

**Govt's bank borrowing soars ahead of polls:** The government has started borrowing heavily from banks in November after holding back in the previous three months to meet its growing cash requirement ahead of the national election in the next month. In the first 27 days of the month, the government borrowed BDT 3,042 crore from commercial banks, according to data from the Bangladesh Bank.

<https://www.thedailystar.net/business/banking/news/govts-bank-borrowing-soars-ahead-polls-1666057>

**Govt bonds' yields rise notably:** Yields on the government treasury bonds (T-bonds) increased significantly on Tuesday, as the banks were reluctant to invest their funds in the long-term securities ahead of the national polls. The cut-off yield, generally known as interest rate, on 15-Year Bangladesh Government Treasury Bonds (BGTBs) rose to 7.55% on the day from 7.20% of the previous auction, held on September 26. On the other hand, the cut-off yield on 20-Year BGTBs reached 8.24% on the day from 7.97% of the previous auction, according to the auction results, issued by Bangladesh Bank (BB).

<http://today.thefinancialexpress.com.bd/first-page/govt-bonds-yields-rise-notably-1543341402>

**Real wage growth in BD drops to 3.0% in 2017: ILO:** The real wage growth in Bangladesh declined to 3.0% in 2017 after showing an upward trend in the previous two consecutive years, according to a latest report of International Labour Organisation (ILO) released on Monday. The real wage in the country grew by 3.6% and 3.5% respectively in 2016 and 2015. In 2014, the growth was recorded at 2.4% as compared to 6.2% in 2013, the report titled 'Global Wage Report 2018/19' showed.

<https://thefinancialexpress.com.bd/stock/global/real-wage-growth-in-bd-drops-to-30pc-in-2017-ilo-1543292158>

**Trading sector eats up 51% of SME financing:** The trading sub-sector gets more than 51% of the loans and advances disbursed by the banks and financial institutions to the small and medium enterprises (SMEs) sector, according to official figures. On the other hand, the manufacturing and services sub-sectors get lower shares of the institutional financing, affecting employment generation, officials said. According to figures available with the Bangladesh Bank (BB), different banks and non-bank financial institutions (NBFIs) disbursed about BDT 1.56 trillion in loans to the SMEs sector in the fiscal year (FY) 2017-18.

<http://today.thefinancialexpress.com.bd/last-page/trading-sector-eats-up-51pc-of-sme-financing-1543341910>

**ADB approves USD50m for microenterprise development:** The Asian Development Bank (ADB) has approved USD50 million loan to promote microenterprise development in Bangladesh. The ADB approved the loan through a credit line to Palli Karma Sahayak Foundation (PKSF), a development finance organisation, and its partner microfinance institutions, reports BSS. The ADB project will help fill the funding gap in the short term. The loan will be provided to PKSF to on-lend to partner organisations and to sub-lend to about 40,000 microenterprises, of whose 70% are female, said an ADB press release received in Dhaka on Tuesday.

<https://thefinancialexpress.com.bd/economy/adb-approves-50m-for-microenterprise-development-1543330028>

**IFAD Auto opens largest commercial vehicles service center in BD:** IFAD Auto inaugurated the largest commercial vehicles service center in the country on Monday at its own industrial area at Madanpur in Bandar thana of Narayanganj. IFAD launched the commercial service center for vehicles having the technical support from Ashok Leyland, one of the largest commercial vehicles, trucks and bus manufacturers in India. Ashok Leyland Chief Executive Officer and Managing Director Vinod K Dasari and IFAD group chairman Iftekhar Ahmed Tipu jointly inaugurated the service, first of its kind in Bangladesh.

<https://thefinancialexpress.com.bd/stock/ifad-auto-opens-largest-commercial-vehicles-service-center-in-bd-1543292449>

**Midland East Power Plant commences commercial operations:** After successful testing and pre-commissioning, a 150-megawatt project of Midland East Power Plant started its commercial operations on Monday. Situated at Ashugonj in Brahmanbaria, Midland East Power Plant, the heavy fuel oil (HFO) fired power plant, is a subsidiary of Midland Power Company. Shahjibazar Power, a listed company, holds 49% stake in Midland Power Company, which eventually will have a prospective impact on the profitability of the company, said an official disclosure on Monday.

<https://thefinancialexpress.com.bd/stock/midland-east-power-plant-commences-commercial-operations-1543303899>

### Index Summary

	27/11/18	26/11/18	Point Change	% Change
DSEX	5,288.55	5,279.26	9.29	0.18%
DS30	1,862.04	1,857.72	4.31	0.23%
DSES	1,226.37	1,224.22	2.15	0.18%

### Market Activities

	27/11/18	26/11/18	% Change
Mkt. Turnover (BDT mn)	6,388.54	6,157.47	3.75%
Mkt. Turnover (USD mn)	79.28	76.41	3.75%
Total No of Trade	151,846	139,611	8.76%
Trade Volume (mn)	149.11	135.33	10.18%

### Market Valuation

	27/11/18	26/11/18	% Change
Mkt. Capitalization (BDT bn)	3,842.64	3,827.76	0.39%
Mkt. Capitalization (USD bn)	47.69	47.50	0.39%
Trailing Market P/E*	15.49	15.42	0.44%
Annualized Market P/E**	15.53	15.47	0.40%
Market P/BV	2.08	2.07	0.46%
Dividend Yield	3.11%	3.13%	-0.49%

**Khulna Power directors barred from selling shares:** The stock market regulator yesterday barred Khulna Power's directors, sponsors and shareholders with more than 10% stakes from disposing their shares after the company failed to disclose price-sensitive information properly. The contract between Khulna Power, a 110 megawatt power plant, and Bangladesh Power Development Board had expired on October 11 but the company did not articulate the development clearly, said the Bangladesh Securities and Exchange Commission. At the same time, sponsors and directors of the company began selling their shares.

<https://www.thedailystar.net/business/news/khulna-power-directors-barred-selling-shares-1666048>

**BSEC approves LankaBangla's Subordinated Bond of BDT300 crore:** The Bangladesh Securities and Exchange Commission (BSEC) on Tuesday approved to issue a Non-convertible Floating Rate Subordinated Bond worth BDT300 crore to LankaBangla Finance Limited. The approval was given at a commission meeting held at its headquarters. BSEC Chairman M Khairul Hossain presided over the meeting, said a BSEC statement.

<https://www.dhakatribune.com/business/stock/2018/11/27/bsec-approves-lankabangla-s-subordinated-bond-of-BDT300-crore>

LBSL's research reports are also available on

Bloomberg LANB <GO>

<http://lankabd.com/>

#### Disclaimer

This document ("the Report") is published by LankaBangla Securities Ltd ("LBSL") for information only for its clients. All information and analyses in this Report have been compiled from and analyzed on the basis of LBSL's own research of publicly available documentation and information. LBSL has prepared the Report solely for informational purposes and it is consistent with the Rules and Regulations of SEC. The information provided in the Report is not intended to, and does not encompass all the factors to be considered in a best execution analysis and related order routing determinations. LBSL does not represent, warrant, or guarantee that the Report is accurate. LBSL disclaims liability for any direct, indirect, punitive, special, consequential, or incidental damages related to the Report or the use of the Report. The information and analysis provided in the Report may be impacted by market data system outages or errors, both internal and external, and affected by frequent movement of market and events. Certain assumptions have been made in preparing the Report, and changes to the assumptions may have a material impact on results. The Report does not endorse or recommend any particular security or market participant. LBSL, its analysts, and officers confirm that they have not received and will not receive any direct or indirect compensation in exchange for expressing any specific recommendation, opinion, or views in its Report. The information and data provided herein is the exclusive property of LBSL and cannot be redistributed in any form or manner without the prior written consent of LBSL. This disclaimer applies to the Report in its entirety, irrespective of whether the Report is used or viewed in whole or in part.

#### LBSL Capital Market Research Department

Zobayed Al Mamun Hasan      Head of Research      Zobayed.hasan@lbsbd.com

Analyst	Designation	E-mail
Ahmed Irtiza	Senior Research Associate	ahmed.irtiza@lbsbd.com
Fozlul Hoque	Research Associate	md.fozlul.hoque@lbsbd.com
Rufaiya Zabin	Research Associate	rufaiya.zabin@lbsbd.com

#### Institutional & Foreign Trade Department

Rehan Muhammad      Head of Institutional & Foreign Trade      rehan@lbsbd.com/rmuhammad1@bloomberg.net

#### LankaBangla Securities Limited

Capital Market Research Department Corporate Office  
A.A. Bhaban (Level-5) 23 Motijheel C/A Dhaka-1000, Bangladesh  
Phone: +880-2-9513794 (Ext-122) Fax: +880-2-9563902  
Website: [www.lbsbd.com](http://www.lbsbd.com)