

NEPAL LIFE CAPITAL

WEEKLY

MARKET UPDATE

Week: (25/7/2024 to 1/8/2024)



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Market Movement

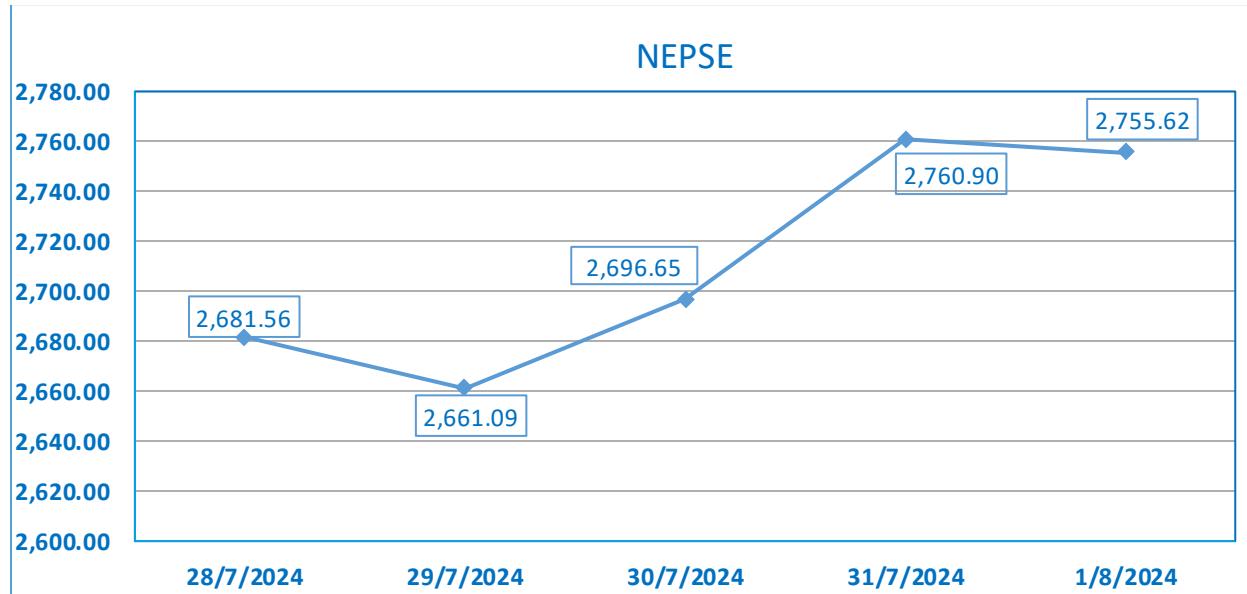


Figure 1 Market Movement for NEPSE index.

For the week of 28th July to 1st August, the NEPSE went through another staggering week as it rose by 187.51 points (7.30%) to close at 2755.61. The average turnover has also increased to 19.262 arba (30.83%) more than the previous week.

Daily Turnover

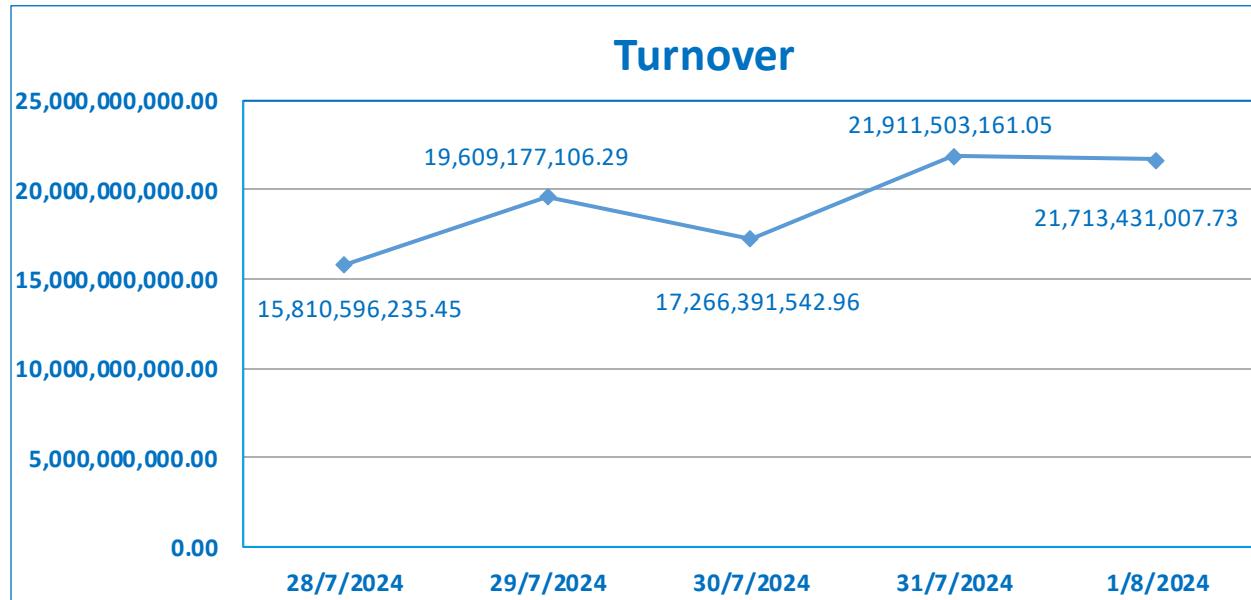


Figure 2 Turnover for NEPSE index.

Sub-Indices Performance

Indices	25th July	1st August	Return
Finance	2,966.13	3,568.84	20.32%
Investment	92.19	109.87	19.18%
Others	1871.50	2074.07	10.82%
Hotels and Tourism	6628.01	7292.35	10.02%
Life Insurance	12,218.57	13,307.47	8.91%
Banking	1,432.70	1,555.94	8.60%
Development Bank	5,045.79	5,400.61	7.03%
Hydropower	3,147.91	3,306.24	5.03%
Non-Life Insurance	12,871.50	13,502.68	4.90%
Mutual Fund	21.23	21.87	3.01%
Manufacturing & Processing	7,795.70	7,877.88	1.05%
Microfinance	5,571.54	5,396.83	-3.14%
Trading	3,776.14	3,645.84	-3.45%

This week:

The “Finance” and “Investment” sector had a return of 20.32% and 19.18% while “Others” and “Hotels and tourism” sub index also had a good week with 10.82%, 10.02%. Followed by rest of the sectors. The list for the weekly returns is shown in the table above.

Daily Sector Movement

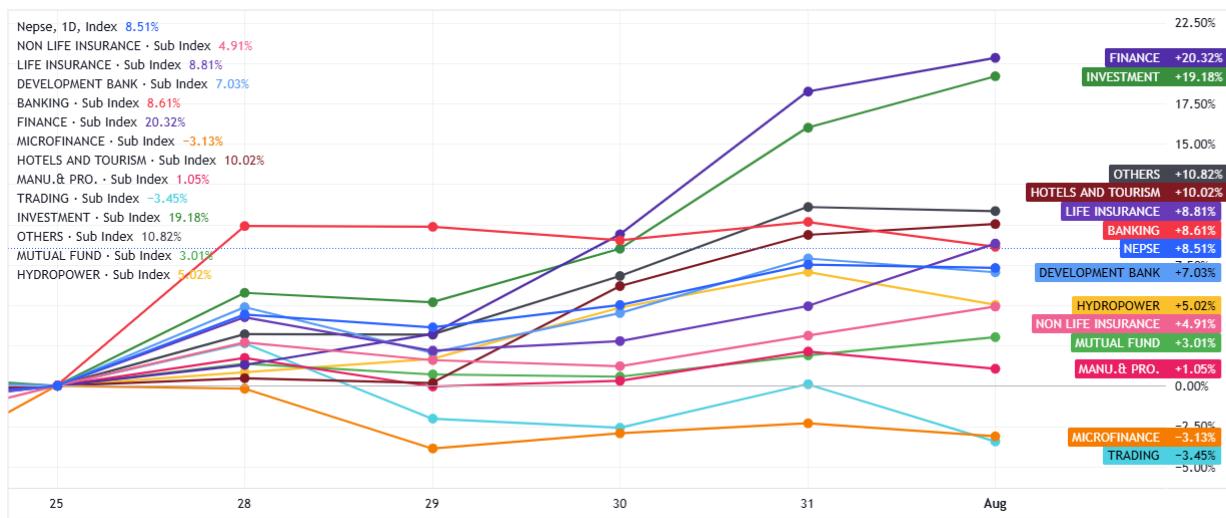


Figure 3 Daily sector movement relative to NEPSE index.

*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

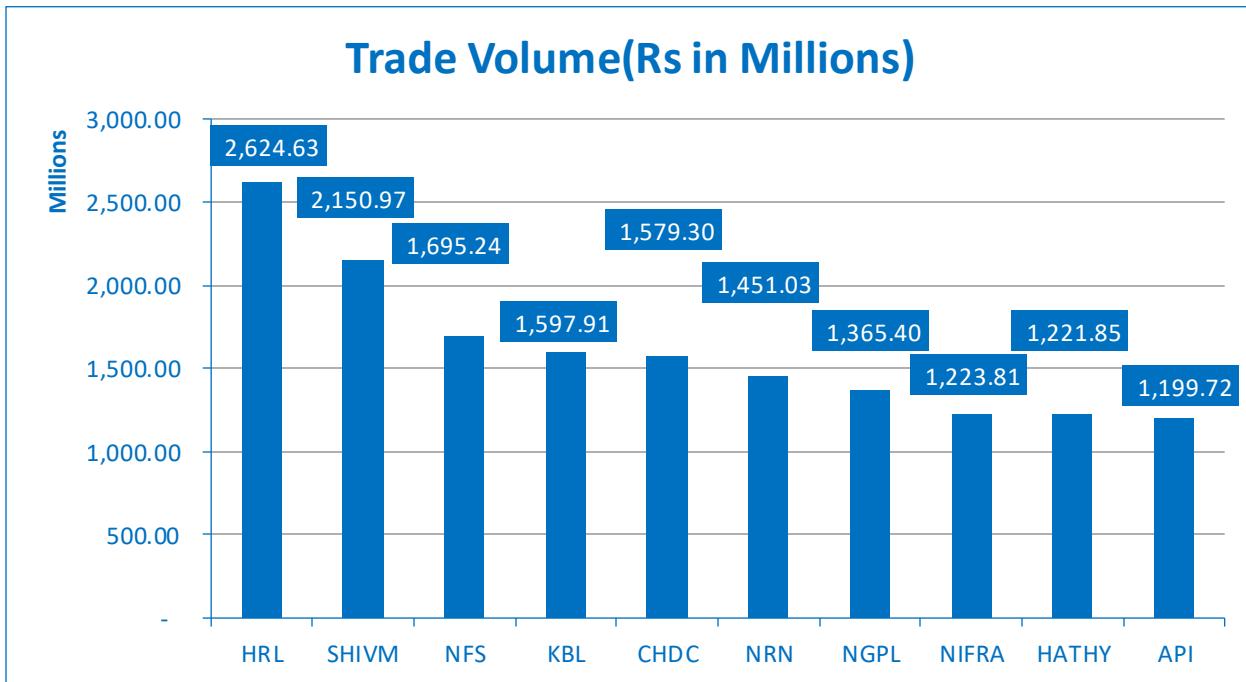
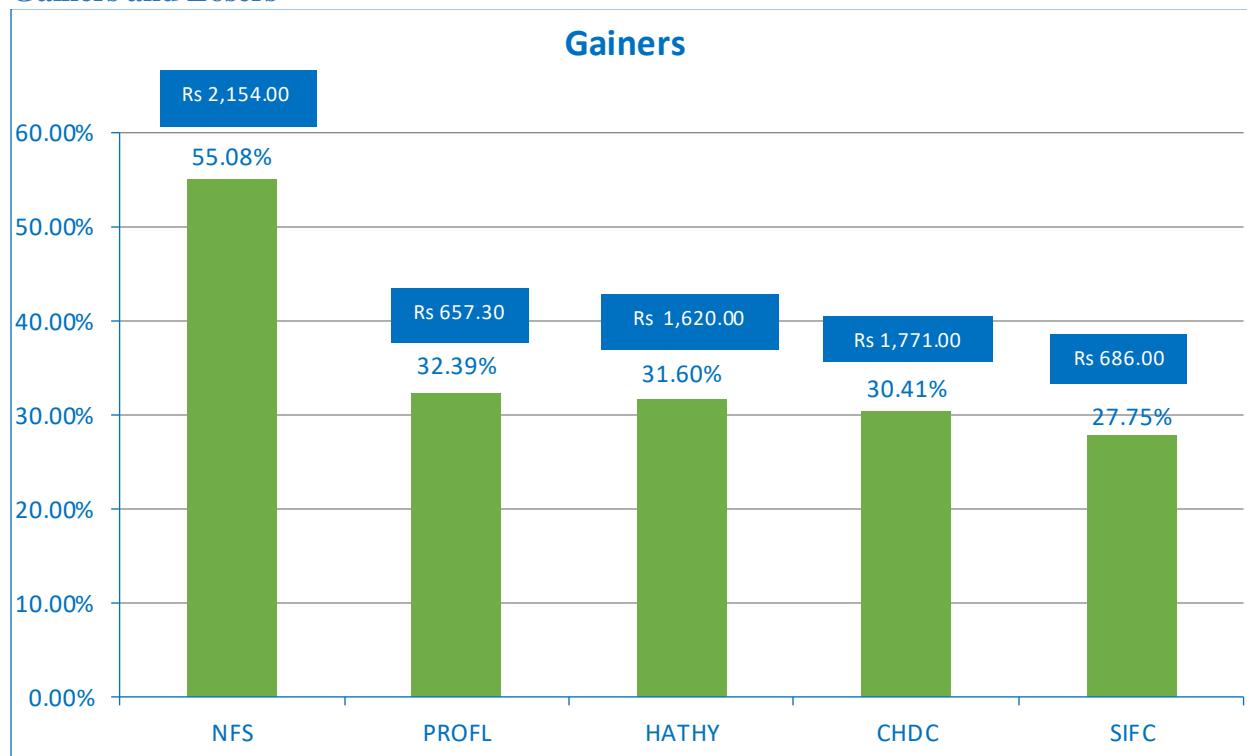


Figure 4 Top 10 Trade volume for the week.

Gainers and Losers



Top 5 Gainers and losers for the week



Technical Overview

On Sunday 28th July 2024, last week the long-awaited monetary policy was published. The anticipation and excitement surrounding the policy were high, as the market had been climbing for weeks before the official announcement. The index has been in a spree, making only upward movements with little to no less corrections. Yes, the trend has changed, and we do expect this index to breach our ATH (all-time high). But the market does have its own nature, and stiff parabolic rise doesn't last long, and these events lead to good correction in price in the market.

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.

Technically the market has broken out from the channel, indicating more bullish movement to be added in the market. The reaction (this week) right after the official announcement of the monetary policy has been great. NEPSE broke both the highest turnover in a single day as well as highest return in a single month in this run.

Weekly analysis



Figure 5 Weekly Time Frame Candlestick Pattern

Daily analysis



On daily graph,

Like we mentioned earlier the bull and bear market runs in a sin wave pattern where these circular-like movements can easily help us find at what phase we are at the current moment. Like wise today it is obvious that the bear market has ended, and the bull market is now at start. Lots of opportunity will present them self to the market and with patience and timing whatever is present shall be taken advantage of.

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	July 31, 2024	78.57%
Weighted Average Interbank Interest Rate LCY	July 31, 2024	3.00%
Weighted Average 28 days T-bill rate	July 16, 2024	2.9081%
Weighted Average 91 days T-bill rate	July 30, 2024	2.9093%
Weighted Average 182 days T-bill rate	July 2, 2024	3.0370 %
Weighted Average 364 days T-bill rate	July 9, 2024	3.1834%

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

Upcoming Events

Date	Event
4/8/2024	No Events!
5/8/2024	Book Closure Date for 5th AGM of Shrijanshil Laghubitta Bittiya Sanstha Limited.
6/8/2024	Closing day of Auction of 4,00,389 units of Ordinary Right Shares of Nepal Life Capital Limited.
7/8/2024	No Events!
8/8/2024	Book Closure Date for 12th AGM of Suryodaya Womi Laghubitta Bittiya Sanstha Limited. Book Closure Date for 36th AGM of National Life Insurance Company Limited. Opening Day of ratio 1:1 Right Share of Himalayan Urja Bikas Company Limited.
9/8/2024	Book Closure Date for SGM of Samaj Laghubitta Bittiya Sanstha Limited.
10/8/2024	No Events!

..... End

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