

**BSEC to impose circuit breaker from debut trading**

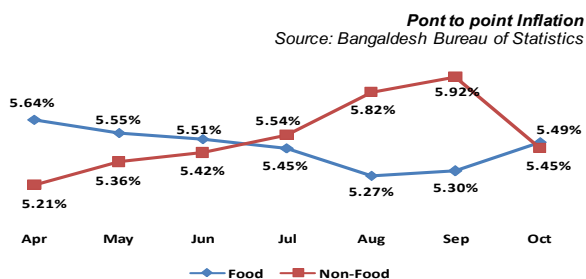
The Bangladesh Securities and Exchange Commission (BSEC) has decided to impose circuit breaker on newly-listed companies from the first trading session to arrest any abnormal price hike. The capital market regulator made the decision following a proposal from the Dhaka Stock Exchange (DSE). From now, the upper circuit breaker for debutant shares would be 50% from the issue price in the first trading session. In the second session, another 50% upper circuit breaker from the adjusted closing price of the first session would be imposed. However, the existing circuit limits would be applicable from the third session. As per the existing system, no upper or lower circuits are applied for newly listed companies on their first two trading sessions. As share price of many debutants rockets abnormally as high as 550% on debut session, many investors who hold IPO shares sold shares at higher price on the first trading day. However, many such share prices fail to sustain momentum afterwards and the stock market along with general investors bear the brunt.

**HC upholds circular on relaxed loan rescheduling**

The High Court (HC) upheld the legality of Bangladesh Bank (BB) circular issued on May 16, 2019 on offering relaxed loan rescheduling facility to defaulters. While disposing of the rule issued on a writ, the Court also ordered BB to extend the deadline for submitting rescheduling proposals for another 90 days as the deadline for submitting proposals ended on October 20, 2019. However, the defaulters who availed the special rescheduling facility would have to follow the master circular of BB issued in 2012 if the defaulters want to get any fresh loan. According to the master circular, defaulters have to pay at least 15% of the outstanding balance to avail the rescheduling facility and fresh credit facility from banks. The HC also asked to form a nine-member committee with experts to detect anomalies in the banking sector which would submit recommendation to overhaul the ailing sector. Earlier, BB issued a circular on relaxed loan rescheduling that allowed defaulters to make a 2% down payment to reschedule their classified loans for 10 years with one-year grace period at only 9% interest rate. However, the circular was stayed by the High Court on May 21 this year after hearing a writ petition filed by the Human Rights and Peace for Bangladesh.

**Inflation fell to 5.47% in October**

Point-to-point inflation slipped by seven basis points to 5.47% in October, an eight-month low, compared to the rate of 5.54% in September despite the recent hike in onion prices, as the decline in the prices of non-food items normalized the overall inflation. As per the statistics of Bangladesh Bureau of Statistics (BBS), the non-food inflation at the national level fell to 5.45% in October from 5.92% in September. However, the food inflation increased to 5.49% in October from 5.30% in the previous month amid surge in the price of onion during the month.



**Foreign investors continue dumping stocks**

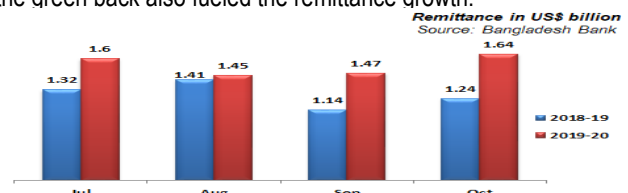
Foreign investment in the local stock market continued to fall for eight months in a row till October last during the current calendar year 2019. Liquidity crisis in the financial sector and the sluggish private investments insinuated a precarious market outlook. Consequently, institutional investors turned idle, leading to the ongoing bear-run in the market. Panic sell-offs by risk-averse investors continued to shed market capitalization in the bourses. The crisis of confidence among investors aggravated further due to continuous withdrawal of funds by overseas portfolio investors. Between March and October, foreign investors pulled out Tk7.77b from the local stock market. The amount broke the previous record of withdrawal in 2009 when the foreigners had pulled out Tk4.4b from the market in six consecutive months (January-June). Net foreign investment plunged to Tk969.2m in the negative at the end of October 2019 from Tk603.5m negative in September last. The premiere bourse lost 1,138.11 points from the key index during the last nine months till October and shed Tk604.22b in market capitalization, according to Dhaka Stock Exchange (DSE) statistics.

**Export earnings dip in October**

Export earnings extended the negative growth for three months in a row as receipts in October 2019 dropped by 17.25% (Y-o-Y) to US\$3.07b from US\$3.71b in the same month of 2018 due to slowdown in apparel shipments, according to the latest statistics of Export Promotion Bureau (EPB). The figures show that the overall earnings from export in the first four months of this FY2019-20 plunged to US\$12.72b or 6.81% (Y-o-Y) lower than that of US\$13.65b in the last fiscal year. Ready Made Garments (RMG) export witnessed slowdown owing to a sharp fall in both knit and woven garments and bagged only US\$10.58b in July-October period of the ongoing fiscal year against US\$11.33b in the same period of FY2018-19. The RMG exporters claimed that the looming recession in Europe and the United States (US) made consumers thrifty about apparel purchase which reduced the order size from regular large buyers. Other major exportable products also maintained downtrend; however, jute & jute goods bucked the trend by securing 8.88% (Y-o-Y) positive growth to US\$314.49m during the Jul-Oct of FY2019-20.

**Remittance rise 20.41% (Y-o-Y) in Jul-Oct**

Inward remittance logged 20.41% (Y-o-Y) growth to US\$6.15b in Jul-Oct of FY2019-20 against US\$5.11b in the corresponding period of the previous fiscal year. In October 2019, the expatriates remitted US\$1.64b, which is 32.28% up from a year earlier, as per Bangladesh Bank (BB) report. All private commercial banks received US\$1.24b as remittances in October last while the state-owned banks, foreign commercial banks and specialized banks received US\$353.17m, US\$15.82m, and US\$30.24m respectively. This sharp growth in remittance is followed by the 2% incentive facilities on remittance provided to the beneficiaries by the government. The government allocated Tk30.60b as incentive in the budget for the FY2019-20 to encourage expatriate workers to send their money through legal channels. Alongside, the depreciation of local currency against the green back also fueled the remittance growth.



## Stock Market Movement



### Global Markets

		This Week	Last Week	+/- %
S&P 500	↑	3,093.08	3,066.91	0.85
FTSE 100	↑	7,359.38	7,302.42	0.78
Nikkei 225	↑	23,325.99	22,850.77	2.08
SENSEX	↑	40,261.72	40,165.03	0.24
KSE 100	↑	36,390.20	34,377.61	5.85

### DSE Indicators

		This Week	Last Week	+/- %
DSE Broad Index	↑	4,771.92	4,682.90	1.90
Total Turnover, Tk	↓	16,551,269,606.00	16,738,807,681.00	-1.12
Market Capital, Tk	↑	3,008,134,290,623	2,976,290,246,080	1.07
No of Issue Gain		221	136	
No of Issue Loss		112	204	
No of Unchanged Issues		22	15	

### Top Gainers

Company	Weighted avg. Closing Price (Tk)			Turnover (Tk)
	Last Week	This Week	Change %	
Hakkani Pulp	34.50	46.60	35.07	30,491,000
Shurwid Industries	24.80	30.00	20.97	309,324,000
Miracle Industries	15.80	19.00	20.25	46,211,000
Regent Textile Mills	9.50	11.40	20.00	39,832,000
Golden Harvest Agro	19.20	23.00	19.79	113,296,000
Al-Haj Textile Mills	31.30	37.00	18.21	30,548,000
Samorita Hospital	60.40	70.90	17.38	31,840,000
Bashundhara Paper	45.30	53.00	17.00	54,183,000
MIDAS Financing	12.20	14.20	16.39	13,764,000
Premier Leasing	5.50	6.40	16.36	14,204,000

### Top Losers

Company	Weighted avg. Closing Price (Tk)			Turnover (Tk)
	Last Week	This Week	Change %	
Rahim Textile Mills Ltd.	292.00	249.30	-14.62	17,816,000
Western Marine	12.50	11.20	-10.40	34,318,000
Meghna Pet Industries	9.10	8.20	-9.89	816,000
CAPM IBBL Islamic MF	10.20	9.30	-8.82	23,854,000
Bata Shoe Company	875.10	800.60	-8.51	16,591,000
Monno Jute Staffers	1053.9	967.10	-8.24	175,756,000
Stylecraft Limited	727.00	669.60	-7.90	259,110,000
Familytex (BD) Ltd.	2.60	2.40	-7.69	7,947,000
ICB E. PF MF	5.20	4.80	-7.69	5,561,000
First Finance Limited	3.90	3.60	-7.69	258,000

### Sectoral Index & Turnover

Sector	Sectoral Index			Turnover (Tk.M)		
	This Week	Last Week	Change %	This Week	Last Week	Change %
	Bank	386.31	376.34	2.65	1,839.52	1,264.25
Cement	213.91	211.11	1.33	149.91	172.45	-13.07
Ceramic	612.14	619.19	-1.14	447.67	739.33	-39.45
Engineering	2,096.51	2,058.30	1.86	2,727.66	2,412.24	13.08
Food & Al.	3,749.57	3,749.85	-0.01	605.27	597.85	1.24
Fuel & Pow.	3,798.16	3,811.47	-0.35	1,190.80	1,067.67	11.53
Insurance	1,559.37	1,523.00	2.39	1,489.76	2,076.33	-28.25
IT	335.95	311.99	7.68	266.44	187.27	42.28
Jute	1,513.65	1,571.15	-3.66	308.48	326.04	-5.39
Misc.	1,129.66	1,132.91	-0.29	671.29	764.08	-12.14
Mutual Fund	383.56	385.51	-0.51	418.67	435.12	-3.78
NBFI	948.74	887.92	6.85	562.94	455.86	23.49
Paper	7,479.93	6,454.80	15.88	91.83	36.15	154.03
Pharma	1,167.12	1,159.86	0.63	2,178.47	1,954.65	11.45
Service	937.32	888.10	5.54	106.47	59.55	78.79
Tannery	688.88	710.22	-3.01	595.29	375.43	58.56
Telecom	2,906.37	2,941.45	-1.19	350.89	250.97	39.82
Textile	1,139.75	1,113.64	2.34	2,003.66	1,940.29	3.27
Travel & Leis	474.94	451.19	5.26	152.18	92.04	65.35

## Technical Talk

Dhaka bourse closed in green trajectory in the last week ended on Thursday as investors opted to bargain hunting. However, some investors remained cautious mainly for the dismal macroeconomic performance. Among the major gainers, NBFI sector increased by 6.85% over the week followed by Bank 2.65%, Insurance 2.39% and Textile 2.34%.

DSE Broad Index (DSEX) reached 4,771.92 points increased by 89.02 points or 1.90% from the previous week. Total turnover reached at Tk16,551.27m which was 1.12% lower than the previous week. Market capitalization increased by 1.07% and stood at Tk3,008.13b (\$35.47b) at the weekend against Tk2,976.29b. DSE 30 increased by 30.17 points or 1.85% and closed at 1,657.92 points against 1,627.75 points. Last week's weighted average Market PE was 12.73 which was 12.61 previous week.

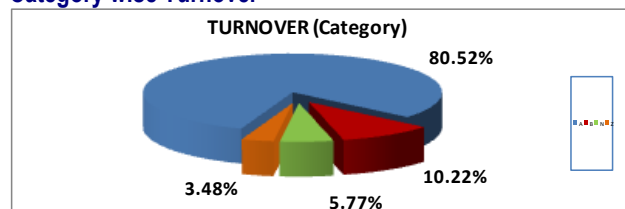
### Top Turnover Companies

Company	Volume	Value (Tk)	% of total
National tubes Ltd.	5,019,297	809,730,000	4.89
Sonar Bangla Insurance	10,934,602	436,594,000	2.64
Stylecraft Limited	7,812,448	423,268,000	2.56
Standard Ceramic	13,398,252	351,319,000	2.12
Monno Ceramic	11,764,638	342,818,000	2.07
VFS Thread Dyeing	11,293,646	309,324,000	1.87

### Top 10 Market Capital

			In million
GP	423,049	BRACBANK	71,412
BATBC	202,734	BERGERPBL	67,086
Square Pharma	187,784	ICB	63,279
United Power	138,547	MARICO	53,893
RENATA	104,270	Summit Power	40,045

### Category wise Turnover



### Commodity Price

	This Week	Last Week	Change %
Gold (USD/ft.oz)	1,461.30	1,511.40	-3.31
Silver (USD/ft.oz)	16.78	18.01	-6.83
Brent Crude Oil (USD/bbl.)	62.51	59.62	4.85

### Exchange Rate

	This Week		Last Week		Change %	
	TT	BC	TT	BC	TT	BC
USD	84.80	84.85	84.70	84.75	0.12	0.12
EUR	93.96	94.01	95.07	95.13	-1.17	-1.17
GBP	108.76	108.82	109.85	109.92	-1.00	-1.00
AUD	58.44	58.47	58.86	58.90	-0.72	-0.72
JPY	0.79	0.79	0.79	0.79	-0.71	-0.70
CAD	64.44	64.47	64.82	64.85	-0.59	-0.59
SAR	22.73	22.74	22.70	22.71	0.12	0.12

Based on Standard Chartered selling rates to public in Taka. Notes: USD-US Dollar, GBP-Great Britain Pound, AUD-Australian Dollar, JPY-Japanese Yen, CAD-Canadian Dollar, SAR-Saudi Riyal.

### Last Public Offerings

Company	Subscription Period	Offer Price	IPO (M.Tk)
Ring Shine Textile	Aug 25 - Sep 09, 2019	10	1500
ADN Telecom Limited	Nov 04 - Nov 11, 2019	27	570