GREEN DELTA CAPITAL

Weekly Stock Market Review

Date: January 04, 2024

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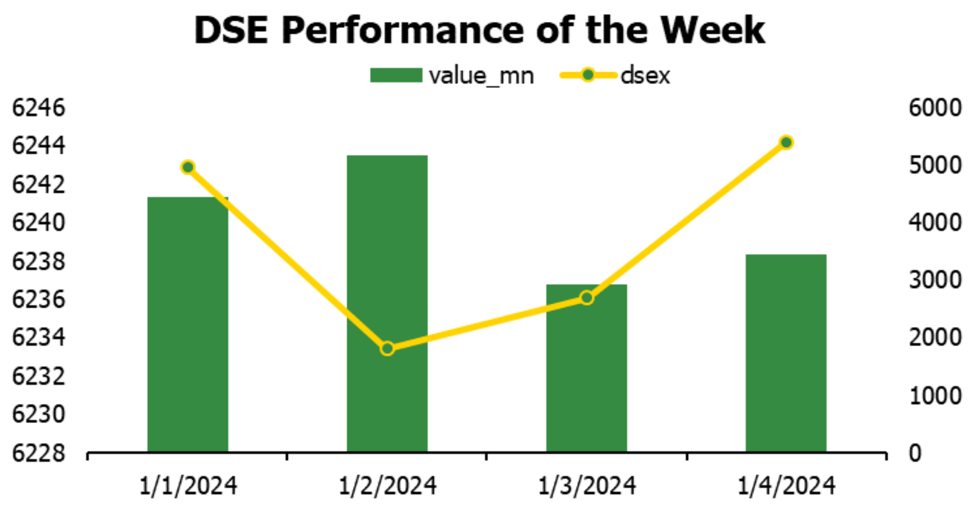
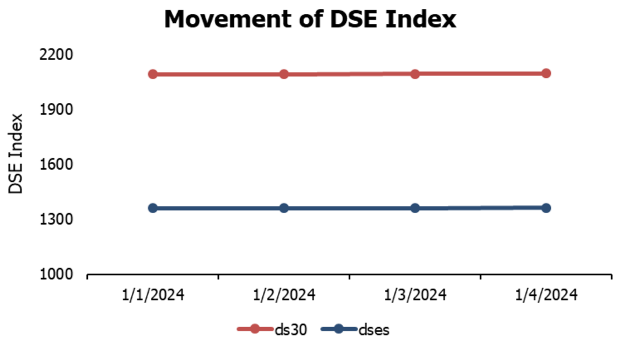
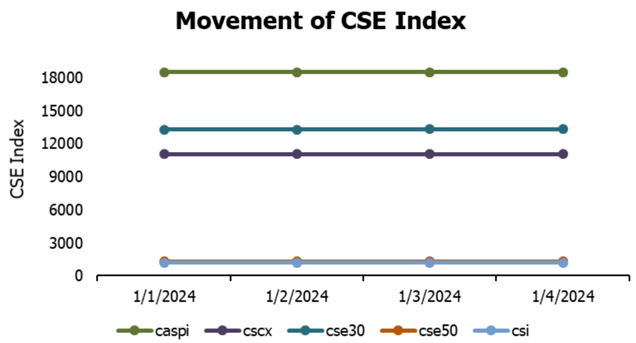
Comment

Week-on-week, DSEX slipped down by 2.33 points or 0.04% to settle the week at 6244.17. The total turnover for the week stood at BDT 3444.59 million on the premier bourse against BDT 6606.16 million in the week before. The total market capitalization of the DSE decreased by 0.09% last week as it was BDT 7810.80 million on the opening day of the week, while it stood at BDT 7808.50 million on closing day of the week.

Rupali Insurance Company Ltd. was the week's top gainer, posting a 17.28% gain, while ICB AMCL Sonali Bank Limited 1st Mutual Fund was the top loser, slumping by 14.89%. Sea Pearl Beach Resort & Spa Limited becomes the top traded share followed by Bd. Thai Aluminium Ltd..







Market Valuation	Bourses	Indices	CW's CI	LW's CI	Δ	% Δ
	DSE	DSEX	6244.17	6246.50	-2.33	-0.04%
		DS30	2094.26	2093.83	0.43	0.02%
		DSES	1362.81	1364.13	-1.33	-0.10%
	CSE	CASPI	18508.54	18520.14	-11.60	-0.06%
		CSEX	11068.59	11076.41	-7.83	-0.07%
		CS30	13306.54	13304.52	2.02	0.02%
		CSE50	1298.99	1299.43	-0.44	-0.03%
		CSI	1177.29	1178.65	-1.35	-0.11%

CW's CI– Current Week's Closing Index, LW's– Last Week's Closing Index

Market Total Turnover		DSE		CSE	
		BDT mn	USD mn	BDT mn	USD mn
	CWT	3444.59	31.31	114.05	1.04
	LWT	6606.16	60.06	142.40	1.29
	% Δ	-47.86%		-19.91%	

CWT– Current Week's turnover, LWT– Last Week's Turnover

Market Capitalization		DSE		CSE	
		BDT bn	USD bn	BDT bn	USD bn
	CW MCAP	7810.80	71.01	7760.73	70.55
	LW MCAP	7808.50	70.99	7760.90	70.55
	Average (BDT bn)	7807.40		7757.85	

CW MCAP- Current Week's Market Capitalization, LWMCAP- Last Week's Market Capitalization

Advanced/ Declined		DSE		CSE	
		Current Week's	Last Week's	Current Week's	Last Week's
	Issue Gain	108	93	37	51
	Issue Loss	33	72	46	56
	Unchanged Issue	177	182	550	526

Week High-Low Market Capitalization		DSE		CSE	
		Value (bn)	Date	Value (bn)	Date
	High	7810.80	4-Jan-24	7760.73	4-Jan-24
	Low	7804.00	2-Jan-24	7755.44	2-Jan-24

Top 10 Traded Shares (DSE)	CW CP (BDT)	LW CP (BDT)	% Δ in Price	CW AT (BDT mn)	LW AT (BDT mn)	CW MCAP (BDT mn)	LW MCAP (BDT mn)
SEAPEARL	103.00	99.70	3.31%	178.64	230.43	12437.25	12038.78
BDTHAI	28.60	27.90	2.51%	163.21	252.40	3654.37	3564.93
OAL	15.80	18.40	-14.13%	130.73	217.15	2678.53	3119.30
ORIONINFU	363.30	361.30	0.55%	124.92	255.87	7396.70	7355.98
KPPL	26.30	29.90	-12.04%	112.13	191.24	1920.95	2183.90
INTRACO	40.30	40.50	-0.49%	110.97	133.75	3958.78	3978.43
CENTRALPHL	18.50	20.20	-8.42%	92.58	144.29	2216.32	2419.98
STANDARINS	59.90	55.40	8.12%	85.60	26.76	2593.47	2398.63
KBPPWBIL	112.10	103.20	8.62%	81.28	43.87	10994.75	10121.84
EMERALDOIL	73.30	73.20	0.14%	77.32	79.21	4377.00	4371.03

CWCP– Current Week's close price, LWCP-Last week's close price, CWAT– Current Week's Average Turnover, LWAT– Last Week's Average Turnover

Top 10 Gainer Shares (DSE)	CW CP (BDT)	LW CP (BDT)	% Δ in Price	CW AT (BDT mn)	LW AT (BDT mn)	CW MCAP (BDT mn)	LW MCAP (BDT mn)
RUPALIINS	31.90	27.20	17.28%	39.58	4.29	2445.63	2085.30
CRYSTALINS	98.60	85.10	15.86%	47.62	20.61	3944.00	3404.00
KBPPWBIL	112.10	103.20	8.62%	81.28	43.87	10994.75	10121.84
STANDARINS	59.90	55.40	8.12%	85.60	26.76	2593.47	2398.63
UNIONINS	60.60	56.10	8.02%	60.95	20.82	2933.18	2715.37
YPL	28.70	26.60	7.89%	52.68	64.25	2115.16	1960.39
REPUBLIC	43.30	40.20	7.71%	29.93	12.08	2255.90	2094.39
EASTERNINS	72.80	67.90	7.22%	75.08	39.25	3138.42	2927.18
IFILISLMF1	7.50	7.00	7.14%	58.97	21.11	750.00	700.00
KAY&QUE	239.80	228.00	5.18%	9.96	12.64	1234.41	1173.67

CWCP– Current Week's close price, LWCP-Last week's close price, CWAT– Current Week's Average Turnover, LWAT– Last Week's Average Turnover

Top 10 Loser Shares (DSE)	CW CP (BDT)	LW CP (BDT)	% Δ in Price	CW AT (BDT mn)	LW AT (BDT mn)	CW MCAP (BDT mn)	LW MCAP (BDT mn)
ICBSONALI1	8.00	9.40	-14.89%	16.34	19.05	800.00	940.00
OAL	15.80	18.40	-14.13%	130.73	217.15	2678.53	3119.30
PRIME1ICBA	8.10	9.30	-12.90%	43.48	22.63	810.00	930.00
KPPL	26.30	29.90	-12.04%	112.13	191.24	1920.95	2183.90
PDL	12.80	14.20	-9.86%	58.64	89.71	2349.44	2606.41
AFTABAUTO	27.20	30.00	-9.33%	19.59	40.27	2870.82	3166.35
NCCBLMF1	7.50	8.20	-8.54%	6.21	16.86	813.78	889.73
IBP	17.30	18.90	-8.47%	27.31	47.57	2026.68	2214.12
CENTRALPHL	18.50	20.20	-8.42%	92.58	144.29	2216.32	2419.98
GQBALLPEN	127.10	138.50	-8.23%	16.84	23.30	1134.76	1236.54

CWCP– Current Week's close price, LWCP-Last week's close price, CWAT– Current Week's Average Turnover, LWAT– Last Week's Average Turnover

Sector Valuation (DSE)	Listed Company	Avg. Turnover (BDT in mn)	Avg. MCAP(BDT in mn)	P/E	Div. Yield
Telecommunication	3	0.49	193410.60	14.25	5.9
Pharmaceuticals & Chemicals	33	24.79	21914.60	12.06	5.38
Bank	35	4.47	19588.70	14.89	3.78
Fuel & Power	23	9.19	18772.33	15.07	2.44
Food & Allied	21	14.94	18661.73	17.74	3.35
Cement	7	11.29	17165.91	6.72	4.71
Miscellaneous	14	11.36	16363.68	27.07	2.75
Engineering	43	22.85	12524.72	42.47	1.53
Financial Institutions	23	1.40	8125.07	53.84	2.98
Travel & Leisure	4	82.05	8085.67	44.63	2
Services & Real Estate	4	16.01	6804.68	24.68	3.49
Paper & Printing	6	42.69	6477.13	37.47	2.52
Ceramic	5	24.28	6428.39	39.16	2.55
Tannery	6	2.43	5495.65	26.44	2.53
IT	11	10.95	3439.51	30.07	2.74
Insurance	57	12.02	3045.93	23.87	1.64
Textile	58	6.99	2969.95	26.94	0.98
Jute	3	10.67	1355.23	--	5.5
Mutual Funds	37	14.69	1116.16	41.02	0.18
Total	**393**	**323.55**	**371745.63**	**498.39**	**--**

Avg. Turnover—Average Turnover, PE- Last day of Current Week, Div. Yield– Last day of Current Week's Dividend Yield

Top Capital Market News

Block board kept DSE turnover inflated in 2023

The block board contributed more than 10% to the annual market turnover featured by the Dhaka bourse in 2023, as it offered the scope of offloading shares at lower than floor prices. The Dhaka Stock Exchange (DSE) posted a turnover of BDT 1,410 billion for 2023, of which 10.05% or BDT 141.77 billion came from transactions executed on the block board. The contribution of block transactions in the annual market turnover was the highest in 2023 since 2021. It was 6.08% of the DSE turnover in 2022 and 4.03% in 2021. Due to the price restriction, a majority of the stocks lost buyers in the main market, driving large investors to the block board that allowed trades at prices up to 10% lower than the floor prices set for the main board. The window of opportunity to buy or sell shares at lower prices on the block board was created by the regulator in June 2020 to boost turnover. The annual turnover on the Dhaka bourse saw a steep fall of 40% to BDT 1,410 billion in 2023, compared to the year before. A block trade involves a large volume of shares, executed outside the main board following a negotiation between the buyer and the seller. Each transaction should be worth at least BDT 0.5 million. The scope created for big investors was criticised by traders and general investors for the disparity that it led to. The DSE's 2023 turnover would have shrunk further, without the block board transactions. On many sessions, the block board played a pivotal role in elevating the exchange's turnover. For example, the DSE experienced a six-month-high turnover on May 24, 2023 at over BDT 11 billion, riding on bulk transactions of some stocks, such as Social Islami Bank, Emerald Oil Industries, Al-Haj Textile, and Islami Bank.

Three factors that could determine stock market recovery in 2024

Bangladesh might have bid adieu to 2023 but it could not leave behind the old problems that held it back throughout the turbulent year. Likewise, the stock market passed a disappointing year for multiple factors ranging from lingering economic and political uncertainties and the floor price stemming from regulatory failures. What is more, the equity market will face some fresh challenges as interest rates are expected to rise and investors and savers are returning to banks for better rates. As a result, the market is unlikely to see any major improvement in its course in 2024. Most shares on the Dhaka Stock Exchange (DSE) were unchanged in 2023 due to the floor price, which spooked the confidence level of investors, brokers, asset managers, and merchant bankers. Macro-economic pressures have also hit investors' sentiment, so the index was flat throughout the year. The DSEX, the benchmark index of the DSE, was up only 0.6%, or 40 points, at 6,246 at the end of 2023 compared to a year ago. At the heart of the stock market's woes in the last one year has been the bruised macroeconomic scenario, driven by the challenges stemming from wars, escalated energy costs, a drastic fall in foreign currency reserves and the value of the taka, and higher inflation. The challenges are expected to continue in 2024 as well unless the factors behind them change their direction overnight. Adding to the challenges for the market include the higher bank interest rate and the rates of treasury bills. The Bangladesh Securities and Exchange Commission set the floor price in the middle of 2022 in order to halt any erosion of indexes after the eruption of the Russia-Ukraine war. This has caused an erosion of the confidence of foreign and institutional investors.

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