Daily Capital Market Synopsis

Tuesday, August 30, 2022

Chart: DSE Broad Index, Source: DSE Website

Index Update

Symbol	Today	Point Change	% Change
DSEX	6432.83	24.85	0.4%
DSES	1396.28	2.93	0.2%
DS30	2279.33	3.97	0.2%

Market Performance

Particulars	Today	Prev. Day	% Change
Turnover (BDT mn)	17693.06	17448.79	1.4%
Trade Volume	472587240	426943351	10.7%
Total No. of Trade	283775	287601	-1.3%

Source: NRBCBSL Research & DSE Website

Market continued positivity amid volatility

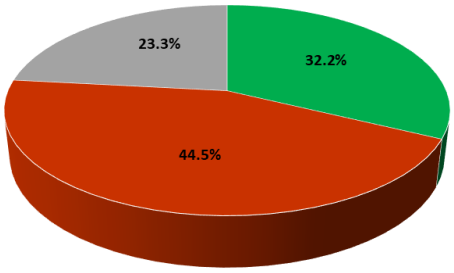
DSEX climbed up 6432.83 points and closed at 6432.83 points. Market somewhat followed yesterday's movement pattern but closed with more gains in today's session. Market participation improved slightly from yesterday's level. Service & Real Estate, Financial Institutions and Cement sectors were the top gaining sectors, whereas Telecom, Ceramic and Paper & Printing sectors were the top losing sectors. Market remained positive for the 4th consecutive day facing amidst frequent profit taking sell pressure. In terms of technical analysis, index closed today's session touching the resistance at around 6432 points but market is showing strong volume and positivity. Thus, DSEX is expected to go through this resistance soon. Service & Real Estate and Pharma sectors are expected to perform well. On the macro news front, private sector credit growth in Bangladesh rose further in July despite a contractionary monetary policy adopted by the Bangladesh Bank for the current fiscal year to tame higher inflation.

Market activity increased today than the previous day generating a trade volume of 472587240 from a total trade of 283775, raising BDT 17693.06mn turnover which is around 1.4% higher than the last day.

LHBL, BEACONPHAR, ORIONPHARM, DELTALIFE, EHL mainly moved the index positively. On the other hand, BEXIMCO, GP, ISLAMIBANK, OLYMPIC, UTTARABANK were the negative forces today.

EHL, ADVENT, NHFIL, PDL, APEXFOODS were among the top gainers and MONOSPOOL, PHARMAID, PAPERPROC, VAMLRBBF, NORTHRNINS were among the top companies to lose price today.

Quazi Naureen Ahmed



Source: NRBCBSL Research

Market Value

Particulars	Today	Prev. Day	Change
M. Cap	5174287.95	5167559.74	0.1%
Mkt P/E	15.33	15.26	0.5%
Market Cap. To GDP	17.2%	17.2%	0.1%

Source: NRBCBSL Research & DSE Website

Top 10 Gainers

Code	LTP	YCP	Change	Volume
EHL	87.50	79.60	9.9%	5280564
ADVENT	27.10	24.70	9.7%	3734840
NHFIL	55.50	50.60	9.7%	3340028
PDL	13.50	12.40	8.9%	9673184
APEXFOODS	254.20	233.80	8.7%	266354
ORIONINFU	265.50	244.20	8.7%	659691
APEXSPINN	164.30	152.00	8.1%	316528
ALIF	15.50	14.40	7.6%	19599651
NTC	822.50	765.20	7.5%	182189
IBP	19.60	18.30	7.1%	7361138

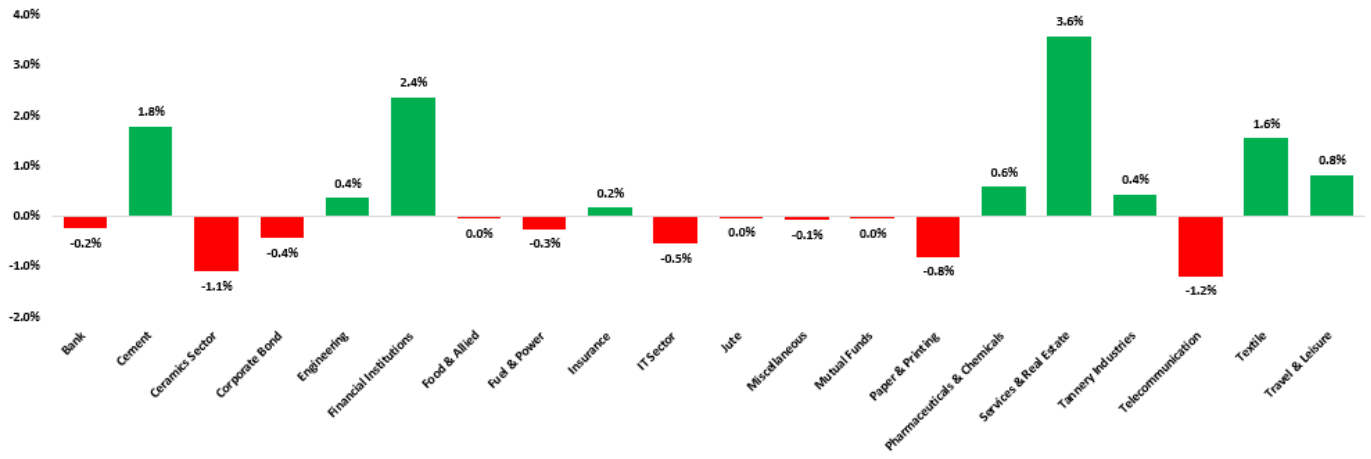
Source: NRBCBSL Research & DSE Website

Top 10 Losers

Code	LTP	YCP	Change	Volume
MONOSPOOL	192.20	202.60	-5.1%	238781
PHARMAID	893.60	930.70	-4.0%	81207
PAPERPROC	244.10	253.70	-3.8%	415873
VAMLRBBF	7.70	8.00	-3.8%	345338
NORTHRNINS	41.60	43.00	-3.3%	56172
NAHEEACP	74.40	76.90	-3.3%	1081714
RAHIMAFOOD	248.80	256.50	-3.0%	152930
INTRACO	43.10	44.30	-2.7%	4156086
JMISMDL	350.10	359.60	-2.6%	55106
PRIMELIFE	56.70	58.20	-2.6%	133384

Source: NRBCBSL Research & DSE Website

Sectoral Gain



Source: NRBCBSL Research

Companies with Highest & Lowest P/E

Highest

Company	P/E
LEGACYFOOT	782.5
BANGAS	686.0
AMBEEPHA	518.9
EASTRNLUB	499.0
ARGONDENIM	390.0
APEXTANRY	366.7
AL-HAJTEX	355.3
BEACHHATCH	324.8
EMERALDOIL	317.5
ROBI	300.0

Source: NRBCBSL Research

Lowest

Company	P/E
SOUTHEASTB	2.7
MERCANBANK	3.2
JAMUNABANK	3.6
SHAHJABANK	4.0
PREMIERBAN	4.4
EXIMBANK	4.8
BANKASIA	5.1
NCCBANK	5.3
UTTARABANK	5.3
DHAKABANK	5.4

Source: NRBCBSL Research

Top 10 Blue Chip Companies

Company	LTP	YCP	Change%	Value (BDT mn)
IDLC	51.10	49.10	4.1	46.99
LANKABAFIN	29.60	28.60	3.5	79.12
ORIONPHARM	107.30	104.20	3.0	778.87
DELTALIFE	166.10	161.40	2.9	292.56
LHBL	74.70	72.90	2.5	429.44
SUMITPOWER	35.60	34.80	2.3	27.71
BEACONPHAR	264.30	261.00	1.3	13.47
BBSCABLES	56.60	55.90	1.3	57.64
GPHISPAT	51.90	51.40	1.0	83.03
PUBALIBANK	28.00	27.80	0.7	3.80

Source: NRBCBSL Research

Top 10 Turnover Leaders

Company	LTP	YCP	Change%	Value (BDT mn)
BEXIMCO	119.30	121.00	-1.4	929.09
ORIONPHARM	107.30	104.20	3.0	778.87
MALEKSPIN	43.20	40.60	6.4	571.72
BSC	139.20	135.60	2.7	556.36
EHL	87.50	79.60	9.9	449.95
LHBL	74.70	72.90	2.5	429.44
BBS	27.60	26.50	4.2	361.00
ALIF	15.50	14.40	7.6	296.15
DELTALIFE	166.10	161.40	2.9	292.56
FORTUNE	79.50	79.60	-0.1	267.14

Source: NRBCBSL Research

Block Trades

Instrument	Max Price	Min Price	Trade	Trades Quantity	Value (BDT mn)
AL-HAJTEX	139.20	134.00	14.00	523630.00	71.18
ALIF	14.80	14.80	2.00	450000.00	6.66
AMCL(PRAN)	290.00	290.00	1.00	5000.00	1.45
APEXFOODS	242.00	242.00	1.00	2100.00	0.51
BBSCABLES	52.50	52.50	1.00	47300.00	2.48
BDCOM	31.80	31.80	1.00	25000.00	0.80
BENGALWTL	23.90	23.90	1.00	25000.00	0.60
BEXIMCO	121.50	121.50	1.00	26000.00	3.16
BXPHARMA	178.30	178.30	1.00	100000.00	17.83
COPPERTECH	52.70	45.00	4.00	63500.00	3.05
DSHGARME	168.80	168.80	1.00	16000.00	2.70
EHL	87.50	75.00	9.00	326000.00	27.54
FAREASTLIF	78.00	78.00	1.00	150000.00	11.70
FEKDIL	24.90	23.50	3.00	542000.00	13.30
FORTUNE	79.50	79.50	1.00	17156.00	1.36
GP	291.40	291.40	1.00	10000.00	2.91
GSPFINANCE	33.60	32.60	6.00	403500.00	13.27
HRTEX	129.90	127.50	3.00	15931.00	2.05
IMAMBUTTON	126.70	126.70	1.00	23500.00	2.98
INTRACO	47.90	45.00	2.00	167000.00	7.66
KDSALTD	88.00	82.00	13.00	527000.00	44.29
LRBDL	36.70	36.70	2.00	37000.00	1.36
MALEKSPIN	42.00	37.10	3.00	62500.00	2.50
MEGCONMILK	42.00	42.00	1.00	21249.00	0.89
METROSPIN	41.00	40.00	2.00	43850.00	1.78
NAHEEACP	75.00	75.00	1.00	10000.00	0.75
NBL	8.30	8.30	27.00	2987285.00	24.79
NEWLINE	45.10	45.10	3.00	470500.00	21.22
NTC	800.10	800.10	1.00	10000.00	8.00
ORIONINFU	250.50	223.00	11.00	614453.00	139.31
ORIONPHARM	110.00	96.10	11.00	1051000.00	108.68
POPULARLIF	68.00	68.00	1.00	15000.00	1.02
PRIMEINSUR	83.40	82.80	4.00	26899.00	2.23
RDFOOD	44.70	44.20	2.00	75000.00	3.34
SALVOCHEM	65.00	65.00	1.00	14000.00	0.91
SAPORTL	37.70	37.20	2.00	142000.00	5.34
SBACBANK	10.60	10.60	4.00	17500000.00	185.50
SONALIPAPR	740.50	710.00	2.00	11783.00	8.42
SQURPHARMA	212.20	212.20	1.00	20000.00	4.24
SUNLIFEINS	67.10	63.00	5.00	268000.00	16.96
TOSRIFA	30.40	30.40	1.00	100000.00	3.04
Total=41			153	26946136	777.765

Source: NRBCBSL Research

Major News

National Economy

Credit growth keeps rising

Private sector credit growth in Bangladesh rose further in July despite a contractionary monetary policy adopted by the Bangladesh Bank for the current fiscal year to tame higher inflation. The credit growth inched up to 13.95 per cent in the first month of the fiscal year, up from 13.66 per cent in June, data from the central bank showed . The credit growth has been rising for five months despite a number of measures from the central bank aimed at curbing import bills. Most of the loans are used to facilitate overseas purchases.

News link: https://www.thedailystar.net/business/economy/news/credit-growth-keeps-rising-3106361

Tk5 drop in fuel prices after Tk46 increase

A 10% cut in import duty on diesel has resulted in a flat Tk5 decline in prices of diesel, kerosene, petrol and octane – a downward adjustment, which users and experts find less than what should have been. The decision came a day after the reduction of 5% import duty and 5% advance tax on the most-consumed fuel oil, diesel, which accounts for 73% of the country's total petroleum imports.

News link: https://www.tbsnews.net/economy/tk5-drop-fuel-prices-after-tk46-increase-486162

Remittance flow rising, $1.73bn received in 25 days

The rising flow of remittances brings hope to stabilizing the volatile dollar market as large sums have been sent in the first two months of the current fiscal year. It crossed the two billion mark in July and the trend seems to be continuing in August as well. Expatriates sent around $1.73 billion through the banking channel in the first 25 days of this month.

News link: https://www.dhakatribune.com/business/2022/08/29/remittance-flow-rising-173b-received-in-25-days

Universal pension management bill placed in parliament

A bill aimed at bringing the country's growing elderly population under a universal pension scheme was placed in the parliament on Monday. Finance Minister AHM Mustafa Kamal placed the Universal Pension Management Bill, 2022 in the House. It was later sent to the respective scrutiny committee for further examination. The committee was asked to submit its report within two months, reports UNB.

News link: https://thefinancialexpress.com.bd/economy/universal-pension-management-bill-placed-in-parliament-1661784444

S&P warns Bangladesh against inflation pressures

S&P Global Ratings has cautioned Bangladesh that further depreciation of its currency would mount domestic inflation pressures and make external debt servicing costs more expensive. "Depreciation in the currency will add to domestic inflation pressures, and make external debt servicing costs more expensive," the global rating agency said in its latest update.

News link: https://www.tbsnews.net/worldbiz/global-economy/inflation/sp-warns-bangladesh-against-inflation-pressures-485742

Bangladesh's position in budget transparency falling

Bangladesh's score for budget transparency has been lodged in a downward spiral ever since 2012 as official documents regarding the annual national plan and public works are not published in due time, according to a survey released yesterday. The country's budget transparency score stood at 30 in 2021, down from 58 in 2012, 47 in 2017 and 36 in 2019, as per Open Budget Survey 2021 conducted by International Budget Partnership (IBP).

News link: https://www.thedailystar.net/business/economy/news/bangladeshs-position-budget-transparency-falling-3106346

Banks & NBFIs

Defaulted loans at NBFIs soar 12% in Q2

Defaulted loans at non-bank financial institutions (NBFI) edged up around 12% in the April-June quarter, according to a central bank report, thanks to lending anomalies and winding down Covid-led repayment facilities. The NBFI defaulted loan was Tk14,232 crore in the first quarter of 2022, which spiked by Tk1,702 crore at the end of June, shows the Quarterly Financial Stability Assessment Report of the Bangladesh Bank.

News link: https://www.tbsnews.net/economy/banking/defaulted-loans-nbfis-soar-12-q2-486294

Power & Energy

Private power producers fear Tk4,400cr loss due to delay, payment in devalued taka

Due to payment delays and exchange rate fluctuations, private power producers are worried of incurring around Tk4,400 crore loss in the running calendar year. Generally, the Independent Power Producers (IPP) used to receive the bill within 45 to 60 days of

invoice submission.
News link: https://www.tbsnews.net/bangladesh/energy/private-power-producers-fear-tk4400cr-loss-due-delay-payment-devalued-taka-486306

Textile & RMG

Five ways the dollar crisis impacts RMG makers in Bangladesh
Bangladesh has a currency crisis. More pertinently, it has a US dollar crisis. In recent months, the Bangladeshi taka has plummeted to new depths against the US dollar amid a worsening foreign exchange reserve crisis. The taka has fallen 10 percent against the US dollar over the past year. In fact, it sank to a record low this month. For context, in the beginning of 2022, the dollar-taka exchange rate stood at 84.74 (USD 1=Tk 84.74); in March, it rose to 86.00. By May, it hit 87.00, and by the end of June, it hit 93.00. At the time of writing this article, the rate stands at 95.00, and the direction is only going one way. Some economists believe the rate could touch 100.00 within 12 months.
News link: https://www.thedailystar.net/opinion/rmg-notes/news/five-ways-the-dollar-crisis-impacts-rmg-makers-bangladesh-3105656

Food & Allied

Golden Harvest to shut down its e-com platform
Golden Harvest Agro Industries, a publicly traded company, has decided to shut down its e-commerce business a year after its launching, citing unstable economic outlook for the country. The board of directors of the food processing company decided not to run the e-commerce platform due to the unstable economic outlook for the country, the company said in a filing with the Dhaka Stock Exchange (DSE) on Monday. The company had launched their e-commerce venture, Golden Harvest Survus Ltd, in August 2021 for restaurant booking, food delivery as well as grocery and medicine delivery.
News link: https://today.thefinancialexpress.com.bd/stock-corporate/golden-harvest-to-shut-down-its-e-com-platform-1661795586

Capital Market

Chartered Life IPO subscription opens on 25 September
Subscription to the initial public offering (IPO) of Chartered Life Insurance Company Limited will open on 25 September and continue till 29 September. The new generation life insurer secured approval of the Bangladesh Securities and Exchange Commission (BSEC) earlier, to raise Tk15 crore from the capital market at a face value of Tk10 per share.
News link: https://www.tbsnews.net/economy/stocks/chartered-life-ipo-subscription-opens-25-september-486194

Disclaimer

This document is published by NRBC Bank Securities Ltd. (NRBCBSL) for information only for its employees and clients. All information and analysis in this Report have been compiled from and analyzed on the basis of NRBCBSL's own research of publicly available documentation and information. NRBCBSL does not represent, warrant, or guarantee that the Report is accurate. NRBCBSL disclaims liability for any direct, indirect, punitive, special, consequential, or incidental damages due to this report or the use of this report. The information and analysis provided in the Report may be impacted by market data outages or errors, both internal and external, and affected by frequent movement of market and events. NRBCBSL, 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 NRBCBSL and cannot be redistributed or reused in any form or manner without the prior written consent of NRBCBSL.

Prepared by

NRBC Bank Securities Ltd. Research

Quazi Naureen Ahmed,
Analyst, NRBC Bank Securities Ltd.
naureen@narbcbanksecurities.com

Contact Us

Head Office
Hadi Mansion (7th Floor),
2, Dilkusha C/A,
Dhaka-1000
Tel: +880257165253-54

Gulshan Branch Office
Silver Tower (4th Floor, South Side),
52, Gulshan Avenue, Gulshan 1 (Circle),
Dhaka-1212
Tel: +88028834969

Modhumita Extension Office
Modhumita Building (Ground Floor),
158-160, Motijheel C/A,
Dhaka-1000
Tel: 880257160701

Monir Tower Extension Office
Monir Tower (6th Floor)
167/1 DIT Extension Road
Dhaka-1000