiatives. As part of the masseurs, the central bank had asked the banks for taking different measures to attract NRBs through improvement in the quality of remittance services.

<http://print.thefinancialexpress-bd.com/2017/07/19/178280>

ADB lends \$526m for infrastructure dev projects under PPP

The Asian Development Bank (ADB) Tuesday approved a US\$526 million loan to facilitate execution of infrastructure development projects in Bangladesh under the Public-Private Partnership (PPP) initiatives, the Bank said. The Board of the ADB in its meeting in Manila endorsed the multi-tranche financing facility (MFF) which will also help improve renewable energy in Bangladesh, a statement from the ADB Headquarters said Tuesday.

The ADB fund consists of a \$500 million market-based loan to finance medium and large-scale PPP infrastructure projects, and a \$26 million concessional loan to finance small and medium-sized renewable energy and energy efficiency facilities, primarily in rural areas of the country. Both the loans are under the Third Public-Private Infrastructure Development Facility (PPIDF 3). The fund will mainly be used for enactment of the PPP Act and institutional support to the PPP Authority. It is also designed to promote commercial financing for PPP projects to reduce pressure on direct financing from the budget to meet the growth target, officials said.

The Board also approved a \$750,000 technical assistance from the Financial Sector Development Partnership Fund to further strengthen the capacity of the Bangladesh government-owned Infrastructure Development Company Limited (IDCOL) in order to promote and finance PPP projects. ADB said the PPIDF-3 is a continuation of the previous efforts of the Bank and the Bangladesh government and it reflects strong partnership between ADB and IDCOL to address the country's infrastructure deficiencies. Peter Marro, ADB Principal Financial Sector Specialist, said, "Infrastructure development is an integral part of Bangladesh's rapid economic growth, but it is undeniable that in order to sustain this growth, the country would need an increased investment in infrastructure that can be filled in by the private sector."

"We hope to continue our contribution to the country's infrastructure development through PPIDF 3," he added. ADB said Bangladesh has recorded steady average growth of 6.3 per cent between 2011 and 2015, enabling it to attain lower-middle income status in July 2015. But real gross domestic product (GDP) growth would need to reach an average annual rate of 7.4 per cent during the 7th Five Year Plan to move Bangladesh toward upper middle-income level. Such a target will require a substantial increase in public and private investment from about 29 per cent of GDP in 2015 to 34.4 per cent by 2020. The gap in infrastructure financing alone is estimated at between 5.0 per cent and 6.0 per cent of GDP or a shortfall of \$9.0 billion to \$10 billion a year, the Manila-based lender said.

<http://print.thefinancialexpress-bd.com/2017/07/19/178289>