Daily Capital Market Synopsis

Thursday, August 4, 2022

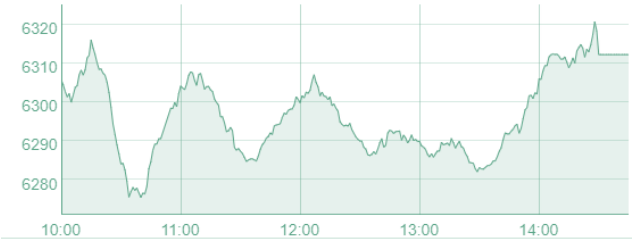


Chart: DSE Broad Index, Source: DSE Website

Index Update

Symbol	Today	Point Change	% Change
DSEX	6312.25	12.14	0.2%
DSES	1375.19	4.68	0.3%
DS30	2265.20	6.38	0.3%

Market Performance

Particulars	Today	Prev. Day	% Change
Turnover (BDT mn)	11902.61	11954.14	-0.4%
Trade Volume	311990342	336147664	-7.2%
Total No. of Trade	201219	206841	-2.7%

Source: NRBCBSL Research & DSE Website

Market ended positive after a volatile session

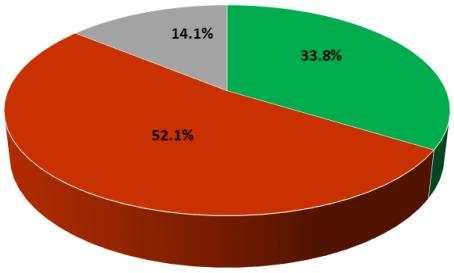
DSEX moved up 12.14 points and closed at 6312.25 points. Market went on a bumpy ride from the very beginning and continued till the end. Textile, Travel & Leisure and Cement sectors were the top gaining sectors today, whereas Insurance, Ceramic and IT sectors were the top losing sectors. Market participation went marginally down from yesterday's level. After four bullish sessions market had a fluctuating session with frequent profit taking pressure and inverse buying pressure to cushion that blow as well. This corrective and volatile session was expected and quite normal. Today Bangladesh Bank published a circular announcing that banks' allowable exposure limit will be calculated in cost value from now on. This policy change was long awaited by the capital market investors in the hopes of having more fund flow in the market from the banking sector. Moreover, banks' allowable exposure limit will not fluctuate with market movement as a result of this decision. Market may have a hype up next week as an impact of this announcement. In terms of technical analysis, DSEX fluctuated near a resistance point today but closed above it. Index is expected to rally towards the next resistance at around 6342 points next week. Bank financial institutions and Textile may perform well. On the Macro news front, Bangladesh's overall inflation marginally decreased to 7.48 per cent in July from June's 7.56, according to data released by the Bangladesh Bureau of Statistics (BBS).

Market activity decreased today than the previous day generating a trade volume of 311990342 from a total trade of 201219, raising BDT 11902.61mn turnover which is around 0.4% lower than the last day.

SQURPHARMA, OLYMPIC, ORIONPHARMA, ACMELAB, BEXIMCO mainly moved the index positively. On the other hand, UNIQUEHRL, GP, RINGSHINE, ENVOYTEX, FAREASTLIF were the negative forces today.

UNIONCAP, ACMEPL, OLYMPIC, ILFSL, KPPL were among the top gainers and FEDERALINS, DGIC, DELTALIFE, ASIAPACINS, ICBEPMF1S1 were among the top companies to lose price today.

Quazi Naureen Ahmed



Source: NRBCBSL Research

Market Value

Particulars	Today	Prev. Day	Change
M. Cap	5134774.00	5122458.52	0.2%
Mkt P/E	15.18	15.18	0.0%
Market Cap. To GDP	17.1%	17.0%	0.2%

Source: NRBCBSL Research & DSE Website

Top 10 Gainers

Code	LTP	YCP	Change	Volume
UNIONCAP	8.80	8.00	10.0%	2533733
ACMEPL	41.80	38.00	10.0%	7109340
OLYMPIC	136.10	123.90	9.8%	4233010
ILFSL	6.70	6.10	9.8%	3486186
KPPL	10.20	9.40	8.5%	2069143
FASFIN	6.40	5.90	8.5%	4343662
SIMTEX	21.00	19.40	8.2%	5587211
GHCL	42.30	39.20	7.9%	782482
FEKDIL	19.90	18.50	7.6%	3514357
MAKSONSPIN	25.90	24.10	7.5%	12253969

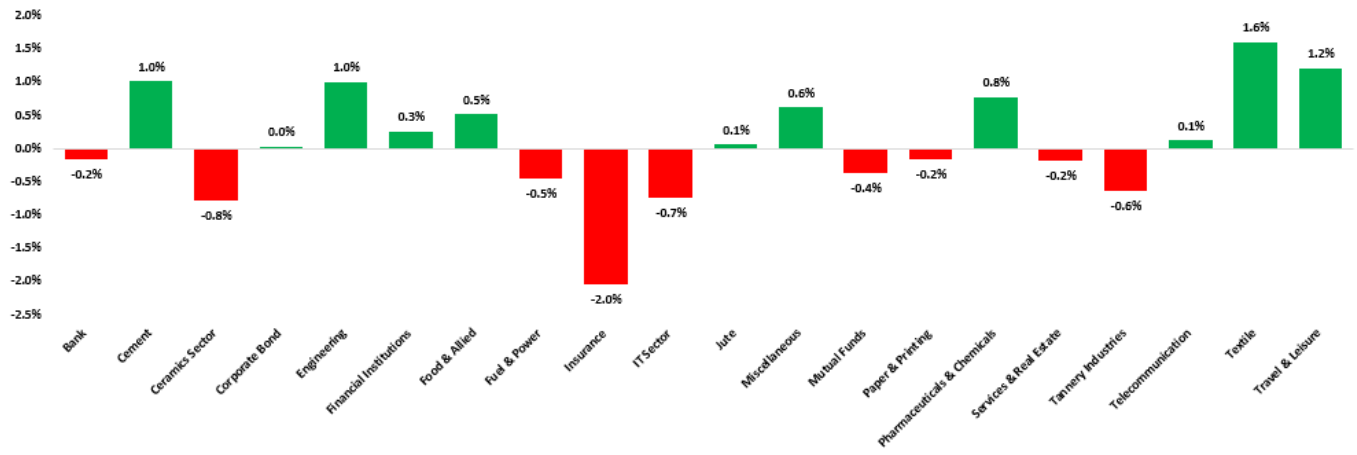
Source: NRBCBSL Research & DSE Website

Top 10 Losers

Code	LTP	YCP	Change	Volume
FEDERALINS	26.70	28.60	-6.6%	217625
DGIC	30.20	31.80	-5.0%	178266
DELTALIFE	148.40	155.90	-4.8%	1128237
ASIAPACINS	46.70	48.70	-4.1%	49724
ICBEPMF1S1	7.20	7.50	-4.0%	228804
PEOPLESINS	38.60	40.20	-4.0%	273622
NORTHRNINS	41.50	43.20	-3.9%	103691
ASIAINS	54.60	56.70	-3.7%	266690
NRBCBANK	18.30	19.00	-3.7%	1837014
EIL	29.10	30.20	-3.6%	643833

Source: NRBCBSL Research & DSE Website

Sectoral Gain



Source: NRBCBSL Research

Companies with Highest & Lowest P/E

Highest

Company	P/E
LEGACYFOOT	735.0
BANGAS	642.0
AMBEEPHA	560.1
EASTRNLUB	496.5
ARGONDENIM	386.3
APEXTANRY	346.6
AL-HAJTEX	345.3
EMERALDOIL	313.3
BEACHHATCH	312.8
ROBI	300.0

Source: NRBCBSL Research

Lowest

Company	P/E
SOUTHEASTB	2.7
MERCANBANK	3.3
JAMUNABANK	3.7
EBLNRBMF	3.8
SHAHJABANK	4.0
PREMIERBAN	4.5
EXIMBANK	4.8
TRUSTB1MF	4.9
BANKASIA	5.1
NCCBANK	5.3

Source: NRBCBSL Research

Top 10 Blue Chip Companies

Company	LTP	YCP	Change%	Value (BDT mn)
OLYMPIC	136.10	123.90	9.9	558.51
ORIONPHARM	92.10	88.10	4.5	314.60
LHBL	70.10	68.90	1.7	127.47
SQURPHARMA	216.10	213.40	1.3	127.34
SUMITPOWER	35.00	34.60	1.2	9.43
EBL	33.00	32.70	0.9	10.84
BEXIMCO	127.90	127.00	0.7	1000.65
GP	299.70	297.70	0.7	41.46
MPETROLEUM	202.50	201.20	0.7	8.21
BSRMLTD	93.60	93.10	0.5	3.03

Source: NRBCBSL Research

Top 10 Turnover Leaders

Company	LTP	YCP	Change%	Value (BDT mn)
BEXIMCO	127.90	127.00	0.7	1000.65
OLYMPIC	136.10	123.90	9.8	558.51
MALEKSPIN	35.60	34.20	4.1	495.53
ORIONPHARM	92.10	88.10	4.5	314.60
MAKSONSPIN	25.90	24.10	7.5	309.88
SONALIPAPR	651.50	650.80	0.1	292.90
ACMEPL	41.80	38.00	10.0	282.78
BXPHARMA	160.00	159.30	0.4	194.71
INTRACO	34.70	35.10	-1.1	191.53
IPDC	57.70	59.20	-2.5	181.80

Source: NRBCBSL Research

Block Trades

Instrument	Max Price	Min Price	Trade	Trades Quantity	Value (BDT mn)
AAMRATECH	31.50	31.50	2.00	40000.00	1.26
ACIFORMULA	158.30	158.30	1.00	10000.00	1.58
ACMEPL	40.00	39.80	2.00	39617.00	1.58
AIL	54.80	54.80	1.00	10000.00	0.55
AL-HAJTEX	136.30	134.00	2.00	25000.00	3.36
BDTHAI	18.90	18.90	1.00	44500.00	0.84
BEXIMCO	130.00	130.00	1.00	17000.00	2.21
BNICL	65.00	65.00	1.00	1076380.00	69.97
BRACBANK	40.20	40.20	1.00	80000.00	3.22
COPPERTECH	44.50	44.50	1.00	17000.00	0.76
DACCADYE	20.00	20.00	1.00	26000.00	0.52
DELTALIFE	141.80	141.60	3.00	400000.00	56.72
DUTCHBANGL	70.00	70.00	1.00	18650.00	1.31
FAREASTLIF	86.00	81.00	2.00	58130.00	4.95
FORTUNE	86.10	79.50	8.00	1533446.00	125.33
GENEXIL	72.90	72.90	1.00	6997.00	0.51
GP	296.00	296.00	1.00	2000.00	0.59
GSPFINANCE	33.00	32.60	3.00	134500.00	4.39
HRTEX	140.00	128.50	6.00	41871.00	5.45
IMAMBUTTON	127.00	127.00	1.00	13914.00	1.77
INTRACO	35.60	35.60	1.00	115000.00	4.09
IPDC	60.90	60.90	1.00	930000.00	56.64
KDSALTD	84.00	81.90	2.00	17170.00	1.43
LHBL	74.00	74.00	1.00	100000.00	7.40
MAKSONSPIN	24.90	24.90	1.00	100000.00	2.49
MALEKSPIN	35.00	34.80	3.00	158000.00	5.52
MARICO	2461.80	2461.80	1.00	15000.00	36.93
MHSML	31.80	30.30	3.00	220000.00	6.70
NBL	9.00	9.00	1.00	4000000.00	36.00
NRBCBANK	18.80	18.80	1.00	29100.00	0.55
PHOENIXFIN	19.50	19.50	1.00	200000.00	3.90
PRIMEINSUR	91.00	82.80	3.00	95000.00	8.11
RUPALIINS	32.90	32.90	1.00	25000.00	0.82
SAIFPOWER	34.70	34.70	1.00	38000.00	1.32
SALVOCHEM	74.00	66.00	3.00	49260.00	3.41
SEAPEARL	47.50	47.00	3.00	105000.00	4.98
SIMTEX	19.50	19.50	1.00	40000.00	0.78
SQURPHARMA	222.50	214.90	2.00	606228.00	130.33
SUNLIFEINS	64.00	62.00	6.00	179000.00	11.23
TITASGAS	41.90	41.90	1.00	17000.00	0.71
UNIONCAP	7.50	7.50	1.00	70000.00	0.53
VFSTDL	25.50	25.50	1.00	65000.00	1.66
Total=42			79	10768763	612.354

Source: NRBCBSL Research

Major News

National Economy

IMF stands ready to help Bangladesh

The International Monetary Fund yesterday conveyed its interest to support Bangladesh with its request for loan to prop up its strained foreign currency reserves. Last month, Finance Minister AHM Mustafa Kamal wrote to the Washington-based multilateral lender's Managing Director Kristalina Georgieva seeking financial assistance as balance of payment and budget support as well as to mitigate the effects of climate change on Bangladesh.

News link: https://www.thedailystar.net/business/economy/news/imf-remains-positive-bangladeshs-loan-request-3087141

Inflation eases to 7.19pc in July

Bangladesh's overall inflation marginally decreased to 7.48 per cent in July from June's 7.56, according to data released by the Bangladesh Bureau of Statistics (BBS). The food inflation decreased to 8.19 per cent in July from 8.37 per cent in June, the BSS report said, with lower prices of edible oil and rice offsetting the surging food costs. Bangladesh Planning Minister, who released the report on Wednesday, attributed the decrease in the overall inflation to the taming of prices of edible oil and rice, reports UNB.

News link: https://thefinancialexpress.com.bd/economy/inflation-eases-to-719pc-in-july-1659516398

Dollar rate for LC settlement hits record high of Tk109

Dollar rate for LC settlement hit a record high of Tk109 on Wednesday amid the ongoing crisis for the greenback and depleting foreign exchange reserves. Talking to The Business Standard, several banks' treasury department officials said they charged importers up to Tk109 for a dollar on the day, which was the highest so far.

News link: https://www.tbsnews.net/economy/dollar-rate-lc-settlement-hits-record-high-tk109-470918

Dollar price for LC settlement rising despite fall in kerb market

The price of dollar for import payments against letters of credit has been on the rise despite a fall in the kerb market. On Tuesday, banks charged importers up to Tk107 for a dollar, which was Tk105 last week, while the interbank exchange rate has been constant at Tk94.70 for the last eight days.

News link: https://www.tbsnews.net/economy/dollar-price-lc-settlement-rising-despite-fall-kerb-market-470226

Labour export sees over 270% growth in the last 7 months

Bangladesh exported a total of 691,017 workers during the January-July period of the current calendar year as against 256,187 during the same period of the previous year posting nearly 270% growth, according to Bureau, Manpower, Employment and Trading (BMET).

News link: https://www.dhakatribune.com/business/2022/08/03/labour-export-sees-over-270-growth-in-the-last-7-months

Hiring from Bangladesh falls 32pc in July

Bangladesh's overseas employment dropped by more than 32 per cent in July 2022 over that of the previous month, as the recruitment demand from the vital job markets slowed to some extent, insiders said. Data available with the Bureau of Manpower Employment and Training (BMET) showed that 75,499 Bangladeshis found jobs abroad in July, while the figure was 111,539 in June. Manpower recruiters said the demand for workers in Saudi Arabia, the largest job destination for Bangladeshi workers, declined last month.

News link: https://thefinancialexpress.com.bd/economy/hiring-from-bangladesh-falls-32pc-in-july-1659584439

Banks

BB gives banks another $40m

Bangladesh Bank yesterday injected $40 million into banks operating in the country in a bid to ensure stability in the local foreign exchange market. With this move, the central bank has injected about $1,200 million into the market in the last 34 days. It had supplied a record $7.62 billion in the last fiscal year to reduce the depreciation of the taka against the US greenback.

News link: https://www.thedailystar.net/business/economy/banks/news/bb-gives-banks-another-40m-3087346

Merchant banks, portfolio managers asked to invest 10pc of investable funds

Merchant bankers have assured of taking necessary steps to inspire portfolio managers and their clients to help stabilize the market injecting their investable funds. The assurance came from Bangladesh Merchant Bankers Association (BMBA) on Tuesday at a meeting held with top officials of Bangladesh Securities and Exchange Commission (BSEC). At the meeting, it was discussed that some merchant banks and portfolio managers who earlier created sale pressure have investable funds.

News link: https://thefinancialexpress.com.bd/stock/merchant-banks-portfolio-managers-asked-to-invest-10pc-of-investable-

funds-1659500640

Central bank amends loan rescheduling policy

The central bank has amended loan-rescheduling and restructuring policy, asking banks to classify the rescheduled loans if the borrowers failed to repay their instalments within six months, officials say. Under the revised policy, all the scheduled banks have been instructed to classify the rescheduled loans as bad/loss category if the borrowers failed six monthly or two consecutive quarterly instalments, according to a clarification, issued by the Bangladesh Bank (BB), on Wednesday. BB's latest moves came after more than two weeks of announcing the fresh loan rescheduling and restructuring policy.

News link: https://thefinancialexpress.com.bd/economy/central-bank-amends-loan-rescheduling-policy-1659581941

Loan rescheduling: Banks can't show interest as income without recovering principal

The Bangladesh Bank has barred banks from showing interest earned from a rescheduled default loan in their income accounts until they fully recover the principal amount. At the same time, provisions against the third and fourth rescheduling of bad loans cannot be transferred to income accounts without the recovery of the principal amount, said the central bank in a circular issued Wednesday, making some additions and clarifications in some areas of its recent circular on loan rescheduling.

News link: https://www.tbsnews.net/economy/banking/loan-rescheduling-banks-cant-show-interest-income-without-recovering-principal

RMG & Textile

RMG value addition hits record low in FY22: BB

Value addition in readymade garment products dropped to a record low of 54.37 per cent in the past financial year 2021-22 due mainly to an increase in prices of raw materials on the global market and world-wide supply chain disruptions. According to a Bangladesh Bank report titled 'Quarterly Review on RMG: April-June, FY22', the RMG value addition dropped to 54.37 per cent in FY22 from 59 per cent in FY21.

News link: https://www.newagebd.net/article/177557/rmg-value-addition-hits-record-low-in-fy22-bb

International Business

Euro zone retail sales plunge

Euro zone retail sales plunged in June and factory gate prices continued to rise, data showed on Wednesday, adding to fears the 19-country single currency zone is heading for recession. The European Union's statistics office Eurostat said the volume of retail sales in the 19 countries sharing the euro, already adjusted for inflation, fell 1.2 per cent month-on-month in June for a 3.7 per cent year-on-year decline.

News link: https://www.thedailystar.net/business/global-economy/news/euro-zone-retail-sales-plunge-3087301

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