

NEPAL LIFE CAPITAL

WEEKLY

MARKET UPDATE

Week: (12/5/2024 to 16/5/2024)



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Market Movement

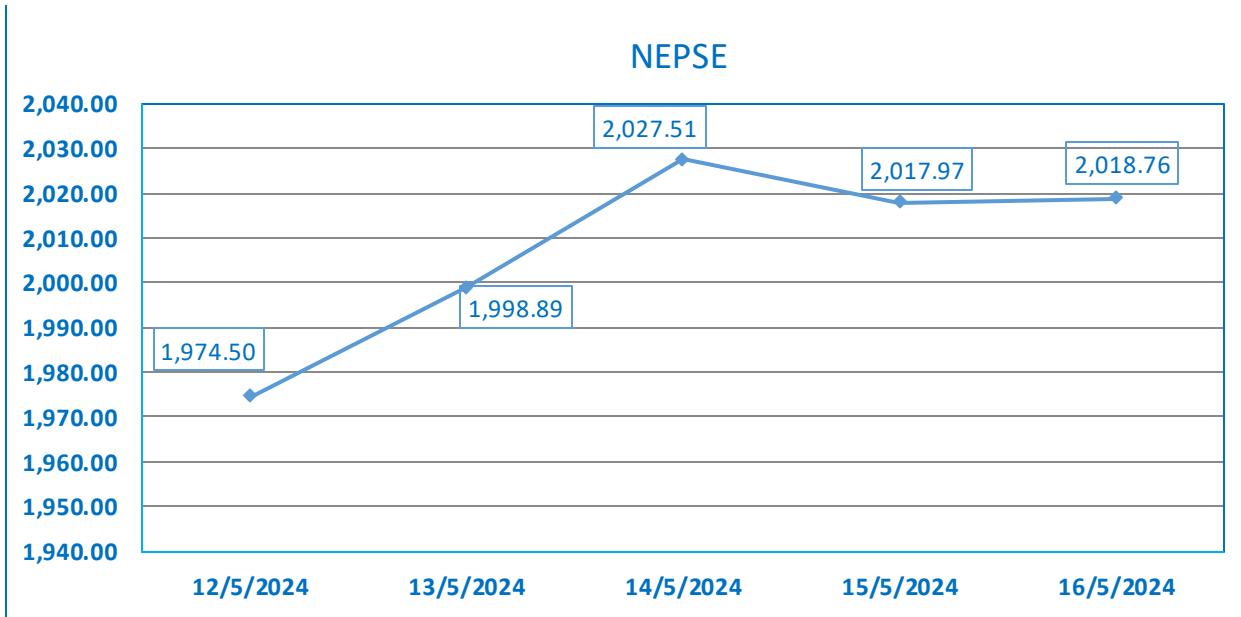


Figure 1 Market Movement for NEPSE index

For the week of 12th May to 16th May, NEPSE index had a rise of 52.53 points (2.67%). The index closed at 2,018.76 with the average turnover standing at 3.719 arba, increasing by 28.28% from the last week.

Daily Turnover

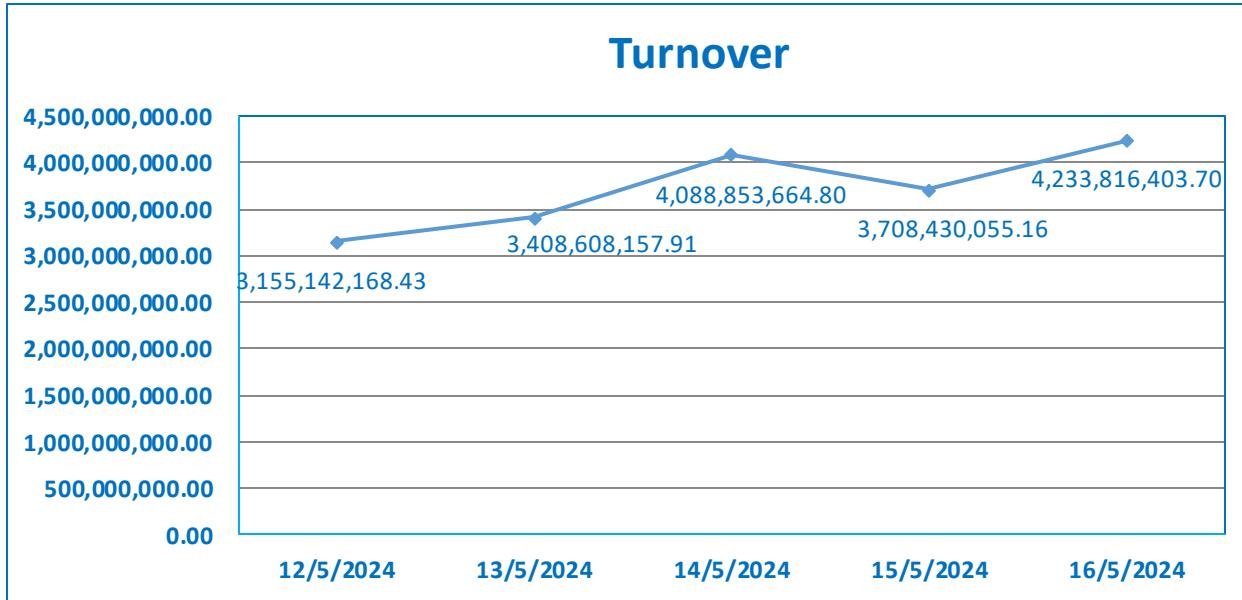


Figure 2 Turnover for NEPSE index

Sub-Indices Performance

Indices	9th May	16th May	Return
Microfinance	4,278.77	4,536.97	6.03%
Non-Life Insurance	10,286.06	10,618.40	3.23%
Banking	1,019.54	1,051.41	3.13%
Hydropower	2,352.07	2,415.27	2.69%
Manufacturing & Processing	6,259.56	6,423.78	2.62%
Life Insurance	9,750.86	9,996.29	2.52%
Investment	72.63	74.39	2.42%
Others	1580.67	1615.71	2.22%
Trading	2,673.13	2,707.57	1.29%
Development Bank	4,048.69	4,077.29	0.71%
Mutual Fund	18.09	18.20	0.61%
Finance	2,159.56	2,103.75	-2.58%
Hotels and Tourism	5264.14	5065.94	-3.77%

This week, we had the Microfinance leading the chart with 6.03% followed by Nonlife Insurance, Banking, and Hydropower with a return of 3.23%, 3.13% and 2.69% respectively. While Hotel and tourism and Finance had a negative return for -3.77% and -2.58% respectively.

Daily Sector Movement

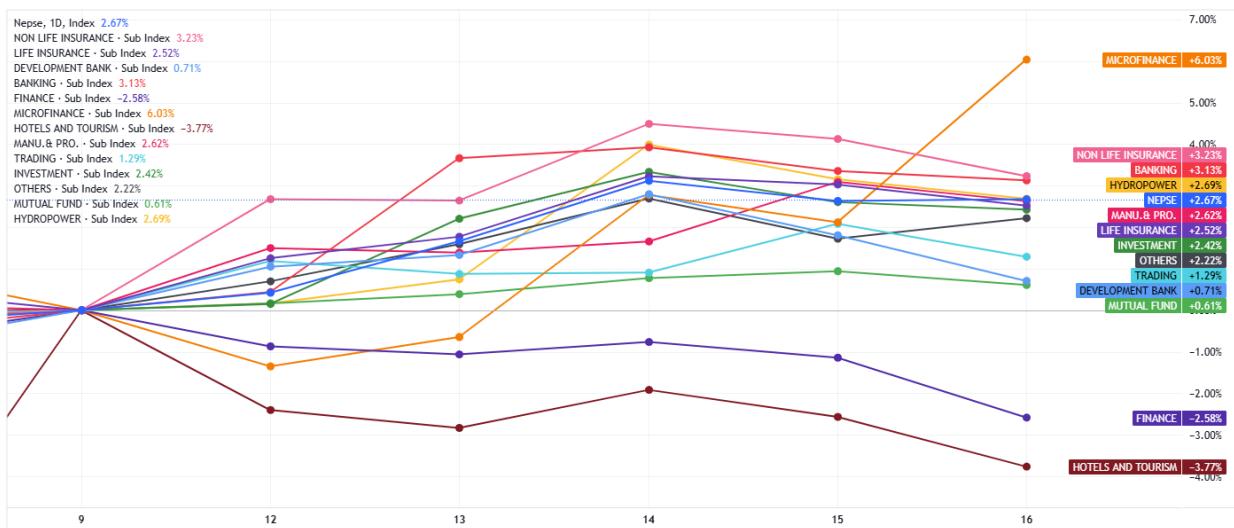


Figure 3 Daily sector movement relatively to NEPSE index

*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

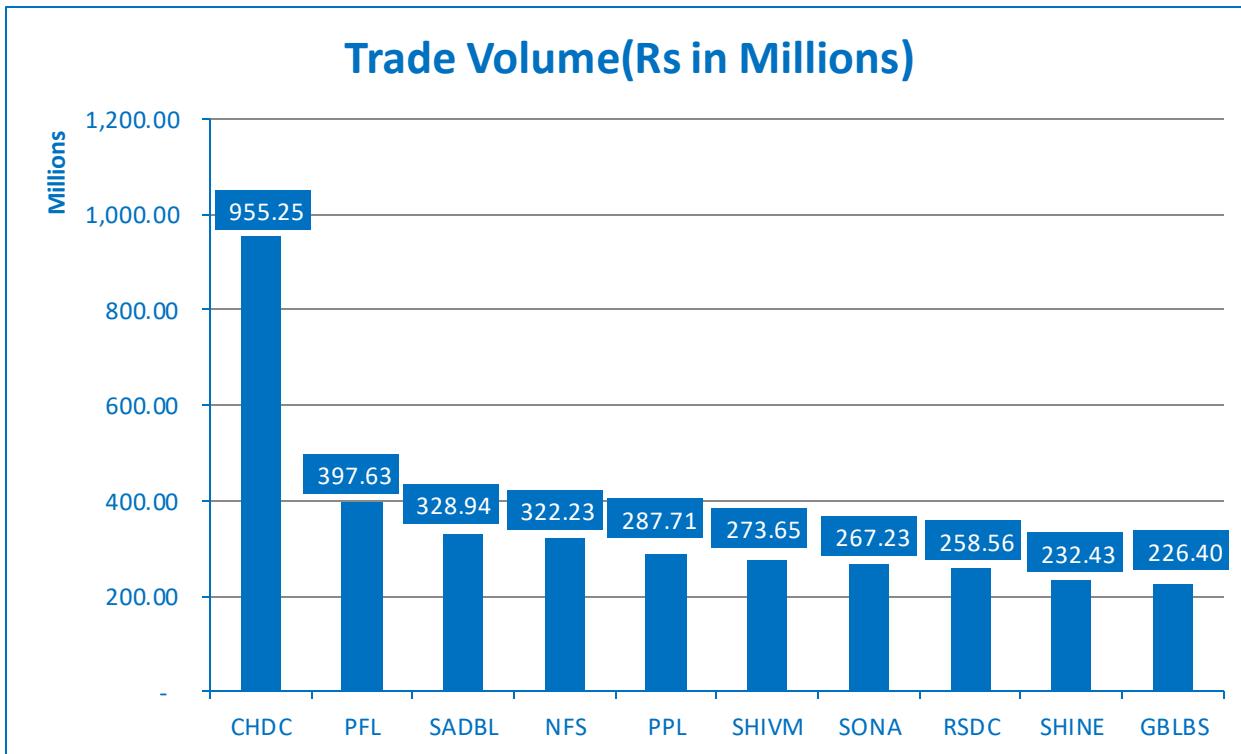
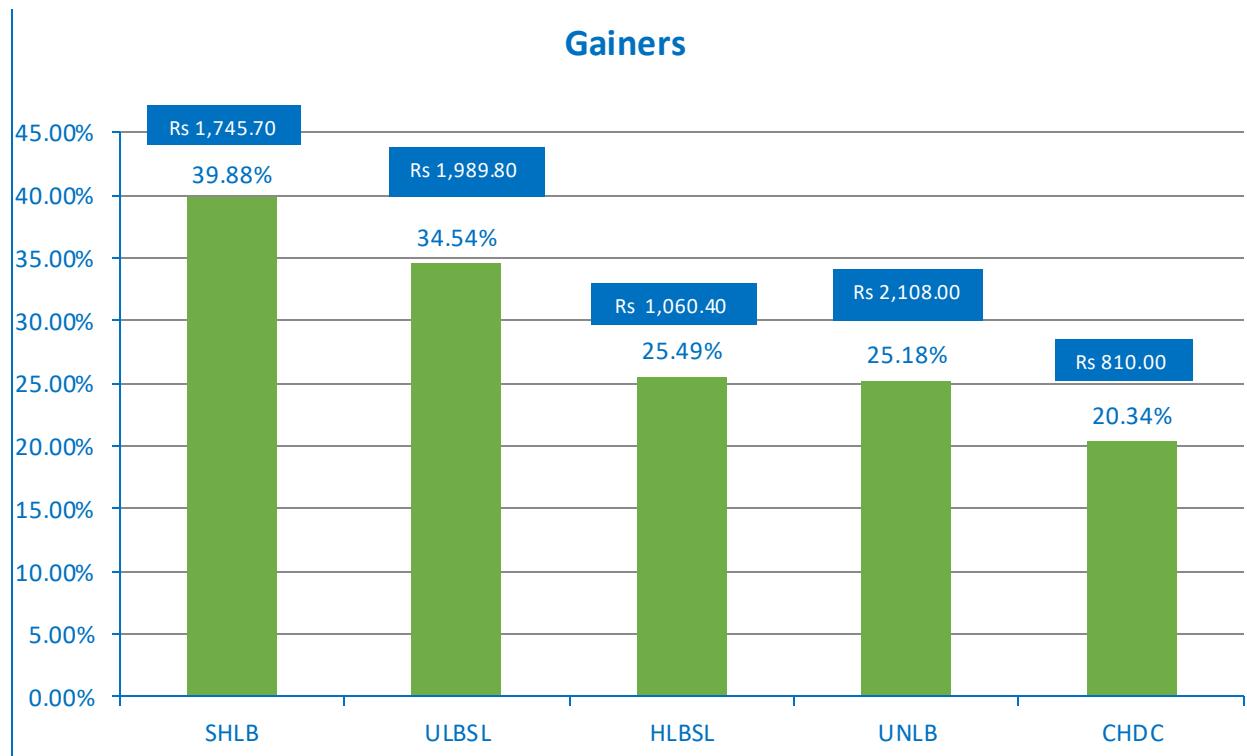
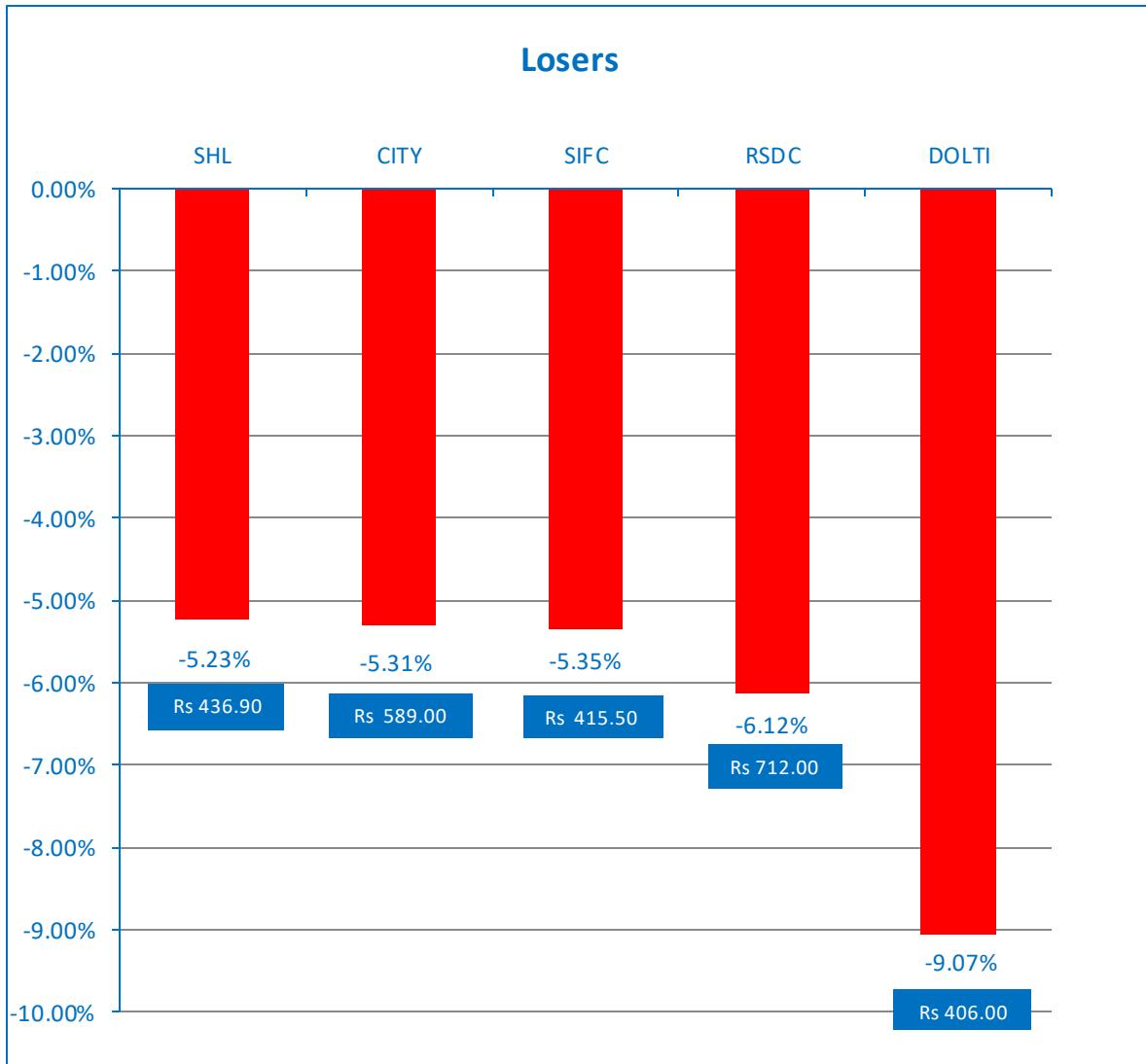


Figure 4 Top 10 Trade volume for the week

Gainers and Losers



Top 5 Gainers and losers for the week



Technical Overview

The 0.6 fib area marking the 1960 area has appeared to act as good support for the NEPSE index. We have been able to see constant bullish momentum from this area, yet unable to breach the resistance area of 2100s and beyond. To conclude NEPSE has been ranging sideways.

Looking at the chart adding multiple technical indicators like EMA, RSI, MACD and DMI. We can observe these indicators also indicating the same sideways movement. However if we pair the price movement with the Volume, we do have high volume on green candles which is an indicator for accumulation. Ultimately indicating there could be rise in the index in recent coming days.

Weekly analysis



Figure 5 Weekly Time Frame Candlestick Pattern

Daily analysis



On daily graph,

We do have a good momentum carrying on, there is bullish divergence in the RSI, MACD while the On balance volume has also supported the sideways movement, the MACD is yet to confirm the momentum. The Momentum indicator has signaled bullish movement in short time frame. (Daily)

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

Support	Resistance
S1 – 1960-1970	R1 – 2035 - 2040
S2 – 1900-1925	R2 – 2080
S3 – 1860	R3 – 2120

Major Rates and Ratios

Description	As on	Rate/Ratio
CD Ratio	May 7, 2024	80.51%
Weighted Average Interbank Interest Rate LCY	May 7, 2024	2.56%
Weighted Average 28 days T-bill rate	May 14, 2024	2.6940%
Weighted Average 91 days T-bill rate	May 14, 2024	2.9995%
Weighted Average 182 days T-bill rate	May 14, 2024	3.0348%
Weighted Average 364 days T-bill rate	May 14, 2024	3.2027%

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

Upcoming Events

Date	Event
19/5/2024	Book Closure Date for 9th AGM of Nepal Reinsurance Company Limited.
20/5/2024	Closing Day of auction of First Microfinance Laghubitta Bittiya Sanstha Limited for 1,20,000 units promoter shares.
21/5/2024	SGM of Upper Syange Hydropower Limited.
22/5/2024	7th AGM of Kriti Venture Fund Limited.
23/5/2024	7th AGM of Sun Nepal Life Insurance Limited.
24/5/2024	7th AGM of Asha Laghubitta Bittiya Sanstha Limited.
25/5/2024	SGM of Myagdi Hydropower Limited.

.....End.....

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