



AT CAPITAL DAILY MARKET UPDATE – November 2, 2017

Overview:

The DSEX closed at 6,099.0 points, up by 26.7 points. Total turnover was worth BDT 6.76 bn. Prices of 183 issues were increased whereas that of 108 issues were declined, and the price of the rests were remained unchanged.

Index Movements:

INDEX	VALUE	DAY CH(%)	MTD(%)	YTD(%)
DSEX	6,099.0	+0.4%	+0.4%	+21.1%
DSES	1,329.1	+0.6%	+0.6%	+11.5%
DS30	2,201.5	+0.6%	+0.6%	+21.6%

MARKET STAT		TODAY	LAST DAY	CHANGE(%)
MARKET CAP (Equity)	BDT MM	3,491,772.0	3,479,245.8	+0.4%
	USD MM	43,129.6	42,974.9	+0.4%
TURNOVER	BDT MM	6,759.2	6,637.4	+1.8%
	USD MM	83.5	82.0	+1.8%
VOLUME	MM SHARES	207.9	194.9	+6.7%

Market commentary:

Market retained the upward momentum for the second consecutive session. DSEX, the broad index, was headed upward since the onset of the trading session that lasted for 1 hour, resulting in a gain of more than 40 points. Since then, DSEX remained sideways with few minuscule correction. Market closed the session at 6,099.0, up by 26.7 points.

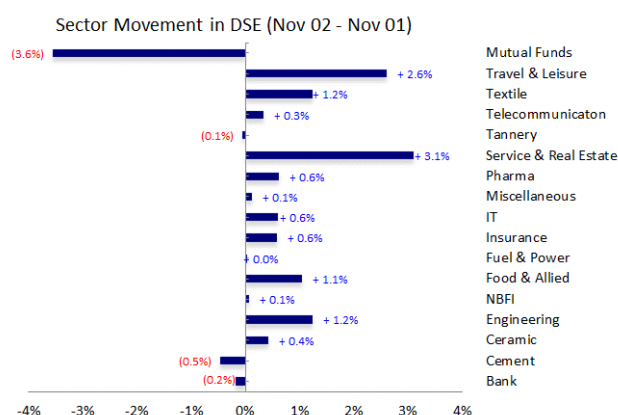
Losers remained weaken compared to its peers - Losers to Gainers ratio was 0.6:1

Turnover increased by 1.8% to BDT 6.76 bn. Bank sector dominated the turnover chart - the sector accounted for 28.6% of total turnover, followed by Engineering (13.0%) and, Pharma sector (10.5%). Turnover of Engineering, pharma and Bank surged 21.8%, 10.8%, and 0.2% respectively.

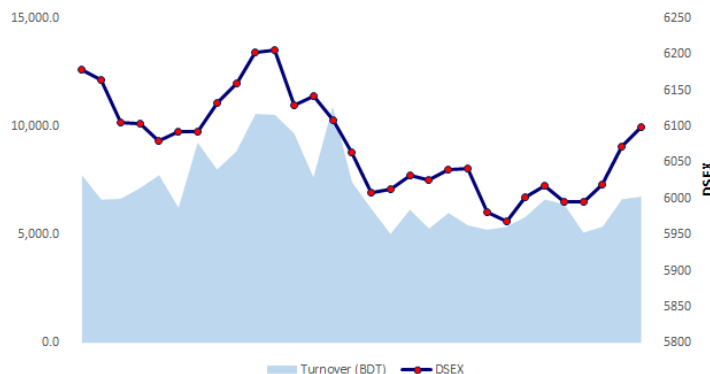
Among prominent sectors, Food & Allied, Pharma, and Engineering sectors outperformed the market whereas Bank, Cement, and Fuel & Power sectors underperformed the market today.

Exim Bank topped the turnover chart today with the turnover of BDT 235mn - the stock lost 0.6%.

TOP 10 GAINERS			TOP 10 LOSERS		
TRADING CODE	CLOSEP	%CHANGE	TRADING CODE	CLOSEP	%CHANGE
UNIONCAP	17.6	+5.4%	BAYLEASING	26.7	(1.5%)
FAREASTFIN	11.1	+4.7%	PLFSL	13.8	(1.4%)
PHOENIXFIN	36.7	+3.1%	ICB	183.1	(1.4%)
GSPFINANCE	31.4	+3.0%	PRIMEFIN	11.6	(0.9%)
NHFIL	48.2	+2.8%	LANKABAFIN	63.7	(0.5%)
IDLC	89.5	+2.1%	BIFC	10.5	+0.0%
UNITEDFIN	22.9	+1.8%	UTTARAFIN	78.2	+0.3%
PREMIERLEA	18.3	+1.7%	ILFSL	22.6	+0.9%
FIRSTFIN	13	+1.6%	IPDC	43.4	+0.9%
FASFIN	19.8	+1.5%	MIDASFIN	38.6	+1.0%



Last 1 Month DSEX





News:

Remittance rebounds

Remittance rebounded in October after hitting a seven-year low the previous month, bringing a sigh of relief for the government. The Bangladeshi diaspora sent home \$1.16 billion last month, up 14.85 percent from a year earlier and 35.83 percent from the previous month, according to data from the central bank. Remittance is a major source of foreign currency for Bangladesh and its descent since fiscal 2015-16 has progressively become a matter of concern for the government. Although the official explanation being pushed for the shrinking remittance inflow is the persistent weakness in the Gulf Cooperation Council economies, where the majority of the migrant workers reside, it does not present the complete picture. The growing popularity of digital "hundi" among migrant workers is another reason for the lower official remittance figures in recent times. Digital hundi is an illegal transfer of funds from abroad. The remitter deposits the amount to a vendor in his/her host country, who then instructs his network in Bangladesh to deposit the sum to the accounts of mobile financial service (MFS) providers. Through this illegal channel the recipients in Bangladesh tend to get a bigger sum than what they would have if the money was sent through the official channel. The reason for the jump in October's inflows, Bangladesh Bank officials say, is that the various initiatives that the government and the central bank took to tackle the growing popularity of digital hundi in recent times are finally starting to bear fruit. For instance, the central bank has asked MFS providers to suspend suspicious accounts of agents, who settle cross-country financial transactions by bypassing the money laundering and terrorism financing laws. bKash, the leading MFS provider, has suspended the activities of more than 2,000 agents in line with the central bank directive, said Habibur Rahman, a general manager of the BB. "More suspicious accounts will be suspended," he said. The central bank has asked banks to recruit agents abroad to collect remittances from migrant workers.

<http://www.thedailystar.net/business/remittance-rebounds-1485124>

BB lowers interest rate further for long-term pvt sector loans

Bangladesh Bank on Wednesday lowered further the interest rate for long-term financing to the private sector entrepreneurs under the World Bank-funded financial sector support project. The BB issued a circular to the managing directors and chief executive officers of all banks saying that from now on the entrepreneurs would be allowed to take loans from banks at a maximum interest rate of LIBOR plus 3 per cent instead of existing rate of LIBOR plus 3.5 per cent. Besides, lowest interest rate for taking loans from the fund has been revised to LIBOR plus 2 per cent from existing LIBOR plus 2.50 per cent. Wednesday's BB circular issued by its deputy general manager Jagannath Chandra Ghosh stated that the revision of interest rate for the fund was made considering the prevailing interest rate in the international market. On November 13 last year, the central bank deduced the interest rate from LIBOR plus 4 per cent to LIBOR plus 3.5 per cent. The central bank under the auspices of International Development Association of the World Bank provided \$254 million through FSSP to meet the growing demand for long-term financing in the productive sectors of the country. The BB provided \$38.5 million to create the revolving fund. Banks disburse the loans in US dollars to the clients by taking fund from the refinance scheme. The banks, CAMELS rating of which is good, are allowed to disburse loans with a lower rate of interest than the other banks, according to the circular. The banks with CAMELS rating 1 will disburse the loans to the clients with an interest rate of LIBOR plus 2 per cent for the 5-year term loan, LIBOR plus 2.25 per cent for the 7-year term loan and LIBOR Plus 2.50 per cent for 10-year term loan. The banks with CAMELS rating 2 and 3 will disburse the loans with an interest rate which is 0.25 per cent more than that of the banks having CAMELS rating 1. The banks having CAMELS rating 4 and 5 are not allowed to disburse loans by taking fund from the refinance scheme.

<http://www.newagebd.net/article/27449/bb-lowers-interest-rate-further-for-long-term-pvt-sector-loans>