Daily Market Commentary

Wednesday, April 28, 2021

Chart: DSE Broad Index, Source: DSE Website

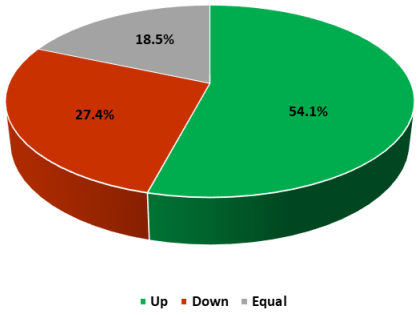
Index Update

Symbol	Today	Point Change	% Change
DSEX	5461.34	38.95	0.7%
DSES	1249.04	3.58	0.3%
DS30	2112.36	19.88	1.0%

Market Performance

Particulars	Today	Prev. Day	% Change
Turnover (BDT mn)	9403.25	8243.67	14.1%
Trade Volume	229515081	212712614	7.9%
Total No. of Trade	147860	137036	7.9%

Source: NRBCBSL Research & DSE Website



Source: NRBCBSL Research & Stock Bangladesh Website

Market returned to positive after back to back negative sessions

DSEX closed 38.95 points positive and went up to 5461.34 points today indicating market's turnback to its positive trend. Market started today's session positive and continued with a steady growth through out the session. Market activity also saw an increase from the last two days. On the macro economic front, remittance along with forex reserve is growing as the biggest Muslim festival is getting closer. Moreover, excess liquidity in the banking sector and low return in risk free or low risk investments are channeling money flow to the capital market. Therefore, market is expected continue its upward trajectory.

Market had a slight spike in the level of participation today generating a trade volume of 229515081 from a total trade of 147860, generating BDT 9403.25mn turnover today which is around 14% more than yesterday.

BEXIMCO, LHBL, FEDERALINS, CITYGENINS, AOL mainly moved the market positively. On the other hand, BATBC, RENATA, ISLAMIBANK , SQURPHARMA were the negative forces today.

AOL, CITYGENINS, PRIMEINSUR, FEDERALINS, GLOBALINS were among the top gainers and FAREASTFIN, IBBLPBOND, ALLTEX, MICEMENT, MITHUNKNIT were among the top companies to lose price today.

-Quazi Naureen Ahmed

Market Value

Particulars	Today	Prev. Day	% Change
Market Cap. (BDT mn)	4700199.70	4683120.28	0.4%
Market P/E	13.86	13.7	1.2%
Market Cap. To GDP	13.5%	13.5%	0.4%

Source: NRBCBSL Research & DSE Website

Top 10 Gainers

Code	LTP	YCP	Change	Volume
AOL	53.1	48.3	9.9%	1845590
CITYGENINS	33.2	30.2	9.9%	3046400
PRIMEINSUR	44.8	40.8	9.8%	722862
FEDERALINS	30.4	27.7	9.8%	4416620
GLOBALINS	41.9	38.7	8.3%	2020630
HEIDELBCEM	224.9	208.6	7.8%	50292
MERCINS	42.7	39.7	7.6%	1043340
FORTUNE	19.4	18.1	7.2%	1490980
SPCERAMICS	27	25.3	6.7%	1333690
MEGHNALIFE	65.2	61.2	6.5%	231441

Source: NRBCBSL Research & DSE Website

Top 10 Losers

Code	LTP	YCP	Change	Volume
FAREASTFIN	3.4	3.6	-5.6%	392860
IBBLPBOND	1000.5	1055	-5.2%	15
ALLTEX	8.3	8.7	-4.6%	98340
MICEMENT	51.5	53.6	-3.9%	3878
MITHUNKNIT	8	8.3	-3.6%	720
RENATA	1279.9	1314.4	-2.6%	16029
DHAKAINS	70	71.6	-2.2%	458137
ISLAMIBANK	27.7	28.3	-2.1%	2795830
PRIMETEX	14.6	14.9	-2.0%	26300
IBP	15	15.3	-2.0%	200199

Source: NRBCBSL Research & DSE Website

Major News

National Economy

Forex reserve nears $45b on higher remittance

The country's foreign exchange reserve has reached near $45 billion mainly due to a slowdown in import payments following the fresh spike in Covid-19 infections and surge in remittance ahead of Eid-ul-Fitr, the biggest festivals of the Muslims.

News link: https://www.newagebd.net/article/136551/forex-reserve-nears-45b-on-higher-remittance

Import duty, VAT raise tax receipts in March

Tax collection increased in March thanks to improvement in receipts from import duty and value added tax (VAT), showed provisional data from the National Board of Revenue (NBR). The revenue authority logged Tk 178,263 crore in the July-March period of fiscal 2020-21, up 7.31 per cent year-on-year.

News link: https://www.thedailystar.net/business/news/import-duty-vat-raise-tax-receipts-march-2085005

SME Foundation to disburse Tk 300cr

The SME Foundation will disburse Tk 300 crore from a second stimulus package for micro, small and medium enterprises (MSMEs) to help accelerate the country's economic recovery from Covid-19. Loans will be provided from the fund at 4 per cent interest to entrepreneurs in the MSME sector, according to a statement from the organisation.

News link: https://www.thedailystar.net/business/news/sme-foundation-disburse-tk-300cr-2084941

Tax receipts fall Tk 49,501cr short of target in July-March

The shortfall in tax collection by the National Board of Revenue widened to Tk 49,501 crore in the July-March period of the current fiscal year 2020-2021 due mainly to the Covid fallout on economic activities.

News link: https://www.newagebd.net/article/136552/tax-receipts-fall-tk-49501cr-short-of-target-in-july-march

Bank & NBFI

Brac Bank to get $30m IFC loan

International Finance Corporation (IFC), a member of World Bank Group, is set to provide Brac Bank a $30 million loan to come to the aid of small and medium enterprises (SMEs) and larger companies hit hard by the impacts of the Covid-19. The investment will help to keep businesses open and preserve jobs, which is critical to sustaining the Bangladeshi economy, said the IFC, which is the largest global development institution focused on the private sector in emerging markets, in a statement.

News link: https://www.thedailystar.net/business/news/brac-bank-get-30m-ifc-loan-2084977

Capital Market

Insurance stocks rise despite market correction

Insurance stocks rose yesterday while the market witnessed a profit booking tendency for the second day in a row. DSEX, the benchmark index of the Dhaka Stock Exchange (DSE), plunged 63 points, or 1.15 per cent, to stand at 5,422. The market fell in the last two days as investors went for booking profits, according to a stock broker.

News link: https://www.thedailystar.net/business/news/insurance-stocks-rise-despite-market-correction-2084993

Execution of directive on margin loan interest cap deferred till January next

The securities regulator has deferred the implementation of its directive regarding the cap on margin loan interest for another six months until January 1, 2022, considering the interest of the investors and development of the capital market. The implementation of its directive regarding the cap on margin loan interest was supposed to come into effect from July 1, 2021.

News link: https://thefinancialexpress.com.bd/stock/execution-of-directive-on-margin-loan-interest-cap-deferred-till-january-next-1619583660

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