



**Bangladesh Merchant  
Bankers Association**

# *Yearly Market Report*

*For The Year 2023*

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## 01. Market Highlights

Particulars	Dec 28, 2023	Dec 29, 2022	Change	% Change
DSEX	6246.50	6206.81	39.69	0.64%
DS30	2093.83	2195.30	-101.47	-4.62%
DSES	1364.13	1358.84	5.29	0.39%
DSMEX	1264.32	1315.90	-51.58	-3.92%
Market Cap (BDT Crore)	780,850	760,937	19,913	2.62%
Market P/E	14.88	16.22	-1.34	-
Market Cap to GDP	17.56%	19.14%	-1.57%	-
Dividend Yield	3.26%	3.38%	-0.12%	-
Capital Raised	106.00	1,113.62	-1007.62	-90.48%
No. of Listed Companies (Only Main Board Equities)	355	353	2	0.57%

*Source: LBSL Yearly Capital Market Review 2023*

The broad index has risen by a marginal 0.64% in 2023 while the blue-chip index has fallen by 4.62%. The SME index has also fallen by 3.92%.

The overall market capitalization has risen by 2.62%. However, the Market Cap to GDP has fallen by 1.57% which reflects the fact that the bourse's market capitalization has failed to keep up with the increase in the country's GDP. The market P/E has reached 14.88, while the dividend yield has decreased to 3.26%.

The capital raised in this year has decreased substantially by 90.48% and the number of listed companies in the main board has increased to 355.



## **02. Major Market Policies**

There were some crucial decisions taken by BSEC for the betterment of the market. Some of the major ones are as follows,

- ❖ Constitution of Shariah Advisory Council consisting of 9 members.
- ❖ Facilitating participation of General Public investors in the Primary Auction of treasury bonds.
- ❖ BSEC enacted Insider Trading Prohibition Rules, 2022.
- ❖ BSEC directed the stock exchanges to consider such securities as marginable which have a price-earnings ratio of below 40. However, securities remaining at “A” category for at least immediately preceding 3 consecutive financial years having current paid-up capital not less than BDT 30 Crore with a price-earnings ratio of not more than 50 shall also be considered as marginable securities.
- ❖ BSEC directed the stock exchanges to include un-editable back-office software provider companies in a panel and the TREC holder companies to ensure compliance of back-office software solution from such panel of companies.
- ❖ BSEC in an order brought various changes concerning independent directors.
- ❖ BSEC enacted Commodity Exchange Rules 2023.
- ❖ BSEC brought amendments in the Corporate Governance Code 2018.
- ❖ BSEC directed the listed companies to post “Principles on Disclosure of Material Information and Price Sensitive Information) on their respective websites as per Insider Trading Prohibition Rules, 2022 within January 31, 2023.
- ❖ BSEC directed the asset management companies and fund managers to operate at least one mutual fund or a scheme of a mutual fund or any type of collective investment scheme under its management as applicable within 3 years from the date of registration as asset manager or fund manager or within 1 year from the date of the directive (Dec 17, 2023) whichever comes later.



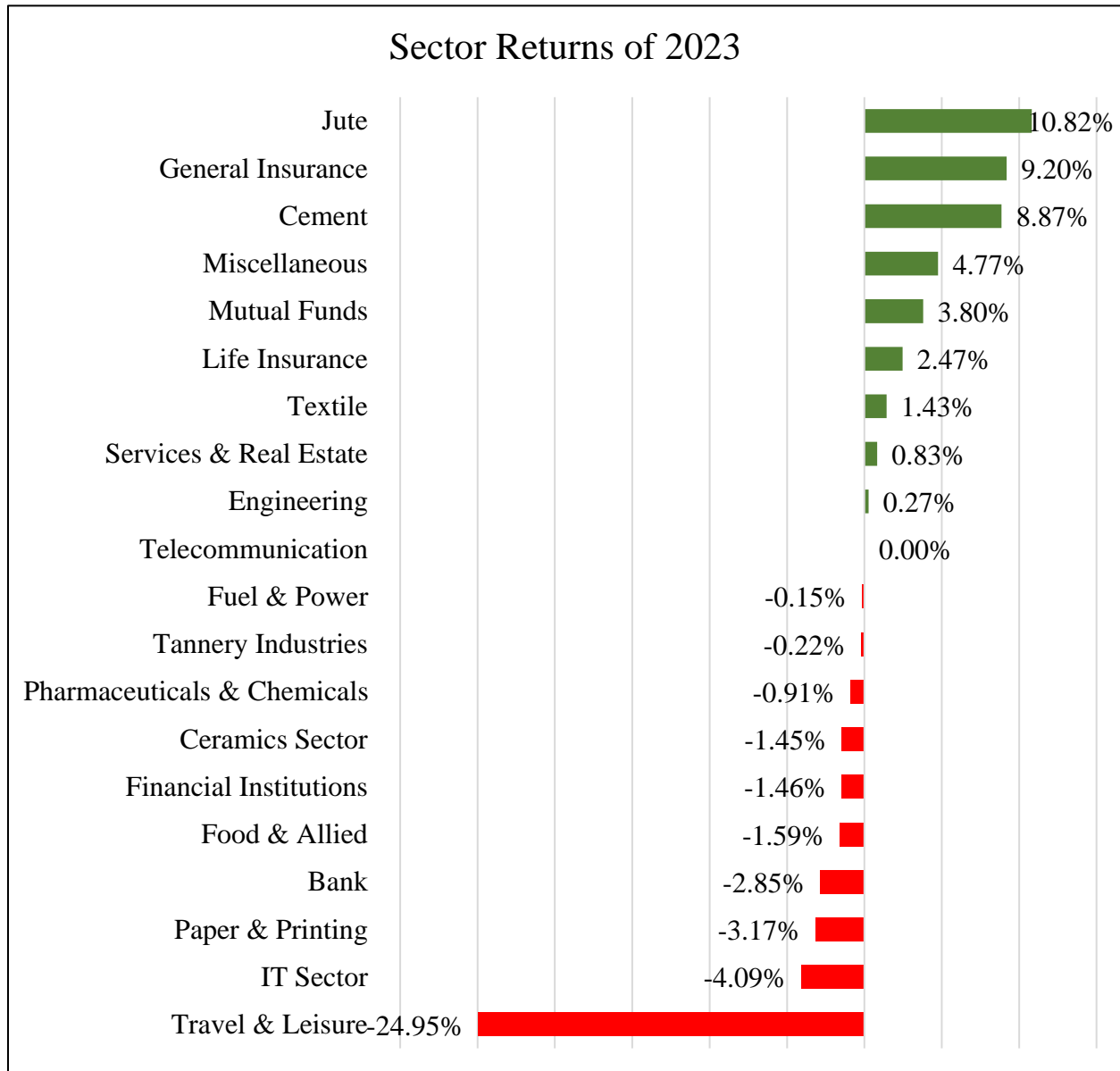
### 03. Capital Raisings Approved in 2023

Particulars	Amounts in BDT Crore		% Share	
	2023	2022	2023	2022
Initial Public Offering	482.00	716.26	6.46%	5.81%
Rights Offering	20.20	10.98	0.27%	0.09%
Qualified Investor Offering	25.00	43.60	0.34%	0.35%
Preference Share	-	547.75	-	4.44%
Bond	6,454.40	10,042.68	86.56%	81.46%
Sukuk	-	300.00	-	2.43%
Mutual Fund	475.00	517.50	6.37%	4.20%
Exchange Traded Fund	-	150.00	-	1.22%
<b>Total</b>	<b>7,456.60</b>	<b>12,328.77</b>	<b>100.00%</b>	<b>100.00%</b>

*Source: BSEC Press Releases of 2023*

Of the capital raisings approved in 2023, more than 80% was for Bonds followed by IPOs which amounted for the second highest share of 6.46%. However, total capital raising approvals fell in 2023 by around 39.52%.

**04. Sectoral Performance**



*Source: LBSL Yearly Capital Market Review 2023*

In 2023, only Jute sector posted two-digit returns. On the other hand, Travel & Leisure sector performed the worst, losing by about 25%.



**05. Winners, Losers and Turnover Leaders**

Gainers		Losers		Turnover Leaders	
<i>Security</i>	<i>% Change</i>	<i>Security</i>	<i>% Change</i>	<i>Security</i>	<i>% Share</i>
Khan Brothers PP Woven Bag Industries Limited	675.90%	Sea Pearl Beach Resort & Spa Limited	-46.60%	Sea Pearl Beach Resort & Spa Limited	3.09%
R.N. Spinning Mills Limited	237.10%	Metro Spinning Ltd.	-42.20%	Bangladesh Shipping Corporation	2.57%
Khulna Printing & Packaging Limited	236.00%	Rahim Textile Mills Ltd.	-33.10%	Genex Infosys Limited	2.47%
Far Chemical Industries Limited	166.00%	Monno Agro & General Machinery Limited	-32.50%	Fu Wang Food Ltd.	2.39%
Fine Foods Limited	124.30%	Orion Infusion Ltd.	-31.50%	Gemini Sea Food PLC	2.31%
Crystal Insurance Company Limited	111.20%	Sonargaon Textiles Ltd.	-30.50%	Eastern Housing Limited	2.18%
Emerald Oil Industries Ltd.	109.70%	BD Thai Food & Beverage Limited	-30.30%	Rupali Life Insurance Company Limited	1.87%
Shyampur Sugar Mills Ltd.	106.20%	Meghna Condensed Milk Industries Ltd.	-29.90%	Intraco Refueling Station Limited	1.79%
Deshbandhu Polymer Limited	102.20%	Unilever Consumer Care Limited	-29.10%	Orion Infusion Ltd.	1.67%
Prime Finance First Mutual Fund	95.80%	National Tea Company Ltd.	-28.80%	aamra networks limited	1.65%

Source: LBSL Yearly Capital Market Review 2023



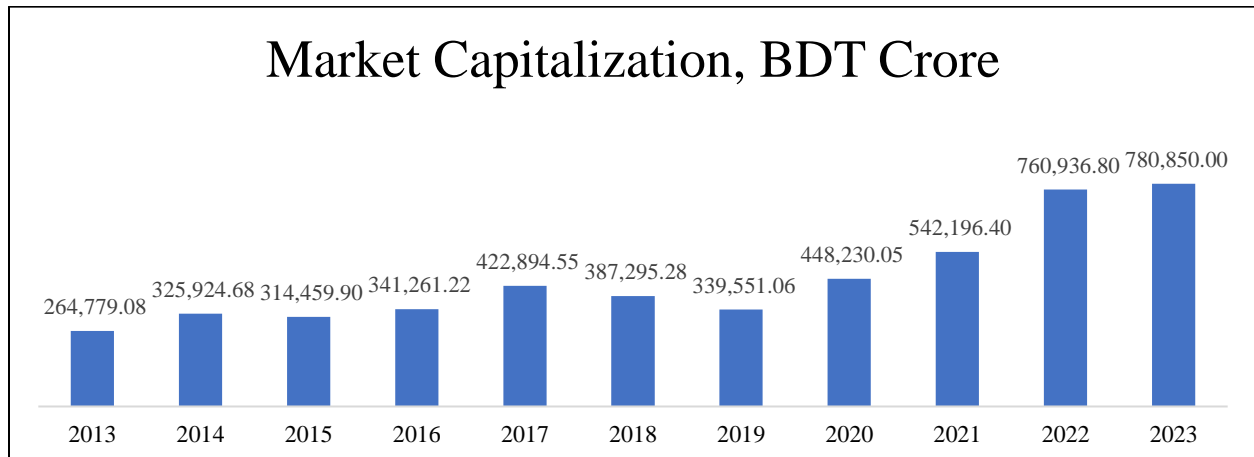
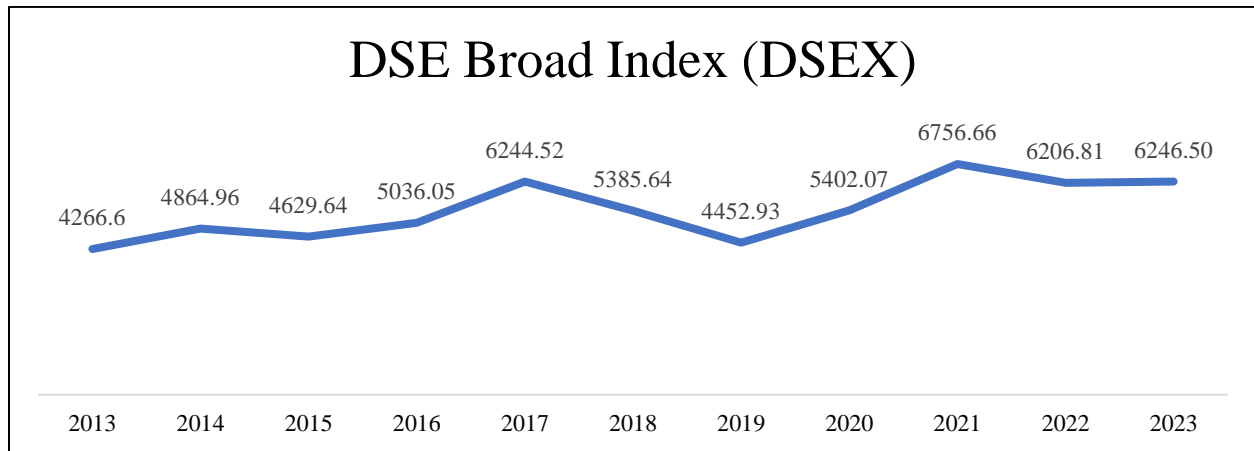
### **06. Closed End Mutual Fund Scenario**

<b>Particulars</b>	<b>Dec 28 2023</b>	<b>Dec 29 2022</b>	<b>Change</b>	<b>% Change</b>
Net Asset Value (BDT Crore)	5860.47	5761.21	99.26	1.72%
Market Capitalization (BDT Crore)	4147.38	3995.56	151.82	3.80%
Price to NAV	0.71	0.69	0.02	2.90%

Source: LBSL Yearly Capital Market Review 2023

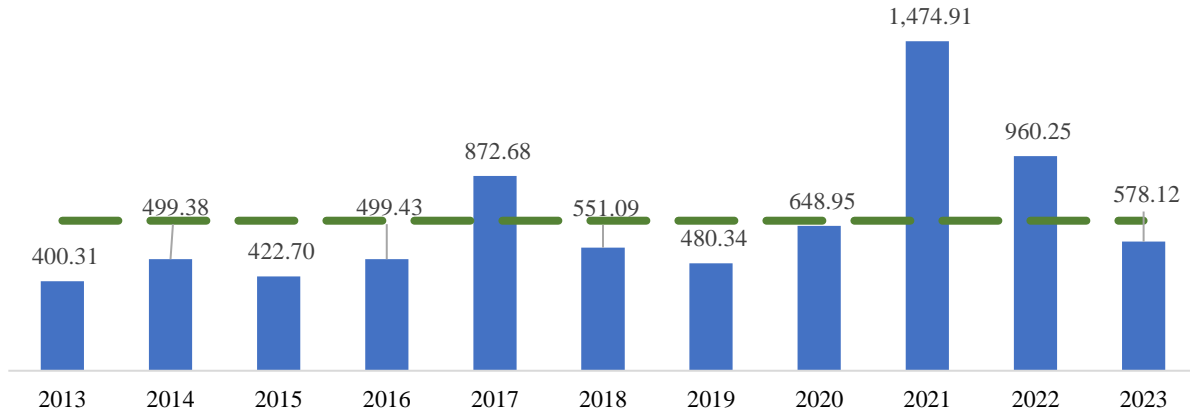
In 2023, Closed End Mutual Funds gained 1.72% of their NAV and 3.80% of market capitalization. As a result, the Price to NAV have reached 0.71.

### **07. Historical Overview**

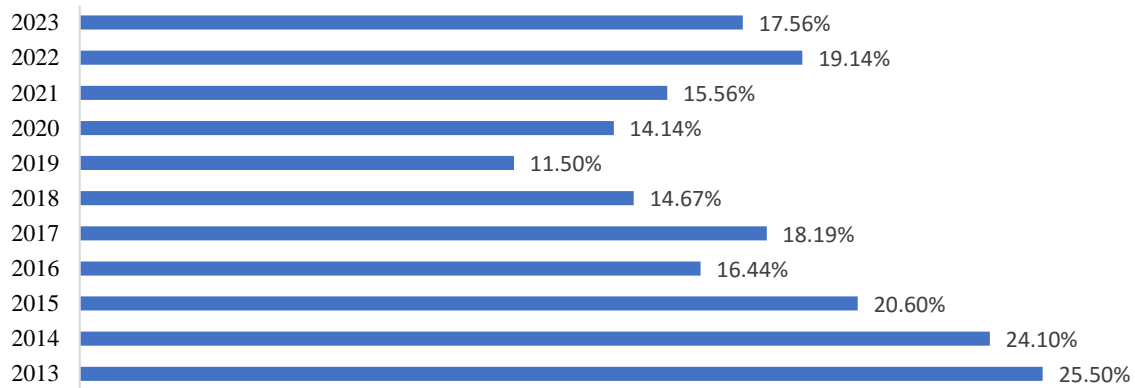




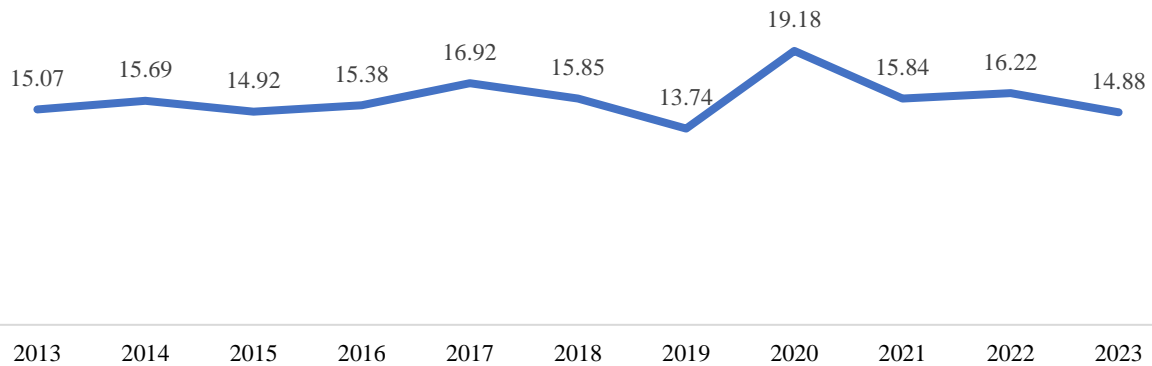
## Average Daily Turnover, BDT Crore



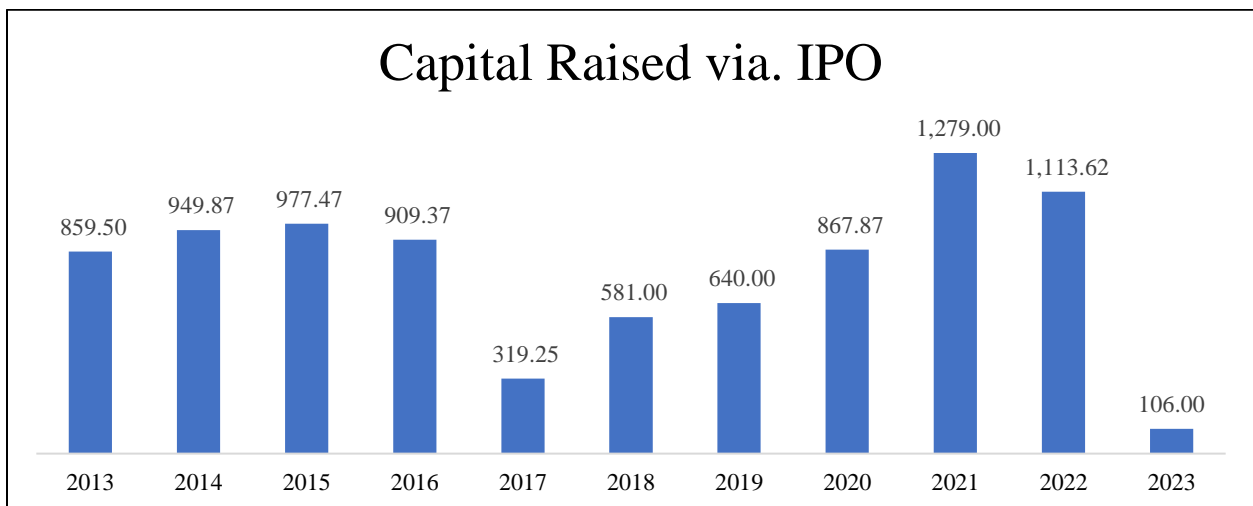
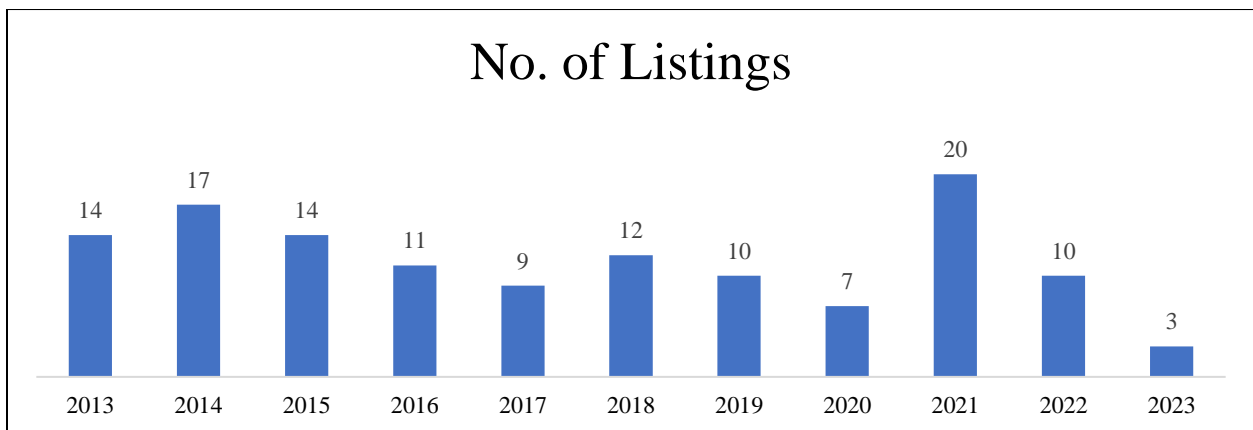
## Market Cap to GDP (%)



## Market PE







Source: LBSL Yearly Capital Market Review 2023

**08. Performance around the World**



Source: Trading Economics (<https://tradingeconomics.com/stocks>)

In 2023, DSEX was quite flat compared to the other major stock indices. NASDAQ which was down 32.87% in 2022, increased by 50.13% signifying a major turnaround. In the South Asian region, Pakistan’s stock index rose by 53.52%.



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## ***Report Prepared By***

**Farhan Hasan**

Research Analyst (Part-Time)

*farhan.hasan.official@gmail.com*

## ***Data Sources***

Dhaka Stock Exchange. (<https://www.dsebd.org/index.php>)

Bangladesh Securities and Exchange Commission. (<https://sec.gov.bd/home>)

LankaBangla Financial Portal. (<https://lankabd.com/>)

Trading Economics. (<https://tradingeconomics.com/>)

## ***Report Available at***

Bangladesh Merchant Bankers Association (Research Tab) (<http://www.bmba.com.bd/research/>)



**Bangladesh Merchant Bankers Association**

Saiham Sky View Tower (5<sup>th</sup> Floor), 45 Bijoyagar, Dhaka-1000

Tel: 88-02-8392158, Fax: 88-02-8392159

Email: [president.bmba@yahoo.com](mailto:president.bmba@yahoo.com)

Web: [www.bmba.com.bd](http://www.bmba.com.bd)