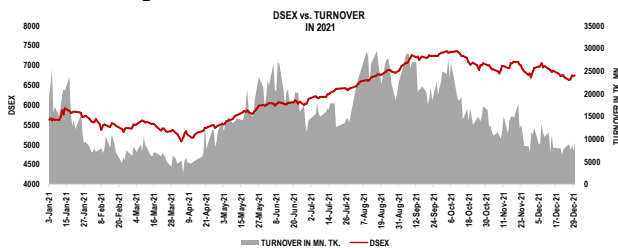


### Stocks see volatile revival in 2021

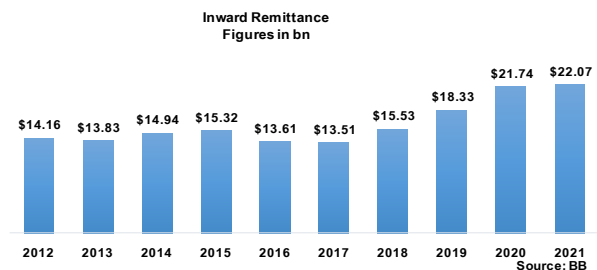
The Bangladesh capital market wrapped the pandemic-stricken 2021 with high hope and optimism. All market indicators were upbeat and broke historical records multiple times during the period. The year bore special significance for quite a number of developments despite tussles between the two regulatory bodies in Bangladesh Securities and Exchange Commission (BSEC) and Bangladesh Bank (BB), on being sensitive and concerned over some issues. Low return from the money market, several regulatory measures in channeling liquidity flows, opportunity to invest undisclosed money in stocks, relaxation of margin loan requirement contributed to the substantial growth in market index and turnover. The regulatory initiatives to restore governance in the market and other reforms, including removal of floor price and re-listing of OTC companies positively impacted the market. Additionally, the improving pandemic situation, extended credit facility, gradual economic recovery and low interest rate on bank deposits instigated the investors to revive interest in the market outlook. The primary market has also been quite active in 2021. Total 19 companies raised Tk21.8b in 2021. Of those, 14 raised Tk12.30b through Initial Public Offerings (IPOs), four banks Tk2b through perpetual bonds and the remaining Tk7.50b through Sukuk. Among the IPOs in 2021, Union Bank-a fourth generation private commercial bank raised Tk4.28b, which is the largest ever IPO in the banking sector till date. In contrast, Tk9.85b was raised by eight companies in 2020. The capital market regulator abolished the lottery system for allocation to general investors from IPO. Shares are now allotted among the applicants on a pro rata basis. As per the regulatory decision, to be eligible to apply, the applicant should have a minimum investment of Tk20,000 at market value in the secondary market. The subscription for IPO application has been fixed at Tk10,000. The Dhaka Stock Exchange (DSE) commenced trading on the new Small & Medium Enterprises (SME) platform from September 30, 2021, aiming to create an opportunity for small-cap companies to get listed on the stock market. Targeting towards the bond market development, the regulator has been approving different types of debt securities lately. The mutual fund sector, however, continued to lag behind even in the bull-run.



DSEX, the main index of DSE, soared by 1,354 points or 25.08% (Y-o-Y) to close at 6,756 points. The DSEX hit a record high of 7,367 points on October 10, 2021, the highest since introduction in 2013. Market capitalization too reached its historical peak point of Tk5,863.19b on September 09 2021 as well. In 2021, the Shariah index (DSES) and Blue-Chip index (DS30) increased by 15.22% (Y-o-Y) to 1,431.12 points and 28.95% (Y-o-Y) to 2,532.58 points respectively. The daily average turnover on the DSE jumped to Tk14.75b from Tk6.49b in the previous year. Market capitalization closed the year at Tk5,421b, with a 21% surge from the previous year.

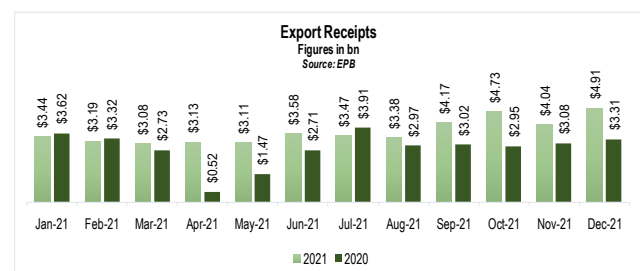
### Remittances hit US\$22.07b in 2021

As per Bangladesh Bank (BB) reports, Bangladeshis working abroad sent home a total of US\$22.07b in the just concluded calendar year 2021, with marginal growth of 1.52% (Y-o-Y) from US\$21.74b in 2020. The inward remittance has declined in the last six consecutive months due to the second outbreak of the Covid-19. Remittance inflow outperformed with 18.03% and 18.60% (Y-o-Y) growth rate in 2019 and 2020 respectively after introducing 2% cash incentive on remittance in 2019, in a bid to discourage sending money through informal channels like *hundi*. Nevertheless, the flow of inward remittance trekked down in the last half of 2021 that eventually shrank the growth rate in the last year as possibly fund transfers through informal channels have made a comeback with the resumption of normal economic activities. Expatriates sent US\$10.23b in the July-December period of 2021, down by 20.94% (Y-o-Y) from US\$12.94b in the same period of last year. Meanwhile, Dollar was quoted at Tk84 to Tk85 in the interbank market while the exchange rate for the US Dollar in the informal or kerb market is about Tk91 to Tk92, as per BB. Addressing the declining trend of remittance, the government has raised the cash incentive on remittance by 0.5-percentage points to 2.5% in a bid to discourage the sending of remittance through unofficial channels.



### Export receipts revive strongly in 2021

Export earnings hit a new record in 2021 with the highest-ever single month receipts in December following a strong rebound of Readymade Garment (RMG) sector in last half of the year, after a gloomy performance during the pandemic period. The Export Promotion Bureau (EPB) revealed that export earnings surged by 31.57% (Y-o-Y) in the last year to stand at US\$44.22b against US\$33.61b in 2020. In the last month of 2021, exporters fetched US\$4.91b, which is 25.58% higher than the monthly target of US\$3.91b. Earlier, the monthly highest earnings were recorded in October 2021 with exports worth US\$4.73b. Apparel exports increased by 30.20% to US\$35.57b in 2021 from US\$27.32b in 2020. Apart from apparel, frozen food, agriculture, manufactured items, plastic products, leather and leather goods and jute and jute-made items made satisfactory performance.



## Stock Market Movement



### Global Markets

	This Week	Last Week	+/- %
S&P 500	4,677.03	4,766.18	-1.87
FTSE 100	7,485.28	7,384.54	1.36
Nikkei 225	28,478.56	28,791.71	-1.09
SENSEX	59,744.65	58,253.82	2.56
KSE 100	45,345.65	44,596.07	1.68

### DSE Indicators

	This Week	Last Week	+/- %
DSE Broad Index	6,987.45	6,756.66	3.42
Total Turnover, Tk	64,881,506,689.00	41,605,094,815.00	55.95
Market Capital, Tk	4,933,585,382,179	4,776,918,061,538	3.28
No of Issue Gain	286	164	
No of Issue Loss	86	185	
No of Unchanged Issues	10	33	

### Top Gainers

Company	Weighted avg. Closing Price (Tk)			Turnover (Tk)
	Last Week	This Week	Change %	
BSC	71.90	104.60	45.48	3,428,718,000
Taufika Foods	33.60	43.60	29.76	1,065,995,000
Feareast Life Ins.	53.70	68.30	27.19	555,766,000
Western Marine	10.70	13.20	23.36	149,486,000
SALAMCRST	25.20	30.40	20.63	22,520,000
Fortune Shoes	92.10	110.60	20.09	2,747,946,000
Bashundhara Paper	43.10	51.20	18.79	41,311,000
eGeneration	47.50	55.90	17.68	105,113,000
Coppertech Ind.	33.60	39.50	17.56	205,189,000
Power Grid Co.	59.60	69.70	16.95	2,078,149,000

### Top Losers

Company	Weighted avg. Closing Price (Tk)			Turnover (Tk)
	Last Week	This Week	Change %	
Sonali Paper	957.70	761.10	-20.53	852,431,000
Atlas Bangladesh	125.70	107.80	-14.24	8,526,000
Asia Insurance	115.00	103.60	-9.91	736,240,000
AMCL(PRAN)	292.50	265.60	-9.20	133,264,000
Renwick Jaineswar	1106.3	1010.3	-8.68	6,336,000
Libra Infusions	972.40	893.40	-8.12	56,749,000
Eastern Insurance	115.10	106.10	-7.82	424,812,000
IBBLPBOND	1111	1040	-6.39	219,000
Bata Shoe	966.90	906.50	-6.25	8,651,000
Beach Hatchery	29.40	27.60	-6.12	21,275,000

### Sectoral Index & Turnover

Sector	Sectoral Index			Turnover (Tk.M)		
	This Week	Last Week	Change %	This Week	Last Week	Change %
Bank	509.92	494.99	3.02	4,937.08	3,717.99	32.79
Cement	427.36	386.07	10.69	1,158.48	604.98	91.49
Ceramic	793.38	771.72	2.81	339.20	190.84	77.75
Engineering	7,205.61	7,084.26	1.71	3,880.26	1,672.70	131.98
Food & Al.	5,882.91	5,730.65	2.66	2,994.99	1,372.97	118.14
Fuel & Pow.	4,375.14	4,081.16	7.20	5,025.92	1,911.96	162.87
Insurance	3,100.71	3,063.24	1.22	8,590.54	7,461.21	15.14
IT	682.33	664.95	2.61	1,691.34	1,010.32	67.41
Jute	1,083.52	1,116.38	-2.94	52.86	56.07	-5.72
Misc.	2,812.74	2,725.99	3.18	10,303.96	5,745.48	79.34
Mutual Fund	518.57	500.88	3.53	427.32	237.63	79.83
NBFI	1,479.33	1,419.13	4.24	2,977.11	1,567.34	89.95
Paper	13,055.15	14,355.52	-9.06	1,128.55	3,562.23	-68.32
Pharma	1,662.61	1,642.26	1.24	5,999.99	3,646.24	64.55
Service	1,837.87	1,661.23	10.63	1,184.61	446.59	165.26
Tannery	1,219.16	1,145.36	6.44	2,833.25	900.58	214.60
Telecom	4,690.35	4,531.17	3.51	1,353.01	830.90	62.84
Textile	1,801.19	1,717.12	4.90	4,763.82	2,663.53	78.85
Travel & Leis	599.49	571.18	4.96	1,121.26	402.39	178.65

## Technical Talk

Dhaka stocks advanced in the last week, the first week of 2022 as investors showed their buying interest on major sectors riding on the high hope. All the five trading sessions of the week ended higher. Two other indices, DS30 index and DSE Shariah Index (DSES) also ended higher. Among the major sectors, Cement increased by 10.69%, followed by Fuel & Power 7.20%, Textile 4.90%, NBFI 4.24% and Telecom 3.51%.

DSE Broad Index (DSEX) stood at 6,987.45 points after increasing by 230.79 points or 3.42% from the previous week. Total turnover reached at Tk64881.51m, which was 55.95% higher than the previous week. Market capitalization increased by 3.28% and stood at Tk4933.59b (\$57.37b) at the weekend against Tk4776.92b. DSE 30 increased by 70.50 points or 2.78% and closed at 2,603.09 points against 2,532.58 points. Last week's weighted average Market PE was 16.81 which was 17.58 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, RSI increased to 57.76 from last week.

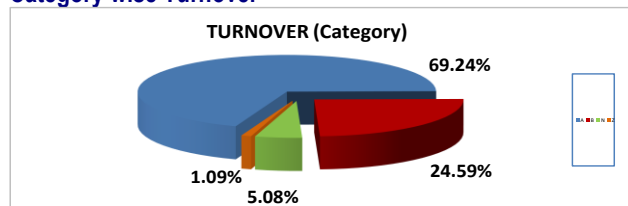
### Top Turnover Companies

Company	Volume	Value (Tk)	% of total
BEXIMCO	39,008,659	5,999,116,000	9.25
BSC	39,181,795	3,428,718,000	5.28
Fortune Shoes	25,491,466	2,747,946,000	4.24
Power Grid Company	31,497,777	2,078,149,000	3.20
Delta Life Insurance	9,496,409	1,956,841,000	3.02
GSP Finance	40,834,290	1,138,425,000	1.75

### Top 10 Market Capital

			In million
GP	470,309	United Power	150,779
BATBC	353,970	Beximco Ltd.	131,360
Walton Hi-Tech	347,307	RENATA	127,092
ROBI	204,279	ICB	104,273
Square Pharma	191,296	LafargeHolcim	94,652

### Category wise Turnover



### Commodity Price

	This Week	Last Week	Change %
Gold (USD/t oz.)	1,796.50	1,830.50	-1.86
Silver (USD/t oz.)	22.39	23.36	-4.17
Brent Crude Oil (USD/bbl.)	81.91	77.68	5.45

### Exchange Rate

	This Week		Last Week		Change %	
	TT	BC	TT	BC	TT	BC
USD	86.00	86.05	85.80	85.85	0.23	0.23
EUR	99.27	99.33	99.25	99.31	0.02	0.02
GBP	118.75	118.82	118.09	118.15	0.56	0.57
AUD	62.17	62.21	62.60	62.84	-0.69	-1.00
JPY	0.75	0.75	0.75	0.75	0.00	0.00
CAD	67.61	64.65	67.43	67.47	0.27	-4.18
SAR	23.01	23.03	22.97	22.98	0.17	0.22

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)
-	-	-	-