NEPAL LIFE CAPITAL

WEEKLY

MARKET UPDATE

Week: (1/9/2024 to 6/9/2024)

Contents

Market Movement

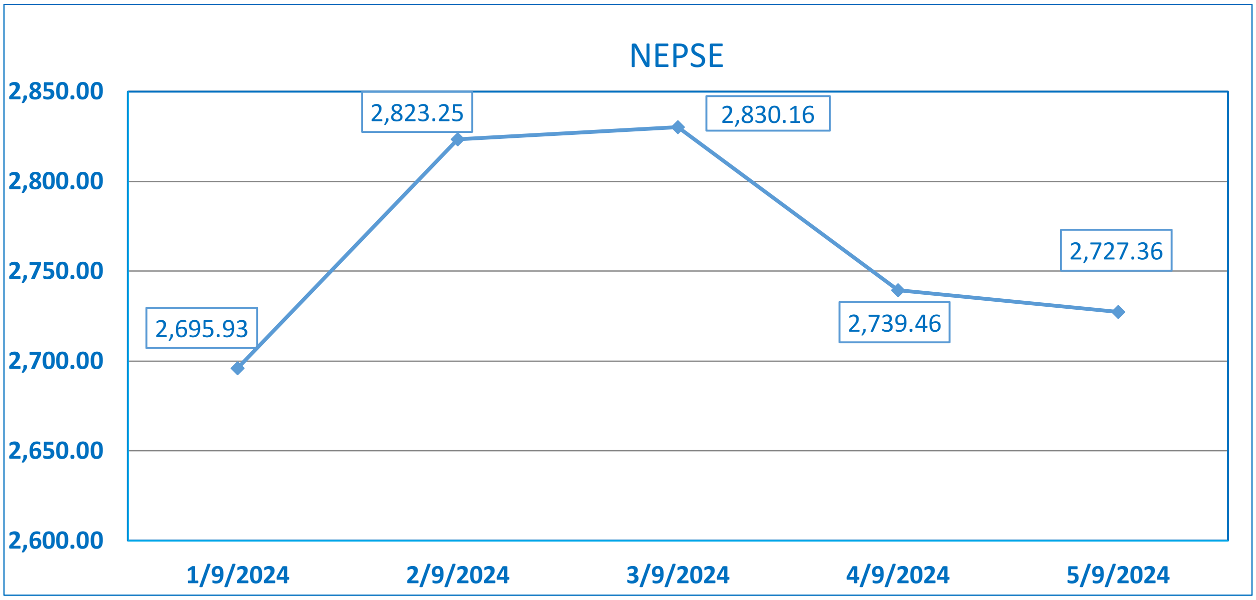


Figure 1 Market Movement for NEPSE index.

For the week of 1st September to 5th September, the NEPSE index dropped by -22.21 points -0.81%) to close at 2,727.36. The average turnover has also decreased to 11.955 arba (-25.70%) less than the previous week.

Daily Turnover

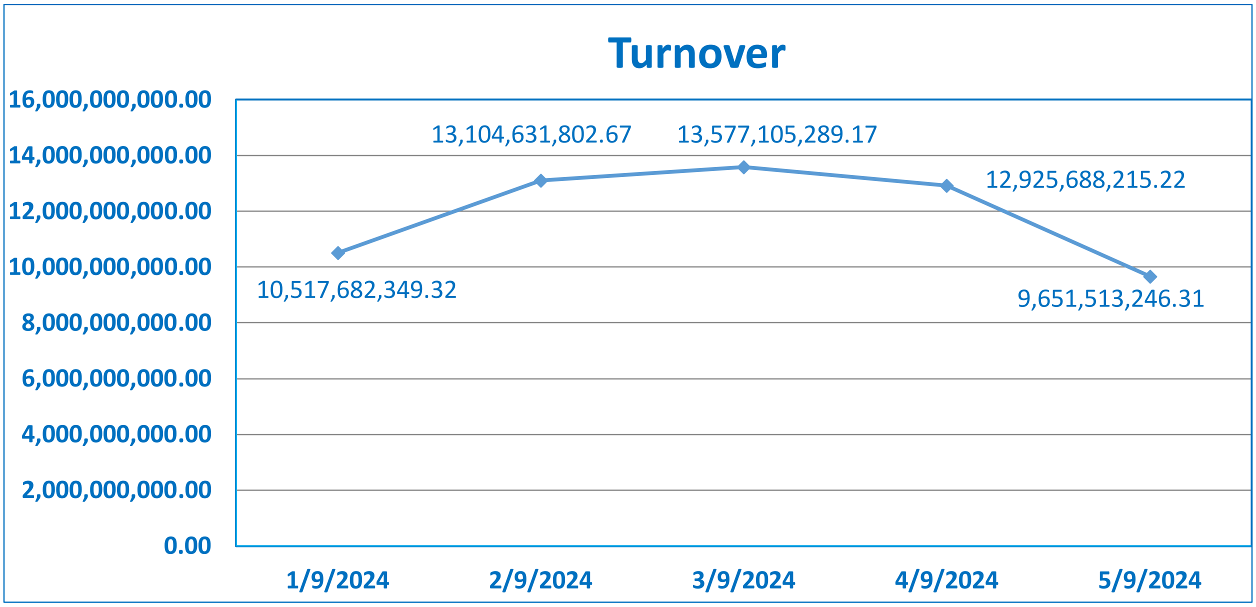


Figure 2 Turnover for NEPSE index.

Sub-Indices Performance

Indices	29th August	5th September	Return
Non-Life Insurance	13,108.97	13,768.42	5.03%
Microfinance	5,107.24	5,212.40	2.06%
Development Bank	5,436.27	5,538.25	1.88%
Life Insurance	13,486.03	13,596.61	0.82%
Mutual Fund	21.97	21.90	-0.32%
Trading	3,772.09	3,759.43	-0.34%
Others	2101.49	2079.70	-1.04%
Investment	111.35	109.91	-1.29%
Manufacturing & Processing	7,295.83	7,179.87	-1.59%
Hotels and Tourism	7155.68	6995.60	-2.24%
Banking	1,559.76	1,523.94	-2.30%
Hydropower	3,419.34	3,338.17	-2.37%
Finance	3,559.94	3,443.86	-3.26%

This week:

NEPSE was volatile and with volatility some sectors managed to give a insightful movements, as Non-Life insurance performed the best with 5.03% while Micro finance followed with 2.06%. While the rest of the weekly returns have been listed above.

Daily Sector Movement

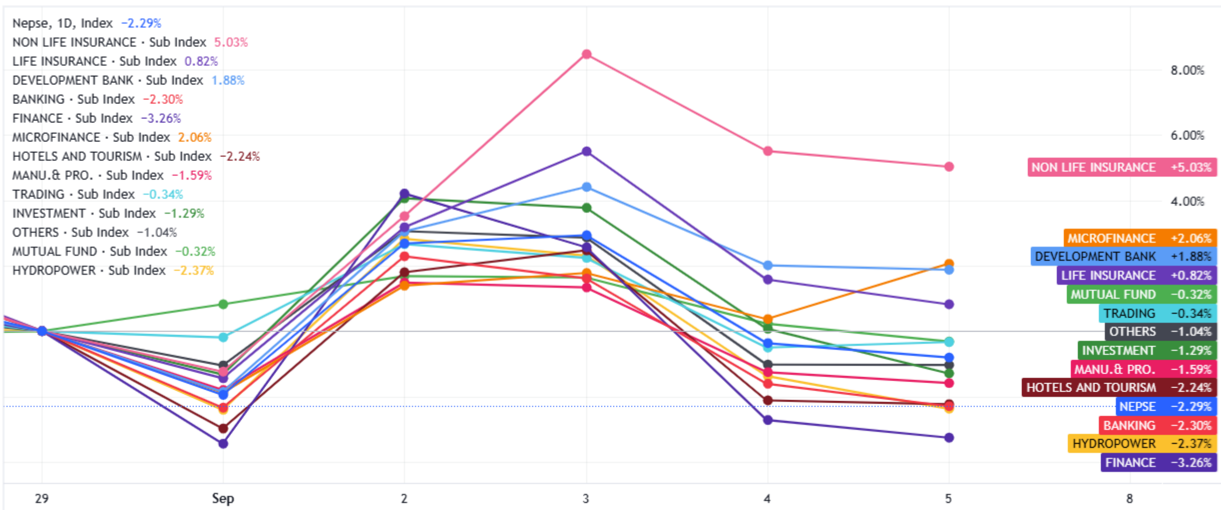


Figure 3 Daily sector movement relative to NEPSE index.

*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

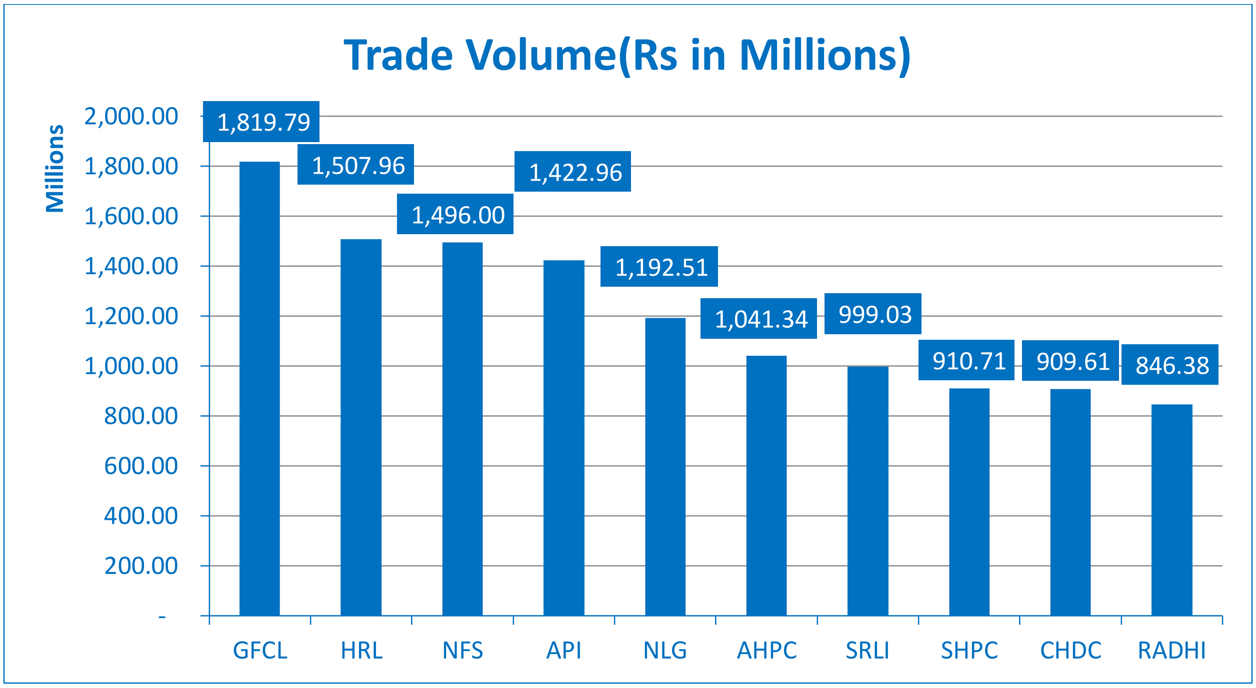
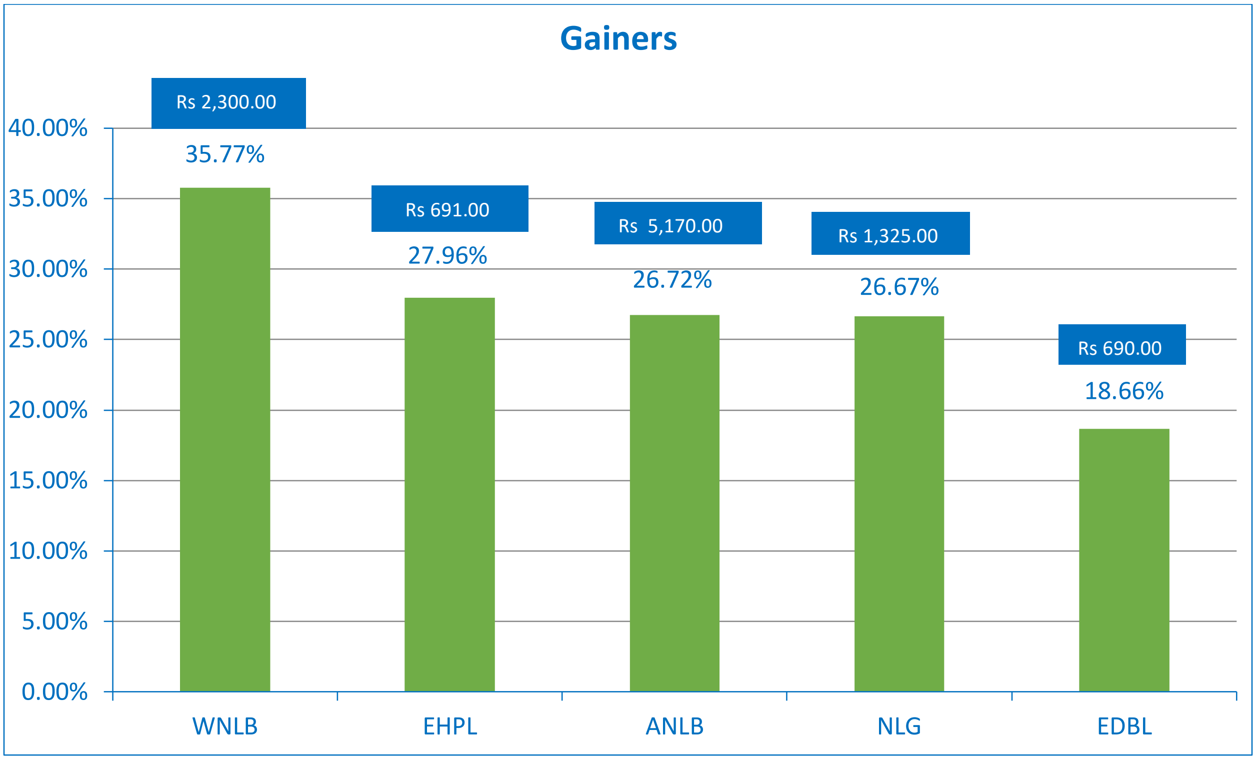
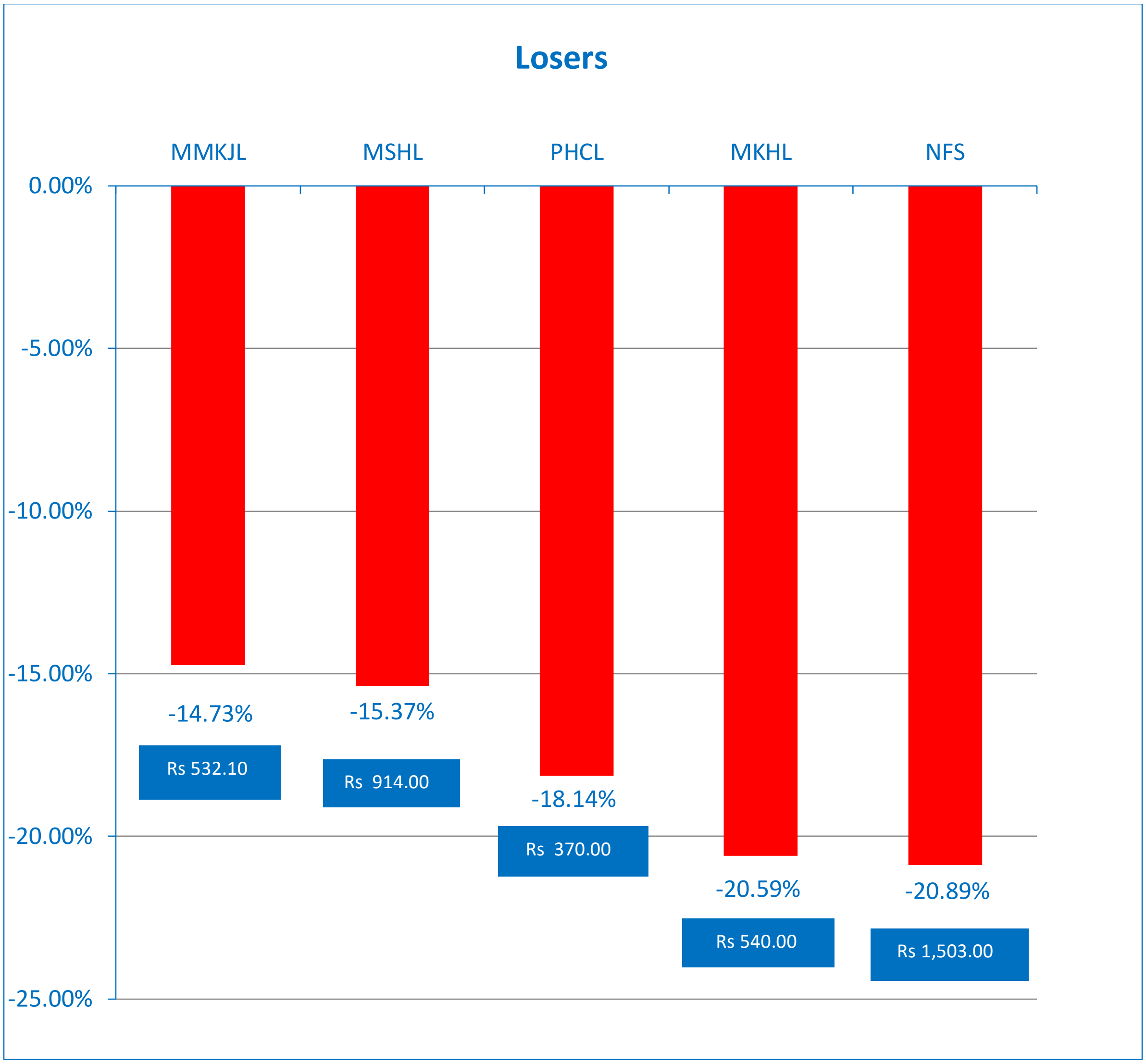


Figure 4 Top 10 Trade volume for the week.

Gainers and Losers



Top 5 Gainers and losers for the week



Losers
MMKJL
MSHL
PHCL
MKHL
NFS
0.00%
-5.00%
-10.00%
-15.00%
-20.00%
-25.00%
-14.73%
Rs 532.10
-15.37%
Rs 914.00
-18.14%
Rs 370.00
-20.59%
Rs 540.00
-20.89%
Rs 1,503.00

Technical Overview

The short term has now changed. The market is now testing its support areas. This week we had a volatile week, particularly on 2nd September, Monday the index rose by over 100 points and dropped down back to last week's closing. This move visually explains that the participants in the market are selling, in regards and hope for the index to drop to a lower area. How ever this is a short-term trend and isn't expected to last more than a few weeks. Overall, the index has also been affected by the sessional effect of Dashain/ Tihar as the market usually consolidates right in the face of these events. The index isn't expected to breach the 3000s mark in a short period of time as the volume speaks for itself and indicates a stale market. However, from our long-term perspective, we are seeing this selling as a buying opportunity as the index falls. We have managed to book profits and remain cash for this present opportunity.

Weekly analysis

Figure 5 Weekly Time Frame Candlestick Pattern

Daily analysis

On daily graph,

On a daily spectrum. Our minor supports have been violated; However, the 2680-2640 area seems to hold the index from falling below. From a technical perspective this rise from the 2680 area this week could have been a selling opportunity as people seem to be in fear due to the high tide rise in the index. The volume has been really drying in comparative to our recent trading activities. If the index does breach the 2640 area, we could potentially be heading towards the 2400s until Dashain Tihar.

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

Support	Resistance
Support 1: 2680	Resistance 1: 2860
Support 2: 2640	Resistance 2: 2900
Support 3: 2500	Resistance 3: 3100

Major Rates and Ratios

Description	As on	Rate/Ratio
CD Ratio	September 3, 2024	78.98
Weighted Average Interbank Interest Rate LCY	September 3, 2024	3.00%
Weighted Average 28 days T-bill rate	September 3, 2024	2.9642%
Weighted Average 91 days T-bill rate	September 3, 2024	2.9545%
Weighted Average 182 days T-bill rate	September 3, 2024	2.9923%
Weighted Average 364 days T-bill rate	September 3, 2024	3.0298%

Average FD Rate for the month of Bhadra 2080	
Institutional	**Individual**
5.25%	**6.49%**

Upcoming Events

Date	Event
8/9/2024	Book Closure for Siddhartha Investment Growth Scheme 3
	AGM of Him Parbat Hydropower Limited.
9/9/2024	No Events!
10/9/2024	Book Closure Date for 2nd AGM of CBIL Securities Limited.
	Closing day of Auction of 4,00,389 units of Ordinary Right Shares of Nepal Life Capital Limited.
11/9/2024	Book Closure for Sanima Equity Fund, Sanima Large Cap Fund and Sanima Growth Fund
12/9/2024	No Events!
13/9/2024	Book Closure for NIC Asia Select-30, NIC Asia Flexi Cap Fund, NIC Asia Growth Fund and NIC ASIA Balanced Fund
14/9/2024	No Events!

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