

Capital Market Overview

The market closed in green this week. The benchmark index DSEX (+2.47%) gained 126.32 points and closed the week at 5,244.13 points. The blue-chip index DS30 (+2.94%) gained 53.59 points and stood at 1,875.48 points. The Shariah-based index DSES (+3.43%) gained 38.00 points and stood at 1,146.06 points. The large cap index CDSET (+2.34%) gained 23.24 points and closed at 1,015.54 points. DSEX, DS30, DSES and CDSET showed YTD returns of -16.05%, -10.43%, -15.99%, -15.57%, respectively.

Total Turnover During the Week (DSE): BDT 7.0 billion (USD 59 million)

Average Daily Turnover Value (ADTV): BDT 3.5 billion (Δ% Week: -7.1%)

Market P/E: 13.6x

Daily Index Movement during the Week

The market performed two sessions during this week. The market started on a positive note (+0.85%) on Wednesday and ended the week on a positive note on Thursday (+1.60%).

Sectoral Performance

• All the financial sectors posted positive performance this week. General Insurance booked the highest gain of 4.30% followed by Mutual Fund (+3.46%), NBF1 (+2.43%), Life Insurance (+1.58%), and Bank (+0.98%).

• All the non-financial (large-cap) sectors posted positive performance this week. Engineering booked the highest gain of 9.91% followed by Pharmaceutical (+4.38%), Fuel & Power (+4.29%), Food & Allied (+3.17%), and Telecommunication (+1.47%).

Macroeconomic arena

• Japan leads development funding to Bangladesh. No more source tax for overseas tuition fees, business promotion expenses. BANK | Push-button mobile banking outshining traditional bank operations. LEATHER | Tanners collect 0.5 Mn pieces of rawhides in first two days of Eid. ENERGY | Chevron still sticks to its decision on delaying construction. We are bullish on Bangladesh's investment potential: IFC South Asia Director Fakhoury. Smart move. Bangladesh turns to loans in yen to ease repayment pressure. USD 1.13 Bn project planned to boost logistics at Bangabandhu Shilpa Nagar. Govt trims food distribution plan for FY25 amid high inflation. Private sector's foreign borrowing reverses downward trend.

• RMG | IFC to lend EPIC Group USD 100 Mn for sustainable textile. manufacturing in Bangladesh, India. LEATHER | Tanners set to receive BDT 2.7 Bn loan for rawhide procurement. BANK | Banks' surging investments in bills, bonds shrink loanable funds. RMG | Major brands join forces to decarbonise Bangladesh's fashion industry. BANK | Sonali Bank grapples with USD 755 Mn in overdue govt import bills. NBF1 | Deposits in NBFIs fall by BDT 5.25 Bn in March quarter.

Stock Market arena

• TRUSTBANK, EXIMBANK | Trust, Exim banks to issue bonds. EXCHANGE | Al-Amin Chemicals gets BSEC approval to raise paid-up capital. BSRMLTD | BSRM set to launch new USD 108 Mn steel plant this month, targeting 34% market share. NTC | Govt to get controlling authority as National Tea gets HC nod to float new shares. RENATA | Renata PLC launches new Dermatological Drug in the UK market. EXCHANGE | upay's accumulated losses cross BDT 3 Bn in 2023.

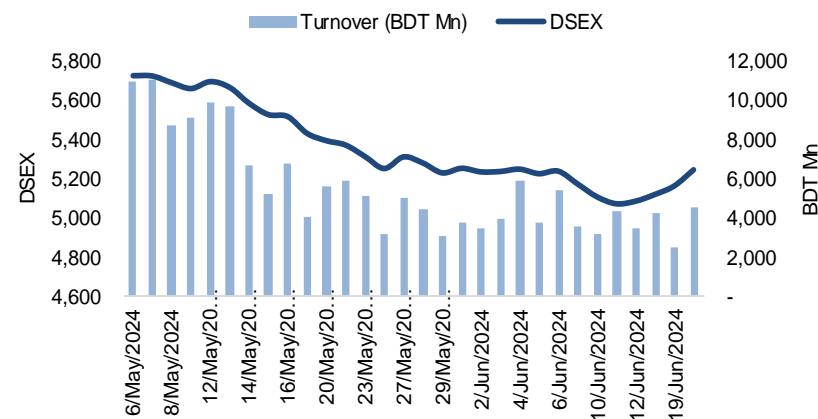
Table 1: Index

Index	Closing*	Opening*	Δ(Pts)	28-Dec-2023	Δ% Week	Δ% YTD
DSEX	5,244.13	5,117.81	+126.32	6,246.50	+2.47%	-16.05%
DS30	1,875.48	1,821.89	+53.59	2,093.83	+2.94%	-10.43%
DSES	1,146.06	1,108.06	+38.00	1,364.13	+3.43%	-15.99%
CDSET	1,015.54	992.30	+23.24	1,202.82	+2.34%	-15.57%

Table 2: Market Statistics

		This Week	Last Week	% Change
M cap	M n BDT	6,436,499	6,335,939	+16%
	M n USD	54,547	53,694	
Turnover	M n BDT	6,994	18,823	-62.8%
	M n USD	59	160	
Average Daily Turnover	M n BDT	3,497	3,765	-7.1%
	M n USD	30	32	
Volume	M n Shares	186	515	-63.9%

Figure 1: DSEX & Turnover in last four weeks



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Table 3: Top Ten Gainers

Company Name	Close*	Open*	Δ%	Mcap**	Turnover**	PE	PB
LINDEBD	1409.4	948.3	+48.6%	21,449	145.4	34.3x	3.6x
WALTONHIL	527.7	446.3	+18.2%	159,855	20.0	12.3x	15x
CAPITECGBF	14.5	12.5	+16.0%	2,257	127.2	NM	15x
MONNOAGML	402.3	347.7	+15.7%	1,451	24.9	NM	3.0x
STYLECRAFT	60.4	52.3	+15.5%	839	6.1	NM	6.6x
BGIC	38.8	34.0	+14.1%	2,096	0.7	25.2x	19x
BIFC	10.6	9.3	+14.0%	1,067	3.7	NM	NM
HAMI	151.4	133.1	+13.7%	1,166	7.6	NM	16.6x
CENTRALINS	49.6	43.7	+13.5%	2,636	60.0	24.7x	10x
SONALIANSH	257.3	228.9	+12.4%	2,791	53.7	30.0x	3.8x

Table 4: Top Ten Losers

Company Name	Close*	Open*	Δ%	Mcap**	Turnover**	PE	PB
MITHUNKNIT	29.9	31.6	-5.4%	971	8.0	NM	9.4x
NURANI	4.2	4.4	-4.5%	515	0.6	NM	0.5x
TUNGHAI	4.3	4.5	-4.4%	459	0.0	NM	NM
TILIL	45.3	47.1	-3.8%	1,812	8.1	NM	NM
ZAHINTEX	5.3	5.5	-3.6%	434	0.1	NM	0.7x
SICL	27.1	27.2	-3.6%	1,084	8.6	20.2x	0.9x
SAMATALETH	51.6	53.3	-3.2%	533	4.6	NM	3.6x
NTC	377.0	388.6	-3.0%	2,488	0.0	NM	NM
KPPL	19.6	20.2	-3.0%	1,432	10.6	NM	NM
ICBIBANK	3.3	3.4	-2.9%	2,194	0.2	NM	NM

Table 5: Top Ten Most Traded Shares

Company Name	Close*	Open*	Δ%	Mcap**	Turnover**	PE	PB
ASIATICLAB	56.3	54.8	+2.7%	6,891	220.1	NM	1.1x
SEAPEARL	94.5	94.9	-0.4%	11,411	2012	31.7x	4.9x
FEKDIL	19.2	17.9	+7.3%	4,200	179.7	12.3x	10x
UNIQUEHRL	56.8	52.6	+8.0%	16,722	170.6	118x	0.6x
RUPALILIFE	189.6	187.0	+1.4%	5,691	169.1	NM	NM
AIL	118.1	120.2	-1.7%	5,226	168.1	47.8x	4.9x
BEACHHATCH	74.5	72.8	+2.3%	3,084	166.8	38.6x	6.0x
FORTUNE	33.0	32.1	+2.8%	5,632	153.9	32.6x	2.3x
LOVELLO	87.1	89.1	-2.2%	7,404	146.4	63.1x	6.6x
LINDEBD	1409.4	948.3	+48.6%	21,449	145.4	34.3x	3.6x

Table 6: Most Appreciated YTD in BRAC EPL Universe

Company Name	Close*	YTD %Δ	Mcap**	PE	PB
UNILEVERCL	2,529.1	+25.3%	48,747	56.5x	18.9x
BRACBANK	34.2	+5.1%	60,524	6.8x	0.9x
JAMUNAOIL	171.6	+1.8%	18,949	4.7x	0.8x
LINDEBD	1,409.4	+0.8%	21,449	34.3x	3.6x
UNIQUEHRL	56.8	+0.2%	16,722	118x	0.6x
BSRMLTD	90.0	-	26,873	4.6x	0.6x
ISLAMIBANK	32.6	-	52,486	8.3x	0.7x
KPCL	26.6	-	10,571	80.6x	1.5x
MPETROLEUM	198.6	-	21,492	4.6x	0.9x
NM	NM	NM	NM	NM	NM

Table 7: Sector Indices

Sector Name	Week Close*	Week Open*	Year Open*	Δ% Week	Δ% YTD
Bank	1287.0	1274.6	1455.32	+0.98%	-11.56%
NBFI	1076.0	1050.5	1902.52	+2.43%	-43.45%
Mutual Fund	660.7	638.6	876.90	+3.46%	-24.66%
General Insurance	2,949.3	2,827.6	3,489.09	+4.30%	-15.47%
Life Insurance	1,975.4	1,944.8	2,637.78	+1.58%	-25.11%
Telecommunication	3,741.1	3,686.9	4,945.60	+1.47%	-24.36%
Pharmaceutical	3,063.3	2,934.8	3,732.58	+4.38%	-17.93%
Fuel & Power	1,194.6	1,145.4	1,691.80	+4.29%	-29.39%
Cement	2,150.4	2,100.9	2,523.22	+2.36%	-14.78%
Services & Real Estate	1,513.0	1,476.7	1,518.57	+2.46%	-0.37%
Engineering	2,759.2	2,510.5	4,520.40	+9.91%	-38.96%
Food & Allied	15,761.0	15,276.2	21,180.76	+3.17%	-25.59%
IT	2,445.3	2,365.7	2,894.80	+3.37%	-15.53%
Textile	1,210.6	1,187.9	1,658.23	+1.92%	-26.99%
Paper & Printing	6,478.7	6,133.2	10,093.63	+5.63%	-35.81%
Tannery	2,391.1	2,361.6	3,103.94	+1.25%	-22.97%
Jute	15,233.7	13,938.4	17,683.51	+9.29%	-13.85%
Ceramics	483.4	475.5	694.56	+1.66%	-30.40%
Miscellaneous	4,204.4	4,170.8	4,265.32	+0.80%	-1.43%

Table 8: Sector Trading Matrix

Sector Name	Daily average this Week	Daily average last Week	% Change	% of Total Turnover	PE	PB
Bank	144.0	207.8	-30.70%	+5.04%	7.1x	0.6x
NBFI	32.5	33.1	-1.80%	+1.14%	NM	NM
Mutual Fund	178.1	96.6	+84.37%	+6.23%	NM	0.6x
General Insurance	184.5	119.2	+54.72%	+6.45%	15.4x	13x
Life Insurance	173.2	187.0	-7.37%	+6.06%	NM	NM
Telecommunication	44.5	52.4	-15.02%	+1.56%	9.8x	2.7x
Pharmaceutical	526.0	776.4	-32.25%	+18.40%	15.8x	1.7x
Fuel & Power	108.4	53.3	+103.52%	+3.79%	20.6x	0.7x
Cement	38.0	29.9	+26.99%	+1.33%	14.9x	2.1x
Services & Real Estate	236.0	202.5	+16.59%	+8.26%	26.2x	0.6x
Engineering	195.2	241.3	-19.10%	+6.83%	13.3x	10x
Food & Allied	315.0	480.1	-34.40%	+11.02%	15.4x	4.9x
IT	128.1	145.4	-11.90%	+4.48%	26.5x	2.1x
Textile	314.7	352.5	-10.73%	+11.01%	NM	0.8x
Paper & Printing	38.5	26.8	+43.46%	+1.35%	45.9x	1.4x
Tannery	102.9	107.5	-4.23%	+3.60%	37.7x	2.5x
Jute	27.0	14.5	+85.53%	+0.94%	NM	NM
Ceramics	27.3	39.5	-30.83%	+0.96%	41.9x	13x
Miscellaneous	44.5	49.4	-10.01%	+1.56%	38.6x	18x

Table 9: Least Appreciated YTD in BRAC EPL Universe

Company Name	Close*	YTD %Δ	Mcap**	PE	PB
IPDC	18.1	-67.0%	7,053	20.4x	10x
DOREENPWR	26.3	-56.9%	4,763	6.6x	0.5x
ACI	118.6	-54.4%	9,038	NM	12x
RUNNERAUTO	23.3	-51.9%	2,645	NM	0.4x
BSCPLC	108.6	-50.4%	17,909	9.3x	12x
WALTONHIL	527.7	-49.6%	159,855	12.3x	15x
UPGDCL	122.0	-47.8%	70,723	9.4x	2.1x
BBSCABLES	26.1	-47.7%	5,526	NM	0.8x
TITASGAS	21.7	-46.9%	21,466	NM	0.3x
DBH	30.1	-46.9%	5,987	6.7x	0.7x

Important News: Business, Economy & Sector

Japan leads development funding to Bangladesh

- Japan leads development funding to Bangladesh by releasing the highest USD 1.66 Bn worth of assistance among the foreign financiers in recent tough times facing the country amid the forex crunch.

<https://thefinancialexpress.com.bd/economy/japan-leads-development-funding-to-bangladesh>

No more source tax for overseas tuition fees, business promotion expenses

- According to the proposed budget, starting from the upcoming fiscal year 2024-25, there will be no requirement to pay source tax when sending money abroad for tuition fees, business promotion expenses, and certain other cases.

<https://www.tbsnews.net/nbr/no-more-source-tax-overseas-tuition-fees-business-promotion-expenses-880036>

BANK | Push-button mobile banking outshining traditional bank operations

- Push-button mobile banking is flourishing fast as 20.80% of Bangladesh's people now hold such device-based bank accounts with unbanked population increasingly coming under its network, latest official findings show.

<https://thefinancialexpress.com.bd/economy/push-button-mobile-banking-outshining-traditional-bank-operations>

LEATHER | Tanners collect 0.5 Mn pieces of rawhides in first two days of Eid

- Tanners in Bangladesh collected about 0.5 Mn pieces of rawhides of the sacrificial animals in the very first two days of Eid-ul-Azha.

<https://www.thedailystar.net/business/news/tanners-collect-5-lakh-pieces-rawhides-first-two-days-eid-3636896>

ENERGY | Chevron still sticks to its decision on delaying construction

- American oil-major Chevron has not yet reversed its decision to defer the USD 65 Mn Jalalabad compression project in northeastern Bangladesh.

<https://thefinancialexpress.com.bd/economy/chevron-still-sticks-to-its-decision-on-delaying-construction>

We are bullish on Bangladesh's investment potential: IFC South Asia Director Fakhoury

- The International Finance Corporation is bullish on the investment potential of the Bangladesh economy, but the country needs reforms to unlock private sector growth, said Imad N Fakhoury, the organisation's regional director for South Asia.

<https://www.tbsnews.net/economy/we-are-bullish-bangladeshs-investment-potential-ifc-south-asia-director-fakhoury-879126>

Smart move. Bangladesh turns to loans in yen to ease repayment pressure

- Budget support of USD 300 Mn and an amount equivalent to USD 400 Mn for a project are being taken from the World Bank in the Japanese currency, according to officials at the Economic Relations Division (ERD).

<https://www.tbsnews.net/economy/smart-move-bangladesh-turns-loans-yen-ease-repayment-pressure-877241>

USD 1.13 Bn project planned to boost logistics at Bangabandhu Shilpa Nagar

- The Bangladesh Economic Zones Authority (Beza) is initiating a USD 1.127 Bn project to enhance logistics facilities, including multimodal connectivity, at Bangabandhu Sheikh Mujib Shilpa Nagar, the country's largest industrial zone in Chattogram.

<https://www.tbsnews.net/economy/113b-project-planned-boost-logistics-bangabandhu-shilpa-nagar-875926>

Govt trims food distribution plan for FY25 amid high inflation

- The government has cut distribution plans for food grains for the upcoming fiscal year of 2024-25, which economists say is an illogical decision since food inflation has soared above 10% in the past two months.

<https://www.thedailystar.net/business/news/govt-trims-food-distribution-plan-fy25-amid-high-inflation-3635346>

Private sector's foreign borrowing reverses downward trend

- The private sector's short-term foreign debt in Bangladesh made a turnaround for the first time in more than a year in April, handing a much-needed fillip to the foreign currency reserves.

<https://www.thedailystar.net/business/news/private-sectors-foreign-borrowing-reverses-downward-trend-3634256>

RMG | IFC to lend EPIC Group USD 100 Mn for sustainable textile manufacturing in Bangladesh, India

- To support sustainable textile manufacturing and improve the sector's resource efficiency in Bangladesh and India, the IFC partnered with EPIC Group, a leading player in the global apparel industry, to help finance its green capital expenditure program and create higher-skilled jobs.

<https://www.tbsnews.net/economy/world-banks-ifc-providing-epic-group-100m-debt-financing-package-879766>

LEATHER | Tanners set to receive BDT 2.7 Bn loan for rawhide procurement

- Tanners will get about BDT 2.7 Bn loans from banks as capital aid to procure and preserve rawhides during the upcoming Eid-ul-Adha, the peak season for collecting skins and rawhides of sacrificial animals, according to central bank sources.

<https://www.tbsnews.net/economy/industry/tanners-set-receive-tk270cr-loan-rawhide-procurement-877286>

BANK | Banks' surging investments in bills, bonds shrink loanable funds

- Banks in Bangladesh are increasing their investments in Treasury bills and bonds to net higher profits from the rising interest rate, a development that has squeezed the availability of loans for borrowers.

<https://www.thedailystar.net/business/economy/banks/news/banks-surg-ing-investments-bills-bonds-shrink-loanable-funds-3635466>

RMG | Major brands join forces to decarbonise Bangladesh's fashion industry

- Some of the world's biggest fashion brands such as like Gap Inc, H&M Group, Mango, and Bestseller have joined forces to participate in an initiative to decarbonise the fashion sector in Bangladesh.

<https://www.thedailystar.net/business/economy/news/major-brands-join-forces-decarbonise-bangladeshs-fashion-industry-3635421>

BANK | Sonali Bank grapples with USD 755 Mn in overdue govt import bills

- Amid a continued dollar shortage, state-owned Sonali Bank is struggling to process letters of credit (LCs), particularly for goods ordered by government agencies, involving USD 755 Mn in import bills owed to international banks as of 11 June.

<https://www.tbsnews.net/economy/sonali-bank-grapples-755m-overdue-govt-import-bills-878971>

NBFI | Deposits in NBFIs fall by BDT 5.25 Bn in March quarter

- According to a central bank report, outstanding deposits in the NBFI sector stood at BDT 443.05 Bn at the end of March, reflecting a 1.37% decrease compared to the previous quarter.

<https://www.tbsnews.net/economy/banking/deposits-nbfis-fall-tk525cr-march-quarter-876781>

Important News: Capital Market

TRUSTBANK, EXIMBANK | Trust, Exim banks to issue bonds

- Two listed private commercial banks - Trust Bank and Exim Bank -- have decided to issue subordinated bonds worth BDT 8 Bn total to strengthen their Tier- II capital base under Basel-III norms.

<https://today.thefinancialexpress.com.bd/stock-corporate/trust-exim-banks-to-issue-bonds-1718813621>

EXCHANGE | Al-Amin Chemicals gets BSEC approval to raise paid-up capital

- Al-Amin Chemicals Industries has received consent from the Bangladesh Securities and Exchange Commission (BSEC) to increase its paid-up capital from BDT 50 Mn to BDT 300 Mn, according to a company disclosure.

<https://www.tbsnews.net/economy/stocks/al-amin-chemicals-gets-bsec-approval-raise-paid-capital-877941>

BSRMLTD | BSRM set to launch new USD 108 Mn steel plant this month, targeting 34% market share

- Leading steel manufacturer BSRM is gearing up to launch its USD 108 Mn new plant in Chattogram's Mirsarai by late June or early July. With an annual production capacity of 0.8 Mn tonnes, this facility aims to raise the company's share in the local steel market to 34% from 23% now and cater to rising demands for steel products.

<https://www.tbsnews.net/economy/industry/bsrm-set-launch-new-108m-steel-plant-month-targeting-34-market-share-880041>

NTC | Govt to get controlling authority as National Tea gets HC nod to float new shares

- After one year of postponement due to legal complexities, National Tea Company finally received HC's permission to resume subscription of its placement shares worth BDT 2.80 Bn.

<https://today.thefinancialexpress.com.bd/stock-corporate/govt-to-get-controlling-authority-as-national-tea-gets-hc-nod-to-float-new-shares-1718813578>

RENATA | Renata PLC launches new Dermatological Drug in the UK market

- Renata has shipped the first consignment of Terbinafine 250 mg tablets, worth GBP 0.15 Mn to the UK market. The product is being supplied directly from its factory located in Rajendrapur, Gazipur.

<https://www.thedailystar.net/business/news/renata-plc-launches-new-dermatological-drug-the-uk-market-3634051>

EXCHANGE | upay's accumulated losses cross BDT 3 Bn in 2023

- upay, a mobile financial services (MFS) provider, recorded accumulated losses of BDT 3.13 Bn in the last three years since it started the business in 2021, as it is still in investment mode to spread its foothold in the competitive market.

<https://www.tbsnews.net/economy/stocks/upays-accumulated-losses-cross-tk300cr-2023-877946>

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