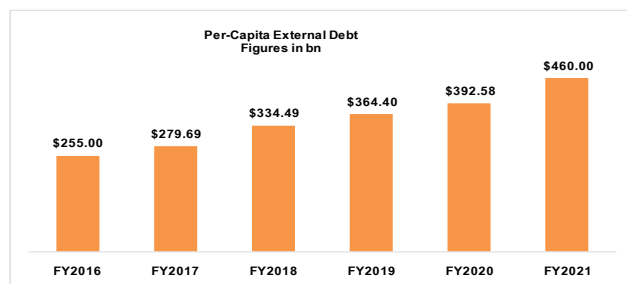


Treasury bond traded after 16 years

Government treasury bonds were traded in the Dhaka Stock Exchange (DSE) after 16 years on 14 October 2021. DSE conducted the transaction of a 10-year Bangladesh Treasury Bond at a price of Tk110.5 each for 1,000 units carrying a face value of Tk100. Some 222 government bonds were listed with the DSE between 2005 and 2021. But the trading of these bonds remained inactive in the market since the debut. According to DSE authorities, the secondary market for treasury bonds will be fully operational within the next two months. At present, 222 treasury bonds with tenure from 5-20 years are listed on the DSE. As per the central bank reports, till 19 October 2021, the standard yield for a 5-year treasury bond is 5.76%, for 10-year 6.33%, for 15-year 6.44% and for 20-year 6.50%.

Total debt to GDP hit a 13-year high

Bangladesh is taking an increasingly higher level of debt to fund its infrastructure spending. Eight mega projects are now under implementation, along with some other important infrastructural projects, which is raising the debt level. At the end of last fiscal year, total debt to Gross Domestic Product (GDP) ratio of Bangladesh hit a 13-year-high of 38%. As on June 30, 2021 total outstanding debt stood at Tk11442.97b, 36.7% of which is attributed to foreign sources. Meanwhile, per-capita foreign debt ballooned to US\$460 in the FY2020-21, up by over US\$67 from the figure a year before, according to the Bangladesh Bank (BB) figures.

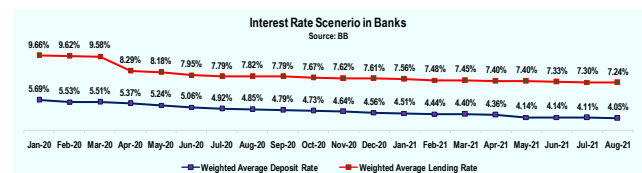


Foreign aid inflow rise

Bangladesh received the highest foreign aid worth US\$1.14b in the first two months of the current fiscal year, as the Asian Development Bank (ADB) released loans amounting to more than half a billion US dollar. In July-August period of FY2021-22, ADB disbursed US\$948.18m as foreign assistance, the Economic Relations Division (ERD) figures revealed. The development partners, including the World Bank, ADB, Japan's JICA, UK's DFID and Islamic Development Bank, disbursed concessional loans every year as development financing of Bangladesh. Of the total US\$1.42b released during the July-Aug period, the development partners disbursed US\$1.11b as loans and US\$34.18m as grants, the ERD statistics showed. In the same period of last fiscal year, the government received US\$929.70m in loans and US\$18.48m as grants from the overseas development partners. The ERD data also shows that the government repaid US\$298.22m in interest and principal against the total outstanding loans during the July-August period of FY21. Of the amount, the government paid US\$212.28m as principal of the outstanding loans and US\$84.94m as interest. In the same period of last fiscal year, a total of US\$266.23m was repaid as interest and principal of the outstanding loans, the statistics shows.

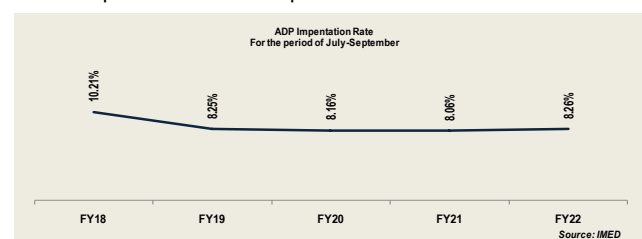
Interest rate spread remain unchanged

The interest rate spread in the banking sector remain unchanged at 3.19% in August 2021 as it was in July this year as the banks proportionately cut their interest rate against deposit and lending products. However, both the weighted average lending rate and deposit rate witnessed the new lowest ever in the month. As per statistics of Bangladesh bank (BB), the weighted average deposit rate fell to 4.05% in August 2021 from 4.11% in the preceding month even though the central bank directed the scheduled banks not to set the deposit rate below the prevailing inflation rate. Earlier on August 08, 2021 BB has set a floor on deposit interest rates and instructed banks not to fix the rates for deposits below the inflation rate. Banks would have to follow the rules for term-deposit of three months or above tenure as the BB deemed it prudent to protect the interest of the depositors and to maintain asset-liability balance of the banks. In the month of August, point-to-point inflation stood at 5.54%, indicating further blow to the savers, particularly the small ones. On the other side, interest rate on lending products also came down to 7.24% in August from 7.30% in July, as per BB. Apart from the coronavirus-induced poor credit demand, the central bank has set a 9% lending rate cap from April 01 last year. As a result, banks went for a massive cut in deposit rates to adjust their cost of fund.



Ministries managed to spend 8.26% in Jul-Sep

Annual Development Program (ADP) implementation registered a four-year high in the July-September quarter of the current fiscal year since the ministries have accelerated the pace of execution of the large and fast-track projects. In the first quarter, ministries and divisions managed to spend Tk195.59b from the total outlay of Tk2253.24b for the fiscal year 2021-2022. According to the latest statistics of Implementation Monitoring and Evaluation Division (IMED), the implementation rate was 8.06% in the same period of FY2020-21 and 8.16% in FY2019-20 respectively. Of the 15 ministries or departments that received the highest allocation in the development program, the health service division lags behind in terms of utilizing the fund they were granted. The health ministry could spend only 2.33% of the total fund of Tk130b during the period of FY2021-22. ADP utilization by the power division and the road transport and highways division also deteriorated in July to September, which accounted for 11.85% and 11.84% of the total ADP allocation. As per the IMED report, the power division implemented 8.93% of overall allocation while the road transport and highways division spend 8.72% in this quarter.



Stock Market Movement



Global Markets

	This Week	Last Week	+/- %
S&P 500	4,544.90	4,471.37	1.64
FTSE 100	7,204.55	7,234.03	-0.41
Nikkei 225	28,804.85	29,068.63	-0.91
SENSEX	60,821.62	61,305.95	-0.79
KSE 100	45,578.36	44,821.53	1.69

DSE Indicators

	This Week	Last Week	+/- %
DSE Broad Index	7,076.23	7,243.27	-2.31
Total Turnover, Tk	60,430,333,935	90,621,153,153	-33.32
Market Capital, Tk	5,051,313,755,560	5,152,555,165,627	-1.96
No of Issue Gain	31	124	
No of Issue Loss	338	231	
No of Unchanged Issues	9	23	

Top Gainers

Weighted avg. Closing Price (Tk)

Company	Last Week	This Week	Change %	Turnover (Tk)
SBACBANK	19.10	22.20	16.23	897,303,000
Golden Son	16.10	18.50	14.91	170,869,000
BEXIMCO	139.60	156.00	11.75	4,758,118,000
Delta Life Insurance	193.20	213.10	10.30	3,057,186,000
NRBC Bank	31.60	34.60	9.49	2,881,012,000
Sonali Paper	517.70	550.60	6.36	771,067,000
Fortune Shoes	99.50	105.00	5.53	2,907,754,000
Eastern Insurance	117.00	121.30	3.68	276,687,000
Genex Infosys	137.10	140.90	2.77	1,711,203,000
United Insurance	66.10	67.90	2.72	18,360,000

Top Losers

Weighted avg. Closing Price (Tk)

Company	Last Week	This Week	Change %	Turnover (Tk)
Al-Haj Textile Mills	63.80	53.90	-15.52	34,069,000
Bangladesh Lamps	238.00	201.30	-15.42	134,036,000
Mithun Knitting	16.70	14.20	-14.97	4,160,000
Fu-Wang Ceramic	20.90	17.90	-14.35	119,476,000
Simtex Industries	20.90	17.90	-14.35	32,248,000
Paper Processing	157.00	134.80	-14.14	20,945,000
USMANIAGL	64.20	55.60	-13.40	2,809,000
National Feed Mill	27.70	24.00	-13.36	123,350,000
Orion Infusion	100.00	86.80	-13.20	188,624,000
AFC Agro Biotech	32.30	28.10	-13.00	84,789,000

Sectoral Index & Turnover

Sector	Sectoral Index			Turnover (Tk.M)		
	This Week	Last Week	Change %	This Week	Last Week	Change %
Bank	489.60	491.34	-0.36	9,093.62	8,881.96	2.38
Cement	470.99	511.26	-7.88	2,913.82	6,478.59	-55.02
Ceramic	832.35	891.88	-6.67	674.30	1,048.22	-35.67
Engineering	7,630.18	7,813.65	-2.35	4,179.82	7,698.43	-45.71
Food & Al.	6,287.33	6,330.26	-0.68	2,759.73	3,421.45	-19.34
Fuel & Pow.	4,564.24	4,577.21	-0.28	3,985.31	9,066.16	-56.04
Insurance	3,063.07	3,100.18	-1.20	5,170.94	5,692.35	-9.16
IT	618.69	635.31	-2.62	2,147.18	2,496.30	-13.99
Jute	1,101.92	1,159.94	-5.00	20.76	39.63	-47.63
Misc.	2,776.42	2,655.56	4.55	5,475.28	4,718.64	16.04
Mutual Fund	547.10	564.08	-3.01	518.61	1,302.63	-60.19
NBFI	1,530.47	1,622.72	-5.68	2,654.61	4,796.70	-44.66
Paper	6,684.85	7,314.35	-8.61	863.17	1,073.35	-19.58
Pharma	1,739.18	1,777.42	-2.15	7,672.30	13,753.99	-44.22
Service	1,750.15	1,813.13	-3.47	874.51	1,577.16	-44.55
Tannery	1,118.07	1,108.84	0.83	2,963.39	3,687.62	-19.64
Telecom	4,852.09	4,898.12	-0.94	735.38	1,537.22	-52.16
Textile	1,805.84	1,920.86	-5.99	4,528.72	10,689.00	-57.63
Travel & Leis	562.61	581.54	-3.26	215.82	543.39	-60.28

Technical Talk

Dhaka stocks plunged further in the last week extending the losing streak for the second week as panic-driven investors continued their sell-offs amid to avoid further losses. Out of its four trading sessions the core index had lost in three days and ended higher on the last trading day. All the sectors in DSE declined last week except miscellaneous and tannery sector. Among the major sectors, Textile decreased by 5.99%, followed by NBFI 5.68%, Engineering 2.35% and Pharma 2.15%.

DSE Broad Index (DSEX) stood at 7,076.23 points after decreasing by 167.04 points or 2.31% from the previous week. Total turnover reached at Tk60430.22m, which was 33.32% lower than the previous week. Market capitalization decreased by 1.96% and stood at Tk5051.31b (\$58.98b) at the weekend against Tk5152.56b. DSE 30 decreased by 19.8 points or 0.73% and closed at 2,699.34 points against 2,719.14 points. Last week's weighted average Market PE was 19.51 which was 19.52 previous week.

Based on the daily charts of DSE movement, which is used to track short-term trend, technical readings are as under:

Relative Strength Index (RSI)

The RSI indicator illustrates if the change of price movements is in overbought or oversold territory. Last week, market observed price correction as RSI dropped marginally below 70 - the overbought territory.

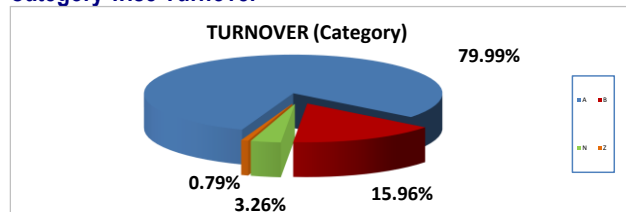
Top Turnover Companies

Company	Volume	Value (Tk)	% of total
Beximco	32,119,442	4,758,118,000	7.87
IFIC Bank	172,263,693	3,138,517,000	5.19
Orion Pharma	29,307,047	3,133,294,000	5.18
Delta Life Insurance	14,900,977	3,057,186,000	5.06
Fortune Shoes	26,801,783	2,907,754,000	4.81
NRB Commercial Bank	86,369,765	2,881,012,000	4.77

Top 10 Market Capital

Company	Volume	Value (Tk)	In million
GP	493,535	United Power	170,894
BATBC	387,342	RENATA	140,335
Walton Hi-Tech	371,935	Beximco Ltd.	136,706
ROBI	207,946	ICB	109,752
Square Pharma	207,252	LafargeHolcim BD	102,433

Category wise Turnover



Commodity Price

	This Week	Last Week	Change %
Gold (USD/t oz.)	1,793.10	1,768.10	1.41
Silver (USD/t oz.)	24.39	23.35	4.45
Brent Crude Oil (USD/bbl.)	85.73	84.85	1.04

Exchange Rate

	This Week		Last Week		Change %	
	TT	BC	TT	BC	TT	BC
USD	85.65	85.70	85.65	85.70	0.00	0.00
EUR	101.77	101.85	101.38	101.44	0.38	0.40
GBP	120.24	120.31	120.16	120.23	0.07	0.07
AUD	64.27	64.30	63.90	63.93	0.58	0.58
JPY	0.76	0.76	0.76	0.76	0.00	0.00
CAD	69.65	69.69	69.61	69.65	0.06	0.06
SAR	22.95	22.96	22.95	22.96	0.00	0.00

Based on Standard Chartered selling rates to public in Taka. Notes: USD-US Dollar, GBP-Great Britain Pound, AUD-Australian Dollar, JPY- Japanese Yen, CAD-Canadian Dollar, SAR-Saudi Riyal.

Last Public Offerings

Company	Subscription Period	Offer Price	IPO (M.Tk)
ACME Pesticides Ltd.	12 Oct - 18 Oct, 2021	10	300