

NEPAL LIFE CAPITAL

WEEKLY

MARKET UPDATE

Week: (2025-3-16 to 2025-3-21)



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Market Movement

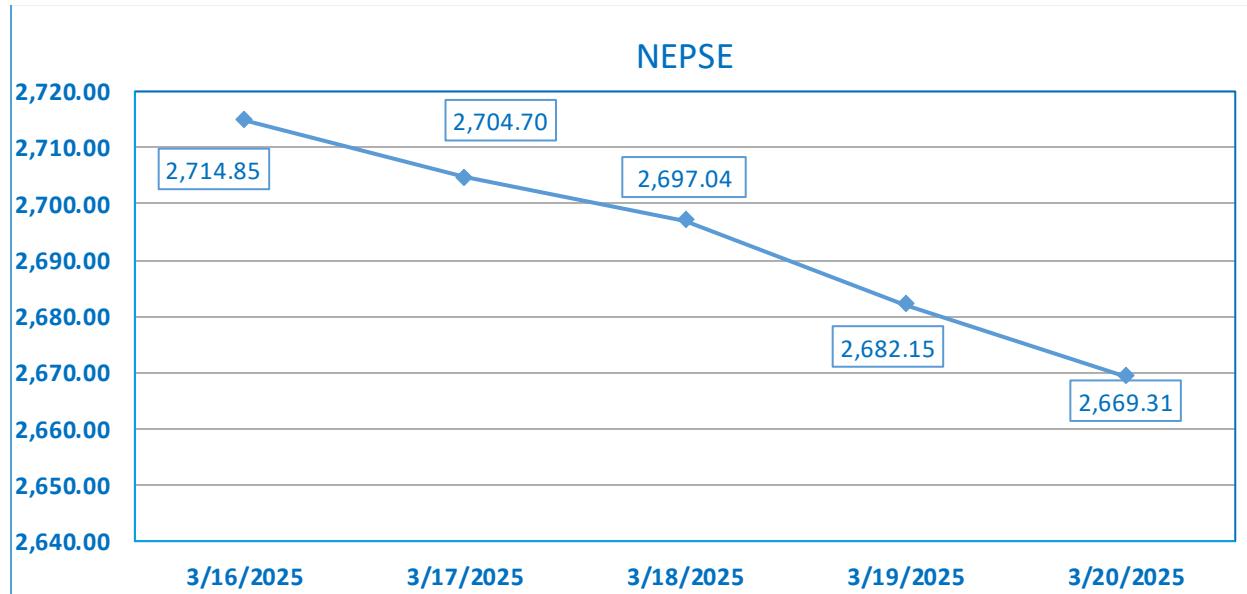


Figure 1: Market Movement for NEPSE index.

For the week of 16th March to 20th March, the NEPSE index traded with an average volume of 5.259 Arba losing -67.17 points (-2.45%) to close at 2,669.31.

Daily Turnover

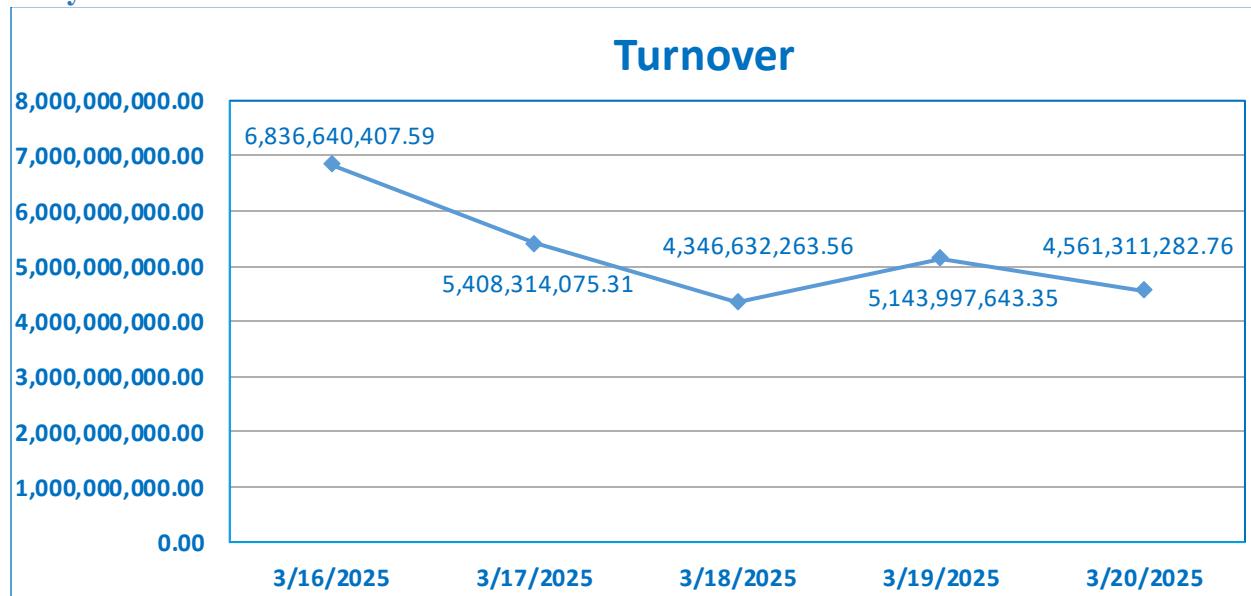


Figure 2: Turnover for NEPSE index.

The turnover for the current week has been displayed above.

Sub-Indices Performance

Indices	14th March	21st March	Return
Trading	4,103.40	4,167.84	1.57%
Mutual Fund	19.20	19.05	-0.78%
Manufacturing & Processing	7,286.63	7,225.61	-0.84%
Hotels and Tourism	6611.58	6539.63	-1.09%
Banking	1,389.97	1,359.53	-2.19%
Microfinance	5,028.91	4,911.20	-2.34%
Investment	109.40	106.49	-2.66%
Non-Life Insurance	12,771.69	12,430.70	-2.67%
Hydropower	3,657.58	3,546.61	-3.03%
Others	2446.15	2371.54	-3.05%
Life Insurance	13,838.27	13,318.45	-3.76%
Development Bank	5,859.82	5,632.82	-3.87%
Finance	2,669.00	2,557.22	-4.19%

Figure 3: Weekly Returns of Sub-indices.

Daily Sector Movement

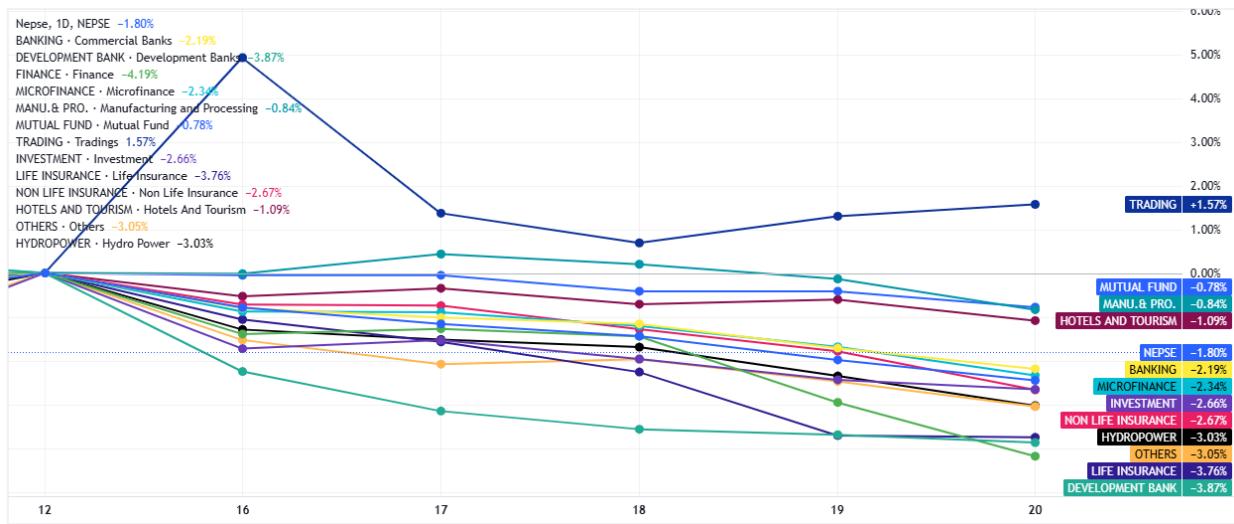


Figure 4: Daily sector movement relative to NEPSE index.

*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.

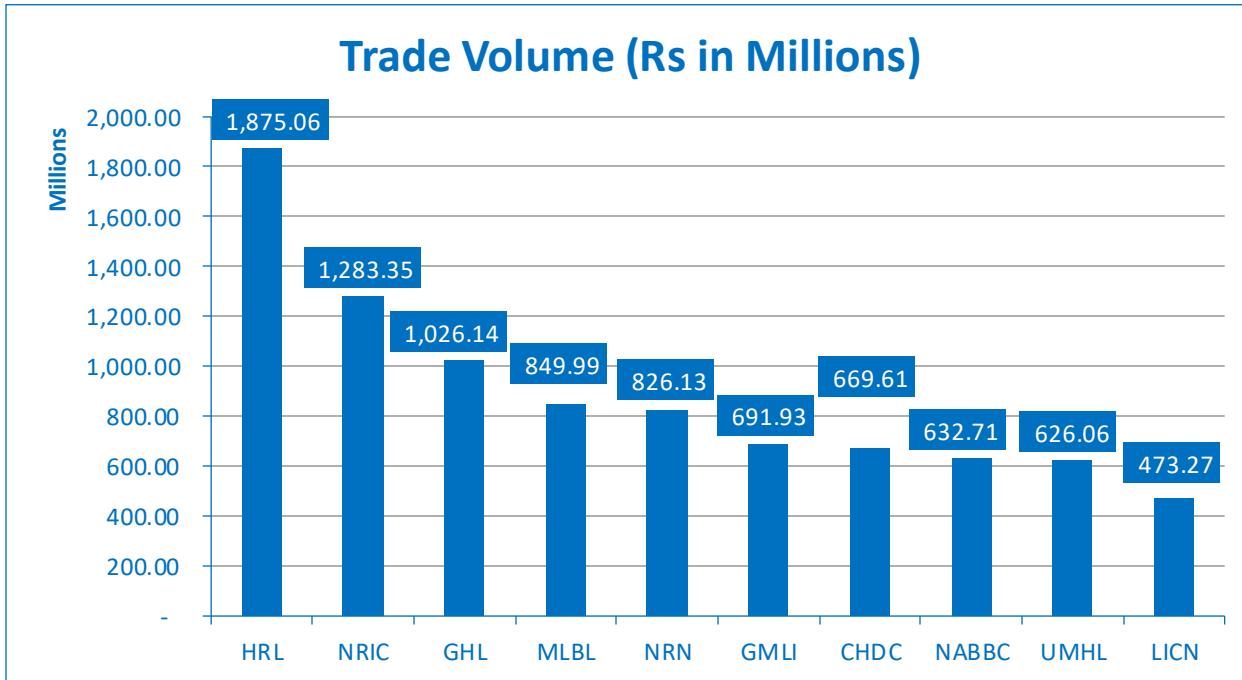


Figure 5: Top 10 Trade volume for the week.

Gainers and Losers

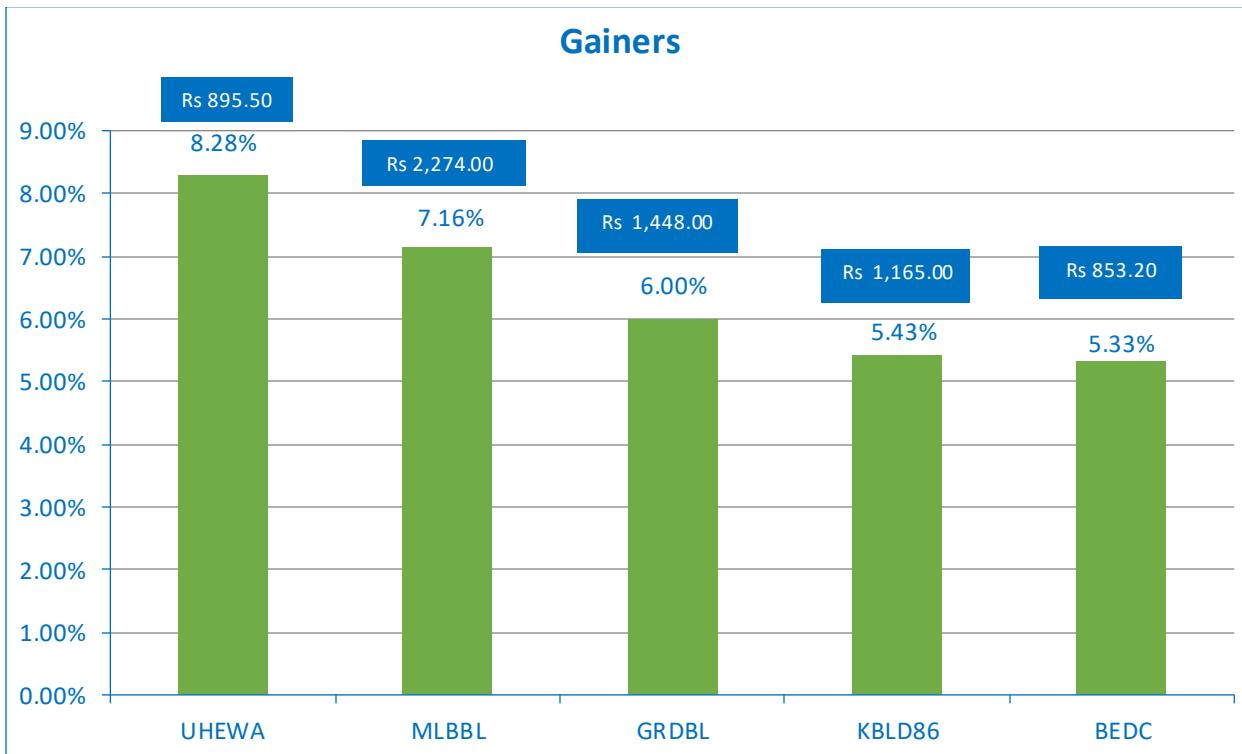


Figure 6: Top 5 Gainers for the week

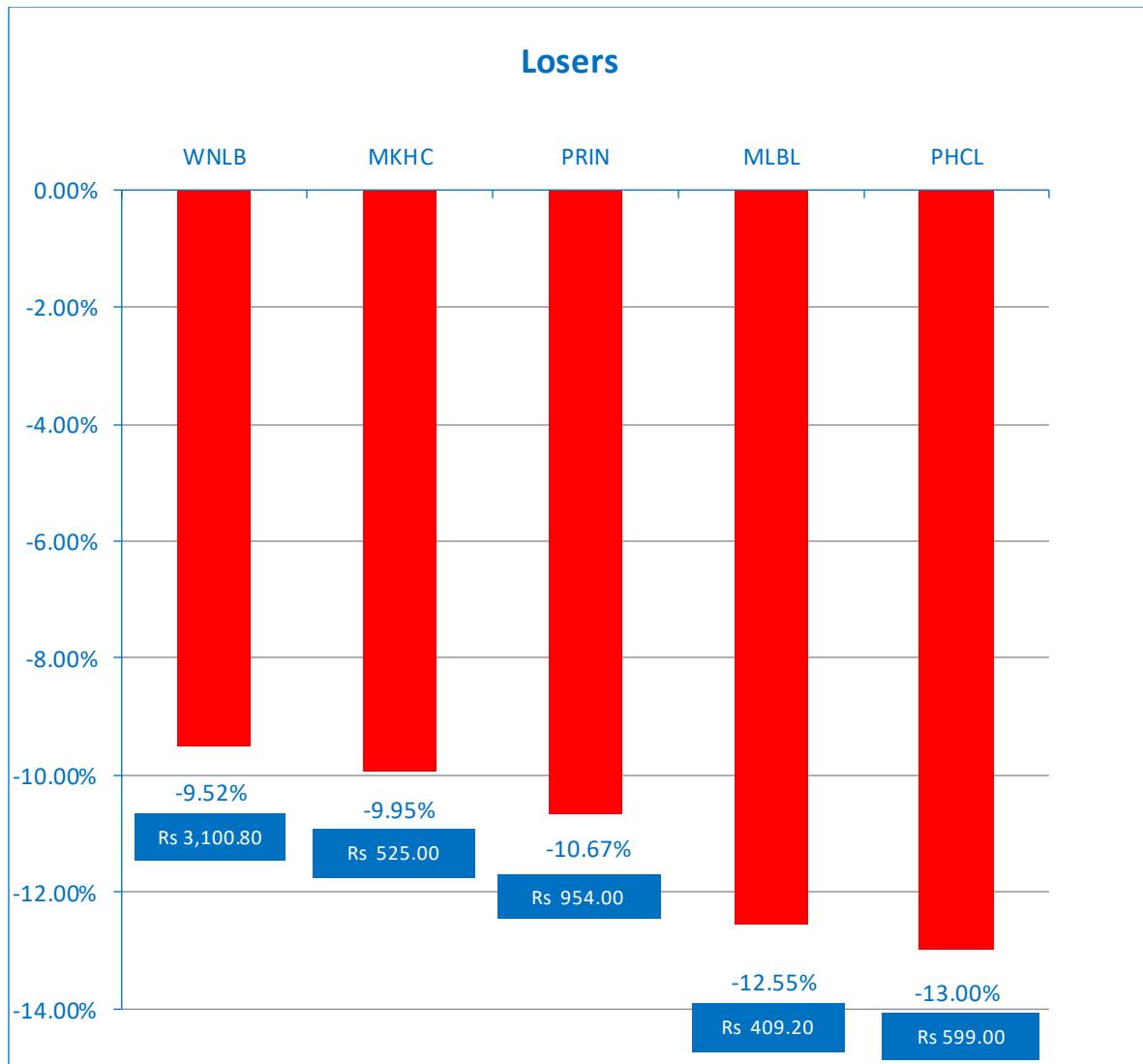


Figure 7: Top 5 Losers for the week

Technical Overview

Overall Trend:

Providing a weekly analysis of the NEPSE Index based on the chart, focusing on price action and the indicators used: Super trend, RSI, MACD, and volume trends. The chart is on a weekly timeframe, showing the NEPSE Index at 2667.66 with a -2.45% decline as of the latest candle.

Key Levels:

Resistance: The upper trendline at 2750–2800 has rejected the price multiple times (e.g., early 2024). A breakout above this could target 3045, as indicated by the projected purple dashed line.

Support: The lower trendline at 2600 has provided support. A break below this could lead to a retest of 2250, a significant low from mid-2023.

Recent Movement: The index has been forming higher lows since mid-2023, a bullish sign, but the recent -2.45% decline suggests weakness at resistance. The price is testing the upper trendline, making this a critical juncture.

2. Indicator Analysis

Supertrend (10, 2)

The Supertrend is green, indicating a bullish trend. The price is above the Supertrend line (likely around 2600), which acts as dynamic support. This supports a short-term bullish bias, but a drop below 2600 could flip the indicator to bearish.

RSI (14)

The RSI is at 51.25, in neutral territory (neither overbought nor oversold). This aligns with the consolidation phase, as the market lacks strong momentum. A move above 60 would signal bullish momentum, while a drop below 40 could indicate bearish pressure.

MACD (12, 26, 9)

The MACD line (0.75) is above the signal line (0.21), with a histogram of 0.54, indicating bullish momentum. However, the lines are flattening, and the histogram is shrinking, suggesting that bullish momentum is fading. A bearish crossover (MACD below signal) would signal a potential reversal.

Volume

Volume has been declining during the consolidation phase, which is typical for a triangle pattern. The current volume of 26.297B is relatively low. A breakout should be accompanied by a volume spike to confirm the move.

3. Weekly Market Outlook

Bullish Scenario: A weekly close above 2800 with increased volume could confirm a breakout, targeting 3045 (a 14% upside). The Supertrend and MACD currently support this, but momentum needs to strengthen (RSI above 60).

Bearish Scenario: A weekly close below 2600 could lead to a breakdown, targeting 2250 (a 15% downside). Fading MACD momentum and neutral RSI suggest vulnerability if support fails.

Key Levels to Watch: Monitor 2750–2800 for a breakout and 2600 for a breakdown. Volume confirmation is critical.

Conclusion

The NEPSE Index is at a pivotal point within a symmetrical triangle. The price at 2667.66 is testing resistance, with mixed signals from indicators: Supertrend is bullish, RSI is neutral, and MACD shows waning momentum. A breakout above 2800 could signal a bullish continuation, while a drop below 2600 may lead to a correction. Watch for volume to confirm the direction.



Figure 8: Weekly Time Frame Candlestick Pattern

Daily analysis



Key Observations:

- 5th wave: The wave count from an Elliot wave's count identifies the current wave to be 5th wave, which is also a motive wave with the majority times/ other than exception to exceed the 3rd wave high which is above the 3000 marks.
- The parallel channel acts as support for the analysis with other indicators also point the 2600s as a really strong support for the index.

The breach of the 2600s could however invalid the analysis and confirm the bearish perspective for the index.

With the current political situations, we should have patience and wait for confirmation from the market rather than fearful actions that could lead to potential disruption of the momentum.

Support	Resistance
Support 1: 2660	Resistance 1: 2850
Support 2: 2600	Resistance 2: 2910
Support 2: 2580	Resistance 3: 3120

Major Rates and Ratios

Description	As on	Rate/Ratio
CD Ratio	March 18, 2025	79.52
Weighted Average Interbank Interest Rate LCY	March 18, 2025	3.00%
Weighted Average 28 days T-bill rate	March 11, 2025	2.9600%

Weighted Average 91 days T-bill rate	March 18, 2025	2.9139%
Weighted Average 182 days T-bill rate	March 18, 2025	2.9857%
Weighted Average 364 days T-bill rate	March 18, 2025	3.0230%

Average FD Rate for the month of Chaitra, 2081.	
Institutional	Individual
4.52%	6.00%

Upcoming Events

Date	Events
3/23/2025	Closing Day of auction of Citizen Investment Trust for 50,000 units promoter shares.
	Closing Day of auction of Suryodaya Womi Laghubitta Bittiya Sanstha Limited for 59,060 units promoter shares.
	Closing Day of auction of Suryajyoti Life Insurance Company Limited for 50,000 units promoter shares.
	Closing Day of auction of Nepal Infrastructure Bank Limited for 10,00,000 units promoter shares.
	Closing day of Auction of 2,87,842 units of Promoter shares of Jeevan Bikas Laghubitta Bittiya Sanstha Limited.
	6th AGM of Manushi Laghubitta Bittiya Sanstha Limited.
	6th AGM of NESDO Sambridha Laghubitta Bittiya Sanstha Limited.
3/24/2025	19th AGM of Excel Development Bank Limited.
	SGM of Radhi Bidyut Company Limited.
	2nd AGM of Guardian Micro Life Insurance Limited.
	15th AGM of United Idi Mardi and R.B. Hydropower Company Limited
3/25/2025	Closing Day of auction of IGI Prudential Insurance Limited for 80,000 units promoter shares.
	Book Closure Date for 6th AGM of Chirkhwa Hydro Power Limited.
3/26/2025	No event.
3/27/2025	Book Closure Date for SGM of Upper Hewakhola Hydropower Company Limited.
	Closing Day of auction of Kalika Laghubitta Bittiya Sanstha Limited for 18,748 units promoter shares.
	Closing Day of ratio 1:0.25 Right Share of Neco Insurance Limited.
3/28/2025	Book Closure Date for 12th AGM of Green Development Bank Limited.
	7th AGM of Water Energy Solution Limited.
	30th AGM of Shree Ram Sugar Mills Limited.
	8th AGM of Citizen Life Insurance Company Limited.

	58th AGM of Salt Trading Corporation Limited.
3/29/2025	Book Closure Date for SGM of Medicare Hospital Limited.
	10th AGM of Janata Prasaran Tatha Prakashan Limited.

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