



Global IME
Capital Limited
मानव संसाधन विकास विद्यापीठ
GROW WITH US



MARKET OVERVIEW



MACRO ECONOMIC UPDATE



NEWS UPDATE

GICL COMMUNIQUÉ

21st – 26th Jan, 2024

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MARKET UPDATE

NEPSE registering a loss of 72.43 (3.36 %) points this week. On January 21, 2024, the opening index was 2,156.52 while on January 25, 2024 it closed at 2,084.09. The total turnover for the week was NPR.25,993.593-million rupees. In past week NEPSE reached its highest point 2165.67 whereas its lowest point was 2072.79 in its intraday trading, hence witnessing volatility of 92.88 points. The NEPSE index bounced back 277.19 points from the recent low of 1806.09 and closes at 2084.09. Still, the NEPSE Index is down 35.42 % from its all-time high (3227.11) which was created on 18/08/2021.



MARKET OUTLOOK

Over the past two years, the Nepalese stock market benchmark has faced a consistent downtrend, experiencing a substantial 44.01% decline from 3,227.11 to 1,806.09. Factors such as a liquidity crisis, increasing interest rates, and strict regulatory measures have adversely impacted the capital market. However, recent months have witnessed a notable reversal of this trend, particularly evident in certain sectors, including newly IPO-issued companies, reaching record highs and others displaying growth exceeding 30%. The Current Account (CA) has turned around, recording a surplus, while the Balance of Payments (BOP) has seen a significant increase in surplus compared to the corresponding period in the previous year. Noteworthy indicators of evolving financial dynamics include the presence of high liquidity in banks and a Credit-Deposit (CD) ratio of 80.11% (as of January 21, 2024), falling below the 90% threshold. The Nepalese Stock Exchange's (NEPSE) current market capitalization stands at 32.73 Kharba, with a market cap to GDP ratio of 60.83%.

Indicators

Last Updated	14/1/2024	13/1/2024
Total Deposits (in NPR Billion)	6127	6,120
Commercial Banks Total Deposits (in NPR Billion)	5,423	5,418
Other BFIs Total Deposits (in NPR Billion)	705	702
Total Lending (in NPR Billion)	5,071	5,069
Commercial Banks Total Lending (in NPR Billion)	4,482	4,480
Other BFIs Total Lending (in NPR Billion)	589	589
CD Ratio (in %)	80.11	80.43
Interbank Interest Rate LCY - Weighted Avg. (in %)	2.99	3.36

TECHNICAL INDICATORS

The NEPSE index concluded the week at 2,084.09, reflecting a loss of 72.43 points (3.36%) compared to the previous week. This decline suggests a potential short-term bearish sentiment, although confirmation is still required. The 2030-1980 zone is identified as the nearest support level, while resistance is observed at the 2,150 zone. The index positioned above the pivot line aligns with a bullish market sentiment. Conversely, the index closing below the middle band in the Bollinger band signals a bearish market sentiment, supported by decreasing in trading volume, further indicating a negative market outlook. In simpler terms, recent market movements indicate a possible bearish trend, but it's crucial to await additional confirmation.

Relative Strength Index (RSI)

The Relative Strength Index (RSI) is a key indicator in assessing market momentum, with readings at or above 70 signaling potential overbought conditions, suggesting that the investment may be becoming expensive and could undergo a corrective fall. Conversely, an RSI reading of 30 or lower indicates an oversold or undervalued condition. In the past week, the RSI has down from 67.76 to 52.92, reflecting a decrease in buying momentum and an increase in selling momentum. Notably, the current RSI value falls within the sideways zone, between 40 to 60.

Moving Average Convergence Divergence (MACD)

The Moving Average Convergence Divergence (MACD) indicator signals a strong bullish momentum on both the weekly and monthly timeframes, evident in the placement of the signal line at 2.83 and the MACD line at 23.86, both positioned above zero. The crossover of the MACD line above the signal line in both the weekly and monthly charts indicates a bullish sentiment. This upward trend is further affirmed by the positive histogram observed in the weekly chart, solidifying the existing bullish outlook. However, on the daily timeframe, the crossover of the MACD line below the signal line, moving towards the negative zone, implies a potential shift to a more bearish sentiment in the short term.

Candlesticks

On January 25, 2024, NEPSE's daily index concluded at 2,084.09, indicating a 0.19% decrease from the previous day. The trading volume stood at NPR 376.49 Crore, resulting in the formation of a red candle. This decline in trading volume suggests a potential bearish momentum in the market following the rapid growth observed in the last month. Notably, the last monthly chart revealed the formation of a Morning Star pattern, a bullish reversal candlestick pattern typically seen at the bottom of a downtrend. This pattern signifies a slowdown in downward momentum before a substantial bullish move that sets the stage for a new uptrend.

Moving average

Days	Index	Trends
MA-5		Bearish
MA-50		Bullish
MA-200		Bullish

The 50-day Moving Average of the NEPSE Index has crossed its 200-day Moving Average from below forming a Golden crossover. This is typically a bullish signal. Golden cross formation on 22nd January, 2024 is still valid in daily chart.

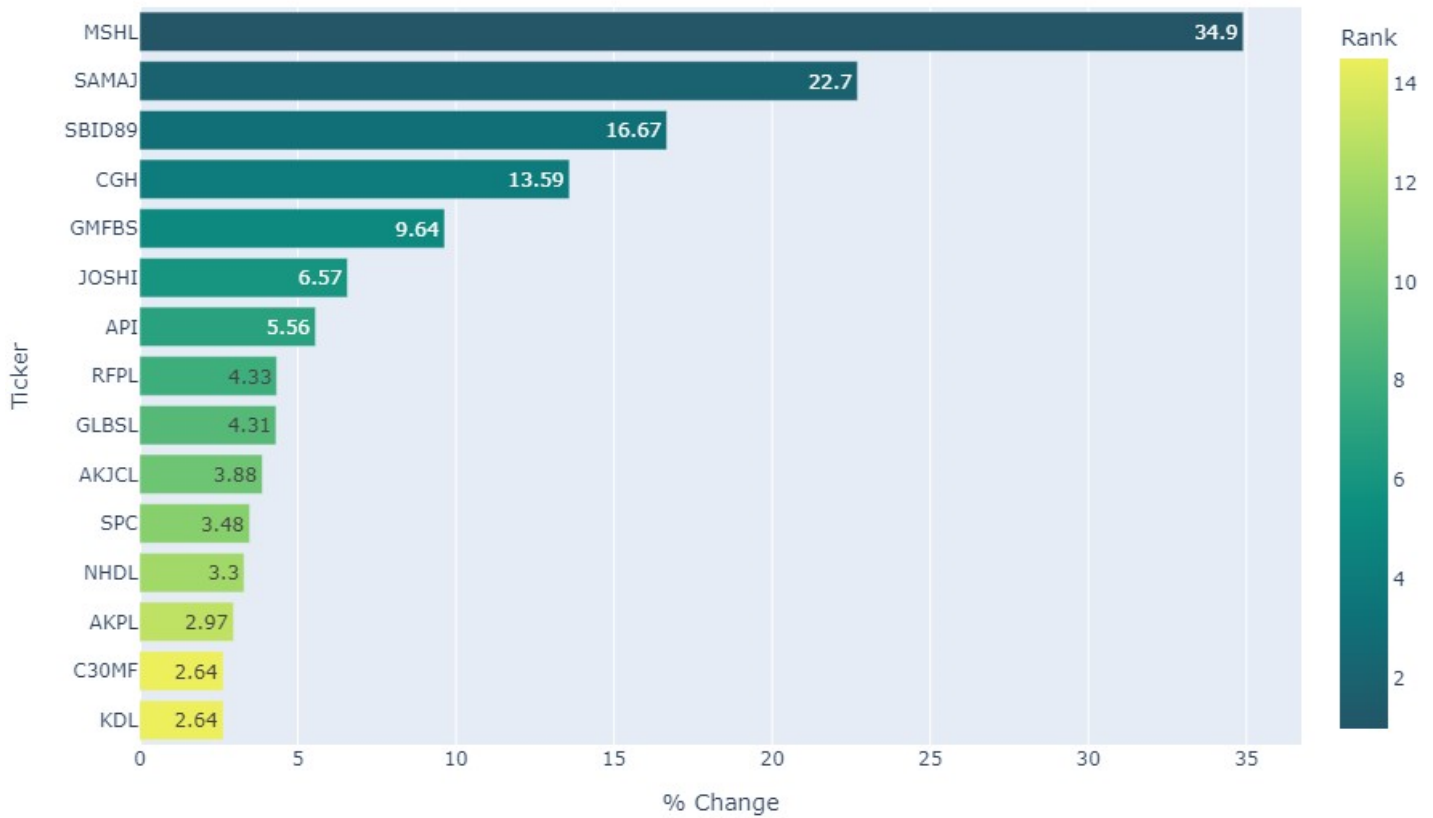
Insights

Over the past two years, the NEPSE index has experienced a consistent decline, dropping by 44.01% from 3227.11 to 1806.09. Notably, the index has been range-bound between 1,800 and 2,250 since May 2022, exhibiting a consolidation phase. The Relative Strength Index (RSI) indicates a decrease in buying momentum and an increase in selling momentum in daily chart. The Moving Average Convergence Divergence (MACD) points towards a shift to bearish sentiment as the MACD line surpasses the signal line from above in daily chart, accompanied by a negative histogram. Despite the decline in this week trading session, the index maintains its position above the multiple moving averages. The healthy correction and profit booking represent integral components of a bullish market, contributing positively to the index. This phenomenon is conducive to the market's future growth, underscoring its role in maintaining overall stability and resilience. Technical indicators lean towards a short-term bearish market sentiment. The 2030-1980 zone is identified as the nearest support level, while resistance is observed at the 2,150 zone.

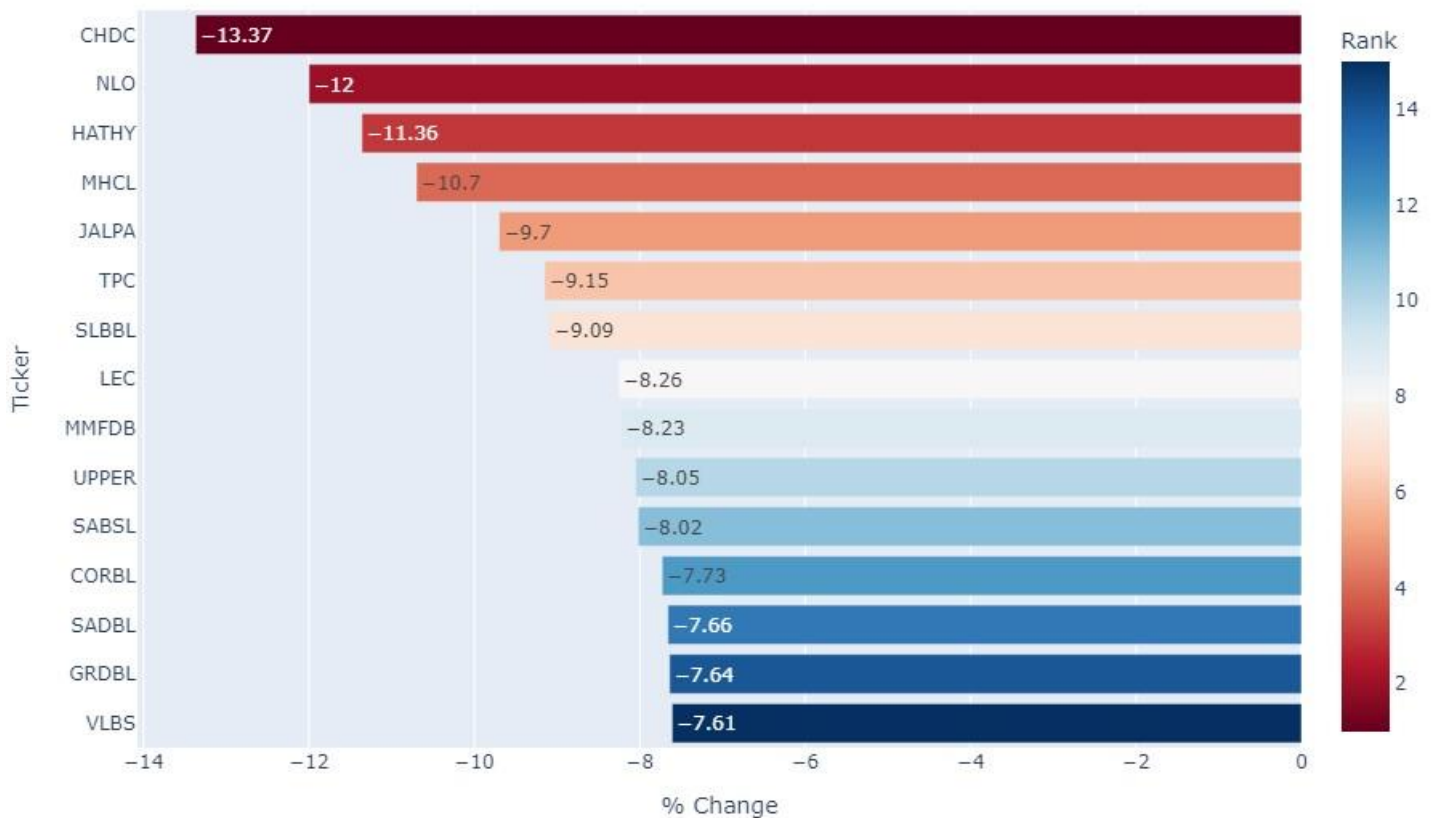
MUTUAL FUND PERFORMANCE

Funds	Assets Under Management	NAV	Discount /Premium%	CAGR%	Equity%	Fixed Income%	Cash%
H8020	1,068,458.49	10.74	-17.78%	30.46%	29.08%	20.54%	50.37%
C30MF	787,699.45	10.69	-20.02%	11.50%	44.50%	11.78%	43.73%
LVF2	840,011.43	10.18	-18.57%	6.37%	49.72%	12.01%	38.27%
NICSF	1,370,313.99	10.97	-17.68%	4.05%	56.14%	11.33%	32.53%
RMF2	880,577.37	10.41	-20.56%	9.93%	53.99%	16.47%	29.55%
NFCF	520,131.23	9.89	-0.91%	-0.31%	52.32%	18.28%	29.40%
PRSF	1,063,466.70	10.7	-19.81%	8.76%	53.27%	21.05%	25.68%
NICFC	1,101,524.63	10.68	-18.35%	4.77%	63.44%	11.14%	25.42%
SAGF	701,874.98	10.54	-15.09%	5.51%	58.16%	16.67%	25.17%
KSLY	416,728.52	10.78	-1.30%	5.33%	65.56%	10.04%	24.41%
NICGF	914,072.81	10.8	-12.04%	1.40%	66.46%	9.18%	24.36%
NBF3	1,112,606.20	8.97	-16.39%	-4.53%	65.34%	11.25%	23.41%
SIGS3	871,728.91	10.42	-19.19%	7.05%	65.82%	14.99%	19.19%
SFEF	1,037,186.31	10.13	-17.87%	2.08%	66.70%	14.32%	18.98%
NADDF	664,852.88	10.51	-2.47%	0.82%	25.81%	55.95%	18.24%
SSIS	570,056.43	9.05	-13.70%	-3.69%	66.95%	15.39%	17.65%
KDBY	1,363,246.05	10.68	-17.98%	4.52%	61.96%	21.18%	16.86%
SLK	299,426.53	10.01	-0.90%	0.80%	70.35%	12.98%	16.68%
RMF1	1,211,694.52	9.66	-16.67%	-1.36%	59.50%	23.94%	16.56%
NIBLSF	2,842,912.12	10.1	-1.88%	0.33%	62.93%	20.52%	16.55%
MMF1	1,100,330.25	8.77	-17.79%	-5.34%	74.06%	9.96%	15.99%
NICBF	781,011.65	10.43	-18.79%	0.98%	52.97%	31.78%	15.25%
CMF1	806,169.22	10.34	-17.79%	0.61%	59.63%	25.50%	14.87%
NIBLGF	1,348,254.22	10.15	-20.10%	1.07%	66.25%	20.22%	13.53%
SEF	1,504,403.28	9.74	-18.89%	-0.43%	77.58%	9.39%	13.03%
KEF	1,060,936.63	10.08	-18.35%	0.28%	70.82%	17.12%	12.06%
CMF2	548,792.04	9.91	-18.06%	-0.03%	66.94%	21.12%	11.94%
SFMF	982,169.96	11.19	-12.42%	2.72%	64.92%	23.57%	11.52%
SBCF	1,247,828.47	9.76	-18.55%	-0.74%	72.47%	16.11%	11.42%
SIGS2	1,208,214.26	9.77	-17.09%	-0.39%	80.46%	8.27%	11.27%
SLCF	1,152,753.95	9.64	-17.32%	-1.14%	70.64%	19.33%	10.03%
NIBSF2	1,357,706.04	9.06	-17.77%	1.40%	64.34%	26.00%	9.66%
NMBSBF	1,448,026.38	9.16	-4.59%	-3.68%	78.19%	13.37%	8.43%
LUK	680,179.39	10.18	-15.91%	0.65%	72.15%	19.46%	8.39%
LEMF	1,293,371.70	10.02	-9.48%	0.12%	70.36%	21.69%	7.96%
PSF	1,279,630.18	10.41	-16.52%	1.41%	67.31%	25.07%	7.61%
NSIF2	1,344,625.83	11.15	-18.65%	8.77%	75.96%	18.96%	5.08%
NBF2	1,078,316.22	9.82	-15.58%	-0.46%	75.70%	19.36%	4.94%
GIBF1	985,783.49	10.38	-20.81%	2.59%	89.78%	5.50%	4.72%
SAEF	1,437,877.79	10.94	-9.05%	1.63%	77.90%	19.33%	2.77%
NMB50	1,309,909.40	10.59	-9.63%	1.40%	76.49%	20.90%	2.61%
NIBLPF	728,005.61	9.7	-3.92%	-0.34%	77.36%	20.61%	2.03%

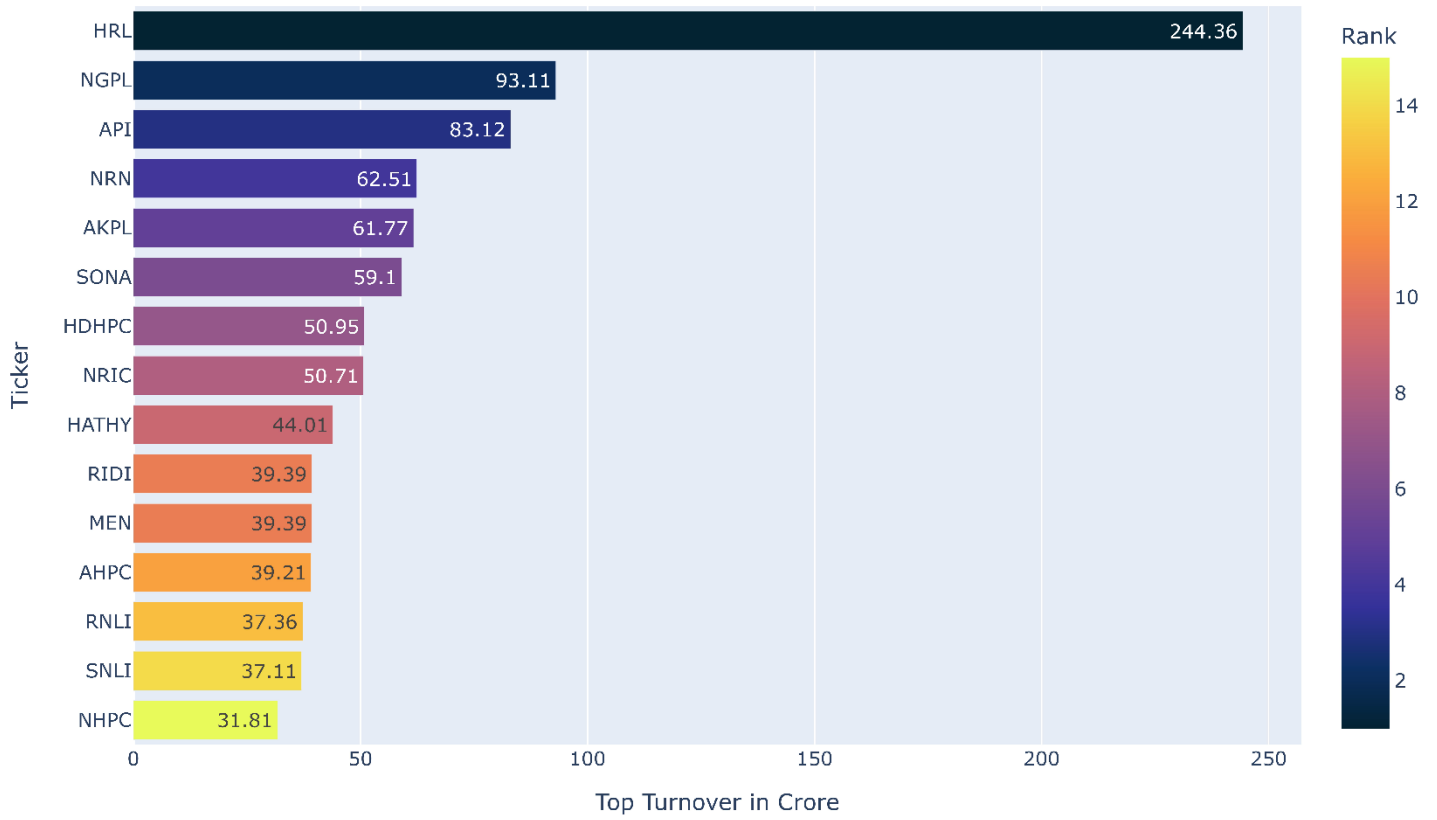
Top Gainers (2024-01-18 - 2024-01-25)



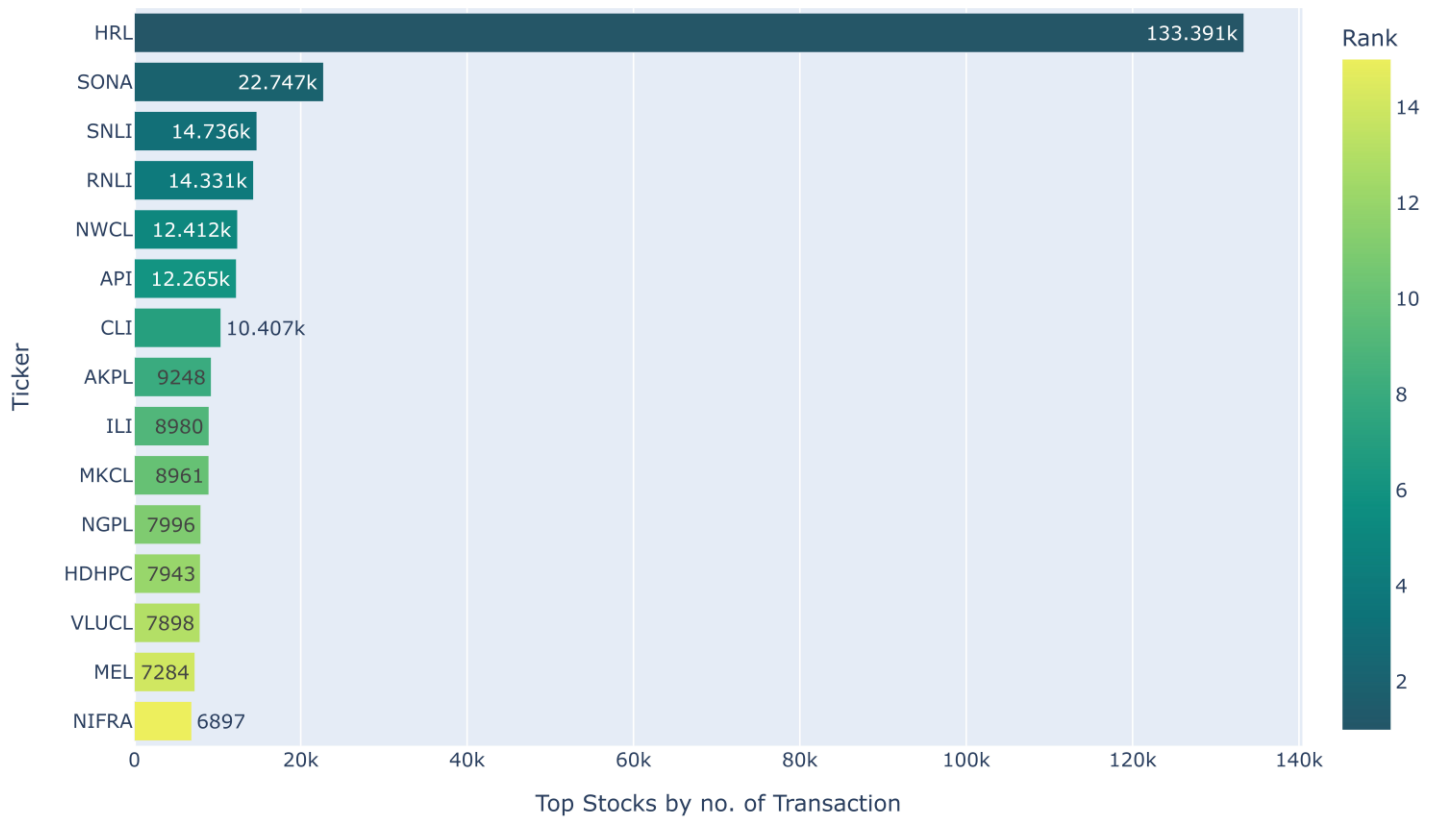
Top Losers (2024-01-18 - 2024-01-25)



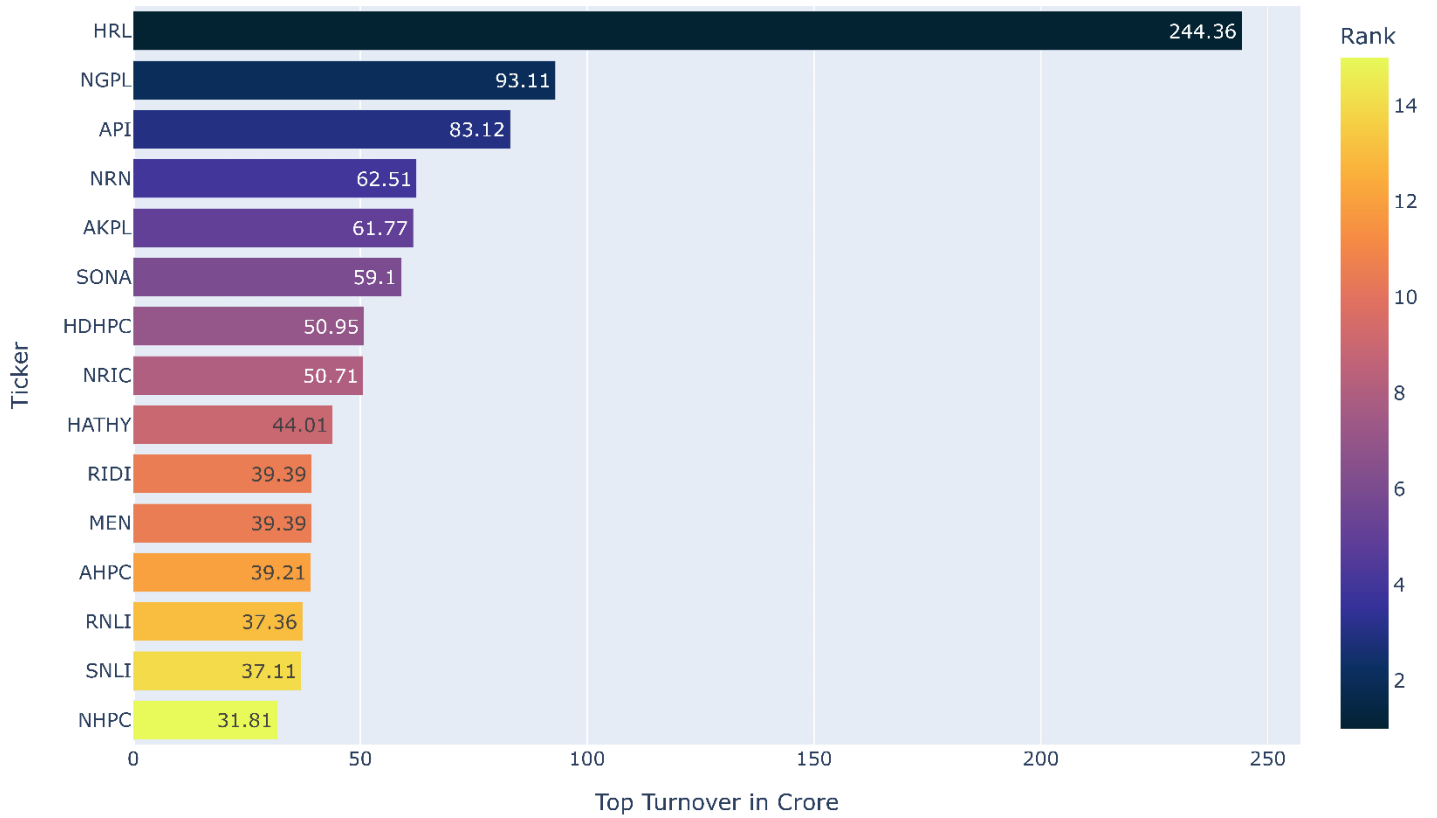
Top Turnover in Crore (2024-01-18 - 2024-01-25)



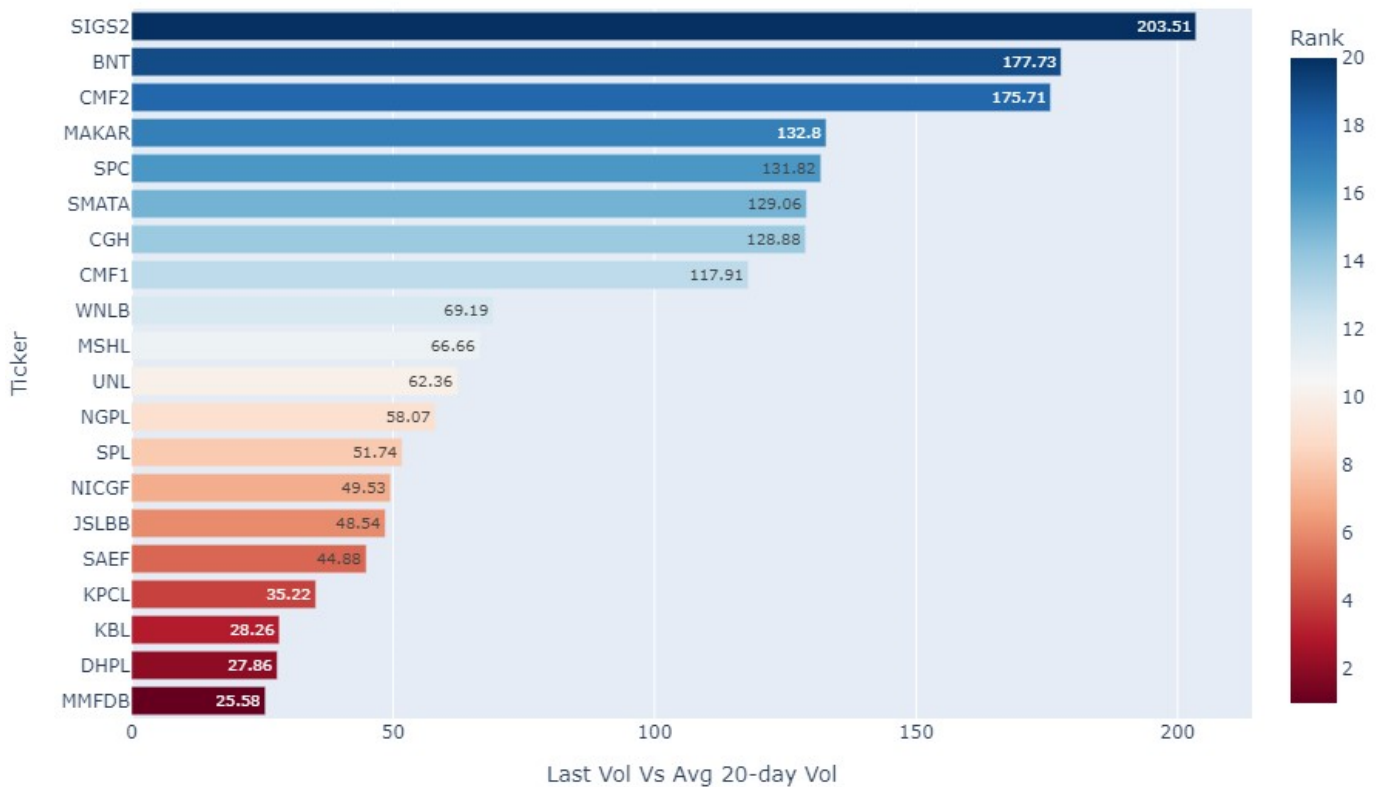
Top Stocks by no. of Transaction (2024-01-18 - 2024-01-25)



Top Turnover in Crore (2024-01-18 - 2024-01-25)



Hot Stocks as on 2024-01-25 (20-day volume vs Average 20-day volume %)

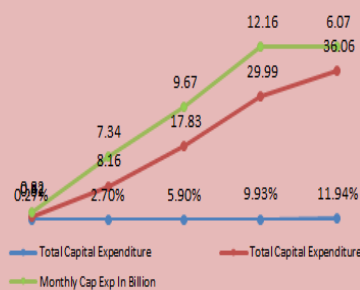


Current Macroeconomic and Financial Situation of Nepal

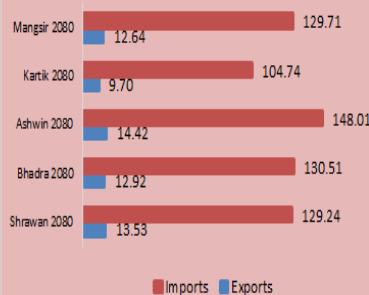
For the Month of Mangsir 2080

Gross Domestic Product	Total Budget (2079/80)	Total Capital Budget (2077/078)	Total Revenue Budget (2079/80)	Imports	Exports
NRs. 5,381 B	NRs. 1,751	NRs. 302 B	NRs 1,449 B	NRs 642 B	NRs 63 B
Total Capital Expenditure	Utilization (Total Budget)	Utilization (Cap Budget)	Revenue Collection	Base Rate	InterBank
	NRs 453 B	NRs 36 B	NRs 363 B	9.64%	2.06%
	% Utilization	% Utilization	Nepal Govt Balance in NRB	Consumer Price Inflation	
	25.87%	11.94%	NRs 188 B	4.95	

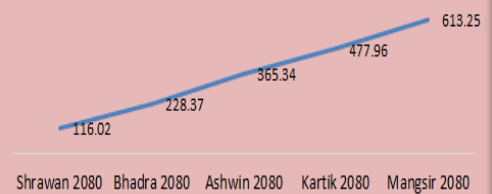
Total Monthly Expenditure



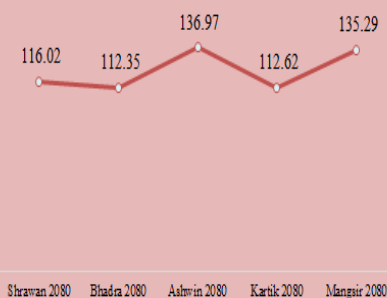
Monthly Imports and Exports



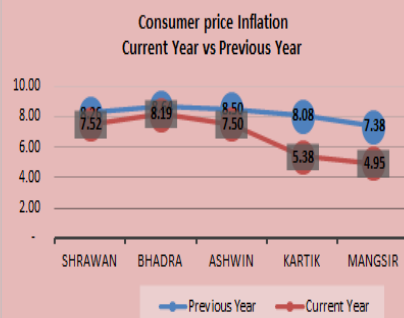
Remittance in Billion



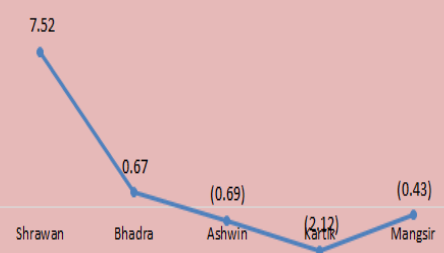
Monthly Remittance



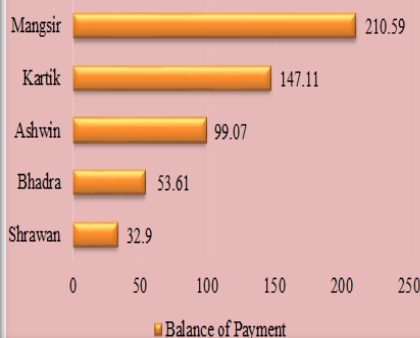
Consumer Price Inflation



Monthly Consumer Price Inflation



Balance of Payment



No. of Tourist Arrival



In the five months of macro-economic data released by the Nepal Rastra Bank (NRB), several key indicators shed light on the country's economic performance during the initial period of fiscal year 2023/24.

One notable development is the 14.8% increase in gross foreign exchange reserves, rising from NPR 1,767.04 billion in mid-December 2023 to NPR 1539.36 billion in mid-July 2023. This substantial growth places the reserve at a level sufficient to cover merchandise and services import capacity for 14.1 months. Such resilience in foreign exchange reserves provides a buffer against economic uncertainties and external shocks. The ratio of reserves-to-GDP at 32.8 percent, in mid-December

Merchandise imports decreased by 3.4 % to NPR 642.21 billion. This contrasts with an 20.7 % decrease in the corresponding period a year ago, indicating a rebound in trade activities. However, the total trade deficit decreased by 3.1%, reaching NPR 579 billion over the five-month period in FY 2023/24.

Remittance inflow, a crucial component of Nepal's economy, exhibited robust growth, surging by 27.6% to NPR 613.25 billion, underscoring the sustained importance of remittances as a key contributor to the country's economic stability. The number of Nepali workers seeking approval for foreign employment displayed a decline compared to the previous year. In the review period, the number of Nepali workers, both institutional and individual, taking first-time approval for foreign employment stands at 1,73,555 and taking approval for renewed entry stands at 1,04,037. In the previous year, such numbers were 2,36,779 and 1,15,948 respectively.

The Current Account (CA) recorded a surplus of NPR 104.23 billion during the four-month period, a significant turnaround from the NPR 41.21 billion deficit in the same period of the previous year. This positive development is indicative of a healthier balance in Nepal's international transactions. Furthermore, the Balance of Payments (BOP) registered a surplus of NPR 210.59 billion, a notable increase from the NPR 45.87 billion surplus in the corresponding period of the previous year.

Turning to the banking sector, deposits at Banks and Financial Institutions (BFIs) increased by NPR 263.72 billion (4.6 %) during the review period, showing a more substantial growth compared to the previous year's increment of NPR 111.15 billion (2.2%). Private sector credit from BFIs also expanded, with an increase of NPR 110.06 billion (2.3%) in the review period, compared to an increment of NPR 73.30 billion (1.6%) in the corresponding period of the previous year.

Interest rates in the banking sector exhibited stability, with average base rates for commercial banks, development banks, and finance companies standing at 9.64%, 11.64 %, and 13.14 %, respectively, in the fifth month of 2023/24. Weighted average deposit rates for the same entities stood at 7.62%, 8.79%, and 9.85%, while weighted average lending rates were 11.85%, 13.39%, and 14.30%, respectively.

Shifting focus to the government's financial management, the Financial Comptroller General Office (FCGO) reported that the Nepal Government's total expenditure during the five months of 2023/24 amounted to Rs. 453 billion. Recurrent expenditure, capital expenditure, and financial expenditure stood at Rs. 360 billion, Rs. 36.06 billion, and Rs. 56.94 billion, respectively.

In summary, the macro-economic data paints a picture of a recovering Nepalese economy, marked by improvements in foreign exchange reserves, trade balances, remittance inflows, and overall fiscal management. While challenges persist, these positive trends provide a foundation for sustained economic growth in the coming months.

CORPORATE EVENTS

Corporate Events (28th January to 2nd February, 2024)

IPO

S.N.	Symbol	Company	Units	Price	Opening Date	Closing Date	Issue Manager	Detail
1	RSML	Reliance Spinning Mills Ltd.	770,640	608.00 to 912.00	2024/01/24 AD	2024/01/28 AD	Global IME Capital Limited	QII's
					2080/10/10 BS	2080/10/14 BS		

Mutual Fund

S.N	Company	Qty.	Type	Open Date	Close Date	Issue Manager
1	NSF	85,000,000	Ordinary	2024/01/16 AD	2024/01/19 AD	NIMB Ace Capital Limited
				2080/10/02 BS	2080/10/05 BS	

Auction

S.N	Company	Qty.	Type	Open Date	Close Date	Issue Manager
1	GHL	3217724	Ordinary	2024/01/23 AD	2024/02/06 AD	Muktinath Capital Limited
				2080/10/09 BS	2080/10/23 BS	
2	SWMFPO	75305	Promoter	2024/01/21 AD	2024/01/29 AD	NIC Asia Capital Limited
				2080/10/07 BS	2080/10/15 BS	
3	CIT	50000	Promoter	2024/01/21 AD	2024/01/29 AD	NIC Asia Capital Limited
				2080/10/07 BS	2080/10/15 BS	
4	MBLPO	11232492	Promoter	2024/01/19 AD	2024/01/29 AD	Machhapuchchhre Capital Limited
				2080/10/05 BS	2080/10/15 BS	
5	SPILPO	300000	Promoter	2024/01/17 AD	2024/01/25 AD	NIC Asia Capital Limited
				2080/10/03 BS	2080/10/11 BS	
6	NRICP	1500000	Promoter	2024/01/09 AD	2024/02/12 AD	NIC Asia Capital Limited
				2080/09/24 BS	2080/10/29 BS	

Proposed Dividend							
S.N.	Symbol	Company	Bonus (%)	Cash (%)	Total (%)	Announcement Date	Book Closure Date
1	NLG	NLG Insurance Company Limited	5.5	0.2895	5.7895	1/14/2024	2/8/2024
2	HEI	Himalayan Everest Insurance Limited	8.63	6.37	15	1/10/2024	1/28/2024

AGM/SGM					
S.N.	Symbol	Company	Book Closure Date	AGM Date	Agenda
1	TPC	Terhathum Power Company Limited	12/14/2023	1/27/2024	Financial Highlight of 2079/80, Appointment of Auditor, Issuance of 1:1 ratio right shares
2	GFCL	Goodwill Finance Company Limited	1/3/2024	1/29/2024	Financial Highlight of 2079/80, Appointment of Auditor, Election of Directors Including Female Candidate from Promoter Shareholders and Other Directors from Ordinary Shareholders
4	CLI	Citizen Life Insurance Company Limited	1/14/2024	1/28/2024	Financial Highlight of 2079/80, Appointment of Auditor, 0.26325% Cash Dividend, 5% Bonus Share, Election of Directors from Ordinary Shareholders, Amendment on Articles
5	HLI	Himalayan Life Insurance Limited	1/17/2024	2/1/2024	Financial Highlight of 2079/80, Appointment of Auditor, Election of Directors from Promoter and Ordinary Shareholders, Approval on Appointed Independent Director, Approval on Expenses

News Sources:

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www.sharesansar.com
www.nepalstock.com.np
www.nrb.org.np

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सेयर बजारमा लगानी गर्न चाहनु हुन्छ, तर



तपाईं आफ्नो पेशा व्यवसायमा व्यस्त हुनुहुन्छ ?



सेवानिवृत्त जीवन तनाव मुक्त भएर बस्न चाहनु हुन्छ ?



आफ्नो बालबच्चाहरूको सुन्दर भविष्यको लागि के मा लगानी गर्ने भनेर अन्यालमा हुनुहुन्छ ?

वा अन्य कुनै पनि कारणले सेयरमा लगानी गर्न सक्नु भएको छैन भने

GLOBAL IME CAPITAL LIMITED को लगानी व्यवस्थापन सेवा (PMS) मार्फत बिना भन्कट सुरक्षित लगानीको यात्रा शुरू गर्न सक्नुहुनेछ ।

के हो लगानी व्यवस्थापन सेवा?(PMS)

लगानी व्यवस्थापन सेवा भनेको विज्ञहरूद्वारा कम्पनीहरू तथा सेयर बजारको आधारभूत तथा प्राविधिक विश्लेषण गरेर उचित सेयर छनोट गरी उचित समयमा खरिद बिक्री गरेर विविधिकरण मार्फत जोखिम न्यूनिकरण गर्दै मुनाफा प्रदान गर्ने सेवा हो ।

लगानी व्यवस्थापनका फाइदाहरू



Fund managed by skilled manpower

Transparency

Hassle free

Risk minimization



विज्ञ जनशक्तिद्वारा लगानी व्यवस्थापन

पारदर्शिता

भन्कट मुक्त

जोखिम न्यूनिकरण

किन ग्लोबल आइएमई क्यापिटल लिमिटेड बाटै लगानी व्यवस्थापन सेवा लिने ?

- विज्ञहरूको समर्पित टिम (Dedicated team of professionals)
- सूक्ष्म विश्लेषण (Rigorous analysis)
- उच्चस्तरीय सेवा (Higher standard service)
- सक्रिय तथा नियमित रूपमा मासिक समीक्षा र पोर्टफोलियोको पुनः सन्तुलन (Active and Regular Monthly Review and Portfolio Rebalancing)

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