



AT CAPITAL DAILY MARKET UPDATE – May 16, 2017

Overview:

The DSEX closed at 5,435.7 points, up by 7.6 points. Total turnover was worth BDT 5.6 bn. Prices of 142 issues increased whereas that of 135 issues declined and the price of the rests remained unchanged.

Index Movements:

INDEX	VALUE	DAY CH(%)	MTD(%)	YTD(%)
DSEX	5,435.7	+0.1%	(1.6%)	+7.9%
DSES	1,258.4	(0.1%)	(1.3%)	+5.6%
DS30	1,997.8	(0.2%)	(1.7%)	+10.3%

MARKET STAT		TODAY	LAST DAY	CHANGE(%)
MARKET CAP (Equity)	BDT MM	3,084,284.8	3,081,271.1	+0.1%
	USD MM	39,340.4	39,301.9	+0.1%
TURNOVER	BDT MM	5,631.3	5,379.9	+4.7%
	USD MM	71.8	68.6	+4.7%
VOLUME	MM SHARES	159.3	167.4	(4.9%)

Market commentary:

Market closed in the positive territory, ending seven consecutive losing streak with slightly increased turnover. Index gained ~30 points in the first hour of trading and then witnessed correction till the mid-hour. In the latter half, DSEX made several attempts to get back to the gaining momentum but only managed to end marginally positive.

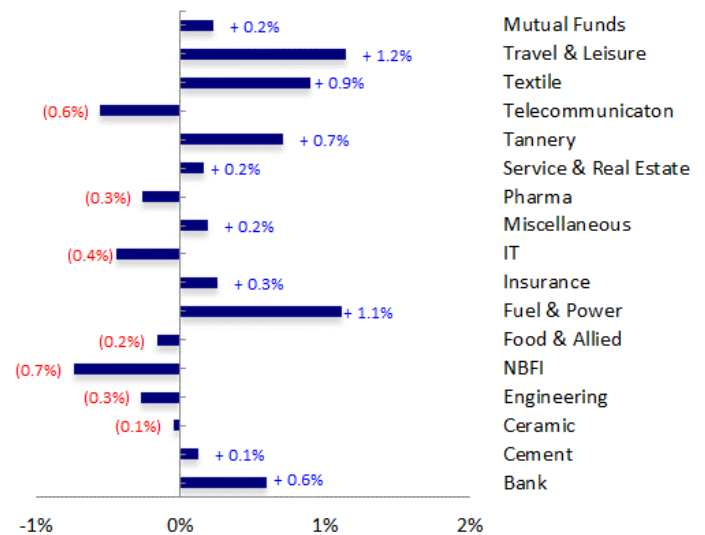
Turnover improved by 4.7% to BDT 5.6 bn. Textile sector dominated the turnover chart as the sector accounted for 15.6% of total turnover, followed by Bank (14.1%) and Fuel & Power sector (13.1%).

Among the prominent sectors Fuel & Power, Textile, Bank and Insurance sector outperformed the market today whereas NBFI, Telecommunication, Engineering & Pharma sector underperformed.

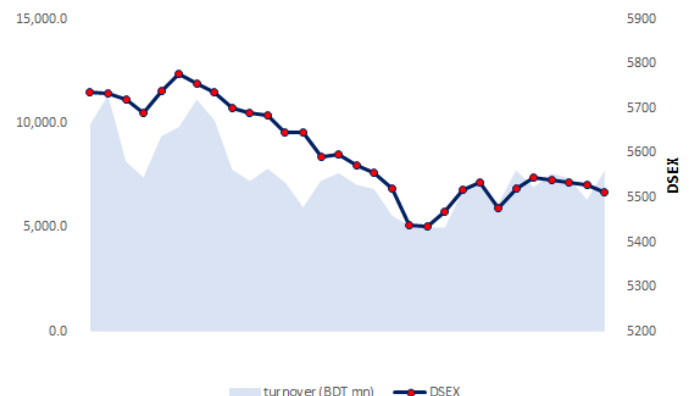
Doreen Power Generations and Systems led the turnover board with the turnover of BDT 203mn, which is 5.2% of the total turnover and posted 3.8% day return.

TOP 10 GAINERS			TOP 10 LOSERS		
TRADING CODE	CLOSEP	%CHANGE	TRADING CODE	CLOSEP	%CHANGE
FASFIN	18.6	+9.7%	PEOPLESINS	21.3	(8.6%)
JUTESPINN	60.4	+9.6%	SEMLIBLSF	9.4	(5.1%)
CENTRALINS	21.8	+9.0%	MEGHNA PET	9.0	(3.2%)
NORTHERN	492.7	+7.4%	RENWICKJA	583.5	(3.2%)
PRAGATIINS	35.3	+7.3%	FIRSTFIN	12.3	(3.1%)
PURABIGEN	18.1	+7.1%	PRIMEINSUR	18.7	(3.1%)
KAY&QUE	53.5	+7.0%	APEXFOODS	137.8	(2.8%)
MERCINS	18.5	+6.9%	RSRMSTEEL	87.3	(2.7%)
DULAMIACOT	8.3	+6.4%	DBH	114.7	(2.5%)
PTL	31.9	+6.3%	PROVATIINS	19.6	(2.5%)

Sector Movement in DSE (May 16 - May 15)



Last 1 Month DSEX





News:

Business-friendly VAT rate finalised

The government is set to implement the new VAT law from July this year but with some modifications to give some comfort to businesses and consumers.

The development comes after Prime Minister Sheikh Hasina at a meeting on proposed budgetary measures for fiscal 2017-18 on Sunday night gave the nod to the adjustments in the VAT law.

“We had a fruitful meeting regarding income tax, customs and VAT. The results of the discussion will be reflected in the upcoming budget proposal,” said Commerce Minister Tofail Ahmed, who was present at the high-level meeting on fiscal measures.

He said most of the issues regarding the implementation of the VAT law have been finalised; the rest will be sorted later by the prime minister and the finance minister.

<http://www.thedailystar.net/business/business-friendly-vat-rate-finalised-1405852>

Telcos can't hold shares in mobile banking cos

Bangladesh Bank will not allow mobile network operators to hold any shares in the companies which run mobile financial service, according to the BB's latest draft guidelines on the MFS.

The draft guidelines said that the MNOs would just provide networking services to settle clients' transaction through the MFS.

The MNOs have been demanding for long to allow their investment in the MFS operation, but the BB high-ups are openly opposing their (MNOs) demand at different seminars and events as the central bank has decided to follow a bank-led model in this regard.

In 2015, Trust Bank decided to form a subsidiary with Malaysia's Axiata Group to provide the MFS, but the BB did not entertain their initiative.

Axiata Group is now holding the majority of shares of Robi Axiata Ltd, one of the MNOs operating in Bangladesh. If approved, Trust Bank would have held the subsidiary company's 51 per cent shares while Axiata would have owned the rest.

The central bank had earlier prepared another draft of the MFS guidelines where it said a single MNO would be allowed to hold 15 per cent of shares of a subsidiary company engaged in MFS operation and jointly they would be allowed to hold maximum 30 per cent of its shares.

<http://www.newagebd.net/article/15651/telcos-cant-hold-shares-in-mobile-banking-cos>