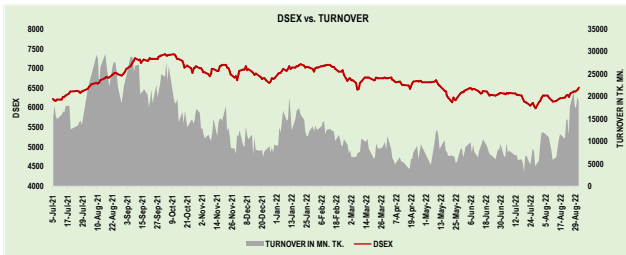


DSEX exceeds 6,500-mark

The stock market has been in doldrums for the past couple of months amid crisis of confidence among investors. Multiple factors such as Russia-Ukraine war, soaring inflation, energy crisis and volatile money market have together hurt investors' sentiment. DSEX, the key index of the Dhaka Stock Exchange (DSE), witnessed a massive fall on 28 July 2022 when it slipped below the 6,000-mark to close at 5,980.51 points on that day, which was the lowest since 07 June 2021 when it was at 5,975.89 points. The turnover declined 43% to Tk4.41b from the previous session on 28 July 2022. However, the market started to rebound when the Bangladesh Securities and Exchange Commission (BSEC) set the floor prices again for all listed securities through issuing an Order on 28 July 2022 to prevent free-fall of stock prices. The market index returned to positive territory immediately with the reinstating of floor prices as the DSEX soared 153.44 points or 2.56% to settle at 6,133.96 points on 31 July 2022. With an increasing optimism among investors, Dhaka stocks are slowly moving to higher terrain with more turnover. Turnover of the market, surged 18.46% to Tk21.05b on 28 August 2022, the highest of this year compared with that of Tk17.77b in the previous session. It was the biggest single-day transactions since 07 October 2021 when the turnover clocked in at record Tk24.97b. DSEX rose by 46.7 points or 0.74% to close at 6,401.81 on 28 August 2022. At the end of the week on 01 September 2022, DSEX closed at 6,508.61 points, the highest in three and a half months since 12 May 2022 when it was at 6,565.47 points.



Private sector credit growth keeps rising

Private-sector credits picked up further in the first month of the current fiscal year, following higher trade financing to settle import-payment obligations. Disbursement rose to 13.95% in July 2022 from 13.66% a month back, as per Bangladesh Bank (BB) reports. However, the growth rate was lower than the monetary target set at 14.1% for the FY2022-23. As part of tightening money flow, BB has inched down the private sector credit growth target to 14.01% for FY23 from 14.8% of FY22. Most of the loans are used to facilitate overseas purchases. The credit growth has been rising for five months despite a number of measures from the central bank aimed at curbing import bills. Between July and June last fiscal year, imports increased to US\$85.33b, up 35.95% (Y-on-Y) when exports grew 33.45% to US\$52.08b. In FY22, trade deficits stood at US\$33.24b. As fallout of the pandemic-induced sluggish economic activities, credit growth registered a historic low of 7.55% in May 2021, which turned upward in June 2021 (8.35%) and maintained the uptrend till now. Experts, however, fear that the ongoing upward trend in inflationary pressure may be fueled further if the existing trend in the private-sector credit growth continues. The point-to-point inflation surged to a nine-year high of 7.56% in June this year up from 7.42% in May.

32 banks each have NPL of over Tk10b

Default loans in the banking sector rose by Tk118.17b as on June 30, 2022, despite enjoying policy support from the central bank with relaxed and suspended loan classification and provisioning requirements. The amount of classified loans is feared to balloon further if the amount of write-offs is included in the figure. Last year, the banking sector wrote off Tk24.42b in bad loans to clean their balance sheets. According to Bangladesh Bank (BB) reports, the volume of Non-Performing Loans (NPLs) rose to Tk1252.57b at the end of June 2022 from Tk1134.4b at the end of March 2022. On 30 June 2021 NPLs of the banking sector were Tk992.05b which was Tk1011.50b at the end of September 2021. The defaulted loans jumped by Tk219.84b in six months from Tk1032.74b in December 2021. Of the total amount of defaulted loans, the amount in the private commercial banks increased by Tk48.74b to Tk626.78b in June 2022 from Tk578.04b three months ago. In the state-owned banks, the defaulted loans increased by Tk66.92b to Tk554.29b in June 2022 from Tk487.37b in March 2022. In the specialized banks and foreign commercial banks, the amount of defaulted loans stood at Tk41.94b and Tk29.57b respectively at the end of June 2022. According to BB reports, 32 banks out of 61 operating in the country held more than Tk10b in defaulted loans each and six of them accounted for more than Tk50b till June 2022.

Banks	NPL	Banks	NPL
Tk in (bn)			
Janata Bank	172.63	Southeast Bank	16.83
Sonali Bank	121.25	Social Islami Bank	16.28
Agrani Bank	105.58	Pubali Bank	15.72
BASIC Bank	82.49	City Bank	15.7
Rupali Bank	64.66	RAKUB	14.3
National Bank	93.94	BRAC Bank	14.24
Islami Bank	45.10	Bank Asia	14
AB Bank	43.45	National Bank of Pakistan	13.69
Padma Bank	39.5	Mutual Trust Bank	13.32
One Bank	27.93	Uttara Bank	13.22
Bangladesh Krishi Bank	26.25	Dutch-Bangla Bank	13.12
IFIC Bank	23.27	Mercantile Bank	12.3
United Commercial Bank	20.52	Prime Bank	12.03
Al-Arafah Islami Bank	19.88	Trust Bank	11.81
First Security Islami Bank	19.85	Standard Bank	11.23
EXIM Bank	17.1	Eastern Bank	10.59

Foreign aid inflow soars

Inflow of foreign assistance went up by 25.63% in the last fiscal year, compared to the FY21, mostly riding on the pandemic related budget assistance released by the development partners. As per the reports from the Economic Relations Division (ERD), during the period foreign development partners, including the World Bank (WB), Asian Development Bank (ADB), Islamic Development Bank (IDB) as well as Japan disbursed US\$10b in FY22, which was US\$7.96b in the FY21 and US\$7.27b in FY20. The Manila-based development lender ADB topped the fund disbursement list with US\$2.56b. Japan has become the second biggest financial support provider with US\$2.21b. The third highest lender is WB, which disbursed US\$1.67b. In the first month of fiscal FY23, development partners disbursed US\$488m. It was US\$328.66m in the same period of the last fiscal year.

Stock Market Movement



Global Markets

	This Week	Last Week	+/- %
S&P 500	3,924.26	4,057.66	-3.29
FTSE 100	7,281.19	7,427.31	-1.97
Nikkei 225	27,650.84	28,641.38	-3.46
SENSEX	58,803.33	58,833.87	-0.05
KSE 100	42,309.11	42,591.51	-0.66

DSE Indicators

	This Week	Last Week	+/- %
DSE Broad Index	6,508.61	6,355.07	2.42
Total Turnover, Tk	95,145,413,164	69,339,342,312	37.22
Market Capital, Tk	4,543,478,192,169	4,457,699,007,254	1.92
No of Issue Gain	249	191	
No of Issue Loss	83	114	
No of Unchanged Issues	56	84	

Top Gainers

Weighted avg. Closing Price (Tk)

Company	Last Week	This Week	Change %	Turnover (Tk)
Orion Infusion	220.00	310.30	41.05	1,504,487,000
Eastern Housing	73.00	101.40	38.90	2,259,365,000
Advent Pharma	23.90	30.30	26.78	580,052,000
Bashundhara Paper	53.90	68.10	26.35	668,502,000
Aman Cotton Fibrous	27.30	32.90	20.51	335,028,000
Apex Foods	218.00	262.60	20.46	347,081,000
National Tea Co.	662.30	792.40	19.64	354,981,000
Metro Spinning	38.80	45.60	17.53	1,041,158,000
National Polymer	59.00	69.20	17.29	1,440,247,000
Malek Spinning Mills	36.50	42.70	16.99	2,399,190,000

Top Losers

Weighted avg. Closing Price (Tk)

Company	Last Week	This Week	Change %	Turnover (Tk)
Union Capital	13.50	11.50	-14.81	178,748,000
Sunlife Insurance	70.90	63.20	-10.86	121,903,000
BD Monospool Paper	217.60	196.80	-9.56	289,563,000
Jute Spinners	187.10	170.60	-8.82	6,475,000
Intraco Refueling	42.70	39.00	-8.67	1,262,444,000
IPDC	76.20	70.20	-7.87	1,563,673,000
Sonargaon Textiles	76.20	70.20	-7.87	287,062,000
Paper Processing	71.50	66.20	-7.41	600,076,000
Padma Islami Life Ins.	56.50	52.70	-6.73	139,702,000
Premier Leasing	8.60	8.10	-5.81	37,833,000

Sectoral Index & Turnover

Sector	Sectoral Index			Turnover (Tk.M)		
	This Week	Last Week	Change %	This Week	Last Week	Change %
Bank	462.09	451.78	2.28	3,556.24	1,534.27	131.79
Cement	397.25	377.45	5.25	2,714.68	1,961.07	38.43
Ceramic	875.51	838.72	4.39	1,553.57	1,327.08	17.07
Engineering	6,827.09	6,717.76	1.63	10,599.00	6,344.73	67.05
Food & Al.	4,954.82	4,918.22	0.74	5,280.29	4,973.17	6.18
Fuel & Pow.	4,039.29	3,950.21	2.25	4,801.80	2,899.41	65.61
Insurance	2,412.70	2,342.96	2.98	5,595.62	4,179.28	33.89
IT	511.73	510.02	0.33	2,271.26	2,245.31	1.16
Jute	1,190.72	1,131.51	5.23	110.36	73.62	49.92
Misc.	2,722.97	2,605.52	4.51	10,396.19	8,411.24	23.60
Mutual Fund	486.73	480.47	1.30	745.47	606.64	22.89
NBFI	1,294.58	1,289.26	0.41	5,169.19	4,003.50	29.12
Paper	14,101.27	13,087.37	7.75	2,701.34	1,872.00	44.30
Pharma	1,672.47	1,655.67	1.01	11,282.51	8,942.46	26.17
Service	2,093.96	1,866.95	12.16	4,266.22	2,761.25	54.50
Tannery	1,096.72	1,101.46	-0.43	2,376.93	1,610.68	47.57
Telecom	3,856.73	3,832.87	0.62	589.14	705.84	-16.53
Textile	2,020.52	1,967.37	2.70	16,501.15	11,179.87	47.60
Travel & Leis.	704.32	652.86	7.88	1,382.49	765.99	80.49

Technical Talk

Dhaka stocks extended the gaining streak for the fourth straight week as investors continued to inject fresh funds amid recent rally in the market. The market gained in all the five trading sessions of the week. On the first working day of the week, turnover surged 18.46% to Tk21.05b, the highest of this year compared with that of Tk17.77b in the previous session. Among the major sectors, Insurance increased by 2.98% followed by Textile 2.70%, Bank 2.28% and Fuel & Power by 2.25%.

DSE Broad Index (DSEX) stood at 6,508.61 points after increasing by 153.54 points or 2.42% from the previous week. Total turnover reached at Tk95145.41m, which was 37.22% higher than the previous week. Market capitalization increased by 1.92% and stood at Tk4543.48b (\$47.83b) at the weekend against Tk4457.7b. DSE 30 increased by 38.31 points or 1.69% and closed at 2,305.66 points against 2,267.35 points. Last week's weighted average Market PE was 14.53 which was 14.13 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. RSI stood at 51.82.

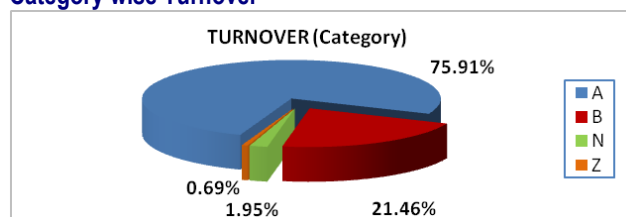
Top Turnover Companies

Company	Volume	Value (Tk)	% of total
BEXIMCO	39,936,835	4,823,403,000	5.07
Orion Pharma	33,578,285	3,638,138,000	3.82
BSC	19,344,489	2,655,046,000	2.79
Malek Spinning Mills	58,462,463	2,399,190,000	2.52
LafargeHolcim	31,184,155	2,389,869,000	2.51
Eastern Housing	25,962,294	2,259,365,000	2.37

Top 10 Market Capital

Company	Market Cap (In million)
GP	391,587
United Power	138,779
Walton Hi-Tech	317,378
RENATA	127,891
BATBC	280,260
Beximco	108,313
Square Pharma	187,750
LafargeHolcim	91,632
Robi	157,138
Berger Paint	83,698

Category wise Turnover



Commodity Price

	This Week	Last Week	Change %
Gold (USD/t oz.)	1,722.60	1,750.80	-1.61
Silver (USD/t oz.)	17.91	18.78	-4.61
Brent Crude Oil (USD/bbl.)	93.44	98.84	-5.46

Exchange Rate

	This Week		Last Week		Change %	
	TT	BC	TT	BC	TT	BC
USD	95.00	95.05	95.00	95.05	0.00	0.00
EUR	96.46	96.51	96.56	96.61	-0.10	-0.10
GBP	111.54	111.60	113.87	113.93	-2.05	-2.05
AUD	65.06	65.09	65.80	65.84	-1.12	-1.14
JPY	0.68	0.68	0.70	0.70	-2.86	-2.86
CAD	72.70	72.74	73.26	73.29	-0.76	-0.75
SAR	25.40	25.42	25.42	25.43	-0.08	-0.04

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)
Navana Pharma	13 Sep – 19 Sep, 2022	24	750