

NEPAL LIFE CAPITAL

WEEKLY

MARKET UPDATE

Week: (4/8/2024 to 9/8/2024)



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Market Movement

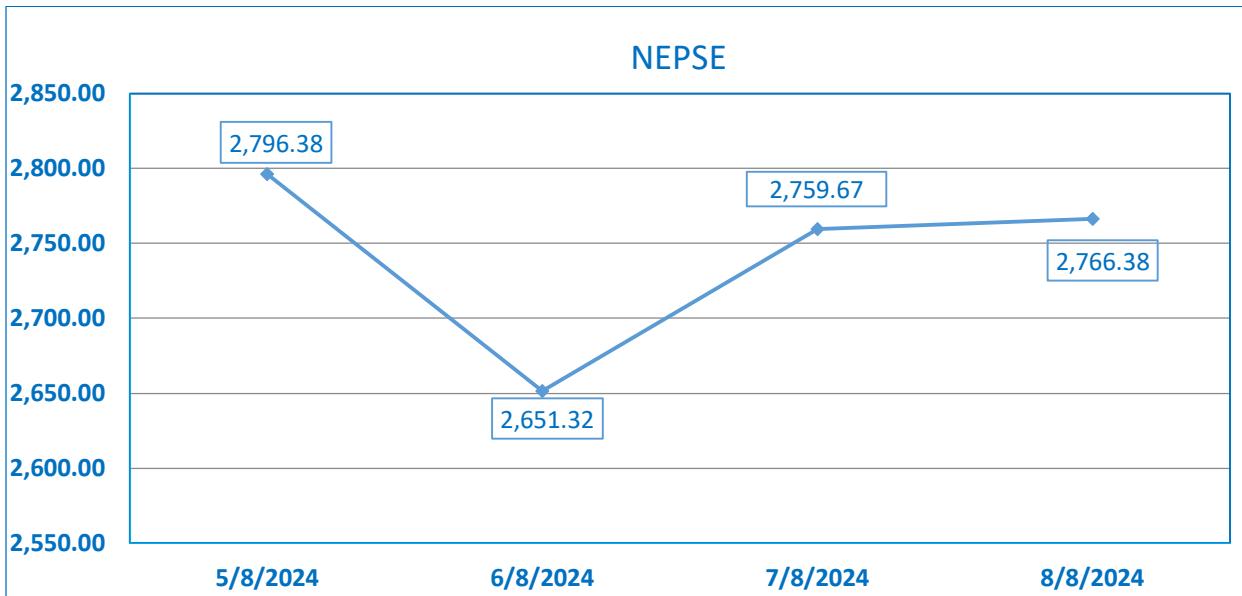


Figure 1 Market Movement for NEPSE index.

For the week of 4th August to 8th August, the NEPSE index had a volatile week. But on a weekly basis the market was sideways with its closing rising by 10.76 points (0.39%) to close at 2766.38. The average turnover has also increased to 20.900 arba (8.51%) more than the previous week.

Daily Turnover

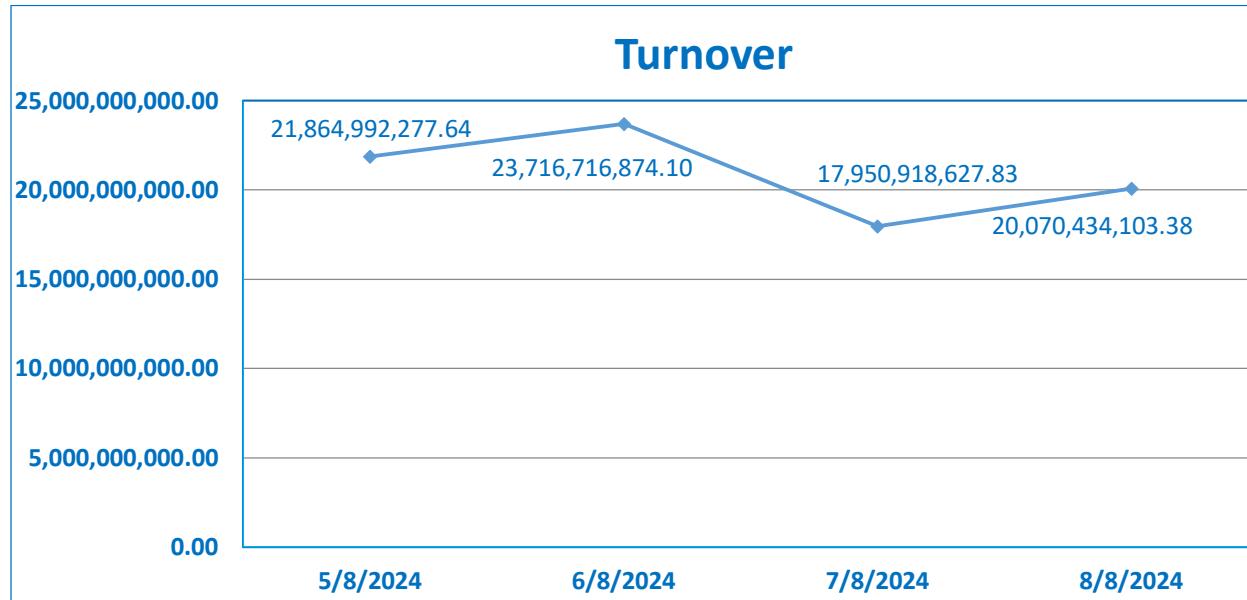


Figure 2 Turnover for NEPSE index.

Sub-Indices Performance

Indices	1st August	8th August	Return
Others	2074.07	2321.70	11.94%
Trading	3,645.84	3,846.39	5.50%
Hydropower	3,306.24	3,462.20	4.72%
Manufacturing & Processing	7,877.88	8,185.95	3.91%
Hotels and Tourism	7273.67	7427.69	2.12%
Investment	109.87	112.12	2.05%
Life Insurance	13,307.47	13,338.29	0.23%
Mutual Fund	21.87	21.80	-0.32%
Non-Life Insurance	13,502.68	13,394.97	-0.80%
Development Bank	5,400.61	5,292.32	-2.01%
Microfinance	5,396.83	5,239.06	-2.92%
Banking	1,555.94	1,481.22	-4.80%
Finance	3,568.84	3,346.39	-6.23%

This week:

The “Others” and “Trading” sector had a return of 11.94% and 5.50% followed by “Hydropower” and “Manufacturing & processing” with 4.72%, 3.91%. The weekly returns for the sectors have been listed above.

Daily Sector Movement

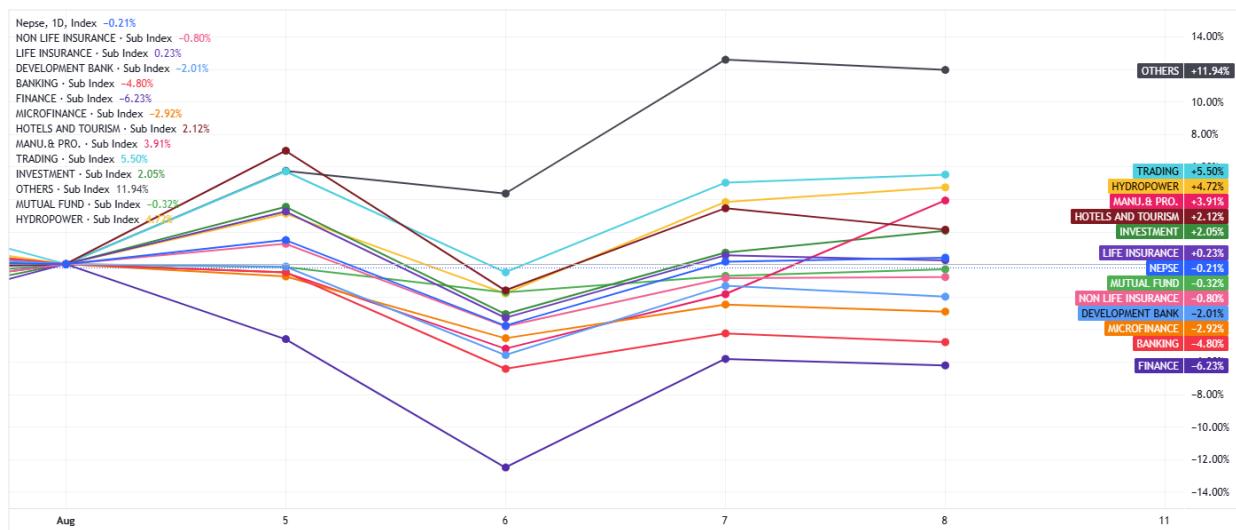


Figure 3 Daily sector movement relative to NEPSE index.

*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

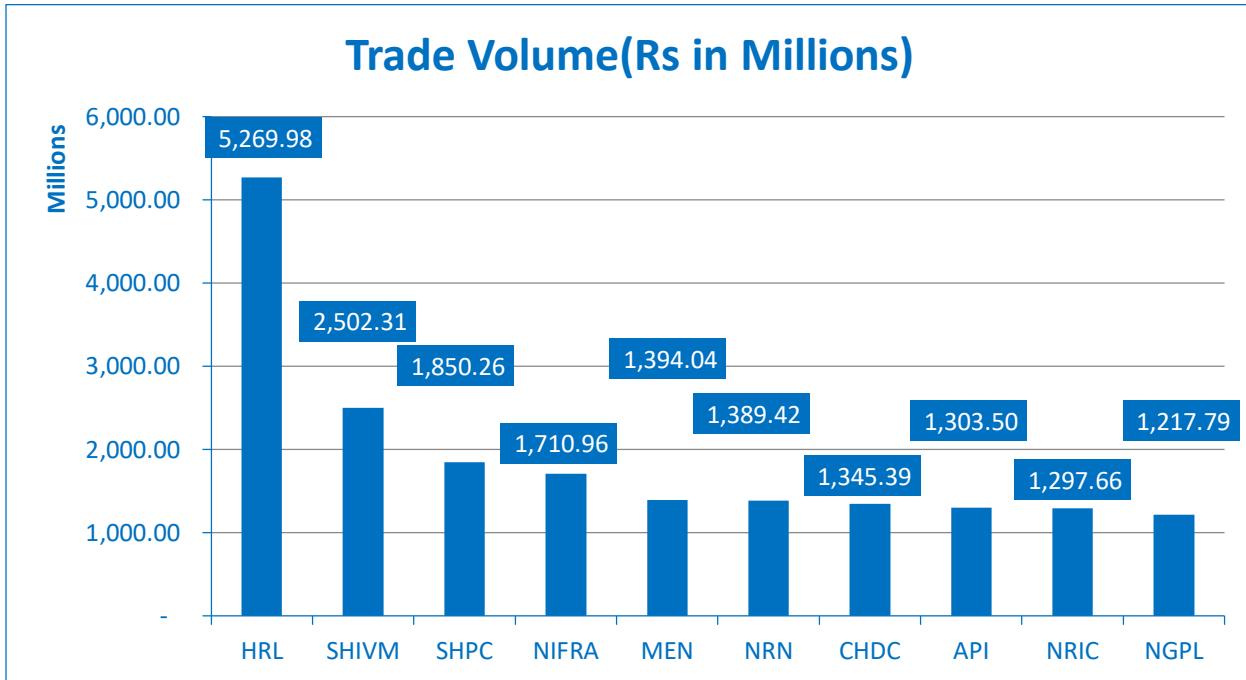
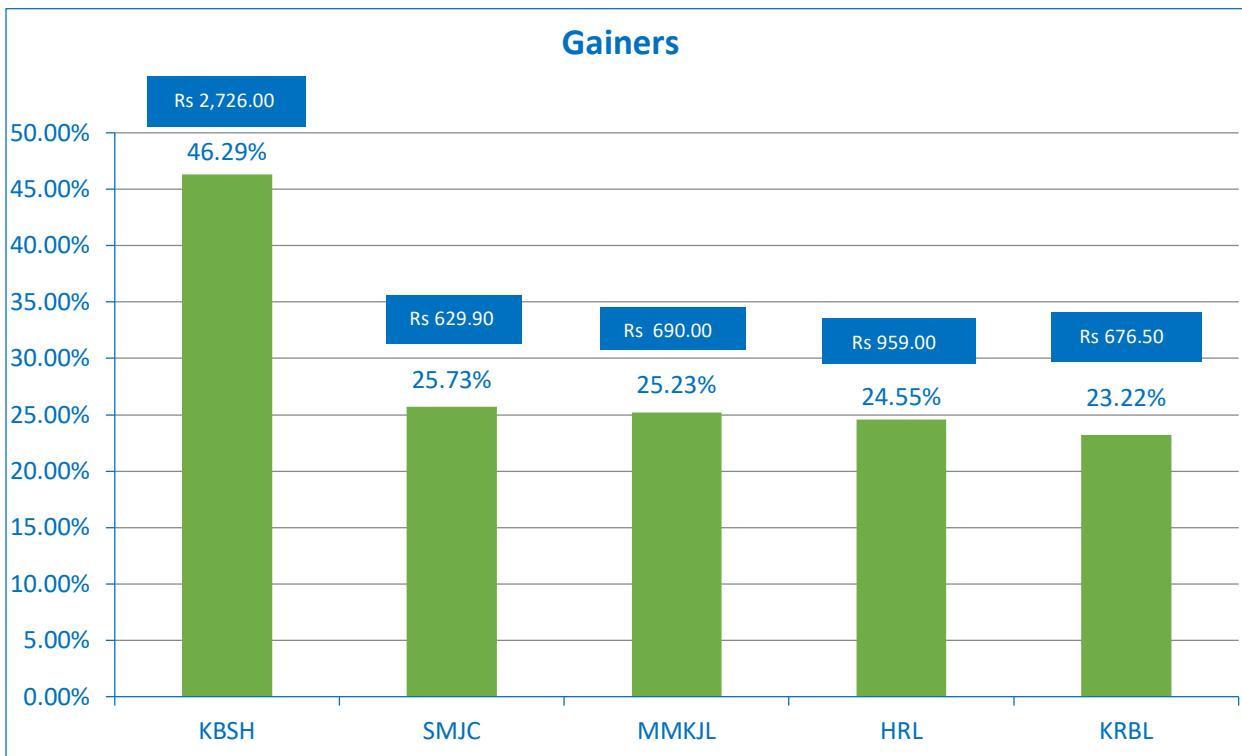


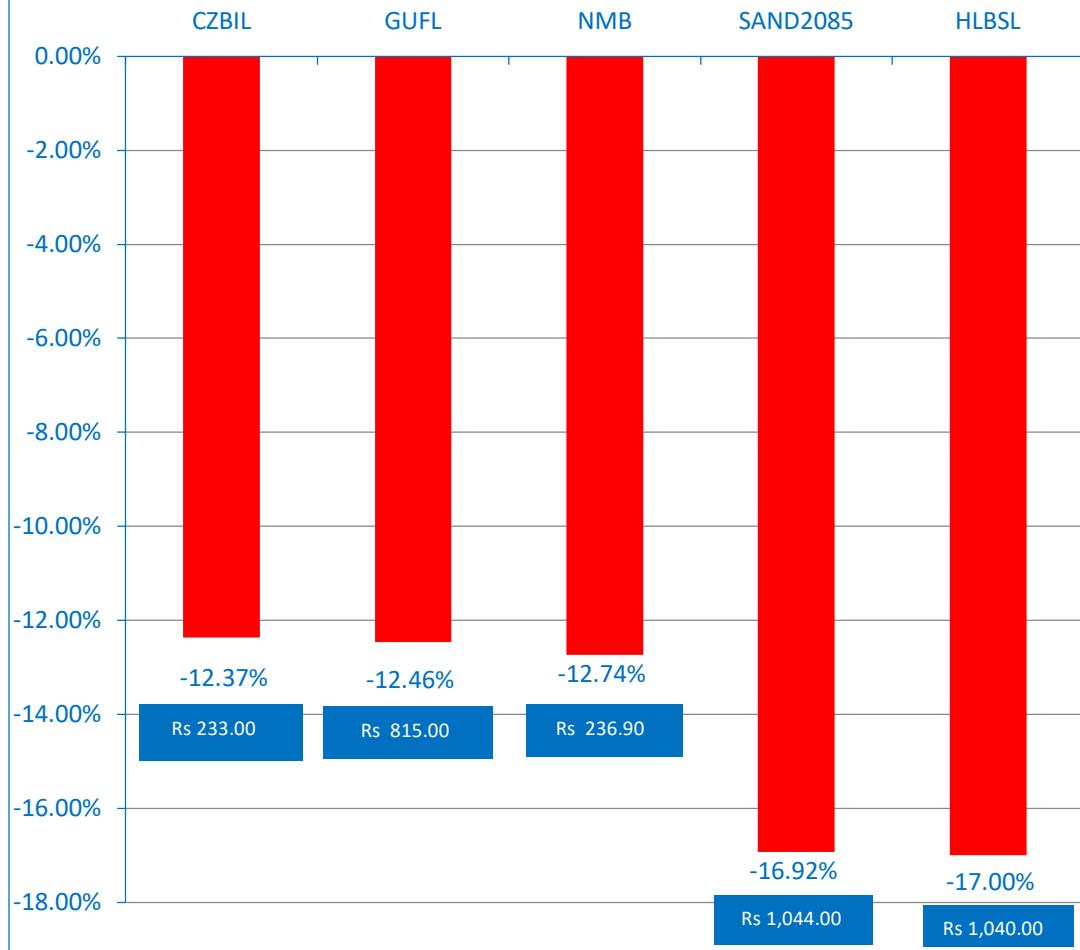
Figure 4 Top 10 Trade volume for the week.

Gainers and Losers



Top 5 Gainers and losers for the week

Losers



Technical Overview

On Tuesday 26th August 2024, this week a huge supply was observed in the market. The index fell -5.19%. with the Finance sector the most affected on the day. The fall was accompanied by investors' sentiment towards the global market, as many indexes globally had a huge correction on the same and on the previous day. However, the very next day the market did recover by 4.09% with an average volume of 18.8 Arba. The bullish sentiment is very strong and is supported by the volume so far. This week's candle is a doji and it has appeared at what seems to be a good resistance area. On the positive spectrum, the market had the strength to recover what was lost in value. From a technical perspective, we had a short movement against the trend. If we don't manage to go beyond our next resistance area. The rise is at risk, which could also possibly mean the market might stay sideways in between 2500 to 2800/2900s. For a hint we will most probably need more volume to sustain or go beyond the 2800s.

Yet again the market is bullish and is expected to rise throughout the year, but we always do have to consider the risk associated with the stock market and not be too greedy at times.

Looking back at time, we have a similar volume to what we had at the climax of the previous run. We are still early, and still have a lot to rise in value.

We would like to advise our clients to add in more capital for the best potential return from the upcoming runs.

Weekly analysis



Figure 5 Weekly Time Frame Candlestick Pattern

Daily analysis



On daily graph,

The candles have shown strength on both sides, our recent good rise has now been challenged as the market faced a -5.19% drawdown in a single day. Our daily support is at 2650, the market had recently recovered from this area.

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

Support	Resistance
Support 1: 2620	Resistance 1: 2800
Support 2: 2560	Resistance 2: 2900
Support 3: 2400	

Major Rates and Ratios

Description	As on	Rate/Ratio
CD Ratio	August 6, 2024	78.60%
Weighted Average Interbank Interest Rate LCY	August 6, 2024	3.00%
Weighted Average 28 days T-bill rate	August 6, 2024	2.9760%
Weighted Average 91 days T-bill rate	August 6, 2024	2.9581%
Weighted Average 182 days T-bill rate	July 30, 2024	2.6423 %
Weighted Average 364 days T-bill rate	August 6, 2024	3.0450%

Average FD Rate for the month of Shrawan 2080	
Institutional	Individual
5.48%	6.74%

Upcoming Events

Date	Event
11/8/2024	Opening Day of ratio 1:1.5 Right Share of Ankhukhola Hydropower Company Limited.
12/8/2024	No Events!
13/8/2024	Closing Day of auction of Suryajyoti Life Insurance Company Limited for 92,349 units promoter shares. Closing Day of auction of Suryodaya Womi Laghubitta Bittiya Sanstha Limited for 51,805 units promoter shares. Closing Day of auction of Nepal Infrastructure Bank Limited for 9,65,000 units promoter shares. Closing Day of auction of Citizen Investment Trust for 50,000 units promoter shares. Opening day of Auction of 1,68,59,050 units of Promoter Right Shares of Hydroelectricity Investment and Development Company Limited.
14/8/2024	No Events!
15/8/2024	Book Closure Date for SGM of Manushi Laghubitta Bittiya Sanstha Limited. Book Closure Date for Cash Dividend of Laxmi Unnati Kosh and Laxmi Value Fund-II SGM of Liberty Micro Life Insurance Limited.

16/8/2024	SGM of Samaj Laghubitta Bittiya Sanstha Limited. 9th AGM of Aarati Power Company Limited. 12th AGM of Suryodaya Womi Laghubitta Bittiya Sanstha Limited. 5th AGM of Shrijanshil Laghubitta Bittiya Sanstha Limited.
17/8/2024	No Events!

..... End.....

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