



# AT CAPITAL DAILY MARKET UPDATE – August 28, 2016

## Overview

The DSEX closed at 4,534.6 points, down by 19.7 points. The total transaction was worth BDT 4.7 bn.

Price of 102 issues appreciated whereas 164 issues declined and 55 others remained unchanged.

## Index Movements:

INDEX	VALUE	DAY CH(%)	MTD(%)	YTD(%)
DSEX	4,534.6	(0.4%)	+0.2%	(2.1%)
DSES	1,103.3	(0.4%)	(0.5%)	(0.3%)
DS30	1,741.0	(0.4%)	(1.7%)	(0.5%)

MARKET STAT		TODAY	LAST DAY	CHANGE(%)
MARKET CAP (Equity)	BDT MM	2,605,576.1	2,618,260.5	(0.5%)
	USD MM	33,234.4	33,396.2	(0.5%)
TURNOVER	BDT MM	4,655.2	4,961.3	(6.2%)
	USD MM	59.4	63.3	(6.2%)
VOLUME	MILLION SHARES	108.8	106.4	+2.3%

## Market Commentary:

Market went down at the start of the week continuing previous week bearish trend as investor kept them refrain from making fresh investment. Index has been declining steadily since the morning with no sign of reversal till the end; which have seen its biggest day fall (-0.4%) in the last 54 trading sessions. Eventually DSEX ended red after shedding 19.7 points at 4,534.6. Loser to Gainer ratio was almost 3:2.

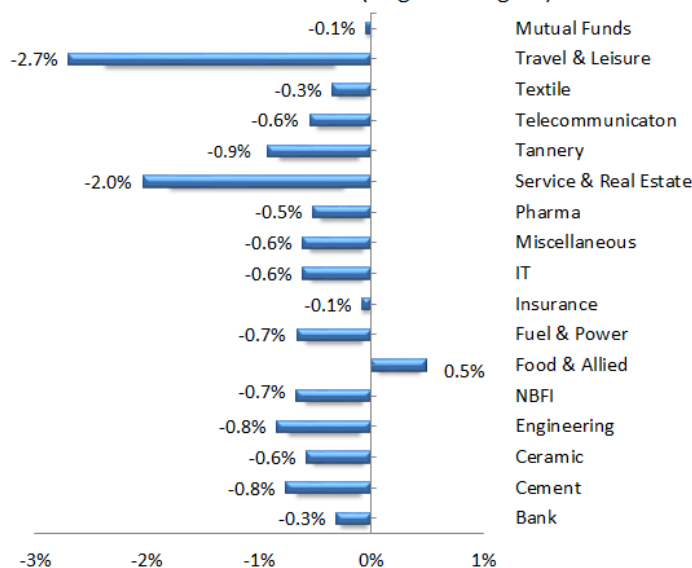
Turnover have fallen to 4.7bn decreased by 6.2% from the earlier session. Turnover concentrated mainly on Engineering followed by Pharma, Fuel & power and Textile sectors.

Food & Allied was the only sector to have performed positively today. Among the other prominent sectors Insurance, Bank and Textile outperformed the market while the rest underperformed.

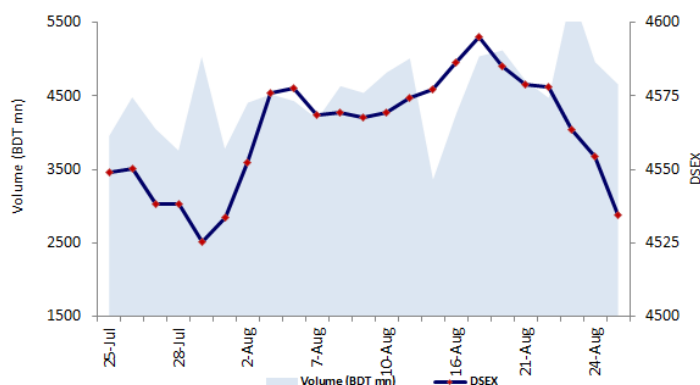
MJLBD was the daily turnover leader today also for the third consecutive day, contributing 5.4% to total turnover and also posting 1.2% price return.

TOP 10 GAINERS			TOP 10 LOSERS		
TRADING CODE	CLOSEP	%CHANGE	TRADING CODE	CLOSEP	%CHANGE
KAY&QUE	29.1	+9.8%	NLTUBES	138.8	(8.8%)
SALAMCRST	28	+9.8%	AMBEEPHA	545.8	(6.1%)
BDAUTOCA	45.3	+9.4%	MEGHNAPET	6.3	(6.0%)
RAHIMTEXT	377.9	+8.7%	BEACHHATCH	10.8	(5.3%)
MODERNDYE	319	+8.7%	USMANIAGL	112.7	(5.1%)
CONTININS	14	+7.7%	PHARMAID	286.2	(4.6%)
SAMATALETH	28.8	+6.7%	AZIZPIPES	53.2	(4.5%)
APEXFOODS	156.1	+6.3%	STYLECRAFT	1,374.9	(4.4%)
TRUSTBANK	22.4	+6.2%	SHYAMPSUG	15.5	(4.3%)
MIRACLEIND	31.3	+5.4%	EXIM1STMF	6.7	(4.3%)

Sector Movement in DSE (Aug 28 - Aug 24)



## Last 1 Month DSEX





## News:

### **Inflation may reach 6.2pc this year: BMI Research**

Inflation may reach 6.2 percent at the end of this fiscal year, a research firm said, though the government aims to keep the rate at 5.8 percent. Inflation risks are tilted towards the upside due to accelerated credit flows and a likely recovery in commodity prices over the coming months, London-based BMI Research said in a report.

“We expect Bangladesh Bank to hold rates steady again at its next meeting in January,” the report said, adding: “We also highlight upside risks to inflation in the current environment of high credit growth.”

Core inflation has been increasing steadily, coming in at 8 percent year-on-year in June. “We believe that rising core inflation reflects excess credit that is not being channeled into productive investments,” it said.

In addition, the high rate of non-performing loans, which was 9.9 percent in the first quarter this year, could be exacerbated by lax credit standards and obligatory loans to inefficient state enterprises.

<http://www.thedailystar.net/business/inflation-may-reach-62pc-year-bmi-research-1275778>

### **Banks often troubled by influential defaulters**

BIBM studies how loan rescheduling impacts lenders' performance

Influential defaulters took advantage of the loan rescheduling policy repeatedly, Bangladesh Institute of Bank Management or BIBM said in a study.

“Many borrowers, especially the influential borrowers and wilful defaulters, place unethical requests and create pressure on banks to regularize their problem loans through rescheduling/restructuring without having proper justification to do so,” it said.

BIBM prepared the report, 'Implication of Loan Rescheduling and Write-off on the Performance of Banks', early this month after analyzing data from 2010 to 2014 and recording statements of bankers.

The government, judicial authority, the central bank, law enforcement agencies, political parties, trade associations and the media should work to restrain bad borrowers from unethical practices, it said.

The rescheduling of delinquent loans is actually a deferral process of accumulating default loans.

The move puts immense pressure on the bank's capacity to recover the loans, which are not only “toxic assets” but will go on to become irrecoverable in the long run.

<http://www.thedailystar.net/business/banks-often-troubled-influential-defaulters-1276690>

### **PM smells conspiracy behind Khaleda's sudden anti-Rampal stance**

The Prime Minister, Sheikh Hasina, smelt a conspiracy behind Bangladesh Nationalist Party chairperson Khaleda Zia's sudden open stance against the proposed coal-fired power plant at Rampal.

‘An anti-development vested quarter has long been trying to create a negative attitude among people about the Rampal power plant project by making baseless, fabricated and imaginary statements and giving false information,’ she told a press conference.

Sheikh Hasina further said, ‘The cat finally came out of bag on August 24’, reports United News of Bangladesh.

<http://newagebd.net/248704/pm-smells-conspiracy-behind-khaledas-sudden-anti-rampal-stance/>