Daily Market Commentary

Tuesday, April 27, 2021

Chart: DSE Broad Index, Source: DSE Website

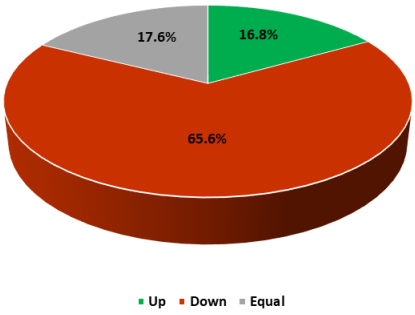
Index Update

Symbol	Today	Point Change	% Change
DSEX	5422.39	-63.48	-1.2%
DSES	1245.46	-17.35	-1.4%
DS30	2092.48	-33.42	-1.6%

Market Performance

Particulars	Today	Prev. Day	% Change
Turnover (BDT mn)	8243.67	11957.55	-31.1%
Trade Volume	212712614	267273747	-20.4%
Total No. of Trade	137036	162477	-15.7%

Source: NRBCBSL Research & DSE Website



Source: NRBCBSL Research & Stock Bangladesh Website

Market witnessed a sharp fall amid panic sell

Broad index had a sharp fall of 63.48 points falling down to 5422.39 points today. Market started today's session with an immediate fall and settled posting a huge fall at the end of a volatile session. Investors were engaged in panic selling induced by yesterday's slight fall after a 9 days positive trend. Investors are worried believing the market may get back to a down trend again amid the prevailing pandemic fear and the concerning pandemic situation in our neighbor country. On the macro economic front, yield from treasury bills has fallen down as a result of increased money flow in the banking system due to the pandemic situation making capital market investment a more lucrative option.

Market had a significant drop in the level of participation today generating a trade volume of 212712614 from a total trade of 137036, generating BDT 8243.67mn turnover today which is around 31% less than yesterday.

NFML, PHENIXINS, AGRANINS, CRYSTALINS mainly moved the market positively. On the other hand, BEXIMCO, BXPHARMA, LHBL , BATBC were the negative forces today.

CRYSTALINS, EMERALDOIL, PHENIXINS, DHAKAINS, AGRANINS were among the top gainers and SHYAMPSUG, INTECH, HEIDELBCEM, KBPPWBIL, BEACONPHAR were among the top companies to lose price today.

-Quazi Naureen Ahmed

Market Value

Particulars	Today	Prev. Day	% Change
Market Cap. (BDT mn)	4683120.28	4727774.15	-0.9%
Market P/E	13.7	13.97	-1.9%
Market Cap. To GDP	13.5%	13.6%	-0.9%

Source: NRBCBSL Research & DSE Website

Top 10 Gainers

Code	LTP	YCP	Change	Volume
CRYSTALINS	53.3	47.8	11.5%	3334660
EMERALDOIL	17.2	15.7	9.6%	327164
PHENIXINS	50.3	46	9.4%	3945850
DHAKAINS	71.6	65.8	8.8%	1838820
AGRANINS	62.1	57.2	8.6%	3019710
CITYGENINS	30.2	27.9	8.2%	2293550
NFML	24	22.5	6.7%	18371400
FEDERALINS	27.7	26.2	5.7%	3132810
CONTININS	44.1	41.9	5.3%	1329120
CNATEX	2.1	2	5.0%	180824

Source: NRBCBSL Research & DSE Website

Top 10 Losers

Code	LTP	YCP	Change	Volume
SHYAMPSUG	54.3	58.8	-7.7%	19477
INTECH	40.2	43	-6.5%	376725
HEIDELBCEM	208.6	223.1	-6.5%	60038
KBPPWBIL	7.3	7.8	-6.4%	378160
BEACONPHAR	120.7	128.7	-6.2%	404350
SPCERAMICS	25.3	26.9	-6.0%	2807200
DOMINAGE	21.8	23.1	-5.6%	1276100
SUNLIFEINS	23.1	24.4	-5.3%	38779
RAHIMAFOOD	225.2	237.8	-5.3%	189234
TALLUSPIN	3.8	4	-5.0%	111428

Source: NRBCBSL Research & DSE Website

Major News

National Economy

Yields on treasury bills drop

The yield on treasury bills (T-bills) dropped further on Sunday as the commercial banks having excess liquidity rushed to offer bids in the auction due to the ongoing lockdown, bankers said. The cut-off yield, generally known as interest rate, on the 91-day T-bill fell to 0.55 per cent on the day from 0.70 per cent of the previous auction, held on April 05, according to the auction results.

News link: https://thefinancialexpress.com.bd/economy/yields-on-treasury-bills-drop-1619411381

12m families to get Tk 5.74b from government

A total of over 12 million families would be benefited from the government's financial allocation of over Tk 5.74 billion during the Covid-19 pandemic, said the State Minister for Disaster Management and Relief DrMdEnamur Rahman on Sunday at a press briefing held at the ministry.

News link: https://thefinancialexpress.com.bd/economy/12m-families-to-get-tk-574b-from-government-1619411324

Bank & NBFI

BB cuts interest rate of refinance funds

Bangladesh Bank yesterday cut the interest rate on refinance funds for pre-shipment credit aiming at helping local exporters continue shipping products amid the coronavirus outbreak. From now on, businesses will be allowed to avail funds from the scheme at 5 per cent interest rate instead of a previous 6 per cent, according to a central bank notice.

News link: https://www.thedailystar.net/business/news/bb-cuts-interest-rate-refinance-funds-2084385

Banks must give Tk 116cr in CSR to pandemic-hit people

Banks will have to allocate around Tk 116 crore to carry out corporate social responsibility (CSR) programmes in the form of providing essential goods and medical equipment to the underprivileged affected by the coronavirus pandemic. They have to set aside one per cent of net profits earned this year to cater supports to people in the categories of jeopardised, unemployed poor, rootless and despaired persons, according to a central bank notice issued yesterday.

News link: https://www.thedailystar.net/business/news/banks-must-give-tk-116cr-csr-pandemic-hit-people-2084401

Exporters to get loans at reduced interest rate

The Bangladesh Bank on Monday revised downward the interest rate for the pre-shipment refinance scheme loans for the export -oriented industries to 5 per cent amid a fresh surge in Covid infection cases. Earlier, the interest rate for the loans from the scheme was 6 per cent.

News link: https://www.newagebd.net/article/136480/exporters-to-get-loans-at-reduced-interest-rate

Banks can form start-up fund with 1.0pc of net profits

The central bank has amended its policy allowing all banks to form their own start-up fund with 1.0 per cent of net profits instead of operating ones earlier, officials said. To provide start-up entrepreneurs with loans, all the scheduled banks have been asked to keep 1.0 per cent of their net profits for the next five years from 2021, according to a clarification issued by the Bangladesh Bank (BB) on Monday.

News link: https://thefinancialexpress.com.bd/economy/banks-can-form-start-up-fund-with-10pc-of-net-profits-1619494363

RMG

RMG makers want to release import containers from Chattogram port

The country's apparel makers have urged the government to allow them to take the release of imported raw materials from the Chattogram port instead of private inland container depots. The Bangladesh Knitwear Manufacturers and Exporters Association on Monday in a letter to state minister for shipping Khalid Mahmud Chowdhury said that the recent decision of the port authority for shifting the delivery of import containers to the private ICDs would be time consuming and costly for the exporters.

News link: https://www.newagebd.net/article/136479/rmg-makers-want-to-release-import-containers-from-chattogram-port

FMCG

Unilever Consumer Care's profit drops despite higher sales

Unilever Consumer Care's sales rose 14 per cent year-on-year to Tk 114 crore in the first quarter of the current year but it could not prevent a 31.8 per cent drop in profits due to an increase in prices of raw materials and duty. The cost of the goods it sold surged 28 per cent to Tk 63 crore.

News link: https://www.thedailystar.net/business/news/unilever-consumer-cares-profit-drops-despite-higher-sales-2084409

Engineering

Handset sales down 40pc since January

Sales of mobile handsets have dropped more than 40 per cent in April compared to the January level after consumers tightened their belt as they see no immediate end to the coronavirus pandemic. And amidst the second wave of Covid-19 infections, sales have fallen further as the government introduced movement restrictions and lockdowns.

News link: https://www.thedailystar.net/business/news/handset-sales-down-40pc-january-2084433

Runner to buy land for its three-wheeler plant

Runner Automobiles is going to buy land to set up its CNG and LPG-run three-wheeler manufacturing plant near its existing factory in Bhaluka, according to a posting on the Dhaka Stock Exchange (DSE) website. The leading local bike maker will buy a 359.72 decimal plot in the area for Tk 4.32 crore, including registration costs.

News link: https://www.thedailystar.net/business/news/runner-buy-land-its-three-wheeler-plant-2084389

Capital Market

Regulator reshapes board of Agni Systems for business development

Two independent directors will submit a monthly compliance and progress report to the BSEC. The Bangladesh Securities and Exchange Commission (BSEC) has restructured the board of directors of Agni Systems Ltd in a move to protect the interest of investors and bring the company back to a sound business position.

News link: https://www.tbsnews.net/economy/stock/regulator-reshapes-board-agni-systems-business-development-237688

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