



AT CAPITAL DAILY MARKET UPDATE – March 20, 2017

Overview

The DSEX closed at 5,695.7 points, up by 0.3 points. Total turnover was worth BDT 9.95 bn.

Prices of 106 issues were increased whereas that of 173 issues were declined, and the price of the rests were remained unchanged.

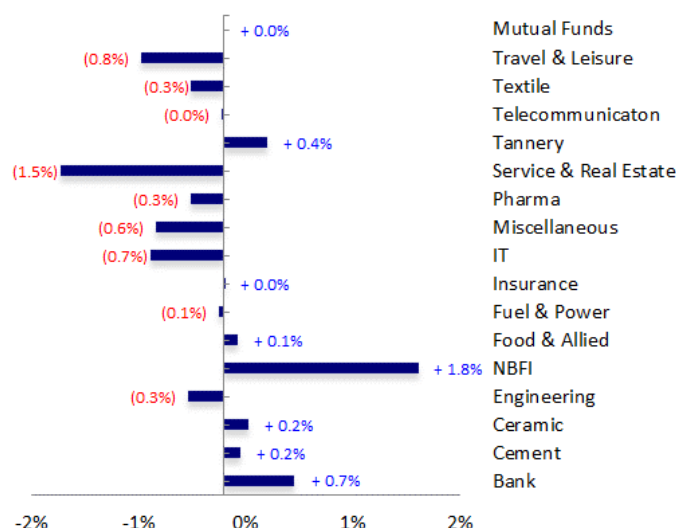
TOP 10 GAINERS			TOP 10 LOSERS		
TRADING CODE	CLOSEP	%CHANGE	TRADING CODE	CLOSEP	%CHANGE
SUNLIFEINS	27.0	+ 7.6%	STANCERAM	61.9	(3.9%)
IFIC	30	+ 7.1%	FINEFOODS	24.3	(3.6%)
RAHIMAFOOD	114.2	+ 6.3%	MONNOCERA	41.0	(3.3%)
JUTESPINN	53	+ 6.0%	BIFC	9.1	(3.2%)
ABBANK	24.4	+ 5.2%	TAKAFULINS	21.5	(2.7%)
ICB	171.5	+ 5.2%	UNITEDFIN	25.6	(2.7%)
MICEMENT	97.7	+ 4.8%	BDFINANCE	18.6	(2.6%)
TUNGHAI	15.6	+ 4.7%	SAIFPOWER	48.6	(2.6%)
PRIME1ICBA	7.6	+ 4.1%	SHYAMPSUG	18.9	(2.6%)
UTTARABANK	28.1	+ 4.1%	SAFKOSPINN	15.4	(2.5%)

Index Movements:

INDEX	VALUE	DAY CH(%)	MTD(%)	YTD(%)
DSEX	5,695.7	+ 0.0%	+ 1.5%	+ 13.1%
DSES	1,305.2	(0.2%)	(0.0%)	+ 9.5%
DS30	2,061.5	(0.2%)	+ 1.8%	+ 13.8%

MARKET STAT		TODAY	LAST DAY	CHANGE(%)
MARKET CAP (Equity)	BDT MM	3,165,435.3	3,160,991.0	+ 0.1%
	USD MM	40,375.5	40,318.8	+ 0.1%
TURNOVER	BDT MM	9,954.1	11,037.6	(9.8%)
	USD MM	127.0	140.8	(9.8%)
VOLUME	MM SHARES	294.3	359.1	(18.1%)

Sector Movement in DSE (Mar 20 - Mar 19)



Market Commentary:

DSEX ended flat following yesterday's mild correction while witnessing indecisive trading behavior with cautious turnover.

Today's market opened positive for a brief period of time followed by profit booking for next fifteen minutes. Later on market observed buying spree for next fifty minutes and reached days high 5,715 points before it witnessed sell-offs in the stocks of DSES and DS30 indices that continued for next two hours. Market witnessed minor spike in the last hour and eventually closed flat at 5,695.7 points, up by 0.3 point from yesterday.

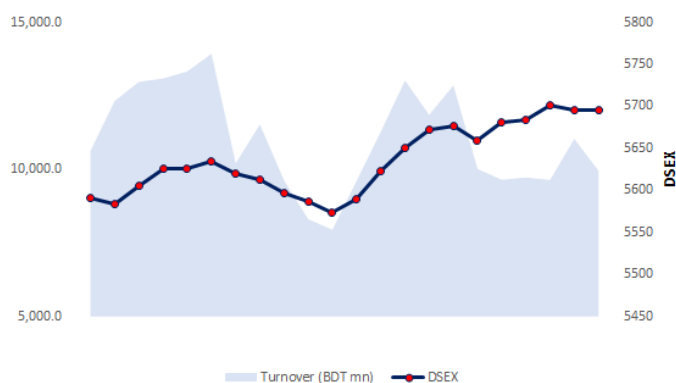
Losers overtook Gainers by 173 to 106; reflecting profit-booking in the blue chip stocks and in the shares of non-financial sectors.

Turnover decreased by 9.8% to BDT 9.95 bn. Bank sector keeps dominating the turnover chart - the sector accounted for 24.9% of total turnover, followed by Engineering (19.3%) and Textile sector (12.5%).

Majority of the sectors posted negative price return today. Among the prominent sectors Bank, NBFI, Cement and Food & Allied outperformed the market whereas Telecommunication, Textile, Pharmaceuticals, Fuel & Power and Engineering underperformed. NBFI sector posted the sharpest gain of 1.8% driven by state-owned Investment Corporation of Bangladesh (ICB) – up by 5.2%.

IFIC Bank topped the turnover chart today with the turnover of BDT 432.8 mn - the stock price increased by 7.1%.

Last 1 Month DSEX





News:

Bangladesh overtakes China as top denim supplier to EU

Bangladesh has overtaken China to become the largest denim supplier to the European Union -- a development that would give confidence to the country's garment sector as it looks to hit \$50 billion in exports by 2021. In the January-June period of 2016, Bangladesh exported €567.97 million worth of denim products to the 28-nation bloc -- enough to secure a 21.18 percent market share, the highest. The country has also become the third largest denim supplier -- after China and Mexico -- to the US.

It exported \$186.30 million worth of denim products to the US, registering a 12.03 percent market share, eclipsed only by China (26.04 percent) and Mexico (25.40 percent). The headway has been possible because of the millions of dollars that the local denim fabrics makers invested to set up state-of-the-art facilities in their plants. Currently, Bangladesh has 30 denim mills for which investment to the tune of \$1 billion was made, said Mostafiz Uddin, managing director of Denim Expert Ltd, a leading denim exporter. The collective production capacity of the mills is 435 million yards a year, he said.

For instance, Amber Denim invested heavily to acquire a modern denim laboratory for testing and certification, which helped in reducing the lead time, he said. In terms of denim sales, the US and the UK are two major markets of Bangladesh. Almost 70 percent of the population in the US wear denim products regularly, according to industry insiders. An average consumer owns seven denim products at any given time, they said. Over in the UK, one of the largest clothing markets in Europe, each consumer owns an average of 17 denim garments.

<http://www.thedailystar.net/business/bangladesh-overtakes-china-top-denim-supplier-eu-1378204>

Use of repo, reverse repo declines: Banking system has more than Tk 2.77t idle fund

The reverse repo operation in the money market, a process where central bank borrows money from banks through bidding as a means of monetary tool, remains almost halted for quite some time. It has happened, as the Bangladesh Bank (BB) did not accept bids, signifying that the monetary instrument is 'losing its effectiveness.' On the other hand, the volume of money borrowed through repo operations, a process where banks borrow from the central bank, also declined significantly in the recent period.

The money market experts told the FE that through such reluctance to borrow from the commercial banks BB wants to give a signal that the market is in equilibrium and it requires no intervention. But in real sense there is adequate liquidity in the banking system.

BB latest statistics shows that the volume of idle money, which remains unused for long in the banking system, amounts to Tk 2.77 trillion or equivalent to nearly 16 per cent of the country's GDP, as of November 2016. They also told the FE that both the commercial banks and the central bank have adequate cash to meet their demands that has made both the tools almost 'inactive'.

<http://www.thefinancialexpress-bd.com/2017/03/17/64645/Use-of-repo,-reverse-repo-declines>