Daily Market Commentary

Monday, April 26, 2021

Chart: DSE Broad Index, Source: DSE Website

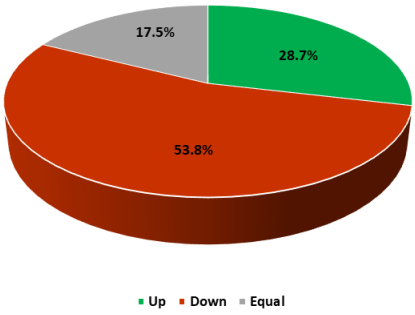
Index Update

Symbol	Today	Point Change	% Change
DSEX	5485.87	-12.35	-0.2%
DSES	1262.81	7.07	0.6%
DS30	2125.90	8.21	0.4%

Market Performance

Particulars	Today	Prev. Day	% Change
Turnover (BDT mn)	11957.55	11888.62	0.6%
Trade Volume	267273747	272368475	-1.9%
Total No. of Trade	162477	169672	-4.2%

Source: NRBCBSL Research & DSE Website



Source: NRBCBSL Research & Stock Bangladesh Website

Market had a slight correction after 9 days of upward rally

Index dropped 12.35 points and went slightly down to 5485.87 points today after surging upwards for 9 consecutive sessions. The session started marginally negative and continued to be negative with a little volatility till the end. Market was expected to take a break from its upward trend to reflect investors' intention for short term profit taking in an up trending market. Majority of investors are still concentrating on short term profit from rumor based small cap shares which are dominating the market activities. Market is expected to continue its uptrend soon reflecting the recovering economy, positive industry news and healthy earnings.

Market witnessed significant level of participation today generating a trade volume of 267273747 from a total trade of 162477, generating BDT 11957.55mn turnover today which is almost 1% more than yesterday.

LHBL, GBBPOWER, NFML, RENATA mainly moved the market positively. On the other hand, BEXIMCO, BXPHARMA, BDFINANCE , LANKABAFIN were the negative forces today.

AFCAGRO, ANWARGALV, NFML, OAL, ESQUIRENIT were among the top gainers and PRIMEBANK, PURABIGEN, TAKAFULINS, PEOPLESINS, DGIC were among the top companies to lose price today.

-Quazi Naureen Ahmed

Market Value

Particulars	Today	Prev. Day	% Change
Market Cap. (BDT mn)	4727774.15	4726171.65	0.0%
Market P/E	13.97	14.13	-1.1%
Market Cap. To GDP	13.6%	13.6%	0.0%

Source: NRBCBSL Research & DSE Website

Top 10 Gainers

Code	LTP	YCP	Change	Volume
AFCAGRO	16.5	15	10.0%	863977
ANWARGALV	121.2	110.2	10.0%	666732
NFML	22.5	20.5	9.8%	7861000
OAL	7.1	6.5	9.2%	985043
ESQUIRENIT	24.4	22.5	8.4%	637924
SHYAMPSUG	58.8	54.3	8.3%	45641
LHBL	61.8	57.2	8.0%	11994800
DULAMIACOT	47.4	44	7.7%	16889
HFL	15.6	14.5	7.6%	230090
MICEMENT	53.8	50.4	6.8%	106280

Source: NRBCBSL Research & DSE Website

Top 10 Losers

Code	LTP	YCP	Change	Volume
PRIMEBANK	15.7	17.2	-8.7%	497519
PURABIGEN	33	35.9	-8.1%	2509060
TAKAFULINS	47.4	51.2	-7.4%	178781
PEOPLESINS	44.5	47.7	-6.7%	1090430
DGIC	37.7	40.4	-6.7%	1702700
GLOBALINS	38.1	40.8	-6.6%	1384390
SPCERAMICS	26.9	28.8	-6.6%	4618070
CRYSTALINS	47.8	50.9	-6.1%	1070770
EMERALDOIL	15.7	16.7	-6.0%	282937
PARAMOUNT	95.2	101.2	-5.9%	911225

Source: NRBCBSL Research & DSE Website

Major News

National Economy

GDP growth target cut again

The government has revised down the GDP growth projection to 6.1 per cent for 2020-21, the second revision this fiscal year, reflecting the devastating impacts of the second wave of the coronavirus pandemic on the battered economy. The government had initially targeted to achieve an 8.2 per cent expansion in the gross domestic product (GDP) in the current fiscal year. Later, the target was reset at 7.4 per cent.

News link: https://www.thedailystar.net/business/economy/news/gdp-growth-target-cut-again-2083905

Nikkei Asia praises Bangladesh's growth, govt efforts during pandemic

Nikkei Asia, in its recent article, praised Bangladesh's growth describing how the economy has boomed and exports soared. The article also described how Bangladesh's economy has even exhibited resilience during the coronavirus pandemic and appreciated the government's timely stimulus packages and decision to reopen factories as early as May 2020.

News link: https://thefinancialexpress.com.bd/economy/nikkei-asia-praises-bangladeshs-growth-govt-efforts-during-pandemic-1619364907

Next budget targets higher spending without raising taxes

The finance ministry is preparing a Tk6.03 trillion budget for the forthcoming 2021-22 fiscal year, aiming to recover the economy from the Covid-19-induced slowdown by increasing public expenditure through borrowing instead of raising taxes.

News link: https://www.tbsnews.net/economy/budget/next-budget-targets-higher-spending-without-raising-taxes-237214

Bank & NBFI

Transaction value tops Tk 8,000cr for 4 months in February

The amount of online banking transactions remained above Tk 8,000 crore for the fourth consecutive month in February as people found fintech-based transactions more convenient instead of visiting bank branches amid the outbreak of Covid-19. Bangladesh Bank data showed that the amount of transactions through internet banking stood at Tk 8,477.3 crore in February 2021.

News link: https://www.newagebd.net/article/136384/transaction-value-tops-tk-8000cr-for-4-months-in-february

Bad debts hit new and foreign banks too

The government approved nine fourth generation banks in 2013 to increase competition and also hoped they would open new avenues in the banking sector. But the trend of bad debts, which is common at old banks, affected them as well.

News link: https://www.tbsnews.net/economy/banking/bad-debts-hit-new-and-foreign-banks-too-237190

RMG

Low-cost, cleaner production processes paying off

Bangladesh's textile and garment factories have significantly cut water and energy consumption by adopting low-cost and cleaner production processes and installing new technologies under a programme initiated by the International Finance Corporation (IFC).

News link: https://www.thedailystar.net/business/economy/news/low-cost-cleaner-production-processes-paying-2083909

Capital Market

Ten largest companies grab 44pc market capitalisation of DSE

Ten largest listed companies in terms of market capitalisation accounted for 44 per cent of the Dhaka bourse's total market-cap as of Thursday thanks to rising shares prices of large-cap companies. The total market-cap of the Dhaka Stock Exchange (DSE) stood at approximately Tk 4,683 billion as of Thursday where as the top 10 largest firms accounted for Tk 2,046 billion, according statistics from the DSE.

News link: https://thefinancialexpress.com.bd/stock/ten-largest-companies-grab-44pc-market-capitalisation-of-dse-1619330518

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