



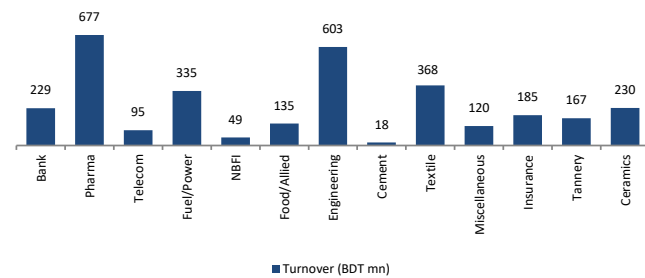
UniCap Securities Limited

Market Closes in Red | DSEX Down 21 Points

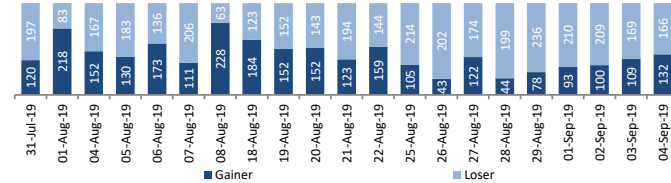
After a brief uptrend within the first 30 minutes, market went negative and lost 45 points by the next two hours. However, market performed well and regained some points in the later stage but ended the session in red. DSEX dropped 20.7 points (0.4%) to close at 4986.37 while DSE30 shed 10.7 points (0.6%) to close at 1748.41. Turnover decreased 4.9% from previous session (USD 44.4mn).

Telecom sector lost 1.8% while Food & Allied dropped 1.6% of its market cap. Most of the other major sectors closed flat. Monno Ceramics (MONNOC BD) topped the turnover chart for the fourth consecutive day (USD 2.4mn) but lost 5.2% today. StyleCraft Limited (STYLEC BD) was the second most traded stock (USD 1.9mn) but went down by 1.9%. Renata Limited (RENATA BD) moved to the third position (USD 1.6mn) with 2.4% positive market return. BRAC Bank (BRAC BD) gained 1.6% whereas Square Pharma (SQUARE BD) lost 1.7% and United Power (UPGO BD) closed flat.

Turnover Composition



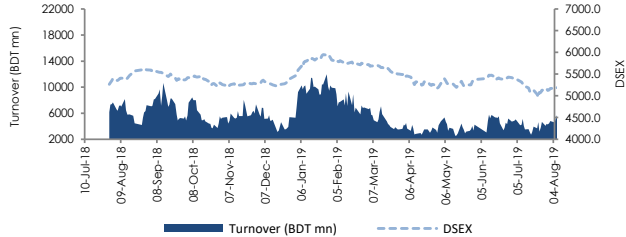
Gainer Loser Chart



DSEX Today



DSEX 52 week



Upcoming Record Dates		Upcoming AGM		Spot Market Scrips - For Tomorrow's Trading Session		
Stocks	Date	Stocks	Date	Stock	Start	End
FAREASTLIF	05-Sep-19	FIRSTFIN	19-Sep-19	(might not contain all the stocks)		
UPGDCL	08-Sep-19	PRIMELIFE	26-Sep-19			
NPOLYMAR	22-Sep-19	BSCCL	26-Sep-19			
APEXTANRY	25-Sep-19	MEGHNALIFE	26-Sep-19			

FIND US ON BLOOMBERG - TYPE UCSL <GO>

Daily Market Review

04-Sep-19

Sector Summary (In BDT mn, except indicated)

Sector	Market Cap (Mn)	Turnover	ΔTurnover (%)	P/E	DY (%)
Bank	519,884	229	(0.1)	7.0	2.4%
Pharma	530,338	677	11.8	19.5	1.5%
Telecom	408,867	95	(15.2)	11.2	9.2%
Fuel/Power	472,238	335	31.2	11.7	4.5%
NBFI	153,047	49	(12.9)	22.3	3.4%
Food/Allied	269,815	135	3.9	28.6	3.7%
Engineering	188,803	603	(8.7)	14.4	1.0%
Cement	82,085	18	17.1	28.3	2.4%
Textile	120,240	368	(7.5)	16.7	2.4%
Miscellaneous	114,650	120	(44.6)	24.5	0.8%
Insurance	106,213	185	(0.2)	28.2	1.8%
Tannery	25,525	167	0.2	23.1	2.3%
Ceramics	26,478	230	(28.7)	22.0	1.6%

Market Summary

	Today	Last Day	1D Value Change	% Δ
DSEX	4,986	5,007	(20.7)	(0.4)
DS30	1,748	1,759	(10.7)	(0.6)
Turnover (BDT Mn)	3,755	3,948	(193)	(4.9)
Market cap(BDT Bn)	3,725	3,743	(18)	(0.5)
P/E (x)	13.6			
Div. Yield (%)	3.4			
Gainers	132	109	23	
Losers	166	169	(3)	
Unchanged	53	61	(8)	

Top Turnover (in BDT mn)

Stock	Turnover	Volume	Close	% Δ	PER (x)
MONNOCERA	199.8	901,746	217.6	(5.2)	35.8
STYLECRAFT	158.2	180,022	851.4	(1.9)	103.7
RENATA	134.5	110,281	1,228.0	2.4	28.6
MONNOSTAF	134.5	80,073	1,676.9	(2.4)	145.9
UPGDCL	129.5	338,840	384.6	(0.4)	17.5
FORTUNE	123.1	3,126,368	40.0	6.1	19.1
SQURPHARMA	96.2	389,018	245.9	(1.7)	16.0
BRACBANK	92.0	1,629,473	57.0	1.6	11.7
ITC	83.2	1,770,562	46.5	(0.6)	36.2
SSSTEEL	78.2	2,391,150	33.0	1.9	18.2

Top Gainers

Stock	Turnover	Volume	Close	% Δ	PER (x)
SEAPEARL	27.7	935,135	30.2	9.8	51.5
SEMLIBLSF	13.0	1,382,060	9.7	9.0	NM
PF1STMF	21.1	3,194,457	6.9	7.8	NM
KAY&QUE	43.0	188,508	236.5	7.5	271.8
FORTUNE	123.1	3,126,368	40.0	6.1	19.1
SILVAPHL	16.0	796,018	20.4	5.7	18.1
NAVANACNG	21.6	437,174	50.0	4.4	58.1
COPPERTCH	47.0	1,362,470	34.3	3.9	35.8
DHAKAINS	3.0	84,834	31.1	3.8	13.5
ICBAMCL2ND	0.7	90,753	8.3	3.8	NM

Top Losers

Stock	Turnover	Volume	Close	% Δ	PER (x)
RELIANCE1	5.7	642,541	8.8	(9.3)	NM
GRAMEENS2	2.0	180,762	11.3	(8.1)	NM
SANDHANINS	3.3	147,209	22.4	(7.8)	18.0
IFILISLMF1	1.6	273,079	6.0	(7.7)	NM
ICB3RDNRB	0.4	70,680	5.0	(7.4)	NM
ICBSONALI1	0.8	138,862	6.1	(6.2)	NM
UNITEDAIR	2.8	1,517,931	1.8	(5.3)	NM
MONNOCERA	199.8	901,746	217.6	(5.2)	35.8
ICBAGRANI1	3.8	649,999	5.8	(4.9)	NM
PRIMEICBA	0.9	155,818	5.9	(4.8)	NM



Daily News

Economy

Aug inflation declines marginally

Inflation rate has declined by 0.13 percentage point to 5.49% in August, compared to the previous month. The fall in inflation rate is due to a drop in the prices of some essential items.

Savers resent 'whimsical' deduction of source-tax

Savers have resented the deduction of tax at higher rate on the yield of their government savings tools (Sanchayapatras). Whims rather than reasons and rules are at play as far as imposing tax is concerned.

New global recession may hit Bangladesh hard

Economists and businesses feared that Bangladesh's export income and remittance, would be hit hard if a global economic recession occurred in the near future. Economists attributed the recent slowdown in the US economy, dismal German economic performances, lowest ever industrial production growth in China in recent times, contraction in the economies of Argentina, South Africa and Iran as warning signs of a possible global economic meltdown.

Filipino cos urged to import more products from BD

DCCI President said bilateral trade till now has been insignificant in terms of both value and share hovering around USD 65mn during FY2017-18. Ambassador of the Philippines mentioned that the Philippines would like to export more to Bangladesh. They would like to see more Filipino companies taking advantages of the opportunities in Bangladesh for trade and investment.

AIT waived on edible oil raw material import by all millers

The National Board of Revenue has exempted from payment of AIT at the rate of 5% on import of crude and refined edible oil, and some other raw materials for refining factories located outside economic zones to remove disparity in tax and price of finished edible oil with factories located inside the zones.

BEZA to launch OSS centre by end of September

The Bangladesh Economic Zones Authority (BEZA) is set to launch its 'One Stop Service (OSS) Centre' a single window which would provide all the necessary services to the investors of the economic zones. A total of 107 services will be provided under OSS.

Bank & NBF

NPL buildup, high cost of fund remain major potential risks

A study conducted by Bangladesh Institute of Bank Management (BIBM) titled 'Competition, Concentration and Banking Sector Stability' suggests if the banks can reduce NPLs, they can increase their asset portfolio in a prudent manner, which eventually will reduce credit risk. The study also placed different local banks in top-four, top-seven and top-10 groups, considering nine functional areas. These are - total asset, demand deposit, term deposit, total deposit, agricultural credit, industrial credit, business credit, total advance, and foreign trade. The top banks that performed well in almost all nine areas are - the Islami Bank Bangladesh Limited, the Sonali Bank Limited, the Janata Bank Limited and the Agrani Bank Limited.

Deadline extended for rescheduling loans

The central bank yesterday extended the deadline for defaulters for sending in rescheduling proposals under its relaxed policy to October 20. Defaulters can make a 2% down payment to reschedule their loans for 10 years, including one year's grace period, at 9% interest rate.



Daily News

Insurance

Insurers call for raising cash transaction limit

Country's 45 non-life insurers have urged the authorities concerned to raise the cash transaction limit ten times from existing BDT 10,000. Insurance Development and Regulatory Authority (IDRA) in its circular issued sometime in July stated that cash transaction for the non-life firms would be limited to BDT 10,000 in order to ensure transparency in their transactions.

Telecom

BTRC to prepare guideline for 5G network by January

BTRC has decided to formulate a guideline for 5G network by January 2020CY. The telecom regulator formed the committee comprising representatives from ministry, regulator and operators last month in order to formulate policy, frequency, frequency prices, timeframe of implementation etc.

Capital Market

Open-end MFs interest fund managers more

Fund managers now prefer floatation of open-end mutual funds (MFs) to closed-end ones terming them as more investor-friendly. The minimum size of a closed-end MF is BDT 500mn, whereas the minimum size of an open-end fund is BDT 100mn. Investors, of these open-end MFs, were able to realise dividend yield ranging from 6.0%-10.2%.

DSE dragged down by three large-cap stocks

Three heavyweight stocks Grameenphone, Brac Bank and British American Tobacco Bangladesh led the slump in the last one month that saw the prime index of the Dhaka Stock Exchange shed 162 points. Of them, Grameenphone – which is the largest company by market capitalisation – alone caused a loss of 26.67 points on the back of its tussles with the Bangladesh Telecommunication Regulatory Commission. Other than being declared a significant market power which would slow down its earnings growth, Grameenphone has been ordered to pay BDT 125.79bn in unpaid dues or face its licence being revoked.

Massive policy reforms a must to attract foreign investors

Bangladesh needs massive policy reforms and more business-friendly rules and regulations to attract more foreign investors. The country's ranking will move into double-digit from last year's 176th out of 190 countries in the World Bank's Ease of Doing Business index.

ADN Telecom to issue shares under book building

The securities regulator has allowed ADN Telecom to issue shares to eligible investors (EIs) and general public under the book building method. The company will issue over 11.87mn shares to EIs at a price of BDT 30 each, the cut off price. Over 7.91mn shares will be issued to general investors at a price of BDT 27 each. The company will utilise the IPO fund worth BDT 570mn to develop infrastructure, establish data centre, repay bank loans and bear the IPO expenses.

Stock

Confidence Cement buys 51pc stake of Zodiac Power

Confidence Cement has purchased 51% stake of Chattogram-based Zodiac Power Chittagong Ltd and made it a subsidiary of the company. The Power Producer company have 54.363 MW HPO based Power Plant located at Kolagao, Patiya, Chattogram.

Disclaimer

GENERAL DISCLOSURES

This research report was prepared by UniCap Securities Ltd. (UNICAP), a company authorized to engage in securities activities in Bangladesh. UNICAP is not a registered broker-dealer in the United States and, therefore, is not subject to U.S. rules regarding the preparation of research reports and the independence of research analysts. This research report is provided for distribution to "major U.S. institutional investors" in reliance on the exemption from registration provided by Rule 15a-6 of the U.S. Securities Exchange Act of 1934, as amended (the "Exchange Act").

NOTICE TO RECIPIENTS: This email (including all attachments) is intended only for the named recipient. If you have received this email in error, please delete the email plus any copies of it and immediately notify the sender by return email.

The information contained herein has been prepared and issued by UNICAP to its clients, and all intellectual property relating to the Research vests with UNICAP unless otherwise noted. The Research is provided on an as is basis, without warranty (express or implied).

The Research is based on public data obtained in good faith from sources believed by UNICAP to be reliable, but no representations, guarantees or warranties are made by UNICAP with regard to accuracy, completeness or suitability of the data and under no circumstances will any of UNICAP, its officers, representatives, associates or agents be liable for any loss or damage, whether direct, incidental or consequential, caused by reliance on or use of the content. UNICAP has not performed any independent review or due diligence of publicly available information. The opinions and estimates contained herein reflect the current judgment of the analyst(s) on the date of this Research and are subject to change without notice. The opinions do not necessarily correspond to the opinions of UNICAP. UNICAP does not have an obligation to update, modify or/(and) amend this Research or otherwise notify a reader thereof in the event that any matter stated herein, or any opinion, projection, forecast or/(and) estimate set forth herein, changes or subsequently becomes inaccurate.

This Research is not an offer to sell or the solicitation of an offer to buy any security in any jurisdiction where such an offer or solicitation would be illegal. It is intended to be distributed in its entirety. It does not constitute a personal recommendation or takes into account the particular investment objectives, financial situations, or needs of individual investors. Investors should consider whether any advice or recommendation in this Research is suitable for their particular circumstances and, if appropriate, seek professional advice, including tax advice and ensure they obtain, read and understand any applicable offer document. The price and value of investments referred to herein and the income from them may fluctuate. Past performance is not an indicator or guarantee of future returns, and a loss of original capital may occur. Fluctuations in exchange rates could have adverse effects on the value or price of, or income derived from, certain investments.

Our salespeople, traders, and other professionals may provide oral or written market commentary or trading strategies to our clients and principal trading desks that reflect opinions that are contrary to the opinions expressed in this Research. Our asset management area, principal trading desks and investing businesses may make investment decisions that are inconsistent with the recommendations or views expressed in this Research. Neither UNICAP nor its representatives, will receive (directly or indirectly) any commission, fee, benefit or advantage, pecuniary or otherwise, nor be influenced, either directly or indirectly, in connection with the making of any recommendation or preparation of any Research.

The analysts named in this report may have from time to time discussed with our clients, including UNICAP salespersons and traders, or may discuss in this report, trading strategies that reference catalysts or events that may have a near-term impact on the market price of the equity securities discussed in this report, which impact may be directionally counter to the analysts' published price target expectations for such stocks. Any such trading strategies are distinct from and do not affect the analysts' fundamental equity rating for such stocks, which rating reflects a stock's return potential relative to its coverage group as described herein.

Any prices provided herein (other than those that are identified as being historical) are indicative only, and do not represent firm quotes as to either size or price. The past performance of financial instruments is not indicative of future results. No assurance can be given that any financial instrument or issuer described herein would yield favorable investment results. Any forecasts or price targets shown for companies and/or securities discussed in this Research may not be achieved due to multiple risk factors including without limitation market volatility, sector volatility, corporate actions, the unavailability of complete and accurate information and/or the subsequent transpiration that underlying assumptions made by UNICAP or by other sources relied upon in the Research were inapposite.

UNICAP may provide hyperlinks to websites of entities mentioned in this Research, however the inclusion of a link does not imply that UNICAP endorses, recommends or approves any material on the linked page or accessible from it. UNICAP does not accept responsibility whatsoever for any such material, nor for any consequences of its use.

This document is for the use of the addressees only and may not be reproduced, redistributed or passed on to any other person or published, in whole or in part, for any purpose, without the prior, written consent of UNICAP. The manner of distributing this document may be restricted by law or regulation in certain countries, including the United States. Persons into whose possession this document may come are required to inform themselves about and to observe such restrictions. By accepting this document, a recipient hereof agrees to be bound by the foregoing limitations.

IMPORTANT DISCLOSURES FOR U.S. PERSONS

This research report was prepared by UniCap Securities Ltd. ("UNICAP"), a company authorized to engage in securities activities in Bangladesh. UNICAP is not a registered broker-dealer in the United States and, therefore, is not subject to U.S. rules regarding the preparation of research reports and the independence of research analysts. This research report is provided for distribution to "major U.S. institutional investors" in reliance on the exemption from registration provided by Rule 15a-6 of the U.S. Securities Exchange Act of 1934, as amended (the "Exchange Act").

Any U.S. recipient of this research report wishing to effect any transaction to buy or sell securities or related financial instruments based on the information provided in this research report should do so only through Rosenblatt Securities Inc., 40 Wall Street 59th Floor, New York, NY 10005, a registered broker dealer in the United States. Under no circumstances should any recipient of this research report effect any transaction to buy or sell securities or related financial instruments through UNICAP. Rosenblatt Securities Inc. accepts responsibility for the contents of this research report, subject to the terms set out below, to the extent that it is delivered to a U.S. person other than a major U.S. institutional investor.

The analyst whose name appears in this research report is not registered or qualified as a research analyst with the Financial Industry Regulatory Authority ("FINRA") and may not be an associated person of Rosenblatt Securities Inc. and, therefore, may not be subject to applicable restrictions under FINRA Rules on communications with a subject company, public appearances and trading securities held by a research analyst account.

Ownership and Material Conflicts of Interest

Rosenblatt Securities Inc. or its affiliates does not 'beneficially own,' as determined in accordance with Section 13(d) of the Exchange Act, 1% or more of any of the equity securities mentioned in the report. Rosenblatt Securities Inc., its affiliates and/or their respective officers, directors or employees may have interests, or long or short positions, and may at any time make purchases or sales as a principal or agent of the securities referred to herein. Rosenblatt Securities Inc. is not aware of any material conflict of interest as of the date of this publication

Compensation and Investment Banking Activities

Rosenblatt Securities Inc. or any affiliate has not managed or co-managed a public offering of securities for the subject company in the past 12 months, nor received compensation for investment banking services from the subject company in the past 12 months, neither does it or any affiliate expect to receive, or intends to seek compensation for investment banking services from the subject company in the next 3 months.

Additional Disclosures

This research report is for distribution only under such circumstances as may be permitted by applicable law. This research report has no regard to the specific investment objectives, financial situation or particular needs of any specific recipient, even if sent only to a single recipient. This research report is not guaranteed to be a complete statement or summary of any securities, markets, reports or developments referred to in this research report. Neither UNICAP nor any of its directors, officers, employees or agents shall have any liability, however arising, for any error, inaccuracy or incompleteness of fact or opinion in this research report or lack of care in this research report's preparation or publication, or any losses or damages which may arise from the use of this research report.

UNICAP may rely on information barriers, such as "Chinese Walls" to control the flow of information within the areas, units, divisions, groups, or affiliates of UNICAP.

Investing in any non-U.S. securities or related financial instruments (including ADRs) discussed in this research report may present certain risks. The securities of non-U.S. issuers may not be registered with, or be subject to the regulations of, the U.S. Securities and Exchange Commission. Information on such non-U.S. securities or related financial instruments may be limited. Foreign companies may not be subject to audit and reporting standards and regulatory requirements comparable to those in effect within the United States.

The value of any investment or income from any securities or related financial instruments discussed in this research report denominated in a currency other than U.S. dollars is subject to exchange rate fluctuations that may have a positive or adverse effect on the value of or income from such securities or related financial instruments.

Past performance is not necessarily a guide to future performance and no representation or warranty, express or implied, is made by UNICAP with respect to future performance. Income from investments may fluctuate. The price or value of the investments to which this research report relates, either directly or indirectly, may fall or rise against the interest of investors. Any recommendation or opinion contained in this research report may become outdated as a consequence of changes in the environment in which the issuer of the securities under analysis operates, in addition to changes in the estimates and forecasts, assumptions and valuation methodology used herein.

No part of the content of this research report may be copied, forwarded or duplicated in any form or by any means without the prior consent of UNICAP and UNICAP accepts no liability whatsoever for the actions of third parties in this respect.

EQUITY RECOMMENDATION STRUCTURE (ABSOLUTE RATINGS)

We calculate our target price by weighting DCF, DDM, SOTP, asset-based and other relative valuation methods, and applying appropriate premiums/ discounts and/or other relevant adjustments.

Expected absolute returns are calculated as the percentage of difference between our target price and latest close price. Stock recommendations are based on absolute upside (downside) and have a 12-month horizon. Please note that future price fluctuations could lead to a temporary mismatch between upside/downside for a stock and our recommendation.

Recommendation	Rating	Expected absolute returns (%) over 12 months
BUY	A+	More than 25%
	A	Between 20% and 25%
	A-	Between 15% and 20%
HOLD	B+	Between 10% and 15%
	B	Between 5% and 10%
	B-	Between 0% and 5%
SELL	C+	Between 0% and -5%
	C	Between -5% and -10%
	C-	Less than -10%

ANALYST CERTIFICATION

Respective analyst(s) identified in this report certifies, with respect to the companies or securities that the individual analyses, that (1) the views expressed in this report reflect his or her personal views about all of the subject companies and securities and (2) no part of his or her compensation was, is or will be directly or indirectly dependent on the specific recommendations or views expressed in this report. The research analyst(s) named on this report are not registered / qualified as research analysts with FINRA.

It has not been determined in advance whether and in what intervals this document will be updated. Unless otherwise stated current prices refer to the most recent trading day's closing price.

Contact Us

Research Team

Sadat M Faisal	Research In-Charge	sadat@unicap-securities.com	+880 1755 694 029
Fahim Hassan	Research Analyst	fahim@unicap-securities.com	+880 1701 220 128
Protik Dey	Research Analyst	protik@unicap-securities.com	+880 1701 220 127

Institutional & International Sales & Trading

Kamal Krishna Saha, CFA	Senior Relationship Manager, Institutional Sales	kamal@unicap-securities.com	+880 1701 220 109
Sabina Yesmin	Relationship Manager, Institutional Sales	sabina@unicap-securities.com	+880 1755 694 038
Md. Mustafa Kamal	Deputy Manager, Institutional Trading	mustafa@unicap-securities.com	+880 1755 694 035
Mehedi Hasan Niloy	Business Analyst, Institutional Sales	niloy@unicap-securities.com	+880 1755 694 033

Find Us

Corporate Office

A.A Bhaban (9th Floor)
23 Motijheel C/A
Dhaka- 1000
Tel: +880 (2) 9515952 –53, +880 (2) 9515955
Fax: +880 (2) 9514923

Gulshan Office

Richmond Concord (6th Floor)
68 Gulshan Avenue
Gulshan- 1, Dhaka- 1212.
Tel: +880 (2) 8820366, 8828196
Fax: +880 (2) 8825740.

Extension Office

Kazi Tower (5th Floor)
86, Naya Paltan
Dhaka- 1000
Tel: +880 (2) 933638, 9334749, 9334750
Fax: +880 (2) 9334750

Sonargaon Road Branch

Noor Tower (4th Floor)
73 Sonargaon Road
Dhaka- 1205.
Tel: +880 (2) 9632161
Fax: +880 (2) 9632163

Chittagong Branch

Ayub Trade Centre (7th Floor)
1269/B Sk. Mujib Road
Agrabad, Chittagong- 4100.
Tel: +880 (31) 2513558 – 59
Fax: +880 (31) 2513356

Sylhet Branch

J.R Tower (2nd Floor), 23 Abash, Jail Road,
Sylhet-3100
Tel: +880 (821) 728440 – 41
Fax: +880 (821) 728437.

For any query, please contact us at: research@unicap-securities.com

Find Our Research on BRC and RES @ BLOOMBERG | Our Wire Code – UCS