Daily Capital Market Synopsis

Sunday, July 17, 2022

Chart: DSE Broad Index, Source: DSE Website

Index Update

Symbol	Today	Point Change	% Change
DSEX	6304.29	-20.22	-0.3%
DSES	1376.24	-1.11	-0.1%
DS30	2267.56	-6.29	-0.3%

Market Performance

Particulars	Today	Prev. Day	% Change
Turnover (BDT mn)	5935	5806	2.2%
Trade Volume	160947259	143813003	11.9%
Total No. of Trade	149625	144334	3.7%

Source: NRBCBSL Research & DSE Website

Market kept sinking for 4th session amid low volume

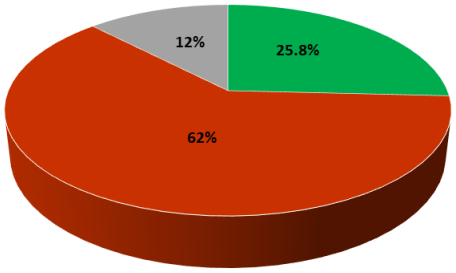
DSEX fell down 20.21 points further and closed at 6304.29 points. Market started today's session on a positive tone but dropped down continuously from start to end. Market participation inched up from yesterday's level. All the sectors were negative except Jute, Paper & Printing, Pharmaceuticals, Food & Allied and Tannery industries. Market is continuing the bearish trend reflecting the struggling economy. Index is on the borderline of the psychological barrier of 6300 points. Market may turn slightly positive for next two or three sessions after four negative ones. In terms of technical analysis, DSEX closed today almost touching the support level. If this support breaks, index may lose almost another 100 points. Market may hesitantly fluctuate around this level for next few days as well. On the Macro news front, The Bangladesh Bank will increase the supply of US dollars in the local foreign exchange (forex) market, which is facing an acute shortage of the greenback.

Market activity increased today than the previous day generating a trade volume of 160947259 from a total trade of 149625, raising BDT 5935mn turnover which is around 2.2% higher than the last day.

DELTALIFE, OLYMPIC, SQURPHARMA, NBL, PTL mainly moved the index positively. On the other hand, BEXIMCO, BEACONPHAR, ROBI, TITASGAS, FORTUNE were the negative forces today.

ICBIBANK, MITHUNKNIT, STANCERAM, MEGHNAPET, MEGCONMILK were among the top gainers and DESCO, YPL, KTL, GLOBALINS, PROVATIINS were among the top companies to lose price today.

Quazi Naureen Ahmed



Source: NRBCBSL Research

Market Value

Particulars	Today	Prev. Day	Change
M. Cap	5148236.81	5159603.64	-0.2%
Mkt P/E	15.05	15.12	-0.5%
Market Cap. To GDP	17.1%	17.1%	-0.2%

Source: NRBCBSL Research & DSE Website

Top 10 Gainers

Code	LTP	YCP	Change	Volume
ICBIBANK	5.50	5.00	9.8%	2507542
MITHUNKNIT	17.60	16.00	9.7%	407147
STANCERAM	160.40	145.90	9.1%	39928
MEGHNAPET	42.10	38.30	4.5%	239169
MEGCONMILK	38.80	35.30	4.5%	522880
GHCL	38.00	34.70	4.4%	818441
BIFC	6.70	6.20	4.2%	85345
MIRACLEIND	37.80	35.00	4.1%	2044126
TALLUSPIN	10.90	10.10	3.7%	1116270
INTECH	34.40	31.90	3.7%	1651750

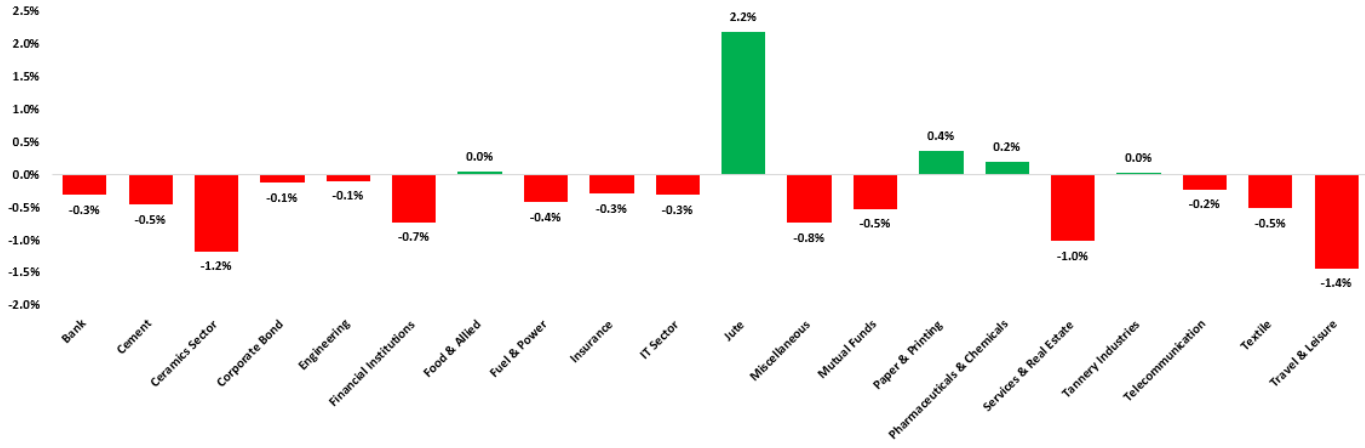
Source: NRBCBSL Research & DSE Website

Top 10 Losers

Code	LTP	YCP	Change	Volume
DESCO	39.20	40.00	-4.1%	32370
YPL	19.70	20.10	-3.7%	157005
KTL	24.70	25.20	-2.0%	3927240
GLOBALINS	34.70	35.40	-2.0%	122806
PROVATIINS	64.70	66.00	-2.0%	370633
SILCOPHL	24.90	25.40	-2.0%	504087
REPUBLIC	39.90	40.70	-2.0%	42848
MEGHNAINS	50.00	51.00	-2.0%	13237
QUEENSOUTH	25.00	25.50	-2.0%	1300406
SONARGAON	50.00	51.00	-2.0%	580108

Source: NRBCBSL Research & DSE Website

Sectoral Gain



Source: NRBCBSL Research

Companies with Highest & Lowest P/E

Highest

Company	P/E
LEGACYFOOT	823.8
BANGAS	690.5
EASTRNLUB	555.1
AMBEEPHA	523.8
APEXTANRY	384.6
ARGONDENIM	354.4
EMERALDOIL	341.7
BEACHHATCH	333.8
AL-HAJTEX	324.0
KAY&QUE	271.9

Source: NRBCBSL Research

Lowest

Company	P/E
SOUTHEASTB	2.7
JAMUNABANK	3.3
EBLNRBMF	3.6
MERCANBANK	4.1
FIRSTSBANK	4.6
DHAKABANK	4.6
BANKASIA	4.8
TRUSTB1MF	4.8
SHAHJABANK	5.0
PREMIERBAN	5.1

Source: NRBCBSL Research

Top 10 Blue Chip Companies

Company	LTP	YCP	Change%	Value (BDT mn)
DELTALIFE	153.20	148.40	3.2	138.60
OLYMPIC	125.60	123.10	2.0	9.62
ORIONPHARM	84.60	83.40	1.4	41.13
BSCCL	224.00	222.10	0.9	26.90
ISLAMIBANK	32.90	32.70	0.6	10.82
GP	289.80	288.70	0.4	20.63
UPGDCL	248.30	247.80	0.2	3.80
SQURPHARMA	215.10	214.70	0.2	32.69
RENATA	1329.00	1327.50	0.1	5.27
BXPHARMA	148.20	148.10	0.1	22.74

Source: NRBCBSL Research

Top 10 Turnover Leaders

Company	LTP	YCP	Change%	Value (BDT mn)
BEXIMCO	126.00	128.00	-1.6	396.82
INTRACO	30.90	29.80	3.7	290.22
TITASGAS	45.80	46.70	-1.9	162.19
DELTALIFE	153.20	148.40	3.2	138.60
FUWANGFOOD	25.40	25.50	-0.4	117.04
SPCERAMICS	47.10	48.00	-1.9	110.70
ACIFORMULA	162.80	158.90	2.5	101.22
KTL	24.70	25.20	-2.0	97.36
PADMALIFE	49.30	48.90	0.8	93.99
GOLDENSON	19.70	20.00	-1.5	89.81

Source: NRBCBSL Research

Block Trades

Instrument	Max Price	Min Price	Trade	Trades Quantity	Value (BDT mn)
1STPRIMFMF	18.90	18.90	1.00	26600.00	0.50
ACFL	28.30	28.30	1.00	43000.00	1.22
AL-HAJTEX	127.50	127.50	1.00	12700.00	1.62
BDTHAI	19.00	19.00	1.00	43000.00	0.82
BEXIMCO	132.90	132.90	1.00	3989.00	0.53
BSC	117.00	117.00	1.00	5000.00	0.59
DACCADYE	19.10	19.10	1.00	50000.00	0.96
DELTALIFE	150.00	148.00	3.00	51000.00	7.56
EPGL	42.00	42.00	1.00	80704.00	3.39
GP	294.10	294.10	1.00	10000.00	2.94
GPHISPAT	50.50	50.50	1.00	273000.00	13.79
HRTEX	99.50	99.50	1.00	59500.00	5.92
IFADAUTOS	51.00	51.00	1.00	12000.00	0.61
INTRACO	30.60	29.30	5.00	260000.00	7.76
IPDC	63.60	62.40	3.00	591500.00	36.93
JHRML	84.00	84.00	1.00	7843.00	0.66
LIBRAINFU	916.00	916.00	1.00	2000.00	1.83
MLDYEING	25.00	25.00	1.00	170000.00	4.25
NPOLYMER	54.60	54.60	2.00	28300.00	1.55
ORIONPHARM	90.30	90.30	1.00	10000.00	0.90
PDL	12.50	12.50	1.00	90000.00	1.13
PREMIERBAN	14.50	14.50	1.00	100000.00	1.45
PRIMETEX	40.00	40.00	1.00	45000.00	1.80
RUPALILIFE	65.50	65.50	1.00	58145.00	3.81
SAIHAMTEX	24.90	24.90	1.00	39500.00	0.98
SALVOCHEM	68.50	67.00	2.00	15300.00	1.04
SEAPEARL	48.00	48.00	1.00	100000.00	4.80
SINOBANGLA	60.50	60.50	1.00	10000.00	0.61
SONARGAON	54.00	54.00	1.00	42500.00	2.30
SPCERAMICS	52.80	52.80	1.00	14900.00	0.79
SUNLIFEINS	55.00	54.60	4.00	99345.00	5.44
TAKAFULINS	50.90	50.90	1.00	61800.00	3.15
TITASGAS	46.70	45.80	2.00	62200.00	2.86
ZAHINTEX	9.50	9.50	2.00	128000.00	1.22
Total=34			49	2606826	125.664

Source: NRBCBSL Research

Major News

National Economy

Disaster preparedness: WB approves $500m credit

The World Bank has approved a $500 million credit to help Bangladesh improve disaster preparedness against inland flooding in 14 flood-prone districts benefiting over 1.25 million people. The Resilient Infrastructure for Adaptation and Vulnerability Reduction (RIVER) project will help Bangladesh reduce vulnerability to riverine and flash floods by constructing over 500 multipurpose flood shelters, access roads, and climate-resilient community infrastructure.

News link: https://www.thedailystar.net/news/bangladesh/news/wb-approves-500m-credit-3072151

Forex market to get $350m boost

The Bangladesh Bank will increase the supply of US dollars in the local foreign exchange (forex) market, which is facing an acute shortage of the greenback. As part of its measures, the central bank asked banks to encash 50% of the balance held in exporters' retention quota (ERQ) accounts immediately and revised downwards the limit. Currently, there is $700 million in the ERQ accounts of exporters.

News link: https://www.dhakatribune.com/business/2022/07/16/forex-market-to-get-350m-boost

Banks

Banks now can collect funds from offshore units to settle import payments

Banks will now be allowed to collect funds from their offshore banking operations for a tenure of six months to settle import payments of capital machinery, industrial raw materials and imports by the government, according to the Bangladesh Bank. But such placement of funds to domestic banking units will not exceed 25% of a bank's regulatory capital, said a circular issued by the central bank on Thursday. The facility will remain valid till 31 December this year, the circular also said.

News link: https://www.tbsnews.net/economy/banking/banks-now-can-collect-funds-offshore-units-settle-import-payments-458350

Fuel & Power

Now Aug spot LNG import also halts

Bangladesh looks set to cease liquefied natural gas (LNG) import from spot market in August too as in July despite crippling energy crisis with resultant power outages. A twin-shock from the Ukraine war-energy blockade and dollar dearth for high commodity prices-forces Bangladesh, as also other countries, to adopt austerity and save foreign exchange. "State-run Rupantarita Praktritik Gas Company Ltd (RPGCL) has not yet floated tender to import LNG from spot market for August deliveries," a senior RPGCL official told the FE Saturday.

News link: https://today.thefinancialexpress.com.bd/first-page/now-aug-spot-lng-import-also-halts-1657993071

Pharmaceuticals

Prices of 53 drugs hiked

The Directorate General of Drug Administration (DGDA) after seven years has increased prices of 53 essential drug brands of 20 generics used in primary healthcare. The DGDA committee, which sets drug prices, in its 58th meeting held on 30 June at the health ministry approved the new price list. Before this, the prices were revised in 2015. According to the new price list of 117 drugs, one piece of Paracetamol will cost Tk1.20 against the previous price of Tk0.70.

News link: https://www.tbsnews.net/bangladesh/health/prices-53-drugs-hiked-459394?fbclid=IwAR1Utbbt4aTFinHbeUduNgG-w9qqVbmnGGvUVBwNiVwMnxeutPyI-djIYDE

Engineering

Smartphone production falls 50% in May

The country's smartphone production dropped by around 50% month-on-month in May due to rising freight charge and dollar prices and soaring inflation. The local manufacturers made 6.60 lakh units of smartphones -- 6.15 lakh 4G-enabled and 45,000 5G-enabled in the month, according to latest data of the Bangladesh Telecommunication Regulatory Authority.

News link: https://www.tbsnews.net/tech/smartphone-production-falls-50-may-459442

Textile & RMG

RMG orders tumble 30% amid record global inflation

Bangladesh's ready made garments industry is now bracing for another battle for survival as most factories are getting orders less

than 30% of their capacity as record inflation rates across Europe and the US make consumers less willing to loosen their purse strings for new outfits and fashion accessories. It is a bleak situation from the heady days of just a few months back. In the end of the fiscal year 21-22, the fears of a prolonged recovery period following the Covid-19 pandemic had not only almost receded for the Bangladesh apparel industry, but had been replaced by hope.
News link: https://www.tbsnews.net/economy/rmg/rmg-orders-tumble-30-amid-record-global-inflation-459434

Home textiles shine as buyers shift orders to Bangladesh
Bangladesh's earnings from home textile exports maintained a robust growth in the past two financial years and the earnings posted the second highest amount in the just concluded financial year of 2021-22 as global buyers shifted their orders to Bangladesh from other manufacturing countries, including Pakistan. Exporters said that Bangladeshi manufacturers gained the confidence of global buyers through keeping the production uninterrupted during the Covid outbreak in 2020. Though Pakistan was the leader of home textiles on the global market, the country lost some of its buyers during the global outbreak of pandemic due to the factory closure, they said.
News link: https://www.newagebd.net/article/175993/home-textiles-shine-as-buyers-shift-orders-to-bangladesh

Capital Market

T-bond trading in bourses soon
Much-anticipated trading in treasury bonds at the capital market may begin soon as stakeholders completed most of the procedures, including mock trading, stirring hopes about a rebound of the bourses. The bonds never traded on the secondary market and remained a hot topic in the financial-market circles.
News link: https://www.dhakatribune.com/stock/2022/07/16/t-bond-trading-in-bourses-soon

BSEC tightens rules for OTC firms willing to come back to SME or ATB platforms
The securities regulator has tightened rules for the over-the-counter (OTC) firms heading for the small capital companies' (SME) platform or the Alternative Trading Board (ATB) to protect investors' interests. Sponsor-directors of such companies cannot buy, sell, transfer, transmit or pledge the company shares without prior approval of the regulator, said the Bangladesh Securities and Exchange Commission (BSEC) in its recent letter to local bourses. Also, the firms will not sell, transfer, mortgage, or dispose of any fixed asset without the prior approval of the commission.
News link: https://www.tbsnews.net/economy/bsec-tightens-rules-otc-firms-willing-come-back-sme-or-atb-platforms-459350

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