Daily Capital Market Synopsis

Wednesday, July 20, 2022

Chart: DSE Broad Index, Source: DSE Website

Index Update

Symbol	Today	Point Change	% Change
DSEX	6138.79	-14.39	-0.2%
DSES	1346.26	-1.80	-0.1%
DS30	2206.08	-7.15	-0.3%

Market Performance

Particulars	Today	Prev. Day	% Change
Turnover (BDT mn)	6656	3194	108.4%
Trade Volume	166972439	100787330	65.7%
Total No. of Trade	137857	76197	80.9%

Source: NRBCBSL Research & DSE Website

Market ended moderately negative recovering deeper fall

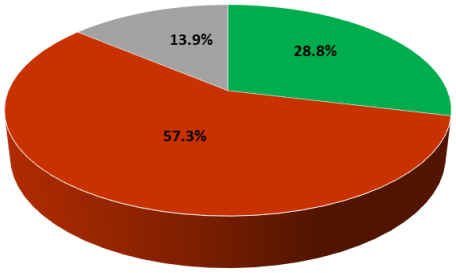
DSEX lost 14.39 points and closed at 6138.78 points today. Market began with sharp fall, immediate recovery and acute fall again initiating an extremely volatile session, which started improving from the last half of the session. Market participation increased significantly from yesterday's level which is a sign of relief. All the sector were negative today except Textile, Financial Institutions, Pharmaceuticals, Mutual Funds and Bank sectors. Market is struggling and trying to recover from here. The news of BSEC chairman's meeting with our Prime Minister may have given some hope to market investors. There was another hopeful news in global economy, which is EU's decision to remove sanction on 7 Russian Banks. This may be a start of peace process between Russia and EU, which can ease the economic tension going on all over the world. In terms of technical analysis, today again DSEX has gone through the support level at around 6140 points and returned back closing the session marginally close to the support level. The index is still showing hesitant and mixed signals regarding its next trend. However, index may have a few close to neutral sessions for next few days. Market may have another fluctuating session tomorrow. On the Macro news front, Inflation raced to a nine-year high of 7.56 percent in June, in a development that lays bare the extent of the cost of living crisis gripping the low-income and middle-class people in Bangladesh thanks to a war taking place some 5,800 kilometres away in Ukraine.

Market activity increased today than the previous day generating a trade volume of 166972439 from a total trade of 137857, raising BDT 6656mn turnover which is around 108.4% lower than the last day.

BSCCL, BXPHARMA, IFIC, BSC, MLDYEING mainly moved the index positively. On the other hand, BEXIMCO, ROBI, OLYMPIC, DELTALIFE, TITASGAS were the negative forces today.

BIFC, HRTEX, AIL, ORIONINFU, PRIMETEX were among the top gainers and IPDC, EASTRNLUB, RENWICKJA, LIBRAINFU, BDFINANCE were among the top companies to lose price today.

Quazi Naureen Ahmed



Source: NRBCBSL Research

Market Value

Particulars	Today	Prev. Day	Change
M. Cap	5028462.91	5040988.97	-0.2%
Mkt P/E	14.68	14.73	-0.3%
Market Cap. To GDP	16.7%	16.7%	-0.2%

Source: NRBCBSL Research & DSE Website

Top 10 Gainers

Code	LTP	YCP	Change	Volume
BIFC	8.60	7.90	9.8%	705950
HRTEX	115.10	106.20	9.7%	682327
AIL	51.90	48.20	9.1%	435405
ORIONINFU	105.50	98.40	4.5%	1562461
PRIMETEX	38.80	36.60	4.5%	2814113
MLDYEING	25.90	24.60	4.4%	2503347
KDSALTD	70.70	67.30	4.2%	1803775
CNATEX	10.30	9.90	4.1%	2678382
BSCCL	224.80	216.60	3.7%	296419
CROWNCEMNT	72.30	69.70	3.7%	48862

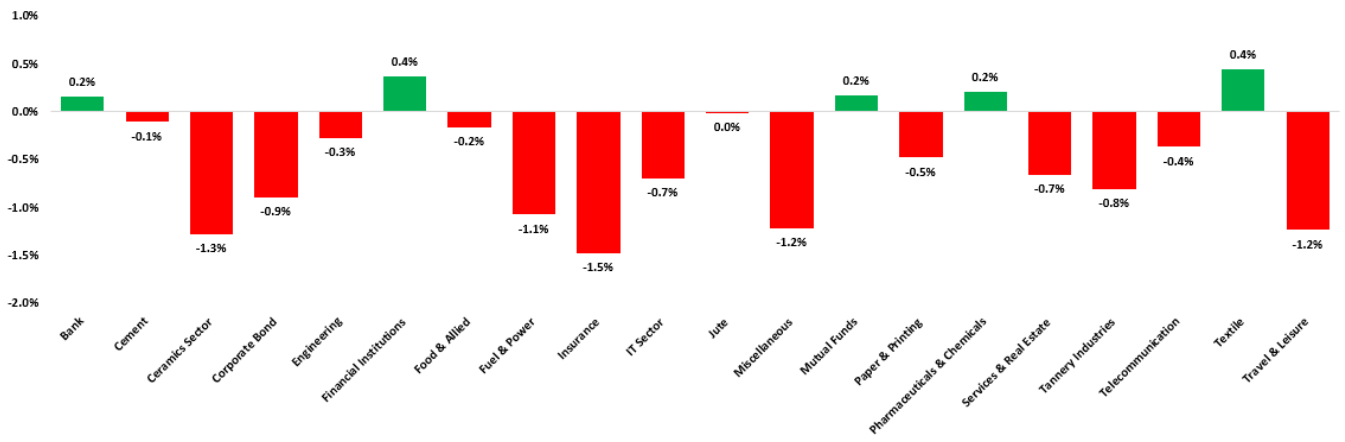
Source: NRBCBSL Research & DSE Website

Top 10 Losers

Code	LTP	YCP	Change	Volume
IPDC	58.80	60.00	-4.1%	977824
EASTRNLUB	1957.70	1997.60	-3.7%	6826
RENWICKJA	1021.00	1041.80	-2.0%	604
LIBRAINFU	962.40	982.00	-2.0%	7818
BDFINANCE	44.20	45.10	-2.0%	125711
BGIC	39.30	40.10	-2.0%	17985
CVOPRL	172.20	175.70	-2.0%	344038
OLYMPIC	118.30	120.70	-2.0%	156253
SPCERAMICS	44.40	45.30	-2.0%	2691482
PRIMEINSUR	89.00	90.80	-2.0%	76202

Source: NRBCBSL Research & DSE Website

Sectoral Gain



Source: NRBCBSL Research

Companies with Highest & Lowest P/E

Highest

Company	P/E
LEGACYFOOT	785.0
BANGAS	685.0
EASTRNLUB	522.5
AMBEEPHA	495.0
APEXTANRY	365.1
ARGONDENIM	341.3
EMERALDOIL	324.2
AL-HAJTEX	320.5
BEACHHATCH	318.0
KAY&QUE	261.1

Source: NRBCBSL Research

Lowest

Company	P/E
SOUTHEASTB	2.7
JAMUNABANK	3.2
EBLNRBMF	3.6
MERCANBANK	4.0
FIRSTSBANK	4.5
DHAKABANK	4.5
TRUSTB1MF	4.8
BANKASIA	4.9
SHAHJABANK	4.9
PREMIERBAN	5.0

Source: NRBCBSL Research

Top 10 Blue Chip Companies

Company	LTP	YCP	Change%	Value (BDT mn)
BSCCL	224.80	224.80	3.8	66.78
IFIC	11.90	11.90	2.6	40.13
IDLC	46.80	46.50	2.2	6.38
BXPHARMA	146.70	146.70	0.8	38.34
EBL	32.40	32.40	0.6	2.78
CITYBANK	22.20	22.00	0.5	11.59
BSRMLTD	92.10	92.30	0.3	7.88
ISLAMIBANK	33.00	33.00	0.3	6.15
BBSCABLES	53.20	53.20	0.2	9.16
SQURPHARMA	212.90	212.90	0.1	57.61

Source: NRBCBSL Research

Top 10 Turnover Leaders

Company	LTP	YCP	Change%	Value (BDT mn)
BEXIMCO	118.90	121.10	-1.8	522.26
SONALIPAPR	617.20	616.20	0.2	426.83
INTRACO	29.30	29.70	-1.3	171.67
ORIONINFU	105.50	98.40	7.2	161.31
KDSALTD	70.70	67.30	5.1	124.83
FUWANGFOOD	24.30	24.50	-0.8	121.43
SPCERAMICS	44.40	45.30	-2.0	119.89
TITASGAS	43.30	44.10	-1.8	116.74
FORTUNE	81.70	83.30	-1.9	110.44
BSC	110.30	107.00	3.1	109.40

Source: NRBCBSL Research

Block Trades

Instrument	Max Price	Min Price	Trade	Trades Quantity	Value (BDT mn)
ADNTEL	67.00	67.00	1.00	7500.00	0.50
AL-HAJTEX	126.20	123.70	15.00	229500.00	28.58
ALLTEX	26.60	26.60	1.00	41400.00	1.10
ASIAINS	50.00	50.00	1.00	62759.00	3.14
ASIAPACINS	48.90	48.90	1.00	19000.00	0.93
BDTHAI	19.20	19.20	1.00	56000.00	1.08
BRACBANK	37.50	37.50	4.00	530000.00	19.88
BSC	111.00	111.00	1.00	8500.00	0.94
DELTALIFE	159.90	144.30	10.00	619950.00	90.64
ECABLES	202.00	202.00	1.00	2550.00	0.52
FORTUNE	89.80	82.00	3.00	23600.00	2.04
GOLDENSON	19.40	19.40	1.00	100000.00	1.94
HRTEX	113.00	104.20	34.00	661012.00	69.95
INDEXAGRO	103.00	103.00	2.00	20500.00	2.11
INTRACO	32.00	32.00	1.00	70000.00	2.24
IPDC	63.00	61.90	2.00	29950.00	1.87
JHRML	74.50	74.50	1.00	22500.00	1.68
KDSALTD	67.30	66.00	5.00	140000.00	9.28
LIBRAINFU	1030.00	1030.00	1.00	2000.00	2.06
LRBDL	39.90	39.90	1.00	40000.00	1.60
METROSPIN	26.40	26.40	1.00	21000.00	0.55
ORIONINFU	97.00	96.60	2.00	72500.00	7.01
PADMALIFE	50.00	50.00	3.00	100000.00	5.00
PRAGATIINS	61.70	61.70	1.00	11000.00	0.68
PTL	81.50	81.50	1.00	6150.00	0.50
RAHIMAFOOD	275.00	275.00	2.00	4000.00	1.10
ROBI	31.30	31.30	1.00	16000.00	0.50
SPCERAMICS	48.10	45.20	4.00	90000.00	4.21
STANDARINS	51.90	51.90	1.00	15000.00	0.78
SUNLIFEINS	57.00	56.80	4.00	136300.00	7.77
TITASGAS	48.00	43.30	3.00	83000.00	3.83
UNILEVERCL	2950.00	2950.00	3.00	6000.00	17.70
YPL	18.80	18.80	1.00	27000.00	0.51
ZAHEENSPIN	12.80	12.80	1.00	66068.00	0.85
Total=34			115	3340739	293.045

Source: NRBCBSL Research

Major News

National Economy

Inflation at 9-year high

Inflation raced to a nine-year high of 7.56 percent in June, in a development that lays bare the extent of the cost of living crisis gripping the low-income and middle-class people in Bangladesh thanks to a war taking place some 5,800 kilometres away in Ukraine. June's data means the average inflation in the just-concluded fiscal 2021-22 was 6.15 percent, overshooting even the revised target of 5.7 percent for the year.

News link: https://www.thedailystar.net/business/economy/news/inflation-nine-year-high-3074471

ADP implementation bounces back

Government spending on projects under the Annual Development Programme (ADP) rebounded in fiscal 2021-22 following a two-year disruption caused by Covid-19 but the implementation rate it is still slow compared to pre-pandemic levels. Development expenditure bounced back to 92.79 per cent in the previous fiscal that ended on June 30 as the government spent Tk 203,765 crore of the Tk 219,602 crore set aside for the ADP, shows data from the Implementation Monitoring and Evaluation Division (IMED) of the planning ministry.

News link: https://www.thedailystar.net/business/economy/news/adp-implementation-bounces-back-3074541

Banks

CMSMEs get Tk 25,000cr

Bangladesh Bank yesterday unveiled a Tk 25,000 crore refinance scheme for cottage, micro, small and medium enterprises (CMSMEs) in order to increase their access to finances. Borrowers in the CMSME sector will get funds in the form of term loans, whose tenure is more than one year, from the scheme, according to a central bank notice.

News link: https://www.thedailystar.net/business/economy/news/cmsmes-get-tk-25000cr-3074656

Power & Energy

Capacity charge for power: Tk 16,785cr paid in 9 months

The government paid Tk 16,785 crore in capacity charges to power plants in the first nine months of the last fiscal year for 22,118MW daily power generation capacity. But the government had not been able to use more than 14,000MW a day during that period as the country's electricity demand was not higher than this. As per the government's agreement with power plants, the government has to pay "capacity charges" based on the plant's capacity and establishment costs, regardless of whether the power is bought or produced.

News link: https://www.thedailystar.net/news/bangladesh/news/capacity-charge-tk-16785cr-paid-9-months-3074441

Engineering

Hike in production cost eats into Singer's profit

Singer Bangladesh Limited has failed to achieve any profit growth in the April-June quarter of 2022 as it could not adjust its selling prices in line with the rising cost of production due to immense competition in the local market. The company's net profit after taxes in the second quarter dropped to Tk13.95 crore, which was 51% lower compared to the same period a year ago.

News link: https://www.tbsnews.net/economy/hike-production-cost-eats-singers-profit-461250

Textile & RMG

FY22: Home textile sees 43.28% growth, becomes second highest export earner

Exports from home textile earned $1.62 billion in the recently concluded 2021-22 fiscal year, fetching a year-on-year growth of 43.28%. According to the Export Promotion Bureau data, the sector earned $1.13 billion in the last fiscal year. The sector has gradually emerged as a new player in textile production and exports from Bangladesh. Defying all odds, the sector claimed the title of the second main export earner of the country after the RMG sector.

News link: https://www.dhakatribune.com/business/2022/07/19/fy22-home-textile-sees-4328-growth-becomes-second-highest-export-earner

EDF facility for textile, apparel makers extended

The Bangladesh Bank yesterday extended the increased borrowing limit from the Export Development Fund (EDF) for textile millers and garment makers to December 31 this year. In January, the central bank raised the loan limit to $30 million from $25 million in order to help exporters offset the business slowdown originating from the coronavirus pandemic. The disbursement deadline was set for June 30, 2022.

News link: https://www.thedailystar.net/business/economy/news/edf-facility-textile-apparel-makers-extended-3074526

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