

High interest of savings tools takes toll on bonds High interest rates on the national savings schemes are taking a toll on the transactions of treasury bills and bonds in the secondary market, Bangladesh Bank (BB) officials said. Turnover that includes purchase and sale of treasury bills and bonds in the secondary market declined to Tk 1,122 crore in May this year from Tk 1,786 crore in April, BB data shows. The market saw a turnover of Tk 2,635 crore in March and Tk 5,389 crore in February. Central bank officials said transactions may fall further unless the government adjusts interest rates of savings tools with the other market rates. The government is borrowing heavily through savings tools that offer interest rates of 11.04 percent to 11.76 percent. On the other hand, the borrowing cost stands between 2.84 percent and 7.13 percent through treasury bills and bonds.

<http://www.thedailystar.net/business/high-interest-savings-tools-takes-toll-bonds-1422160>

Excise duty hike to go Finance Minister AMA Muhith yesterday categorically said the government would withdraw the proposed increase in excise duty on bank deposits amid continuous criticisms. The change would be announced before the passage of the new budget on June 29, he said. "But I am saying this in advance so people can breathe a sigh of relief," he told reporters at the secretariat. Excise duties on all types of bank deposits, including deposits under pension schemes and fixed deposits, have been raised on average 67 percent in various slabs.

<http://www.thedailystar.net/business/excise-duty-hike-go-1422181>

Envoy Textiles to raise Tk 150cr thru' bonds Envoy Textiles will raise Tk 150 crore by issuing zero coupon bonds to increase its production capacity. The listed company announced the issuance of the bonds through private placement in a posting on the Dhaka Stock Exchange website yesterday. The board of directors has decided to issue the 5-year series zero coupon bonds with a face value of Tk 150 crore and at a discounted value of Tk 122.42 crore. The issuance of the bonds is subject to approval of Bangladesh Securities and Exchange Commission. "Envoy Textiles wants to raise the fund for importing machinery to strengthen its production capacity," said Abdus Salam Murshedy, managing director of Envoy Group.

<http://www.thedailystar.net/business/envoy-textiles-raise-tk-150cr-thru-bonds-1422169>

StanChart raises Tk 160cr for Sri Lankan power producer Standard Chartered Bangladesh has raised Tk 160 crore for RajLanka Power Company Ltd, a subsidiary of LTL Holdings (Pvt) Ltd, to help the electricity producer refinance its existing preference shares to reduce overall cost. RajLanka owns and operates a 53-megawatt heavy fuel oil-fired independent power plant in Natore. This is the first preference share transaction arranged by Standard Chartered Bangladesh. The closing ceremony took place at the Westin Dhaka hotel. The facility is also known as the non-convertible redeemable cumulative preference share, the bank said in a statement. There has been a diverse mix of investments in the transaction from banks, non-banking financial institutions and corporates, which testifies to StanChart's strong relationship with investors from all segments and issuer's strong business fundamentals and reputation, the bank said.

<http://www.thedailystar.net/business/stanchart-raises-tk-160cr-sri-lankan-power-producer-1422163>

Govt's tax collection from DSE drops by 57pc in May The government revenue from Dhaka Stock Exchange dropped sharply 57.31 per cent or Tk 20.10 crore in May due to major decline in turnover on the bourse. National Board of Revenue received just Tk 14.97 crore in taxes where Tk 12.25 crore as tax on turnover and Tk 2.72 crore as tax on sponsor-directors' capital gain from share sales was also included. In April, the government's tax receipt from the bourse was Tk 35.07 crore including Tk 15.31 crore as taxes on turnover and Tk 19.76 crore as taxes on sponsor-directors' profit from share sales. Under the Income Tax Ordinance 1984, the government set to collect 0.05 per cent tax on turnover from brokerage houses that will be collected from investors on their daily transactions, and 5 per cent tax on capital gains made by sponsor-directors and placement-shareholders.

<http://www.newagebd.net/article/18087/govts-tax-collection-from-dse-drops-by-57pc-in-may>

Index Summary

Symbol	6/18/17	6/15/17	Point Change	% Change
DSEX	5,461.63	5,468.3	(6.69)	-0.12%
DS30	2,031.02	2,031	(0.28)	-0.01%
DSES	1,260.57	1,262	(1.34)	-0.11%

Market Activities

	6/18/17	6/15/17	% Change
Mkt. Turnover (BDT mn)	4,734.0	5,301.6	-10.71%
Mkt. Turnover (USD mn)	60.38	67.62	-10.71%
Total No of Trade	80,020	83,693	-4.39%
Trade Volume (mn)	144.28	167.24	-13.73%

Market Valuation

	6/18/17	6/15/17	% Change
Mkt. Capitalization (BDT bn)	3,700.5	3,706.0	-0.15%
Mkt. Capitalization (USD bn)	47.20	47.27	-0.15%
Trailing Market P/E*	15.99	16.02	-0.18%
Annualized Market P/E**	17.25	17.28	-0.18%
Market P/BV	2.25	2.26	-0.18%
Dividend Yield	3.40%	3.39%	0.18%

BD may slip into 'debt crisis' shortly Cost of funds of the Non-Bank Financial Institutions (NBFIs) increased marginally in April this year, according to the latest statistics of Bangladesh. The Cost of Funds Index (CoFI) of the NBFIs stood at 7.63 points in April which was 7.53 points in March this year. According to the central bank, cost of funds is the weighted average interest rate of the interest-bearing liabilities of a non bank financial institution. CoFI reflects the weighted average interest rate reported for a given month by the non bank financial institutions. It also serves as the reference rate for pricing the variable interest loan products.

<http://www.thefinancialexpress-bd.com/2017/06/18/74197/NBFIs-cost-of-fund-up-slightly>

New VAT rate likely to be postponed The government has planned to postpone implementation of the controversial new value-added tax law from July 1 because of the negative impact on people's life, which could affect the ruling party's standing ahead of next general election, said finance ministry officials. Besides, there has been strong opposition from the country's business community against implementation of the new law which imposes a flat rate of 15% VAT. Finance ministry sources said the decision to stop the execution of the VAT law was taken at a meeting on June 15 at the ministry auditorium with Finance Minister AMA Muhith in the chair.

<http://www.dhakatribune.com/business/economy/2017/06/19/new-vat-rate-likely-postponed/>

সেন্ট্রাল কাউন্টার পার্টার মূলধন হবে ৩০০ কোটি টাকা দেশের দুই স্টক এক্সচেঞ্জে তালিকাভুক্ত সব সিকিউরিটিজের (শেয়ার, মিউচুয়াল ফান্ড, বন্ড, ডিবেঞ্চার প্রভৃতি) লেনদেন নিষ্পত্তির (সেটেলমেন্ট) জন্য স্বতন্ত্র ক্লিয়ারিং ও সেটেলমেন্ট ব্যবস্থা প্রবর্তনের লক্ষ্যে একটি সেন্ট্রাল কাউন্টার পার্টার (সিসিপি) গঠনের উদ্যোগ নিয়েছে পুঁজিবাজার নিয়ন্ত্রক সংস্থা বাংলাদেশ সিকিউরিটিজ অ্যান্ড এক্সচেঞ্জ কমিশন (বিএসইসি)। চলতি বছরের এপ্রিলে বিএসইসি ক্লিয়ারিং ও সেটেলমেন্ট বিধিমালা প্রকাশ করে এবং স্টক হোল্ডারদের মতামত আহ্বান করে। স্টক হোল্ডারদের মতামতের পরিপ্রেক্ষিতে বেশকিছু গুরুত্বপূর্ণ পরিবর্তন সাপেক্ষে বিধিমালাটি চূড়ান্ত করেছে কমিশন। ১৩ জুন বাংলাদেশ গেজেটে বিধিমালাটি প্রকাশিত হয়েছে। চূড়ান্ত বিধিমালায় ডিমিউচুয়ালাইজড স্টক এক্সচেঞ্জের মতো সিসিপিতেও কৌশলগত বিনিয়োগকারীর ওপর গুরুত্বারোপ করা হয়েছে। তবে এক্ষেত্রে কৌশলগত বিনিয়োগকারীকে অবশ্যই বিদেশী কোনো প্রতিষ্ঠান হতে হবে, যাদের সিসিপি, এক্সচেঞ্জ বা আর্থিক প্রতিষ্ঠান সংক্রান্ত কার্যক্রমের অভিজ্ঞতা রয়েছে।

<http://bonikbarta.net/bangla/news/2017-06-19/121585/>

জিরো কুপন বন্ড ইস্যু করবে এনভয় টেক্সটাইলস জিরো কুপন বন্ড ইস্যু করার সিদ্ধান্ত নিয়েছে এনভয় টেক্সটাইলস লিমিটেডের পরিচালনা পর্ষদ। ঢাকা স্টক এক্সচেঞ্জ (ডিএসই) সূত্রে জানা গেছে, বাজারে বন্ড ছেড়ে ১২২ কোটি ৪২ লাখ ৪০ হাজার টাকা সংগ্রহ করবে প্রতিষ্ঠানটি। মেয়াদ শেষে অভিহিত মূল্য হিসেবে বিনিয়োগকারীদের ফেরত দেয়া হবে ১৫০ কোটি টাকা। বন্ডের বৈশিষ্ট্য সম্পর্কে জানা গেছে, নন-কনভার্টেবল এ বন্ডটি মেয়াদ শেষে সম্পূর্ণ অবসায়নযোগ্য। অর্থাৎ বন্ডকে কোম্পানির শেয়ারে রূপান্তর করা হবে না। শুধু প্রাইভেট প্লেসমেন্টের মাধ্যমে বন্ড বিক্রি করা হবে।

<http://bonikbarta.net/bangla/news/2017-06-19/121584/>

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