Daily Market Commentary

Monday, April 12, 2021

Chart: DSE Broad Index, Source: DSE Website

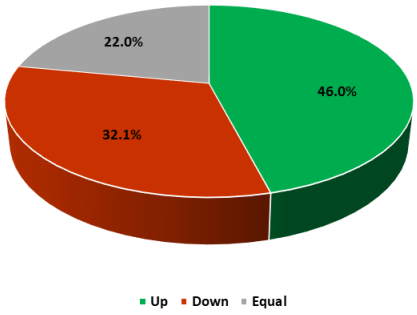
Index Update

Symbol	Today	Point Change	% Change
DSEX	5188.27	23.57	0.5%
DSES	1182.96	5.35	0.5%
DS30	1960.80	7.88	0.4%

Market Performance

Particulars	Today	Prev. Day	% Change
Turnover (BDT mn)	4943.12	4565.50	8.3%
Trade Volume	128664602	118540332	8.5%
Total No. of Trade	93379	91352	2.2%

Source: NRBCBSL Research & DSE Website



Source: NRBCBSL Research & Stock Bangladesh Website

Index closed positive after yesterday's huge drop

Market gained 23.57 points to reach 5188.27 today. Today index started the session with a strong hike but slowed down a little later on and managed to close moderately positive at the end. After yesterday's huge drop on the news of upcoming lockdown, market calmed down a little and investors were seen interested to take advantage of the low prices. Market is expected to react positively tomorrow on today's detailed announcement of lockdown, which stated bank (partially), capital market and manufacturing industries will remain open during the imposed lockdown.

Market participation was comparatively higher today generating a trade volume of 128664602 from a total trade of 93379, generating BDT 4943.12 mn turnover today which is around 8% more than yesterday.

BDFINANCE, CENTRALINS, GBBPOWER, ASIAPACINS, SONARBAINS mainly moved the market positively. On the other hand, ROBI, BXPHARMA, BDFINANCE, LANKABAFIN were the negative forces today.

SAVAREFR, EMERALDOIL, CONTININS, SONARBAINS, RAKCERAMIC, were among the top gainers and INDEXAGRO, UNITEDFIN, ENVOYTEX, LIBRAINFU, MATINSPINN were among the top companies to lose price today.

-Quazi Naureen Ahmed

Market Value

Particulars	Today	Prev. Day	% Change
Market Cap. (BDT mn)	4522790.66	4510333.44	0.3%
Market P/E	13.86	13.51	2.6%
Market Cap. To GDP	13.2%	13.2%	-0.2%

Source: NRBCBSL Research & DSE Website

Top 10 Gainers

Code	LTP	YCP	Change	Volume
SAVAREFR	156.5	142.3	10.0%	1125
EMERALDOIL	15.6	14.2	9.9%	525114
CONTININS	44.9	40.9	9.8%	2338130
SONARBAINS	61.2	55.8	9.7%	2428020
RAKCERAMIC	31.4	28.8	9.0%	938418
FEDERALINS	24.3	22.4	8.5%	3219030
ISLAMIINS	47.5	43.8	8.5%	1186720
NFML	15.8	14.6	8.2%	844180
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	58.8	65.3	-10.0%	477992
UNITEDFIN	14.1	15.4	-8.4%	554338
ENVOYTEX	21.3	22.7	-6.2%	18298
LIBRAINFU	615.3	648.7	-5.2%	7166
MATINSPINN	34.3	35.7	-3.9%	600
TUNGHAI	2.6	2.7	-3.7%	65398
RUNNERAUTO	48	49.7	-3.4%	5370
BSRMSTEEL	41.3	42.7	-3.3%	47420
ASIAINS	98	101.2	-3.2%	63621
EASTERNINS	97.5	100.5	-3.0%	217829

Source: NRBCBSL Research & DSE Website

Major News

National Economy

Finance Minister Kamal upbeat about 7.4pc growth target

Our economic growth was 5.24 per cent which was unanticipated as our gross domestic product (GDP) growth was 8.15 per cent in the previous year.

News link: https://thefinancialexpress.com.bd/economy/finance-minister-kamal-upbeat-about-74pc-growth-target-1618123830

Banks asked to follow BIDA guidelines in remitting royalty, fees

The Bangladesh Bank on Sunday asked scheduled banks to follow the Bangladesh Investment Development Authority's guidelines that exempt foreign companies from taking BIDA approval to remit abroad a certain portion of their sales for the payment of royalty, technical knowledge, among others.

News link: https://www.newagebd.net/article/135109/banks-asked-to-follow-bida-guidelines-in-remitting-royalty-fees

IMF, World Bank begin push to swap debt relief for green projects

The idea of forgiving debt held by poor countries in exchange for 'green' investments gained ground this week during the spring meetings of the IMF and World Bank, with concrete proposals expected in time for a global climate summit this fall.

News link: https://www.newagebd.net/article/135108/imf-world-bank-begin-push-to-swap-debt-relief-for-green-projects

RMG

Factories will remain open in 'lockdown': RMG businesses

Apparel sector leaders on Sunday said that the government had assured them that factories would remain out of the purview of the 'complete lockdown' that might be ordered beginning on April 14.

News link: https://www.newagebd.net/article/135085/factories-will-remain-open-in-lockdown-rmg-businesses

Engineering

Walton-Medtronic ventilators set to hit market finally

Walton is set to market the ventilators it has produced with the help of world-renowned medical equipment manufacturer Medtronic, a development that would help critical coronavirus patients to receive proper treatment.

News link: https://www.thedailystar.net/business/economy/news/walton-medtronic-ventilators-set-hit-market-finally-2076313

Bank & NBFI

Banking hours extended as people rush to branches

The central bank yesterday extended the banking hours by half an hour after clients rushed up to branches to withdraw cash as the country is set to go into a strict lockdown from April 14 to tame the raging coronavirus. Clients can carry out transactions between 10:00 am and 1:00 pm on April 12 and April 13, according to a central bank notice.

News link: https://www.thedailystar.net/business/banking/news/banking-hours-extended-people-rush-branches-2076305

BB stands by small depositors

Bangladesh Bank yesterday instructed banks to impose account maintenance fees on small depositors once a year. Small depositors, meaning those whose deposits amount to up to Tk 10 lakh, will enjoy the facility, according to a central bank notice.

News link: https://www.thedailystar.net/business/banking/news/bb-stands-small-depositors-2076293

FMCG

Advance tax lifted for crude soybean, palmolein import

The National Board of Revenue (NBR) yesterday exempted import of crude soybean and palm oil of a 4 per cent advance tax (AT) to contain prices during Ramadan, the month of fasting for Muslims. Though the move will alleviate the need for working capital and interest rate burden for refiners, it is unlikely to help reduce prices of edible oil which is at a high level now, said two leading

processors.
News link: https://www.thedailystar.net/business/economy/news/advance-tax-lifted-crude-soybean-palmolein-import-2076289

Capital Market

Corporate tax may be cut

Finance Minister AHM Mustafa Kamal yesterday indicated that the government may consider reducing corporate tax rates for listed firms in the upcoming budget. "We are gradually reducing all types of taxes every year. We brought reductions to some extent in last year's budget," he said, adding that they have plan to slowly reduce taxes, be it individual or corporate.
News link: https://www.thedailystar.net/business/tax-and-customs/news/corporate-tax-may-be-cut-2076301

Stocks trading from 10am to 12.30pm on 12-13 April

The share trading schedule on the country's two stock exchanges has been extended for 30 minutes from 12-13 April. As per the new direction of the Bangladesh Securities and Exchange Commission (BSEC), the trading will be held between 10am and 12:30pm during those two days.
News link: https://www.tbsnews.net/economy/stock/stocks-trading-10am-1230pm-12-13-april-230293

Investors to decide SEBL 1st Mutual Fund's conversion on 25 May

The unitholders of the Southeast Bank 1st Mutual Fund (SEBL1STMF) – a closed-end listed mutual fund – will decide regarding the conversion to open-end or liquidating the fund at a virtual meeting on 25 May 2021.
News link: https://www.tbsnews.net/economy/stock/investors-decide-sebl-1st-mutual-funds-conversion-25-may-230263

Baraka Patenga Power approved for IPO

Institutional investors can buy primary shares of Baraka Patenga Power Limited at Tk32 per share, while the general public will get a 10% discount on the price. Baraka Patenga Power Limited has received approval from the Bangladesh Securities and Exchange Commission (BSEC) to issue shares at the cut-off price of Tk32 each, in their initial public offering (IPO).
News link: https://www.tbsnews.net/economy/stock/baraka-patenga-power-approved-ipo-230269

International Economy

Future bright as global economy rebounds

Despite a difficult struggle against the Cobid-19 pandemic, the advanced economies are recovering faster-than-projected pace and successes in vaccination drive put them well ahead of the rest of the world. To benefit from the global scenario, Bangladesh needs to keep its economy open while enforcing health guidelines strictly to slow the spread of the coronavirus, business leaders and economists say.
News link: https://www.tbsnews.net/economy/future-bright-global-economy-rebounds-230368

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