Daily Capital Market Synopsis

Thursday, June 9, 2022

Chart: DSE Broad Index, Source: DSE Website

Index Update

Symbol	Today	Point Change	% Change
DSEX	6480.30	-3.95	-0.06%
DSES	1413.74	0.79	0.1%
DS30	2352.38	-1.26	-0.1%

Market Performance

Particulars	Today	Prev. Day	% Change
Turnover (BDT mn)	7583	9197	-17.5%
Trade Volume	195445941	294379665	-33.6%
Total No. of Trade	149850	179953	-16.7%

Source: NRBCBSL Research & DSE Website

A volatile session ended negative amid awaiting budget proposal

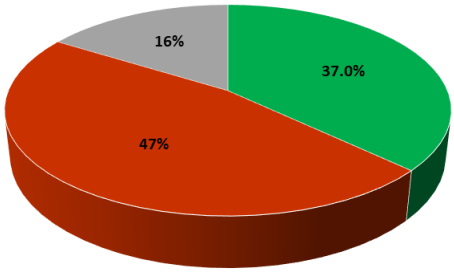
DSEX dipped down 3.94 points and closed at 6480.30 points. Market fluctuated staying within the green zone till the last hour of the session and turned marginally negative in the end. Market participation decreased significantly as investors became cautious and waited for the budget proposal to be announced. Paper & Printing, Tannery Industries, Ceramic Sectors were today's top performing sectors. A business and export friendly budget has been announced today for FY23. Overall corporate tax has been cut 2.5% point and set at 27.5%, whereas rate for listed companies will be lowered to 20% in place of the existing 22.5%. All the export-oriented businesses will get a huge tax cut and will pay only 12% tax, which will be 10% for environment friendly exporters. Such huge tax cuts are expected to boost export activities, decrease deficit in the country's BOP and encourage investments in such companies along with in the capital market as well. On the other hand, huge tax cuts may put pressure on governments' budget deficit financing worsening the liquidity crunch in the economy. Moreover, There has been no announcement yet regarding the extension of black money whitening opportunity through capital market as highly anticipated by the market participants. On the Macro news front, after a deviation of two years due to the coronavirus pandemic, Bangladesh has geared up to get back on track with development by designing a budget with a massive deficit, planning to raise more than Tk 1.0 trillion from banks.

Market activity decreased significantly today than the previous day generating a trade volume of 195445941 from a total trade of 149850, raising BDT 7583mn turnover which is around 17.5% lower than the last day.

FORTUNE, BRACBANK, NATLIFEINS, SPCERAMICS, BSCCL mainly moved the index positively. On the other hand, BATBC, NCCBANK, BEACONPHAR, ALARABANK, BXPHARMA were the negative forces today.

MEGHNAINS, IMAMBUTTON, DULAMIACOT, MIDASFIN, SALAMCRST were among the top gainers and UNIONINS, NCCBANK, PRIMEINSUR, JANATAINS, CONTININS were among the top companies to lose price today.

Quazi Naureen Ahmed



Source: NRBCBSL Research

Market Value

Particulars	Today	Prev. Day	% Change
Market Cap. (BDT mn)	5228818.26	5231718.13	-0.06%
Current Market P/E	15.35	15.36	-0.1%
Market Cap. To GDP	17.4%	17.4%	-0.1%

Source: NRBCBSL Research & DSE Website

Top 10 Gainers

Code	LTP	YCP	Change	Volume
MEGHNAINS	12.10	11.00	7.1%	483
IMAMBUTTON	87.00	79.40	5.6%	115508
DULAMIACOT	65.60	60.00	5.0%	85584
MIDASFIN	15.30	14.30	4.4%	1471905
SALAMCRST	32.30	30.40	2.5%	1754053
SPCERAMICS	41.10	38.70	2.2%	8694545
GEMINISEA	373.20	352.70	2.2%	120318
KAY&QUE	251.10	240.40	2.2%	34666
FORTUNE	107.80	103.40	2.2%	1609205
NFML	18.70	18.00	1.5%	1436552

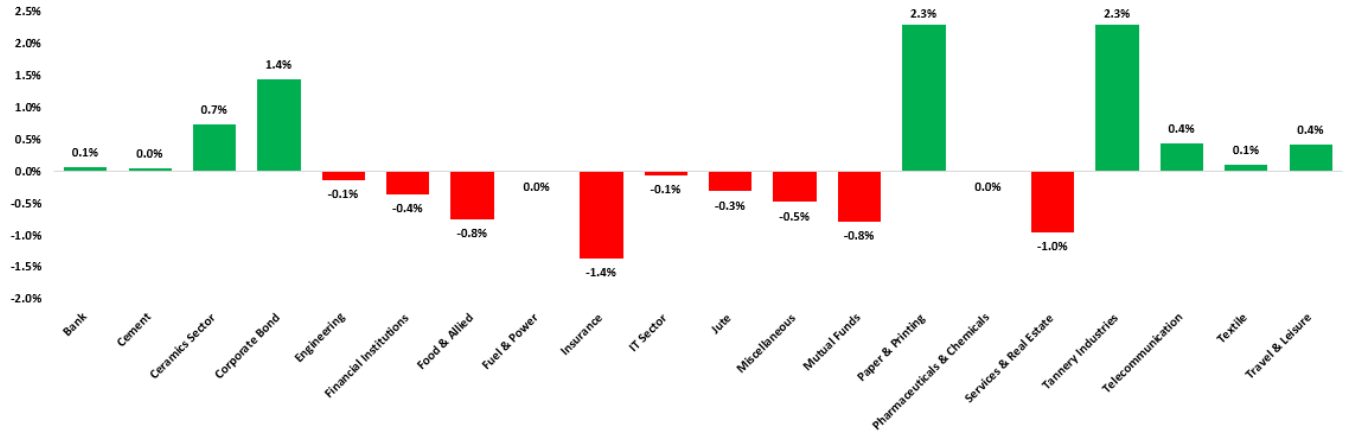
Source: NRBCBSL Research & DSE Website

Top 10 Losers

Code	LTP	YCP	Change	Volume
UNIONINS	38.60	41.70	-8.8%	929801
NCCBANK	14.80	15.70	-7.0%	59159
PRIMEINSUR	88.20	90.50	-5.0%	691234
JANATAINS	40.30	41.20	-5.0%	423955
CONTININS	39.30	40.10	-5.0%	103433
RUPALIBANK	29.50	30.10	-5.0%	298221
BNICL	78.70	80.30	-5.0%	44062
RELIANCINS	69.00	70.40	-5.0%	41513
SKICL	54.40	55.50	-5.0%	154350
PEOPLESINS	54.50	55.60	-5.0%	81940

Source: NRBCBSL Research & DSE Website

Sectoral Gain



Source: NRBCBSL Research

Companies with Highest & Lowest P/E

Highest

Company	P/E
LIBRAINFU	785.1
LEGACYFOOT	717.5
BANGAS	715.5
EASTRNLUB	512.7
AMBEEPHA	476.5
APEXTANRY	457.5
ARGONDENIM	356.3
EMERALDOIL	310.8
BEACHHATCH	303.8
KAY&QUE	272.9

Source: NRBCBSL Research

Lowest

Company	P/E
SOUTHEASTB	2.8
JAMUNABANK	3.2
EBLNRBMF	3.6
MERCANBANK	4.2
BANKASIA	4.6
DHAKABANK	4.7
FIRSTSBANK	4.7
TRUSTB1MF	4.9
SHAHJABANK	5.1
PREMIERBAN	5.2

Source: NRBCBSL Research

Top 10 Blue Chip Companies

Company	LTP	YCP	Change%	Value (BDT mn)
FORTUNE	107.8	103.4	4.3	172.6
BSCCL	219.9	216.0	1.8	126.5
IFIC	12.6	12.5	0.8	31.5
BRACBANK	43.2	42.9	0.7	143.6
OLYMPIC	127.9	127.1	0.6	4.0
ORIONPHARM	93.1	92.6	0.5	123.5
ROBI	29.8	29.7	0.3	17.1
GP	305.6	304.6	0.3	22.0
ISLAMIBANK	32.4	32.3	0.3	9.4
RENATA	1333.4	1330.6	0.2	9.9

Source: NRBCBSL Research

Top 10 Turnover Leaders

Company	LTP	YCP	Change	Value (BDT mn)
BEXIMCO	132.5	132.6	-0.1	446.2
SPCERAMICS	41.1	38.7	6.2	355.3
IPDC	54.1	53.9	0.4	177.2
FORTUNE	107.8	103.4	4.3	172.6
ANWARGALV	408.4	408.0	0.1	149.1
BRACBANK	43.2	42.9	0.7	143.6
GENEXIL	86.2	85.4	0.9	135.6
BSCCL	219.9	216.0	1.8	126.5
ORIONPHARM	93.1	92.6	0.5	123.5
SALVOCHEM	66.8	67.0	-0.3	118.2

Source: NRBCBSL Research

Block Trades

Instrument	Max Price	Min Price	Trade	Trades Quantity	Value (BDT mn)
AL-HAJTEX	100.00	98.00	4.00	46500.00	4.62
ANWARGALV	401.00	400.00	2.00	104500.00	41.90
BDCOM	38.00	38.00	2.00	692000.00	26.30
BDFINANCE	55.00	55.00	1.00	2830080.00	155.65
BEACONPHAR	295.00	290.00	2.00	33300.00	9.77
BEXGSUKUK	91.00	91.00	2.00	37911.00	3.45
BGIC	51.00	51.00	1.00	165415.00	8.44
BRACBANK	43.40	42.80	5.00	352000.00	15.24
BSCCL	219.60	219.60	1.00	569000.00	124.95
CITYBANK	23.70	23.70	1.00	1000000.00	23.70
CNATEX	9.90	9.90	3.00	500000.00	4.95
EASTRNLUB	1930.00	1930.00	1.00	300.00	0.58
GSPFINANCE	33.50	33.50	1.00	32000.00	1.07
HRTEX	86.30	81.60	6.00	104200.00	8.56
IMAMBUTTON	77.90	77.90	1.00	10000.00	0.78
IPDC	56.90	52.90	3.00	123989.00	6.65
JHRML	85.50	85.50	1.00	6500.00	0.56
KTL	31.90	31.90	2.00	500000.00	15.95
LANKABAFIN	32.40	32.40	1.00	74400.00	2.41
LHBL	79.90	79.90	1.00	400000.00	31.96
MALEKSPIN	30.80	29.00	5.00	124000.00	3.72
PHOENIXFIN	21.20	21.20	1.00	25984.00	0.55
PRIMEINSUR	86.00	86.00	3.00	200000.00	17.20
PROVATIINS	89.00	89.00	1.00	6000.00	0.53
RAKCERAMIC	50.70	50.70	1.00	17000.00	0.86
RENATA	1304.00	1304.00	2.00	2990.00	3.90
REPUBLIC	46.90	46.90	1.00	16000.00	0.75
SALVOCHEM	72.70	72.70	2.00	620000.00	45.07
SHEPHERD	30.00	30.00	1.00	30000.00	0.90
SQURPHARMA	219.20	219.20	1.00	570000.00	124.94
WALTONHIL	1169.00	1169.00	2.00	3430.00	4.01
Total=31			61	9197499	689.918

Source: NRBCBSL Research

Major News

National Economy

Cabinet approves national budget for FY23
The Cabinet at a special meeting on Thursday approved the proposed national budget for the fiscal year 2022-23.
This is the country's 51st budget and the 23rd of the Awami League government in five terms.
News link: https://thefinancialexpress.com.bd/economy/bangladesh/cabinet-approves-national-budget-for-fy23-1654765313

GDP growth target set at 7.5pc in FY23
Bangladesh has set a 7.5 per cent GDP growth target for the new fiscal year starting Jul 1, even as the war in Ukraine threatens to plunge the global economy into a fresh crisis, bdnews24.com reports. The government plans to bank on strong "domestic and external demand" to drive economic growth in the medium term, said Finance Minister AHM Mustafa Kamal as he unveiled a Tk 6.78 trillion national budget on Thursday.
News link: https://thefinancialexpress.com.bd/economy/bangladesh/gdp-growth-target-set-at-75pc-in-fy23-1654768802

Bangladesh plans to borrow record Tk 1.0t from banks
After a deviation of two years due to the coronavirus pandemic, Bangladesh has geared up to get back on track with development by designing a budget with a massive deficit, planning to raise more than Tk 1.0 trillion from banks.
News link: https://thefinancialexpress.com.bd/economy/bangladesh/bangladesh-plans-to-borrow-record-tk-10t-from-banks-1654773326

Amid price spike, inflation target set at 5.6pc for new fiscal
Bangladesh is targeting an average inflation rate of 5.6 per cent in the coming fiscal year. There has been a recent spike in prices, mainly due to external factors, Finance Minister AHM Mustafa Kamal said in his budget speech in parliament.
News link: https://thefinancialexpress.com.bd/economy/bangladesh/amid-price-spike-inflation-target-set-at-56pc-for-new-fiscal-1654768634

Bangladesh cuts corporate tax rate to 27.5pc
Finance Minister AHM Mustafa Kamal has announced a corporate tax cut in order to reinvigorate the economy after the setbacks caused by the pandemic and the war in Ukraine. In line with previous budgets, the minister proposed a 2.5 percentage point cut that would put the rate at 27.5 per cent in the coming fiscal year, reports bdnews24.com.
News link: https://thefinancialexpress.com.bd/economy/bangladesh/bangladesh-cuts-corporate-tax-rate-to-275pc-1654769071

Exporters to pay higher source tax
Although exporters of all sectors are going to enjoy 10 per cent (green businesses) and 12 per cent (non-green businesses) corporate tax in line with garment makers, source tax on export proceeds is likely to double to 1 per cent from the next fiscal year. The existing 0.5 per cent source tax has been in place for the last couple of years, according to the National Board of Revenue.
News Link: https://www.thedailystar.net/business/economy/news/exporters-pay-higher-source-tax-3042911

Taka gains against dollar after serial depreciation
A turnaround comes as the Bangladesh taka gained 50 paisa in its value against the US dollar Wednesday after a depreciation dive for four consecutive workdays. The US currency was quoted at Tk 91.50 per unit on the day against Tk 92.00 of the previous working day, according to market operators. "Banks have behaved more rationally in quoting exchange rates, particularly on the interbank market," Md Serajul Islam, a Bangladesh Bank (BB) spokesperson, told the FE while explaining the latest situation on the foreign-exchange market.
News Link: https://today.thefinancialexpress.com.bd/last-page/taka-gains-against-dollar-after-serial-depreciation-1654716453

Padma Bridge: A $500m boost to commercial vehicle market
The Padma Bridge is expected to create demand for thousands of commercial vehicles worth at least $500 million in the next five years. A leading commercial vehicle company's insight reveals that the industry expects to sell nearly 700 large buses this year alone, to new and existing fleet owners, targeting several dozen direct highway routes between the capital and the south-western Bangladesh connected by the Padma Bridge.
News Link: https://www.tbsnews.net/economy/padma-bridge-500m-boost-commercial-vehicle-market-435418

Capital Market

Investors must invest at least Tk 50,000 for IPO quota

The Bangladesh Securities and Exchange Commission on Wednesday raised the minimum stock market investment requirement to Tk 50,000 from Tk 20,000 for the general investors for enjoying initial public offering quota. The minimum investment for non-resident Bangladeshi was set at Tk 1 lakh. The BSEC made the decision at a commission meeting presided over by its chairman Shibli Rubayat-Ul-Islam.

News Link: https://www.newagebd.net/article/172703/investors-must-invest-at-least-tk-50000-for-ipo-quota

Navana Pharma gets BSEC nod to discover IPO cut-off price

The Bangladesh Securities and Exchange Commission on Wednesday allowed Navana Pharmaceuticals Limited to discover the cut-off price of its shares under the book building method of initial public offering for raising Tk 75 crore from the country's capital market. The commission gave the approval in a meeting presided over by its chairman Shibli Rubayat-Ul-Islam, according to a BSEC press release. Anisuzzaman Chowdhury, brother of land minister Saifuzzaman Chowdhury, is the chairman of Navana Pharmaceuticals.

News Link: https://www.newagebd.net/article/172721/navana-pharma-gets-bsec-nod-to-discover-ipo-cut-off-price

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