



# AT CAPITAL DAILY MARKET UPDATE – February 19, 2017

## Overview

The DSEX closed at 5,583.0 points, down by 7.7 points. Total turnover was worth BDT 12.3 bn.

Prices of 131 issues were increased whereas that of 162 issues were declined, and the price of the rests were remained unchanged.

## Index Movements:

INDEX	VALUE	DAY CH(%)	MTD(%)	YTD(%)
DSEX	5,583.0	(0.1%)	+2.1%	+10.9%
DSES	1,308.8	+0.2%	+3.2%	+9.8%
DS30	2,020.4	(0.4%)	+1.4%	+11.6%

MARKET STAT		TODAY	LAST DAY	CHANGE(%)
MARKET CAP (Equity)	BDT MM	3,142,026.6	3,139,040.8	+0.1%
	USD MM	40,076.9	40,038.8	+0.1%
TURNOVER	BDT MM	12,329.0	10,627.6	+16.0%
	USD MM	157.3	135.6	+16.0%
VOLUME	MM SHARES	336.1	293.3	+14.6%

Market put in a choppy session today, driven by correction in prices of banking stocks. DSEX, the broad index, closed 7.7 points down.

Following last trading session's volatility, the broad index started the session with few volatilities. The broad index hit its session's peak during the first 45 minutes of the session, chasing 5,600 level. The broad index, however, was pulled down sharply in the next 15 minutes, declining ~20.0 points. The broad index changed the direction twice before hitting session's low at the eleventh hour of today's session. The broad index closed the session in the negative trajectory at 5,583.0, down by 7.7 points from yesterday.

Losers to Gainers ratio was 1.2:1, signaling investors' uncertainty regarding the direction of the market.

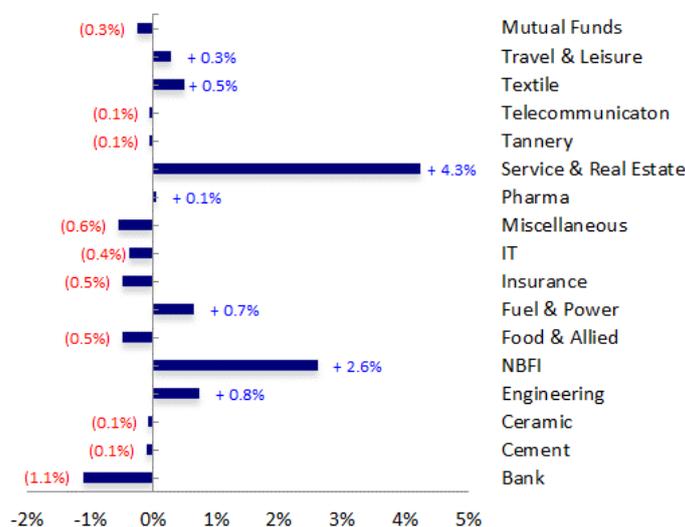
Turnover increased by 16.0% to BDT 12.33 bn. Both Engineering and Textile sector accounted for 16.5% each of total turnover, followed by Pharma sector (14.9%), and Fuel & power sector (13.0%)

Among prominent sectors, NBFI and Textile sector outperformed the market today whereas Bank, Pharma and Food & Allied sector underperformed the market.

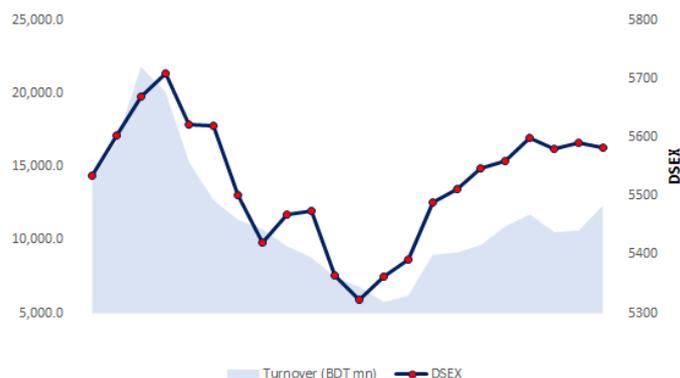
Barka Power topped the turnover chart today, contributing 5.3% of total turnover – the stock closed 3.0% up.

TOP 10 GAINERS			TOP 10 LOSERS		
TRADING CODE	CLOSEP	%CHANGE	TRADING CODE	CLOSEP	%CHANGE
IMAMBUTTON	17.7	+8.6%	SAVAREFR	53.1	(8.3%)
CMCKAMAL	26.9	+7.6%	RAHIMAFOOD	123.8	(6.3%)
AFCAGRO	59.5	+7.4%	RNSPIN	28.8	(5.9%)
DELTASPINN	12	+6.2%	PRIMEFIN	10.1	(4.7%)
MATINSPINN	39.9	+6.1%	BXSYNTH	8.1	(4.7%)
ICB	173.9	+5.9%	ALARABANK	19.9	(3.9%)
EHL	53.4	+5.7%	ICBIBANK	5.3	(3.6%)
SINOBANGLA	35	+5.4%	GHAIL	50.5	(3.3%)
SHYAMPSUG	21.6	+4.9%	EASTRNLAB	1,163.7	(3.2%)
TOSRIFA	24.1	+4.8%	SAMATALETH	27.6	(3.2%)

## Sector Movement in DSE (Feb 19 - Feb 16)



## Last 1 Month DSEX





## News:

### Current account deficit widening

Current account deficit widened further in the first six months of the fiscal year on the back of the sliding remittance inflow and slow export growth. Between the months of July and December of 2016, the current account deficit stood at \$793 million in contrast to \$1,852 million in the surplus a year earlier, according to the central bank's balance of payments data. The current account balance set foot into the negative territory for the first time in four years in the first quarter of fiscal 2016-17: the deficit was \$504 million and every month it has been gradually increasing.

The last time the current account was in the deficit -- of \$447 million -- was way back in fiscal 2011-12. Since then there had been no deficit in the current account balance at any point in time. A major source of foreign currency for the country in the last 10 to 12 years has been remittance sent by expatriate Bangladeshis, which also keeps the external balance sheet in a strong position. In the first six months of the fiscal year, remittance dropped 17.65 percent -- a development that has created a pressure on the current account balance. Remittance inflow fell due to low oil prices on the global market and a growing preference among the expatriates for hundi, an illegal way to transfer funds from abroad. Strong import growth coupled with a moderate rise in export and a slowdown in remittance inflow contributed to the deficit, said the Bangladesh Bank's latest monetary policy statement (MPS), which was unveiled last month.

In the first six months of fiscal 2016-17, imports rose 8.91 percent while exports grew 4.33 percent, both of which resulted in the further widening of trade deficit. Trade deficit stood at \$4.5 billion during the period in contrast to \$3.6 billion a year earlier. However, the BB predicts that at the end of the fiscal year the current account deficit will come down to within \$600 million on the back of a pick-up in remittance and export.

<http://www.thedailystar.net/business/current-account-deficit-widening-1363531>

### 4G auction to be open for all: BTRC

The telecom regulator plans to issue 4G licences by a month, which will enable people to enjoy fastest data service. Bangladesh Telecommunication Regulatory Commission has decided to make it an "open for all" licence where even a new entity can participate.

The commission will also arrange an auction to distribute spectrum in four months, BTRC Chairman Shahjahan Mahmood told The Daily Star yesterday. "Prior to the auction, we will give go-ahead to technology neutrality for all existing spectrum," said Mahmood. A senior executive of a top mobile operator said they are ready to launch 4G services as they have already upgraded their network.

"We can go for 4G services only after receiving technology neutrality. Now we want more spectrum as we want to improve the quality of services, and here spectrum price will be a matter of concern." Technology neutrality allows the operators to offer any service in any band, which will reduce the operators' cost of doing business and improve service quality. On Wednesday, Prime Minister's ICT Affairs Adviser Sajeeb Wazed Joy in a meeting directed BTRC and other government telecom officials to introduce 4G services in the country as soon as possible.

"All the existing four mobile phone operators can get 4G licences if they want and the fees will be over Tk 10 crore," said Mahmood. The fee for 3G licence was Tk 10 crore plus 5 percent VAT in September 2013. The regulator raised \$21 million for each MHz of spectrum in the 3G spectrum auction.

<http://www.dhakatribune.com/business/2017/02/15/petrobangla-seeks-1-4bn-govt-support-buy-4g-reliance/>