



# AT CAPITAL DAILY MARKET UPDATE – July 27, 2017

## Overview:

DSEX was closed at 5815.1, down by -9.4 points. Total turnover was worth BDT 7.13 bn. Prices of 209 issues were increased whereas that of 77 issues were declined, and the price of the rests were remained unchanged.

## Index Movements:

INDEX	VALUE	DAY CH(%)	MTD(%)	YTD(%)
DSEX	5,815.1	(0.2%)	+2.8%	+15.5%
DSES	1,317.6	+0.0%	+1.6%	+10.6%
DS30	2,129.1	(0.1%)	+2.2%	+17.6%

MARKET STAT		TODAY	LAST DAY	CHANGE(%)
MARKET CAP (Equity)	BDT MM	3,320,094.8	3,316,653.1	+0.1%
	USD MM	41,501.2	41,458.2	+0.1%
TURNOVER	BDT MM	7,129.6	6,389.4	+11.6%
	USD MM	89.1	79.9	+11.6%
VOLUME	MM SHARES	232.2	191.9	+21.0%

## Market commentary:

Market rotated the direction today embarking on the neutral monetary policy which was declared yesterday for HY1FY18. DSEX, the broad index, started from the point where the index was left yesterday, continuing the uptrend which started from the latter half of the last trading session. DSEX, however, failed to retain the gain after maintaining the uptrend in the first 30 minutes of the trading session. DSEX fell sharply to the bottom, shedding the lion's share of the initial gain. All these happened in the first half of today's session. In the latter half, market remained sideways, which continued till the end of the session.

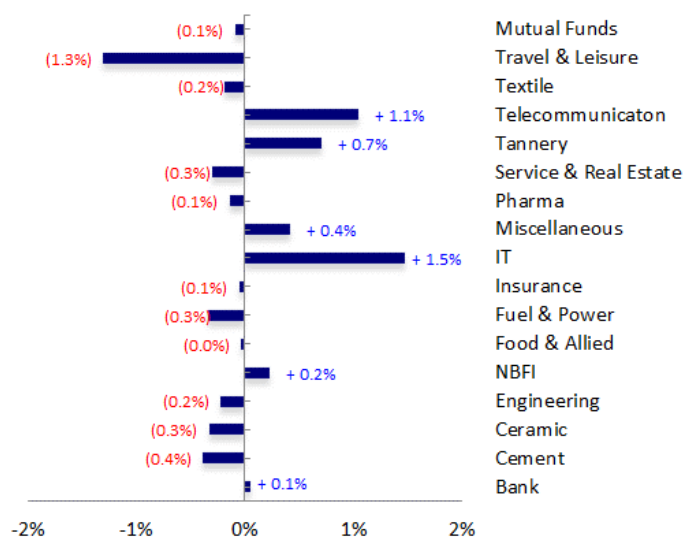
Turnover increased by 11.6% to BDT 7.13 bn. Bank sector dominated the turnover chart - the sector accounted for 25.5% of total turnover, followed by Textile (14.4%) and, NBF sector (11.1%).

Most of the prominent sectors, except Textiles sector, outperformed the market today.

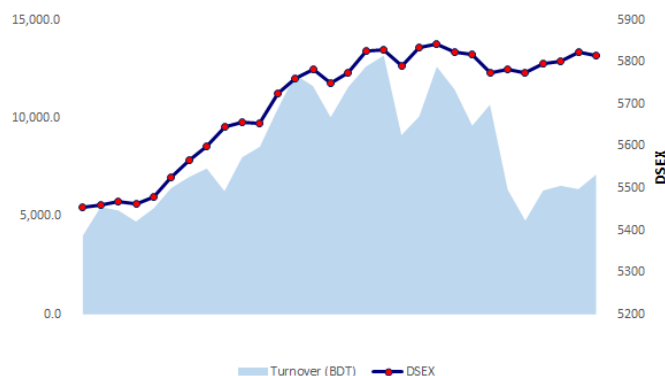
Mercantile Bank topped the turnover chart today with the turnover of BDT 325mn - the stock lost 3.4%.

TOP 10 GAINERS			TOP 10 LOSERS		
TRADING CODE	CLOSEP	%CHANGE	TRADING CODE	CLOSEP	%CHANGE
MIDASFIN	31.3	+4.0%	FIRSTFIN	13.0	(2.3%)
BIFC	11.1	+3.7%	PHOENIXFIN	28.8	(1.0%)
IDLC	75.7	+2.4%	IPDC	48.0	(1.0%)
FAREASTFIN	12.2	+1.7%	NHFIL	53.0	(0.7%)
UTTARAFIN	60.2	+1.5%	PLFSL	14.0	(0.7%)
UNIONCAP	24.5	+0.8%	ICB	188.4	(0.5%)
GSPFINANCE	29	+0.3%	LANKABAFIN	56.8	+0.0%
DBH	113.6	+0.3%	FASFIN	16.7	+0.0%
BDFINANCE	19.4	+0.0%	PREMIERLEA	18.8	+0.0%
FASFIN	16.7	+0.0%	BDFINANCE	19.4	+0.0%

## Sector Movement in DSE (July 27- July 26)



## Last 1 Month DSEX





## News:

### **BB lowers private sector credit target**

The central bank lowered its target for credit growth in the private sector on Wednesday amid a sluggish investment trend. Bangladesh Bank (BB) reduced the private sector credit growth target to 16.3% in its monetary policy statement (MPS) for the July to December (H1) period of fiscal year 2017-18. The target was 16.5% in the second half of the last fiscal year, which ended on June 30. After discussing with stakeholders and economists, BB Governor Fazle Kabir announced the monetary policy at the central bank's headquarters on Wednesday. He said the bank was targeting 12.1% credit growth in the public sector and an overall domestic credit growth ceiling of 15.8%. "We have set 15.8% as domestic credit growth because the credit flow in the last fiscal was lower than the set target," the governor said. The credit growth has only been lowered for the public sector, not the private sector.

<http://www.dhakatribune.com/business/economy/2017/07/27/bb-lowers-private-sector-credit-target/>

### **Investment in nat'l savings tools hits record Tk 52,327cr in FY17**

The yearly net investment in the national savings certificates and bonds hit a fresh record of Tk 52,327 crore in the recently concluded fiscal year 2016-17 as there was a huge rush for the tools due to low interest rates for bank deposit products. The previous highest yearly net investment in the saving tools was Tk 33,688.60 crore posted in FY16. Directorate of National Savings and Bangladesh Bank officials said people had been maintaining a huge investment in the last few months as the government earlier hinted at lowering the rate on the tools with a view to reducing the interest rate gap between the NSCs and other rates of deposit products offered by the banks. The net investment also crossed Tk 50,000 crore for the first time in the country's history in the last fiscal year.

<http://www.newagebd.net/article/20620/investment-in-natl-savings-tools-hits-record-tk-52327cr-in-fy17>

### **Mobile operators urge govt not to restrict funding sources for 4G**

The mobile operators have urged the government not to impose any restriction on 'funding sources' for their upcoming investment in 4G, saying that any such provision would put them 'at a disadvantage compared to other industries'. In a formal letter sent to the State Minister for Post and Telecom, the Association of the Mobile Telecom Operators of Bangladesh (AMTOB) said the operators should be allowed to borrow from local banks for 4G investment. Such 'fiscal circulation' will 'help the roll-over of idle money', the Association pointed out.

<http://print.thefinancialexpress-bd.com/2017/07/27/178942>

### **Growth momentum to slow without policy upgrades**

Maintaining the past growth performance will become increasingly challenging for Bangladesh without a significant rise in public and private investment, said a top official of the International Monetary Fund. "Yes, the fast growth of the past could be sustained, but it will not happen automatically," said Brian Aitken, the division chief of the Asia Pacific department of the IMF. Aitken's comments came in an interview with The Daily Star on the sidelines of the 2017 IMF-BNM summer conference in the Malaysian capital. The two-day conference ended yesterday. To sustain the growth momentum, Bangladesh's policy practices and institutions need to be upgraded to better fit with the aspiration of a middle-income country status. In this respect, one of the key tasks is to develop the country's capital markets for financing long-term private investment that would greatly improve growth prospects, he said.

<http://www.thedailystar.net/business/growth-momentum-slow-without-policy-upgrades-1439440>