

NEPAL LIFE CAPITAL

WEEKLY

MARKET UPDATE

Week: (16/6/2024 to 20/6/2024)



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Market Movement

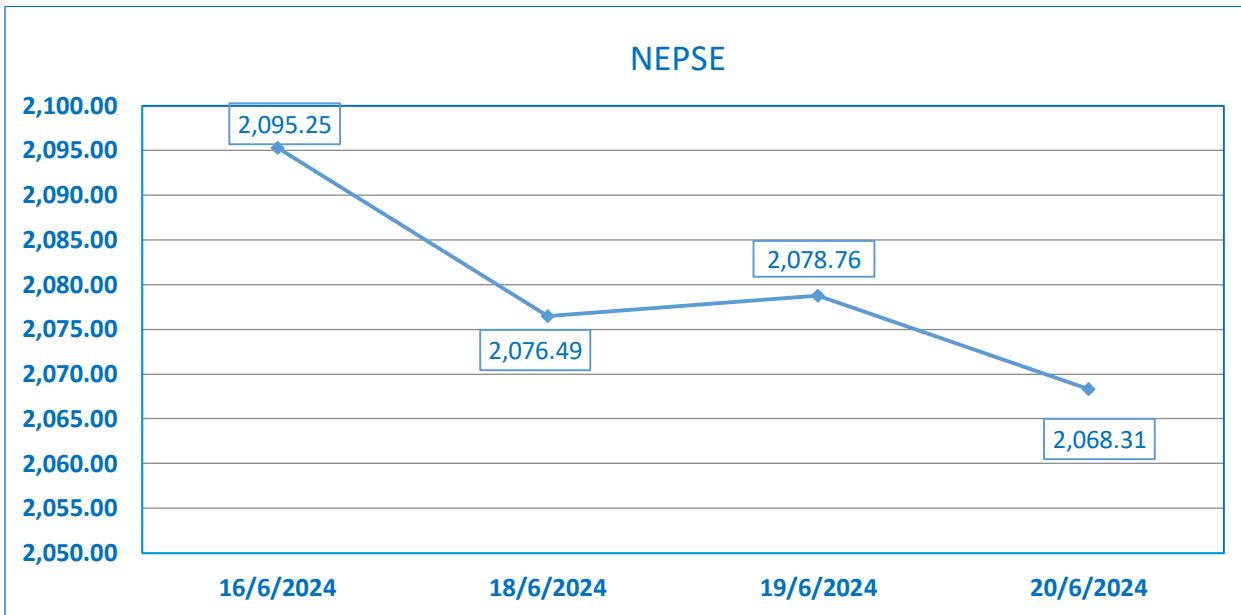


Figure 1 Market Movement for NEPSE index.

For the week of 16th June to 20th June, the NEPSE index closed at 2,068.31 (-2.08%) lower than the last week, with the average turnover decreased to 4.200 arba (-26.49%) lower than the previous week.

Daily Turnover

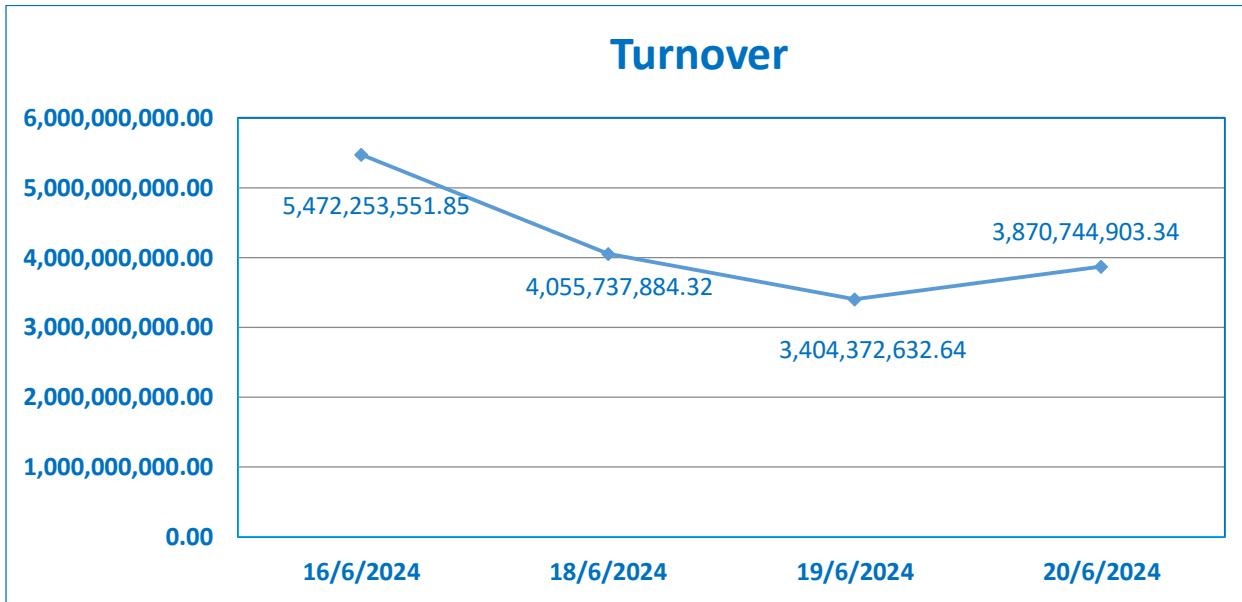


Figure 2 Turnover for NEPSE index.

Sub-Indices Performance

Indices	13th June	20th June	Return
Finance	2,280.56	2,340.76	2.64%
Mutual Fund	18.96	18.80	-0.84%
Hydropower	2,612.51	2,576.74	-1.37%
Non-Life Insurance	10745.94	10574.82	-1.59%
Hotels and Tourism	5,419.72	5,313.26	-1.96%
Investment	77.53	76.00	-1.97%
Manufacturing & Processing	6,593.61	6,457.40	-2.07%
Others	1,628.29	1,592.86	-2.18%
Life Insurance	10,229.86	9,996.89	-2.28%
Banking	1,121.93	1,094.23	-2.47%
Trading	2947.34	2866.47	-2.74%
Microfinance	4,705.66	4,572.09	-2.84%
Development Bank	4143.69	4017.99	-3.03%

This week:

Only the finance sub index stood at with a positive return this week with 2.64% as a return. While the rest of the sub index struggled to maintain the current level. Development bank went down by 3.03%, followed by Microfinance with -2.84%, Trading with -2.74%, Banking with -2.47%, Life insurance with -2.28%. 12 out of 13 sectors had a negative return.

Daily Sector Movement

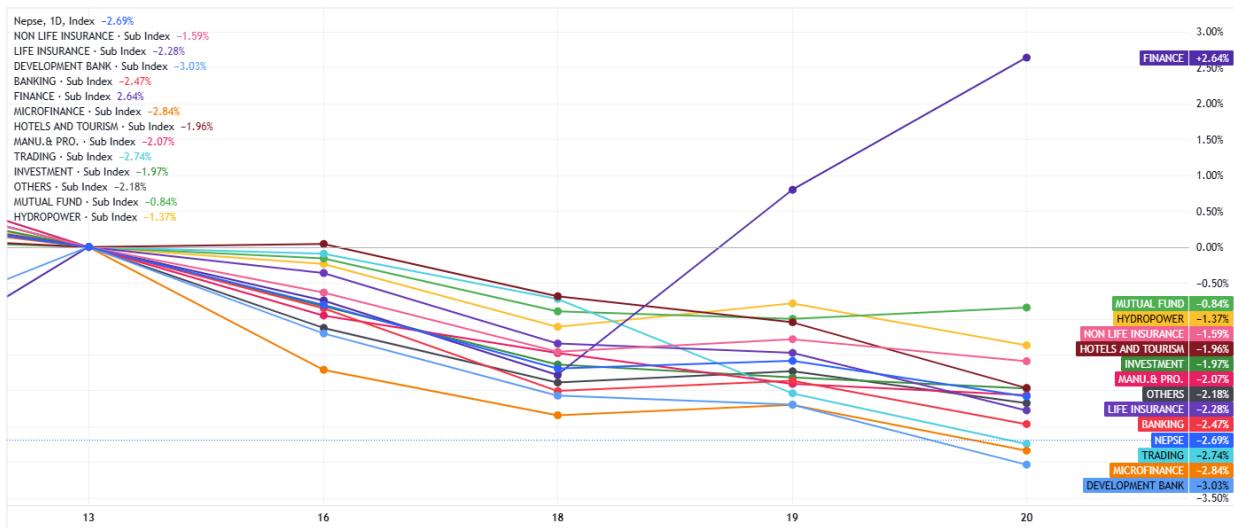


Figure 3 Daily sector movement relative to NEPSE index.

*Each dot represents the index closing point for each day of the week.

Investors Choice

In this section the stocks with the highest weekly trading volume have been showcased

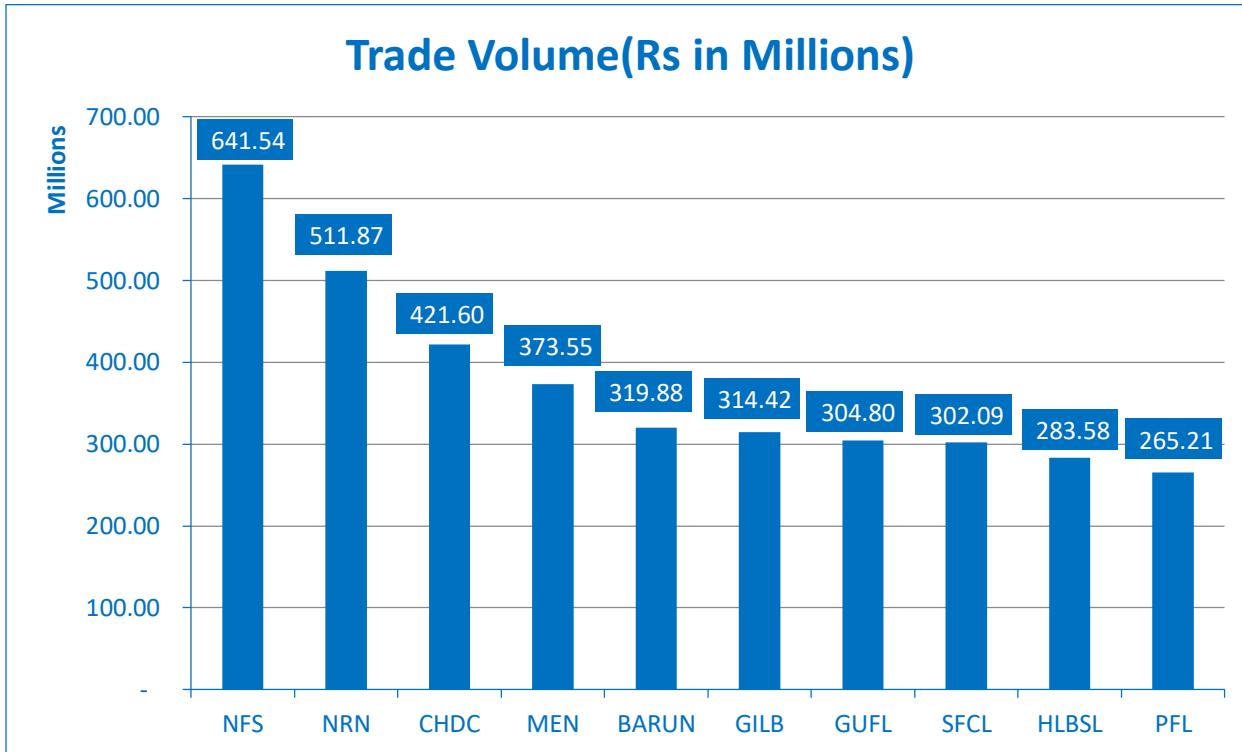
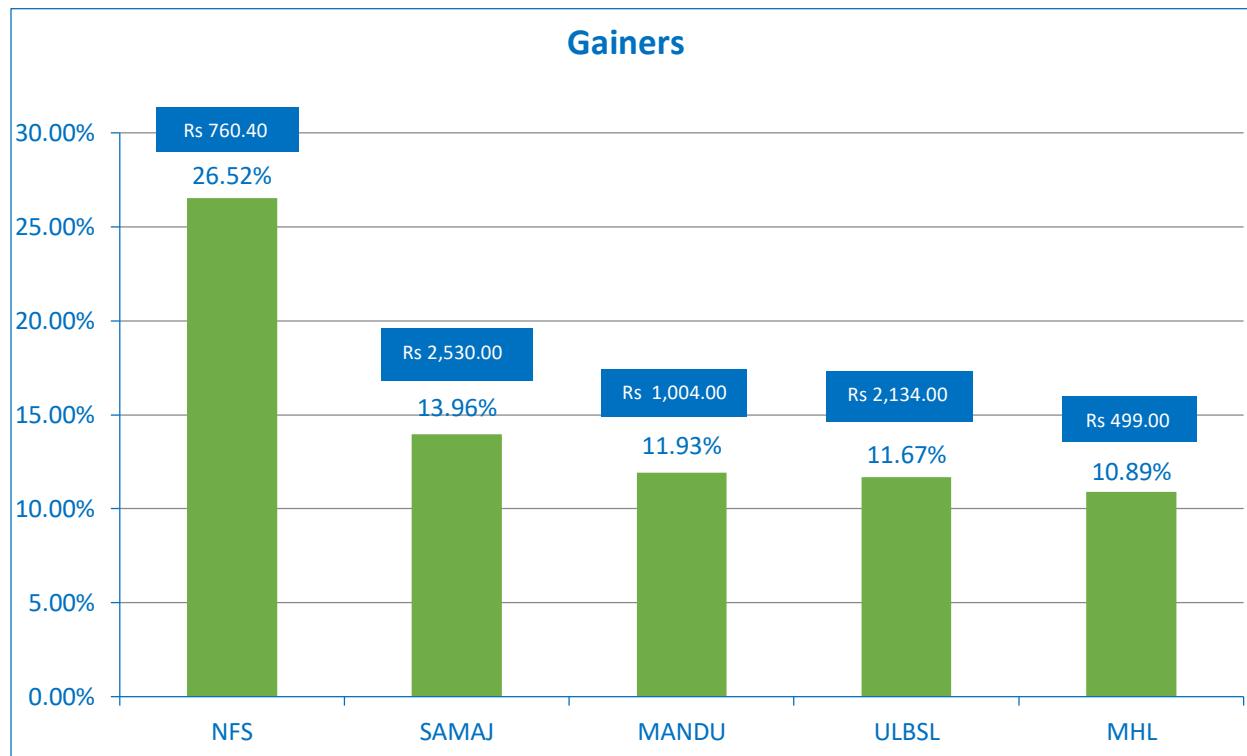


Figure 4 Top 10 Trade volume for the week.

Gainers and Losers



Top 5 Gainers and losers for the week



Technical Overview

Yet again the market shows its bearishness. The upper zones have been the hardest to breach as mass's psychology represented by the price movement shows the expectation of a fall once the index reaches these top levels. Although we do have a red candle. This should only be taken as a potential sell signal rather than a confirmation. The weekly chart's indicators take a lot of price moments to confirm the actual long-term trend. As for today, the index might have signaled short-term potential selling, most of the weekly indicators are still supporting the upward motion. This week's price movement has definitely breached our minor supports, the 0.5 to 0.6 fib area along with the gap at 2040 still remains a potential demand zone for the market to end its short term correction.

Weekly analysis



Figure 5 Weekly Time Frame Candlestick Pattern

Daily analysis



On daily graph,

The minor support of 2090 could not sustain the index. The rise has been followed by the same amount of fall in a small matter of time. Still the 2040- 2050 is a viable area where we could be seeing some reaction from the market. However on a daily graph, the price action now looks like an unsuccessful higher high / A loss of momentum in the index, the MACD indicator has also picked up the sense of selling pressure, and is indicating the selling can continue for a while as the moving averages in the indicator has now started to diverge and widen out.

Here are some of the zones to watch to determine the direction of the market.

Support	Resistance
S1 –2040-2050	R1 – 2090
S2 – 2000	R2 – 2140-2150
	R3 – 2250

Major Rates and Ratios

Description	As on	Rate/Ratio
CD Ratio	June 13, 2024	80.08%
Weighted Average Interbank Interest Rate LCY	June 13, 2024	2.95%
Weighted Average 28 days T-bill rate	June 18, 2024	2.9603%
Weighted Average 91 days T-bill rate	June 11, 2024	2.9963 %
Weighted Average 182 days T-bill rate	June 18, 2024	3.0393 %
Weighted Average 364 days T-bill rate	June 18, 2024	3.2122%

Average FD Rate for the month of Jesta 2080	
Institutional	Individual
5.89%	7.07%

Upcoming Events

Date	Event
23/6/2024	Closing Day of auction of Sagarmatha Lumbini Insurance Company Limited for 64,612 units promoter shares.
24/6/2024	Book Closure Date for 16th AGM of Corporate Development Bank Limited.
25/6/2024	Book Closure Date for SGM of Balephi Hydropower Limited. Closing Day of auction of Suryajyoti Life Insurance Company Limited for 3,00,000 units promoter shares. Opening Day of ratio 1:0.50 Right Share of Nepal Life Capital Limited. Closing Day of auction of Kumari Bank Limited for 5,81,251 units promoter shares. Closing Day of auction of Best Finance Company Limited for 3,56,074.57 units promoter right shares. SGM of Shree Distillery Limited. 25th AGM of Vijayadeep Laboratories Limited.
26/6/2024	Closing Day of auction of Nepal Clearing House Limited for 30,000 units promoter shares. Book Closure Date for 5th AGM of Chirkhwa Hydro Power Limited. Closing Day of auction of Global IME Bank Limited for 14,094 units promoter shares.
27/6/2024	SGM of Capital One Limited.

	22nd AGM of Life Insurance Corporation Nepal Limited.
28/6/2024	SGM of Khoranga Hydropower Limited.
	SGM of Accord Pharmaceuticals Limited.
29/6/2024	9th AGM of Grameen Bikas Laghubitta Bittiya Sanstha Limited.

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