Daily Capital Market Synopsis

Thursday, July 21, 2022

Chart: DSE Broad Index, Source: DSE Website

Index Update

Symbol	Today	Point Change	% Change
DSEX	6126.52	-12.27	-0.2%
DSES	1345.09	-1.17	-0.1%
DS30	2200.83	-5.25	-0.3%

Market Performance

Particulars	Today	Prev. Day	% Change
Turnover (BDT mn)	6769	6656	1.7%
Trade Volume	180161950	166972439	7.9%
Total No. of Trade	141825	137857	2.9%

Source: NRBCBSL Research & DSE Website

Market continued southwards crushing hopes of recovery

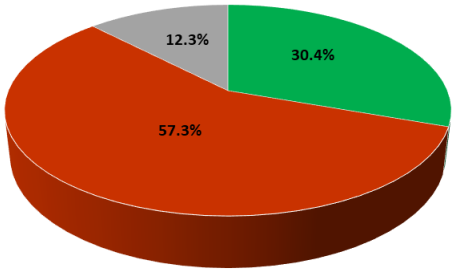
DSEX went down 12.27 points further closing at 6126.5 points today. Market created some hopes with a sharp uprising of DSEX early in today's session but soon demolished that hope by falling deeply again and kept fluctuating till the end of the session eventually closing in the negative zone. Market participation moved up slightly but insignificantly from yesterday's level. Paper & Printing, Cement and telecom were the top three gaining sectors, where on the other hand Ceramic, Service & Real Estate and Tannery industries were the highest losing sectors. Market had another extremely volatile session reflecting investors' hesitation and lack of confidence on market's sustainability. This is a worrying symptom indicating market may not gain the strength to turn back and fall down from here further. In terms of technical analysis, DSEX closed way below the nearby support level today, despite going up through it in the start of the session. Moreover, Index is currently at a level where it was in the end of June last year and may be falling towards a one year old support level at around 5990 points. Hence, market may fall down further in the next week. On the Macro news front, Bangladesh Bank yesterday took more initiatives, including raising the interest rate on its Export Development Fund (EDF), to ease the ongoing pressure in the country's foreign exchange market.

Market activity increased today than the previous day generating a trade volume of 180161950 from a total trade of 141825, raising BDT 6769mn turnover which is around 1.7% higher than the last day.

BRACBANK, LHBL, BATBC, ROBI, NBL mainly moved the index positively. On the other hand, BEXIMCO, SQURPHARMA, BEACONPHAR, DELTALIFE, IFIC were the negative forces today.

SALAMCRST, BIFC, NEWLINE, FAREASTFIN, PRIMETEX were among the top gainers and ASIAPACINS, EASTRNLUB, NATLIFEINS, DSHGARME, ECABLES were among the top companies to lose price today.

Quazi Naureen Ahmed



Source: NRBCBSL Research

Market Value

Particulars	Today	Prev. Day	Change
M. Cap	5031190.47	5028462.91	0.1%
Mkt P/E	14.65	14.68	-0.2%
Market Cap. To GDP	16.7%	16.7%	0.1%

Source: NRBCBSL Research & DSE Website

Top 10 Gainers

Code	LTP	YCP	Change	Volume
SALAMCRST	33.30	30.30	9.8%	1037614
BIFC	9.40	8.60	9.7%	1194958
NEWLINE	46.20	42.80	9.1%	24330
FAREASTFIN	5.60	5.20	4.5%	142977
PRIMETEX	41.70	38.80	4.5%	3206976
YPL	20.20	18.80	4.4%	5523999
SAVAREFR	274.20	255.30	4.2%	33225
HRTEX	123.10	115.10	4.1%	632364
MEGCONMILK	39.70	37.50	3.7%	403691
KDSALTD	74.50	70.70	3.7%	2376543

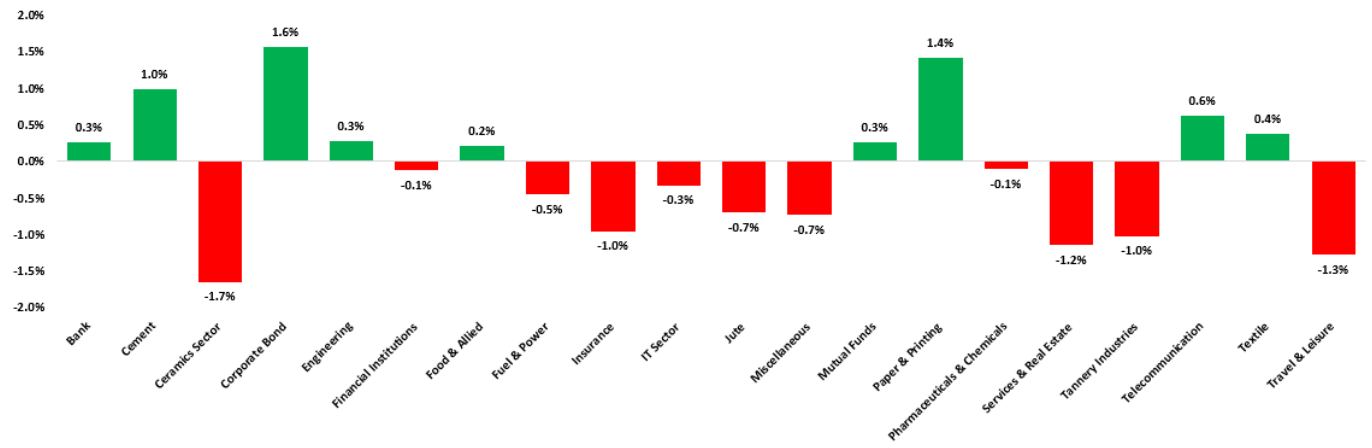
Source: NRBCBSL Research & DSE Website

Top 10 Losers

Code	LTP	YCP	Change	Volume
ASIAPACINS	44.10	45.00	-4.1%	36856
EASTRNLUB	1918.60	1957.70	-3.7%	8589
NATLIFEINS	181.60	185.30	-2.0%	1778
DSHGARME	152.30	155.40	-2.0%	25390
ECABLES	187.10	190.90	-2.0%	127131
PAPERPROC	172.60	176.10	-2.0%	125353
SHYAMPSUG	104.00	106.10	-2.0%	24609
HEIDELBCEM	188.20	192.00	-2.0%	3477
CVOPRL	168.80	172.20	-2.0%	126325
GENEXIL	69.60	71.00	-2.0%	634082

Source: NRBCBSL Research & DSE Website

Sectoral Gain



Source: NRBCBSL Research

Companies with Highest & Lowest P/E

Highest

Company	P/E
LEGACYFOOT	770.0
BANGAS	675.5
EASTRNLUB	512.1
AMBEEPHA	504.9
APEXTANRY	358.4
ARGONDENIM	339.4
BEACHHATCH	327.8
AL-HAJTEX	324.5
EMERALDOIL	318.3
KAY&QUE	274.7

Source: NRBCBSL Research

Lowest

Company	P/E
SOUTHEASTB	2.7
JAMUNABANK	3.2
EBLNRBMF	3.6
MERCANBANK	4.0
DHAKABANK	4.6
TRUSTB1MF	4.7
BANKASIA	4.8
SHAHJABANK	4.9
PREMIERBAN	5.0
IFIC1STMF	5.1

Source: NRBCBSL Research

Top 10 Blue Chip Companies

Company	LTP	YCP	Change%	Value (BDT mn)
BRACBANK	38.60	37.80	2.1	25.93
LHBL	66.80	65.50	2.0	122.99
ROBI	31.80	31.30	1.6	237.21
SINGERBD	155.40	154.20	0.8	1.22
MPETROLEUM	201.00	199.90	0.6	2.95
BATBC	523.40	521.00	0.5	55.51
BBSCABLES	53.40	53.20	0.4	8.04
GP	287.10	286.00	0.4	31.84
UPGDCL	238.50	237.80	0.3	2.69
IDLC	46.60	46.50	0.2	3.28

Source: NRBCBSL Research

Top 10 Turnover Leaders

Company	LTP	YCP	Change%	Value (BDT mn)
SONALIPAPR	639.70	617.20	3.6	401.83
ROBI	31.80	31.30	1.6	237.21
BEXIMCO	116.60	118.90	-1.9	236.88
KDSALTD	74.50	70.70	5.4	172.54
TITASGAS	42.50	43.30	-1.8	154.15
IPDC	59.50	58.80	1.2	145.00
PRIMEINSUR	87.80	89.00	-1.3	144.89
PRIMETEX	42.60	38.80	9.8	129.92
ORIONINFU	107.10	105.50	1.5	128.44
LHBL	66.80	65.50	2.0	122.99

Source: NRBCBSL Research

Block Trades

Instrument	Max Price	Min Price	Trade	Trades Quantity	Value (BDT mn)
AL-HAJTEX	128.20	125.70	12.00	209600.00	26.57
BATBC	521.00	521.00	1.00	25000.00	13.03
BEXIMCO	121.00	121.00	1.00	25000.00	3.03
BNICL	62.40	62.40	1.00	1000000.00	62.40
CNATEX	10.30	10.10	7.00	2357000.00	23.83
DELTALIFE	147.90	147.90	1.00	6500.00	0.96
FAREASTLIF	78.00	78.00	1.00	7900.00	0.62
FINEFOODS	47.80	47.80	1.00	12000.00	0.57
FORTUNE	88.00	82.00	5.00	1393882.00	114.41
FUWANGFOOD	26.20	26.20	1.00	120000.00	3.14
GBBPOWER	21.00	20.60	2.00	91051.00	1.89
GENEXIL	72.70	72.70	1.00	165000.00	12.00
GOLDENSON	19.70	19.70	1.00	30500.00	0.60
GRAMEENS2	16.50	16.50	1.00	64000.00	1.06
HRTEX	117.00	112.80	5.00	49300.00	5.65
IPDC	58.50	58.00	4.00	515000.00	30.02
LHBL	70.50	70.50	1.00	60000.00	4.23
LOVELLO	38.00	38.00	1.00	22500.00	0.86
MEGHNAINS	46.30	46.30	1.00	13000.00	0.60
METROSPIN	26.10	25.00	2.00	255459.00	6.56
MONNOFABR	26.00	26.00	2.00	52900.00	1.38
OLYMPIC	118.00	118.00	1.00	5000.00	0.59
PADMALIFE	53.50	53.50	11.00	2574300.00	137.73
PRIMEINSUR	89.90	89.00	5.00	1050000.00	93.90
PRIMETEX	38.20	38.10	2.00	76805.00	2.93
PTL	87.00	87.00	1.00	7500.00	0.65
RANFOUNDRY	167.10	167.10	1.00	5000.00	0.84
SIMTEX	17.40	17.40	1.00	30000.00	0.52
TITASGAS	43.30	42.60	2.00	54000.00	2.31
YPL	18.90	18.90	2.00	130000.00	2.46
Total=34			**78**	**10408197**	**555.301**

Source: NRBCBSL Research

Major News

National Economy

Bangladesh eyes $67b export this fiscal despite headwinds

Bangladesh sets sights high on US$ 67 billion in export earnings in the current financial year, a 10.1-percent growth over the achieved income in the just-past fiscal, discounting headwinds. All factors, like pandemic and war disruptions, have been taken into account in setting the new export target, the commerce minister said while unveiling Wednesday the external trade plan that evoked mixed feelings among economists. Of the total turnover, merchandise export has been set at US$58 billion, 11.36-percent higher than that of the last FY's achieved earnings worth U$ 52.08 billion.

News link: https://today.thefinancialexpress.com.bd/first-page/bangladesh-eyes-67b-export-this-fiscal-despite-headwinds-1658339639

Tk 300b tax revenue deficit in FY '22

The tax revenue collection has faced nearly Tk 300 billion shortfall in the previous fiscal year (FY), 2021-22, although the tax-collecting wings have achieved double-digit growth over their previous year's collection. According to a provisional data until Wednesday, the National Board of Revenue (NBR) collected nearly Tk 3.00 trillion taxes - achieving around 14 per cent growth over the previous FY. In FY 22, the VAT wing collected Tk 1.08 trillion, while income tax Tk 1.02 trillion and customs Tk 894.24 billion. Targets for the three wings were Tk 1.28 trillion, Tk 1.05 trillion and Tk 956.52 billion respectively.

News link: https://today.thefinancialexpress.com.bd/last-page/tk-300b-tax-revenue-deficit-in-fy-22-1658340232

BB takes more steps to ease forex pressure

Bangladesh Bank yesterday took more initiatives, including raising the interest rate on its Export Development Fund (EDF), to ease the ongoing pressure in the country's foreign exchange market. The central bank has hiked the interest rate on EDF loans to 1.50 per cent per annum, up 50 per cent from 1 per cent previously, in order to make the borrowing costlier. As such, banks will now charge manufacturer-exporters 3 per cent interest instead of the previous 2 per cent for availing the fund, according to a central bank notice.

News link: https://www.thedailystar.net/business/economy/banks/news/bb-takes-more-steps-ease-forex-pressure-3075571

Banks

Banks settle LCs at Tk102 per dollar

Banks had to pay Tk101 per dollar to collect remittances from the exchange houses. The banks settled import letters of credit (LCs) at Tk101.6-102 per dollar on Wednesday. Sources at the commercial banks said the value of the dollar has increased by about Tk2 in the last one week. One week ago – on 13 July – the banks settled import LCs at Tk100 per dollar. Large exporters had to pay Tk98-99 per dollar for encashing their export proceeds. Also, the banks had to pay Tk101 per dollar to collect remittances from the exchange houses.

News link: **https://www.tbsnews.net/economy/banking/banks-settle-lcs-tk102-dollar-462026**

Textile & RMG

Apr-June export orders fall 20pc

The domestic apparel industry has witnessed a downtrend in work orders from global buyers in recent times, posing a threat to the country's export growth. Industry insiders, however, attribute this downswing to growing inflation and possible recession in major economies due to uncertainties caused by the Russia-Ukraine war. Bangladesh, which fetched work orders aplenty after post-lockdown periods from its European and US markets to cater to consumer needs, now receives at least 20-per cent less orders, they say.

News link: https://today.thefinancialexpress.com.bd/first-page/apr-june-export-orders-fall-20pc-1658339786

Capital Market

LafargeHolcim posts strong profit growth as Heidelberg Cement counts losses

HeidelbergCement and other cement manufacturers are struggling to stay afloat amid galloping cost hikes, but the inflation menace could not hold back LafargeHolcim Bangladesh Limited from faring well. The two listed multinational companies on Wednesday published their unaudited financial reports for the April-June quarter of 2022, while their peers are yet to make the disclosures. LafargeHolcim has posted a 10% growth in profit in the three months through June, while HeidelbergCement incurred losses for the fourth consecutive quarter.

News link: https://www.tbsnews.net/economy/industry/lafargeholcim-posts-strong-profit-growth-heidelbergcement-counts-losses-462058

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