



AT CAPITAL DAILY MARKET UPDATE – January 29, 2017

Overview

The DSEX closed at 5,500.9 points, down by 117.8 points. The total transaction was worth BDT 11.37 bn.

Price of 47 issues appreciated whereas 275 issues declined and 5 others remained unchanged.

Index Movements:

INDEX	VALUE	DAY CH(%)	MTD(%)	YTD(%)
DSEX	5,500.9	(2.1%)	+9.2%	+9.2%
DSES	1,274.8	(1.4%)	+7.0%	+7.0%
DS30	2,003.2	(1.7%)	+10.6%	+10.6%

MARKET STAT		TODAY	LAST DAY	CHANGE(%)
MARKET CAP (Equity)	BDT MM	3,078,789.7	3,132,201.9	(1.7%)
	USD MM	39,270.3	39,951.6	(1.7%)
TURNOVER	BDT MM	11,371.5	12,696.1	(10.4%)
	USD MM	145.0	161.9	(10.4%)
VOLUME	MM SHARES	314.2	359.7	(12.6%)

Index faced heavy correction on the first trading day of the week as profit taking extends for third consecutive session whilst turnover reduced significantly.

Today's market opened with a bearish spell that dragged the index downward right at the beginning. After 30 minutes of losing session DSEX tried to make a recovery however failed quickly as there were increasing sell pressure in the stocks of Bank, NBFI and Textile sectors. Profit-booking continued in the rest of the session as well and eventually the benchmark index closed at 5,500.9 points, down by 117.8 points or 2.1% from the last session. Index faced such a big correction in terms of percentage first time since 04 May 2015.

Both DSES and DS30 indexes were down by 1.4% and 1.7% respectively that indicates profit taking happened across the board and especially affected the small and mid-cap stocks.

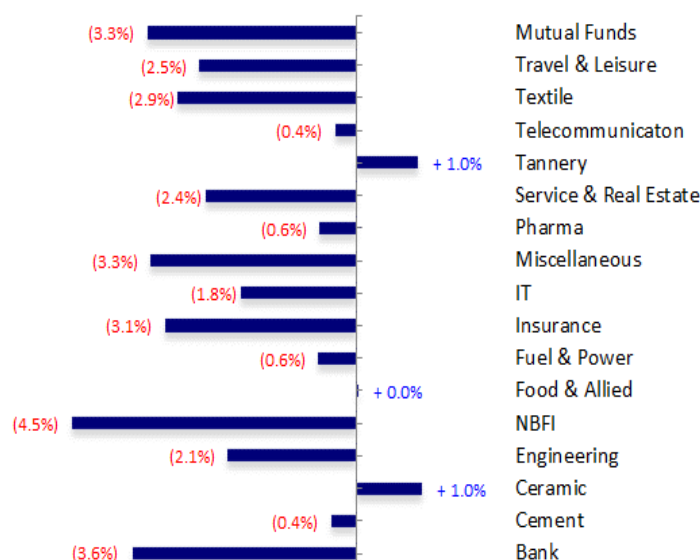
Market activity was relatively down as turnover dropped by 10.4% to BDT 11.37 billion. Loser to Gainer ratio was almost 6 : 1, indicates that the broad based sentiment was largely bearish.

All the major sectors posted negative price return today. Among the prominent sectors Cement, Fuel & Power, Pharma and Telecom outperformed the market while the rests underperformed.

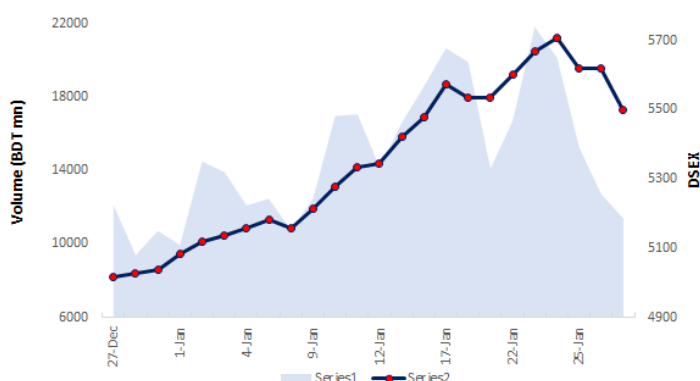
Bangladesh Export Import Company was the leader in today's turnover chart contributing 5.1% to the total turnover and posted negative 7.6% price return.

TOP 10 GAINERS			TOP 10 LOSERS		
TRADING CODE	CLOSEP	%CHANGE	TRADING CODE	CLOSEP	%CHANGE
ANLIMAYARN	31.6	+7.5%	SPCERAMICS	11.5	(9.4%)
GHAIL	49.6	+7.1%	AZIZPIPES	65.8	(8.9%)
APEXFOODS	145.7	+5.0%	BXSYNTH	8.5	(8.6%)
HAKKANIPUL	49.5	+4.4%	PLFSL	9.8	(8.4%)
MONNOCERA	43	+4.4%	SAVAREFR	60.0	(8.1%)
DOREENPWR	108	+4.3%	ICBIBANK	5.7	(8.1%)
PREMIERCCEM	94.7	+4.0%	ASIAPACINS	20.6	(7.6%)
KDSALTD	78.8	+3.8%	PF1STMF	7.3	(7.6%)
APEXTANRY	157.5	+3.8%	BEXIMCO	31.7	(7.6%)
FORTUNE	56	+3.7%	FIRSTFIN	9.8	(7.5%)

Sector Movement in DSE (Jan 29 - Jan 26)



Last 1 Month DSEX





News:

Monetary policy to remain more of the same

Bangladesh Bank is likely to continue with the same monetary policy in the second half of the fiscal year due to emergence of some fresh risks. The risks include the bullish trend in the stockmarket and the rise in default loans. Though there is a pressure on the central bank for raising the credit growth target to boost investment, there will not be any major change in the next monetary policy statement to be released today, said a BB official. Besides, the credit growth target set in the monetary policy for the first half of the year is yet to be achieved. As a result, it will remain the same at 16.5 percent. On June 30 last year, private-sector credit grew 16.78 percent, but in November of the same year, it declined to 15.01 percent. The government has not been borrowing from the banking system now, so the private sector may use the space fully, the BB official added. The monetary programme targets need to maintain continuity while becoming a little more ambitious on reducing the inflation target to around 5.5 percent instead of the original 5.8 percent, said Zahid Hussain, lead economist of the World Bank's Dhaka office.

<http://www.thedailystar.net/business/monetary-policy-remain-more-the-same-1352488>

Bangladesh seeks duty-free access for its goods to the US

Bangladesh requested the Trump administration give duty-free access to help the south Asian country ship more goods to the US. Bangladesh Ambassador to the US Mohammad Ziauddin made the plea during a meeting with US Republican Senator Roger Wicker in Washington DC last week. Wicker of Mississippi is a member on the commerce, science and transportation committee of the US Senate. During the meeting, the ambassador hoped for further close bilateral ties between the two countries, the Bangladesh embassy in the US said in a statement. Currently, only 34 African least-developed countries are benefited from the duty-free access to the US, Ziauddin said. Bangladesh has been kept out of such duty benefit despite being a least-developed country, he said. The ambassador noted that there is a sense of deprivation among the rest of the LDCs and he sought justice from the US, according to the statement. The duty benefit would help the country be economically stronger with the export of more products, especially from the garment sector, where more than four million women work at present. Ziauddin mentioned Prime Minister Sheikh Hasina's "zero tolerance" stance against all forms of extremism and terrorism in Bangladesh and beyond. He also shed light on the existing counter terrorism cooperation of Bangladesh with the US, India and other neighbouring countries.

<http://www.thedailystar.net/business/bangladesh-seeks-duty-free-access-its-goods-the-us-1352473>

IFC to invest up to \$55m to support Dhaka Bank

International Finance Corporation (IFC), the private investment arm of the World Bank group, has agreed to invest up to \$55 million to support Dhaka Bank Limited's working capital solution, and help the bank aid foreign currency needs of SMEs in Bangladesh, reports dealstreetasia.com. Under the agreement, IFC will provide the bank a short-term loan for of up to \$20 million for working capital solutions and a \$35 million guarantee under Global Trade Finance Program, IFC said in a disclosure. "The financing provided is a fit with the World Bank and IFC strategy of promoting economic growth by providing access to finance to underserved market said in a disclosure. "The financing provided is a fit with the World Bank and IFC strategy of promoting economic growth by providing access to finance to underserved market segments and promoting international trade, thereby leading to improved competitiveness, job retention and creation," it said. "

[http://www.thefinancialexpress-bd.com/2017/01/28/60378/IFC-to-invest-up-to-\\$55m-to-support-Dhaka-Bank](http://www.thefinancialexpress-bd.com/2017/01/28/60378/IFC-to-invest-up-to-$55m-to-support-Dhaka-Bank)