

Bangladesh market snapshot

	Last closing
DSEX Index	5,372.21
% change	-0.24%
DS30 Index	1,909.67
% change	-0.15%
DSES Index	1,233.98
% change	-0.10%
Turnover (BDT mn)	5,074.74
Turnover (USD mn)	60.41
% change	5.13%
Market Capitalization (BDT bn)	3,971
Market Capitalization (USD bn)	47.27
% change	-0.26%

Source: Dhaka Stock Exchange

International market snapshot

	Last closing
Dow Jones Industrial	26,966.00
Average	
% change	+0.67%
Nikkei 225	21,699.93
% change	+0.29%
FTSE 100	7,609.32
% change	+0.66%

Source: Bloomberg

Exchange rate

Currency	BDT
USD	84.56
EUR	95.42
GBP	106.38
INR	1.23

Source: Bangladesh Bank

Money Market

Date	Call Money Rate Range (%)	Weighted Average (%)
02-July-2019	3.00-5.00	4.49
30-June-2019	3.75-5.00	4.54

Source: Bangladesh Bank

Commodities

	Price	% Change
Brent Crude (Oil), USD/bbl	63.38	-0.69%
Gold Spot, USD/t oz	1,419.60	+0.06%
Cotton, USD/lb	67.25	-0.06%

Source: Bloomberg

Economy

EU-Vietnam FTA to hit BD foreign trade hard

Bangladesh is likely to face a severe blow to its foreign trade, as its competitor country Vietnam signed a free-trade agreement (FTA) with the European Union (EU) on Sunday. The EU signed the free-trade deal with Vietnam on June 30, paving the way for tariff reduction on 99 per cent of goods, traded between the bloc and the Southeast Asian country.

<http://today.thefinancialexpress.com.bd/first-page/eu-vietnam-fta-to-hit-bd-foreign-trade-hard-1562175810>

Private credit bucks falling trend

Private sector credit growth edged up in May after sliding since October last year but it is still well below the central bank's target for the second half of fiscal 2018-19. In May, credit growth stood at 12.16 percent, up from 12.07 percent a month earlier. But the credit growth is still 4.34 percentage points less than the central bank's target of 16.50 percent for the second half of the just concluded fiscal year.

<https://www.thedailystar.net/business/news/private-credit-bucks-falling-trend-1766386>

Eye on increased Japan investment

Bangladesh is set to seek increased Japanese investment and assistance for infrastructure and human resources development at a high-profile dialogue with Japan beginning here today. However, Japan is likely to seek measures by Bangladesh to help enter its products, mainly consumables, and invest in power and energy.

<http://today.thefinancialexpress.com.bd/first-page/eye-on-increased-japan-investment-1562175991>

Dhaka, Delhi discuss expediting Indian LoC projects execution

India and Bangladesh have agreed to expedite the execution of development projects supported by the Indian Line of Credit (LoCs) as some schemes are struggling for the implementation delay. The neighbouring countries reviewed the projects under the ongoing Indian US\$862 million LoC-I, \$2.5 billion LoC-II, and \$4.5 billion LoC-III in Dhaka on Wednesday.

<http://today.thefinancialexpress.com.bd/last-page/dhaka-delhi-discuss-expediting-indian-loc-projects-execution-1562176309>

MPO spending tops Tk 15,000cr

With around 3,000 more educational institutions coming under the monthly pay order scheme anytime soon, the government has proposed to allocate Tk 15,001 crore this fiscal year for salaries of all the teachers and staff on the MPO list. Of the allocation, Tk 1,147 crore has been earmarked for newer institutions, many of which have been waiting in queues for decades to get salaries of their teachers and staff. The allocation was Tk 13,144 crore in the last fiscal year.

<https://www.thedailystar.net/frontpage/news/mpo-spending-tops-tk->

[15000cr-1766506](#)

Businesses must update e-BINs by July 31: NBR

Businesses will have to update their information with the VAT online system database by July 31 to keep their online business identification numbers (e-BINs) active. VAT Online Project (VOP) will deactivate a BIN if the BIN-holder fails to update information by the deadline.

<http://www.newagebd.net/article/77348/businesses-must-update-e-bins-by-july-31-nbr>

Bank & NBF

No handouts for state banks last fiscal year

State banks did not get a single penny from taxpayers in the just concluded fiscal year to make up their capital deficit, in a clear sign from the government of its intent to stop pampering the errant lenders. Between fiscal years 2009-10 and 2017-18 the government had injected a total Tk 16,016 crore of taxpayers' money into the state-run banks without any tangible improvement in their governance and lending practices to show for.

<https://www.thedailystar.net/business/banking/news/no-handouts-state-banks-last-fiscal-year-1766374>

Capital Market

Govt earnings from DSE jump 7.72pc in FY '19

The government's revenue earnings from the Dhaka Stock Exchange (DSE) soared 7.72 per cent in the just concluded fiscal year (FY) over the previous fiscal. According to the DSE data, the government's revenue earnings reached Tk 2.51 billion in FY 2018-19, up from Tk 2.33 billion in the previous fiscal. This is the highest amount in the past seven years after FY 2011-12 when the figure was Tk 2.72 billion.

<http://today.thefinancialexpress.com.bd/stock-corporate/govt-earnings-from-dse-jump-772pc-in-fy-19-1562174675>

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Recommendation Type	Holding period (if not otherwise mentioned)	Absolute Return Potential
Buy	12 Months	More than +15%
Neutral/ Hold	12 Months	Between +15 % and -5 %
Underweight	12 Months	Less than -5 %

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