Daily Market Commentary

Sunday, April 11, 2021

Chart: DSE Broad Index, Source: DSE Website

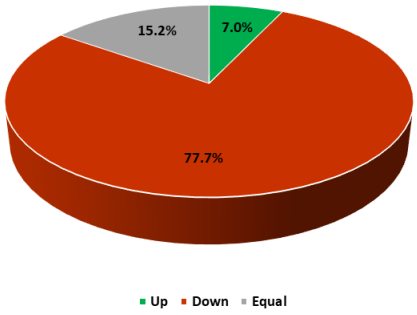
Index Update

Symbol	Today	Point Change	% Change
DSEX	5164.69	-90.08	-1.7%
DSES	1177.61	-20.04	-1.7%
DS30	1952.92	-37.48	-1.9%

Market Performance

Particulars	Today	Prev. Day	% Change
Turnover (BDT mn)	4565.50	4758.78	-4.1%
Trade Volume	118540332	140772813	-15.8%
Total No. of Trade	91352	106575	-14.3%

Source: NRBCBSL Research & DSE Website



Source: NRBCBSL Research & Stock Bangladesh Website

Market plummeted amid the news of strict lockdown

Index dropped down 90.08 points going down to 5164.69 points showing a reaction to the strict lockdown announcement from the 14th. Index started today's session with a nose dive and ended having a small correction later in the session. Market is filled with despair as the pandemic situation is getting worse and economy is going to face the effects of strict lockdown. Moreover, for how long the situation will go downhill cannot be assumed surely. However, last year the market rallied in full swing after the lockdown along with the recovering economy. Hopefully, market will gain momentum again this year after the pandemic situation calms down.

Market participation was comparatively lower today generating a trade volume of 118540332 from a total trade of 91352, generating BDT 4565.50 mn turnover today which is around 4% less than yesterday.

BDFINANCE, PURABIGEN, AGRANINS mainly moved the market positively. On the other hand, BEXIMCO, ROBI, PREMIERBAN, ASIAPACINS, LANKABAFIN were the negative forces today.

EBL, HWAWELLTEX, PURABIGEN, AGRANINS, FAREASTFIN were among the top gainers and INDEXAGRO, RAHIMAFOOD, GQBALLPEN, RAKCERAMIC, ZEALBANGLA were among the top companies to lose price today.

-Quazi Naureen Ahmed

Market Value

Particulars	Today	Prev. Day	% Change
Market Cap. (BDT mn)	4510333.44	4592399.86	-1.8%
Market P/E	13.51	13.99	-3.4%
Market Cap. To GDP	13.2%	13.2%	-0.2%

Source: NRBCBSL Research & DSE Website

Top 10 Gainers

Code	LTP	YCP	Change	Volume
EBL	38.9	36.5	6.6%	1461660
HWAWELLTEX	35.6	33.5	6.3%	25
PURABIGEN	32.9	31.3	5.1%	3860210
AGRANINS	42.5	40.7	4.4%	2008140
FAREASTFIN	3.5	3.4	2.9%	15050
BDFINANCE	31.8	30.9	2.9%	4869470
ICBIBANK	3.6	3.5	2.9%	239988
ICBSONALI1	8.1	7.9	2.5%	1550
RUNNERAUTO	49.7	48.5	2.5%	25430
MATINSPINN	35.7	35	2.0%	25

Source: NRBCBSL Research & DSE Website

Top 10 Losers

Code	LTP	YCP	Change	Volume
INDEXAGRO	65.3	72.4	-9.8%	380300
RAHIMAFOOD	207.2	226.9	-8.7%	203788
GQBALLPEN	114.4	124.9	-8.4%	42700
RAKCERAMIC	28.8	31.4	-8.3%	332839
ZEALBANGLA	101.2	110.1	-8.1%	15782
BDTHAI	18.3	19.9	-8.0%	236600
MIRACLEIND	23.7	25.7	-7.8%	489188
DACCADYE	7.4	8	-7.5%	115046
BAYLEASING	18.9	20.4	-7.4%	155415
ACFL	22.9	24.7	-7.3%	113647

Source: NRBCBSL Research & DSE Website

Major News

National Economy

Tk 300cr industrial park in the making

The government is developing the country's first industrial park for electrical and light engineering product manufacturers at a cost of Tk 300 crore in Munshiganj, which could herald a beginning to bring the highly scattered and unorganised industries under a single platform. Already 83 per cent of the project work has been completed, and the Bangladesh Small and Cottage Industries Corporation (BSCIC) said the industrial city would be ready by June next year.

News link: https://www.thedailystar.net/business/economy/news/tk-300cr-industrial-park-the-making-2075713

Finance minister wary of external shocks amid Covid-19

Finance Minister AHM Mustafa Kamal has identified "external shocks and the possibility of slower global economic recovery" as the main challenges to Bangladesh's economic rebound amid the Covid-9 pandemic.

News link: https://thefinancialexpress.com.bd/economy/finance-minister-wary-of-external-shocks-amid-covid-19-1618108654

Government's bank borrowings during July-March period drop

The government's borrowing from the country's banking system dropped significantly in the first nine months of this fiscal year (FY), 2020-21, with an increasing reliance on the National Savings Department (NSD) instruments that intensifies interest risks. The government's borrowing from the banking system dropped by nearly Tk 67 billion in the July-March period of FY 21.

News link: https://thefinancialexpress.com.bd/economy/governments-bank-borrowings-during-july-march-period-drop-1618024674

USAID to launch $17m project in Bangladesh to promote growth through energy

USAID will soon launch a multi-year project of up to $17 million in Bangladesh, called "Bangladesh Advancing Development and Growth through Energy" (BADGE), subject to the availability of funds.

News link: https://www.tbsnews.net/bangladesh/energy/usaid-launch-17-million-project-bangladesh-promote-growth-through-energy-229732

Fuel & Power

Excelerate hits milestone of 2000 ship-to-ship LNG transfers at Moheshkhali terminal

Excelerate Energy, a US-based LNG company, has reached a milestone of 2000 commercial ship-to-ship (STS) transfers of liquefied natural gas (LNG) at its Moheshkhali Floating LNG (MLNG) terminal in the Bay of Bengal.

News link: https://www.tbsnews.net/economy/trade/us-firm-conducts-2000th-sts-lng-transfer-bay-bengal-229678

RMG

RMG exporters want factories up and running

Garment factory owners and union leaders are at loggerheads over the imminent tough lockdown the government is set to impose across the country to curb the rising cases of coronavirus infections. Owners want to keep their factories up and running, while union leaders called for a closure of factories and a full payment of the wages for workers during the lockdown period.

News link: https://www.thedailystar.net/business/export/news/rmg-exporters-want-factories-and-running-2075705

Bank & NBFI

BD Finance eyes $2b US investment

Bangladesh Finance and Investment Company Ltd (BD Finance) has signed a deal with US-based Sovereign Infrastructure Group (SIG) to attract $2 billion worth of investment in infrastructure projects in the next two years. BD Finance, a concern of Anwar Group, inked the agreement in Washington on Thursday, according to a joint press release.

News link: https://www.thedailystar.net/business/economy/news/bd-finance-eyes-2b-us-investment-2075701

Online Account Opening: More banks jump on the bandwagon

People can open bank accounts from anywhere as an increasing number of lenders have made digital options available, helping customers avail financial services without visiting branches during the coronavirus pandemic.

News link: https://www.thedailystar.net/business/banking/news/more-banks-jump-the-bandwagon-2075709

Work underway for retail accounts for micro merchant payment

Mobile Financial Service (MFS) companies and banks are working to introduce retail accounts facilities for digital micro merchant payment at the micro and small business level without the need for having a trade licence.

News link: https://www.tbsnews.net/economy/work-underway-retail-accounts-micro-merchant-payment-229516

Capital Market

66 stocks can fall max 2pc a day

Stocks of 66 listed companies, for whom the floor price was recently lifted, will be allowed to fall a maximum of 2 per cent a day instead of the usual 10 per cent. The market has a circuit breaker or trading curb which limits abnormal price fluctuations to 10 per cent in both directions for all stocks.

News link: https://www.thedailystar.net/business/economy/news/66-stocks-can-fall-max-2pc-day-2075697

Policy swerves impact investor confidence

Stocks were mixed last week as several policy decisions impacted investor confidence amid the ongoing coronavirus pandemic. The DSEX, the benchmark index of the Dhaka Stock Exchange (DSE), started last week with a massive fall of 182 points due to the investors' reaction to the announcement of a strict seven-day restriction.

News link: https://www.thedailystar.net/business/news/policy-swerves-impact-investor-confidence-2074585

Tax receipts from DSE jump 113pc in nine months

The government's revenue earnings from the prime bourse marked a whopping 113 per cent rise in the first nine months of the current fiscal year (FY) compared to the same period of the previous fiscal. Market operators said on the back of rising trading volume, the government earnings from the Dhaka Stock Exchange (DSE) rose accordingly, as earning is related to turnover.

News link: https://thefinancialexpress.com.bd/stock/tax-receipts-from-dse-jump-113pc-in-nine-months-1617967151

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