



AT CAPITAL DAILY MARKET UPDATE – February 02, 2017

Overview

The DSEX closed at 5,365.1 points, down by 108.8 points. The total transaction was worth BDT 7.46 bn.

Price of 44 issues appreciated whereas 273 issues declined and 10 others remained unchanged.

Index Movements:

INDEX	VALUE	DAY CH(%)	MTD(%)	YTD(%)
DSEX	5,365.1	(2.0%)	(1.9%)	+6.5%
DSES	1,254.8	(1.4%)	(1.1%)	+5.3%
DS30	1,956.9	(1.8%)	(1.8%)	+8.1%

MARKET STAT		TODAY	LAST DAY	CHANGE(%)
MARKET CAP (Equity)	BDT MM	3,017,280.3	3,067,944.0	(1.7%)
	USD MM	38,485.7	39,131.9	(1.7%)
TURNOVER	BDT MM	7,459.9	8,825.6	(15.5%)
	USD MM	95.2	112.6	(15.5%)
VOLUME	MM SHARES	228.1	272.5	(16.3%)

Market ended with moderate volatility and decreased turnover.

Index opened with an uptrend adding 50 points within 15 minutes and then lost half of the initial gains in the next thirty minutes. Then buying enthusiasm came into play that pulled the index up and the momentum continued for next two hours and meanwhile DSEX gained ~ 70 points. However short-term investors profit booking mentality became dominant on the Bank and NBFi sectors at this point that led the benchmark index losing all of its intra-day profits and finally closed at 5,473.9 points, meagerly up by 5.6 points from yesterday.

Turnover stood at BDT 8.83bn, reduced by 7.8% from the last session indicates investors preferred to stay in the sideline.

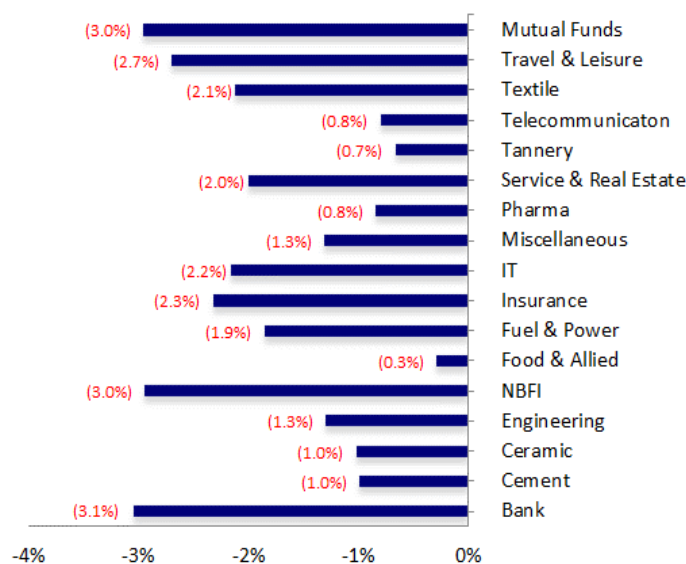
Gainers beat Losers by 183 to 112 which represents investors positive sentiment regarding the overall market outlook despite the sell-offs happened in the financial sector.

Among the prominent sectors Cement, Engineering, Insurance, Pharma, Telecom and Textiles outperformed the market while Bank and NBFi underperformed. Telecommunications sector posted sharpest gain of 1.5% supported by attractive year-end declaration of GrameenPhone.

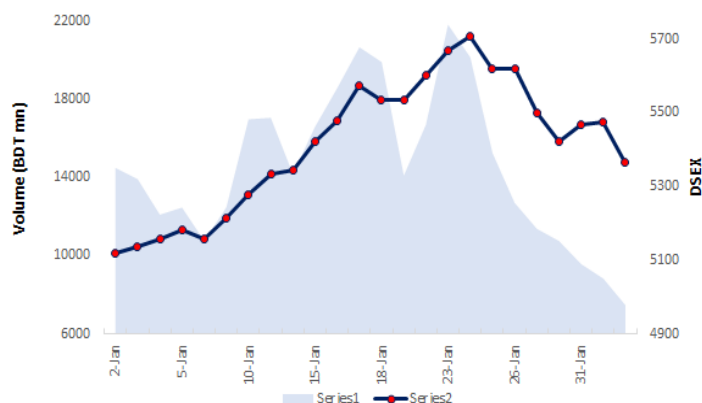
Islami Bank Bangladesh led the turnover chart for two consecutive days attracting 4.0% to the total turnover and posted negative 2.9% price return.

TOP 10 GAINERS			TOP 10 LOSERS		
TRADING CODE	CLOSEP	%CHANGE	TRADING CODE	CLOSEP	%CHANGE
RAHIMTEXT	289.9	+5.8%	ICBAMCL2ND	7.6	(9.5%)
KOHINOOR	403.3	+4.4%	LANKABAFIN	43.3	(7.7%)
SHYAMPSUG	22.2	+4.2%	SIBL	19.9	(7.0%)
IMAMBUTTON	15.3	+4.1%	PRAGATIINS	30.4	(6.7%)
NLTUBES	120.5	+3.8%	SUNLIFEINS	21.8	(6.4%)
JUTESPINN	54.9	+3.6%	ICBSONALI1	7.3	(6.4%)
RAHIMAFOOD	121.3	+3.3%	EASTERNINS	31.7	(6.2%)
NLI1STMF	13.8	+3.0%	ICB2NDNRB	9.3	(6.1%)
MONNOSTAF	529.1	+2.9%	HWAWELLTEX	34.8	(5.7%)
ATCSLGF	10.8	+2.9%	ICB3RDNRB	6.7	(5.6%)

Sector Movement in DSE (Feb 02 - Feb 01)



Last 1 Month DSEX





News:

Foreign funds in stocks jump on bright data

Net foreign investment in the capital market soared more than nine times year-on-year in January, as overseas investors kept up their buying spree of Bangladeshi shares for five months. Foreign investors bought shares worth Tk 611.25 crore and sold shares worth Tk 425.12 crore to take their net investment to Tk 186.13 crore in January, according to data from the Dhaka Stock Exchange. But the sales outstripped purchases during the same period a year ago, resulting in a negative position. The investors bought shares worth Tk 322.77 crore and sold shares worth Tk 345.3 crore in January last year.

Foreign investors continued to inject more funds into Bangladesh, a frontier and emerging market in the region, analysts said. "If we analyse the economic factors -- first, in the way that they affect interest rate and overall market liquidity, and second, in the way that they affect company earnings -- conditions are very friendly for the foreign equity investors," said Md Ashadzaman Riadh, strategic portfolio manager of LankaBangla Securities, which deals with foreign investment.

Banks are the foreign investors' preferred sector, followed by non-bank financial institutions, power and energy, pharmaceuticals, multinationals, telecoms and IT. Global investment banks such as Morgan Stanley, JPMorgan and Goldman Sachs, and asset management firms such as BlackRock have presence in Bangladesh. Also known as portfolio investment, foreign investment accounts for only 1 percent of the premier bourse's total market capitalisation, which stood at Tk 367,325 crore at the close of trade yesterday. Net foreign investment in 2016 was Tk 1,340.7 crore, up from Tk 185.5 crore the previous year.

<http://www.thedailystar.net/business/foreign-funds-stocks-jump-bright-data-1354585>

Remittance drops for 7th month

Monthly remittance inflow in year-on-year basis dropped in January, for the seventh month in a row, as non-resident Bangladeshis continued to send money through illegal channel, hundi, because of lower rate of US dollar in banks. The country received \$1,009.44 million in remittance in January, down by 12.27 per cent from \$1150.63 received in January, 2016, according to Bangladesh Bank data released on Wednesday. Because of dismal inflow, the total remittance in seven months of the current fiscal year 2016-17 fell by 20.73 per cent to \$7.18 billion compared with the same period of FY 2015-16.

Remittance inflow totalled \$8.63 billion in July-January in FY2015-16. Although the country's macro-economic situation remained relatively stable, economists said that sliding remittance remained one of the major challenges for the economy this year. BB officials said that the remittance inflow continued to drop in January because of hundi as the rate of US dollar has a difference of around Tk 4 in banks and curb market.

'Many of the NRBs still preferred hundi, through which the foreign currency never enters the country, as they are getting around Tk 82 against a dollar in curb market, whereas the rate of dollar in banks is around Tk 78,' said an official. BB officials said that recent efforts of the central bank to cut down hundi, especially in the name of mobile banking, was yet to have any major impact in increasing remittance. There are allegations that different quarters allure NRBs to send money in the name of mobile banking, mostly bKash, but the quarters never send the money while their local agents in Bangladesh pay the receivers in Taka.

<http://www.newagebd.net/article/8265/remittance-drops-for-7th-month#sthash.OX1uu0ON.dpuf>