

MATERIAL MARKET UPDATE

The premier bourse lost 243 points (-3.81%) in July as global economic instability and recessionary fears continued to keep investors in a selling mode while trading volume remained low. The new fiscal year began with investors in profit booking mood as the central bank's contractionary monetary policy decision and uncertainty regarding the country's economic outlook kept investors' confidence low. In addition, panicked investors exerted selling pressure in the market due to fuel shortage in the country and its expected negative impact on industrial production and the overall economy. After the Eid vacation, the selling pressure in the market began to intensify while market participation started to decline and the market lost 315 points in 9 consecutive trading sessions. During this time, news regarding the forex reserve falling below the \$ 40 bn mark for the first time in 2 years spread further panic among investors. The regulator's request to market stakeholders to buy stocks to help the market recover and Russia-Ukraine's agreement to resume exports of grain from their sea port helped the market return to the green zone only for two days towards the end of the month, but slipped back to red again. After multiple failed attempts to arrest the market freefall, the month ended with the regulator taking a decision to re-impose a floor price after the market below the 6,000 points mark, helping the market rebound on the last trading day.

In July, economists anticipated the 80s "Volcker shock" as the US economy marked the 2nd consecutive quarter of negative GDP growth. The largest economy in the world met the shorthand definition of recession due to decreased inventories, and slowing investment and spending. Although the federal reserve embarked on tightening monetary policy to rein the price pressure, inflation remained elevated, fueled by a strong labor market, supply chain disruption, and geopolitical rivalries. The global economic turmoil due to food & fuel price inflation are major headwinds to our domestic economic growth. The ramifications of deglobalization through reshoring or friendly shoring may make it challenging to find new sources of growth as we have limited fiscal strength to stimulate persistent economic growth. The lower & middle-class households are suffering from "shoe leather cost" & "menu costs" as elevated inflation impaired their purchasing power persistently. Headline inflation soared to 7.48% in July, a slide from a 9 year high of 7.56% in June, fueled by demand-supply mismatch and price hike in the international market. Meanwhile, export earnings increased to USD 3.98 bn in July compared to the same month last year and remittance collection surged to USD 2.1 bn due to the Eid festival and cash incentive. Moreover, LC opening during July fell to USD 6.58 bn from USD 7.53 bn in June due to few stringent initiatives by the government. Despite Bangladesh Bank's intervention, higher remittance inflows, lower LC opening, hawkish fed rates and robust demand of goods & services from external markets kept the dollars dominant against the taka. The exchange rate depreciated to BDT 94.7 while the foreign reserves dropped below the USD 40 bn threshold, which had a negative spillover effect on the banking sector's liquidity, import oriented raw material costs and inclusive economic investment & growth. While the central bank raised the policy rate to 5.5%, the lending rate cap might not bring the current high inflation to the target level of 5.6%. Lower volume orders for RMG goods, rule relaxation for borrowers, and consistent current account deficit might aggravate the future economic outlook. So, the central bank and the government need to dissect the current state of the country's macroeconomy for a soft landing.

KEY NEWS UPDATE

MACROECONOMY

- Inflation falls to 7.48% slightly in July: <https://rb.gy/esaloz>
- Export earnings grow 15% in first month of new fiscal year: <https://rb.gy/esaloz>
- Trade deficit hits record \$33.25b in FY22: <https://rb.gy/666q7s>
- Import falls by 31% following forex austerity: <https://rb.gy/kp3hhd>
- Taka devalued for third time in a month to Tk94.70: <https://rb.gy/sjhebd>
- Remittance inflow rises 11.76% to \$2.09 billion in July: <https://rb.gy/g64pk5>
- Import of apparel raw materials surges: <https://rb.gy/lfrtsl>
- Private credit growth hits 13.66% a 4-year high: <https://rb.gy/fsdzia>
- BB to sign MoU with banks to cut default loans: <https://rb.gy/iiulxf>
- Rescheduling policy relaxed to reduce default loans: BB: <https://rb.gy/q45vs0>

CAPITAL MARKET

- Banks can now show share's cost price as exposure limit: <https://rb.gy/l4hfk2>
- Stocks turnover soars to two-month high: <https://rb.gy/gvgqaa>
- Several NBFIs boards to be restructured: <https://rb.gy/wmrsbm>
- ICB cancels Tk3,400cr loans meant for non-listed cos: <https://rb.gy/fct4h1>
- The number of all types of BO accounts drops in July: <https://rb.gy/sin6zz>

INTERNATIONAL

- Retail sales rose by 1% more than expected in June despite inflation: <https://rb.gy/x0vddg>
- UK retail sales fell again by 0.1% in June: <https://rb.gy/9b9t0y>
- Consumers expect inflation to slow down, a big win for the Fed: <https://rb.gy/7eku23>

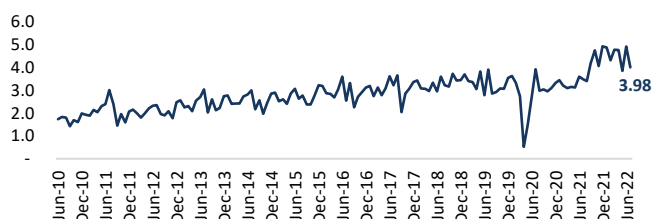
MACRO UPDATE

	FY 2021-22	FY 2020-21	% CHANGE
IMPORT (MN \$) (JUL-APR.)	73,021	52,490	39.1%
TAX REVENUE (NBR) (MN \$) (JUL-MAY.)	29,394	27,556	6.7%
TOTAL DOMESTIC CREDIT (MN \$) (JUN)	176,531	151,963	16.2%
CREDIT TO THE PRIVATE SECTOR (MN \$) (JUN)	142,686	125,539	13.7%
BROAD MONEY M2 (MN \$) (MAY)	180,372	164,825	9.4%
LC OPENING OF INDUSTRIAL RAW MATERIAL (MN \$) (JUL-JUN.)	33,402	24,419	36.8%
LC OPENING OF CAPITAL MACHINERY (MN \$) (JUL-JUN.)	6,464	5,703	13.3%
CURRENT ACCOUNT BALANCE (MN \$) (JUL-JUN.)	(18,697)	(4,575)	N/A
NET SALES OF NATIONAL SAVINGS CERTIFICATES (MN \$) (JUL-MAY)	2,102	4,482	-53.1%
	JULY'22	JULY'21	% CHANGE
EXPORT (MN \$) (JUL)	3,985	3,473	14.7%
REMITTANCES (MN \$) (JUL.)	2,097	1,871	12.0%
	JULY'22	JUNE'22	% CHANGE
FOREIGN EXCHANGE RESERVE (MN \$)	41,869	42,202	-0.8%
CALL RATE (WEIGHTED AVERAGE RATE)	4.17	5.01	-16.8%
TAKADOLLAR EXCHANGE RATE (AVG)	93.45	89.00	5.0%
	JUNE'22	MAY'22	% CHANGE
US RETAIL SALES (MN \$)	680,591	673,852	1.0%
UK RETAIL SALES (MN \$)	10,353	10,360	-0.1%

SOURCE: BANGLADESH BANK, US CENSUS BUREAU, UK OFFICE FOR NATIONAL STATISTICS

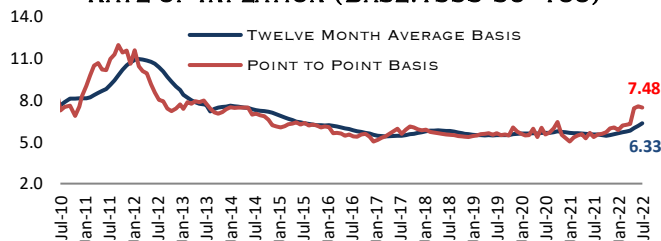
EXPORT EARNINGS INCREASED BY 14.72% DURING JULY'22 YOY, WHICH IS THE SLOWEST GROWTH SINCE SEPTEMBER LAST YEAR.

EXPORT (IN BN USD)



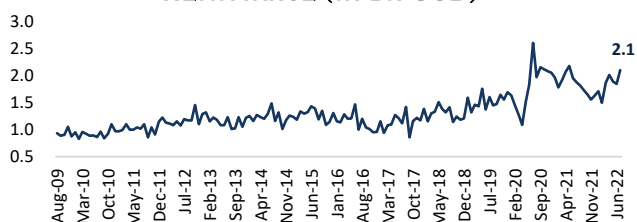
FOOD INFLATION DECLINED BY 18 BPS WHILE NON-FOOD INFLATION AMPLIFIED BY 6 BPS IN MAY, BRINGING DOWN OVERALL INFLATION TO 7.48%

RATE OF INFLATION (BASE: 1995-96=100)



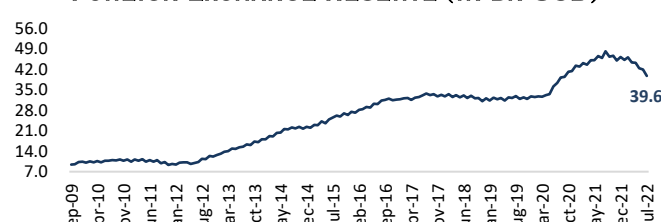
REMITTANCES INCREASED BY 13.96% JULY MOM BASIS DUE TO EID FESTIVAL AND THE 2.5% CASH INCENTIVES ON REMITTANCE INFLOWS.

REMITTANCE (IN BN USD)



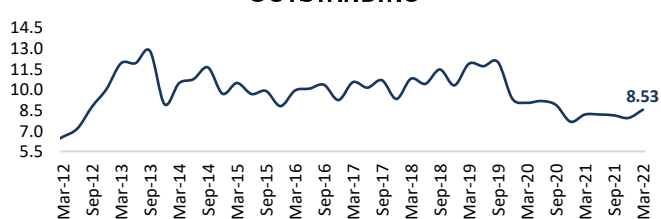
FOREX RESERVE DECREASED BY 5.62% JULY FROM THE PREVIOUS MONTH DUE TO INCREASED IMPORT PAYMENTS.

FOREIGN EXCHANGE RESERVE (IN BN USD)



CLASSIFIED LOANS INCREASED TO 8.53% AT THE END OF MARCH 2022 DUE TO POLICY REFORMULATION REGARDING DEFAULTERS.

% SHARE OF CLASSIFIED LOAN TO TOTAL OUTSTANDING



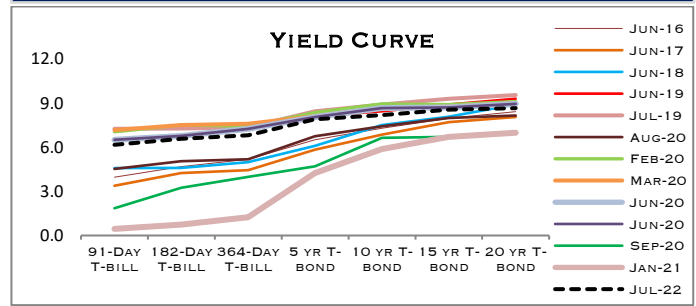
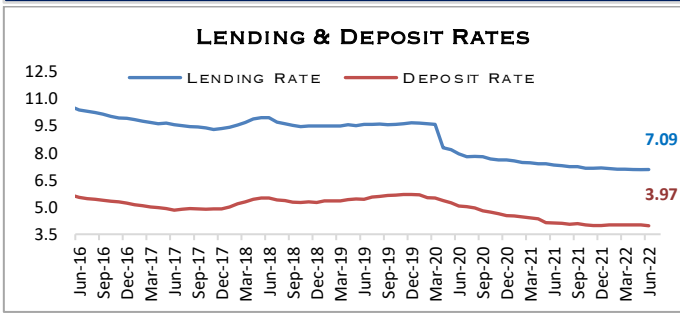
CALL MONEY RATE INCREASED SIGNIFICANTLY DUE TO THE LIQUIDITY CRISIS IN THE MONEY MARKET.

CALL MONEY RATE (%)



SPREAD SURGED IN JUNE'22 AGAINST MAY'22 AS THE DEPOSIT RATE DECREASED.

YIELD CURVE SLOPE STEEPENED AS THE YIELD SPREAD BETWEEN SHORT & LONG TERM BGTB WIDENED.



SOURCE: BANGLADESH BANK, THE FINANCIAL EXPRESS

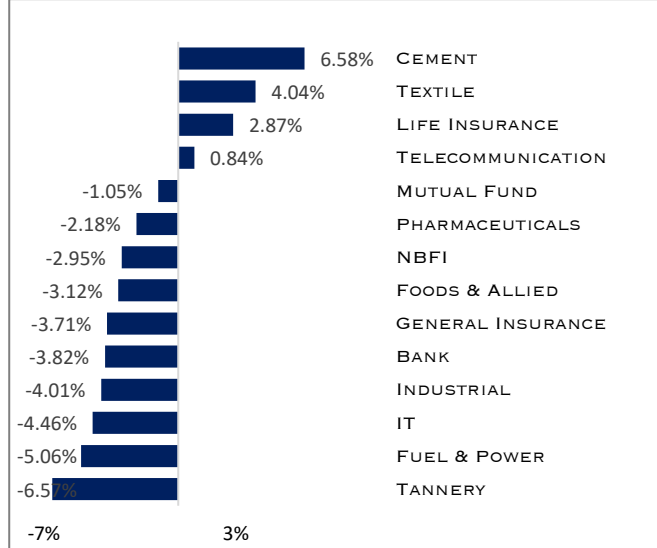
CAPITAL MARKET UPDATE

THE BROAD INDEX FELL BY 243 POINTS OR 3.81% AS INVESTORS MAINTAINED A CAUTIOUS APPROACH BY LIQUIDATING HOLDINGS DUE TO THE DECLINING FOREIGN RESERVE, RAPID CURRENCY DEPRECIATION, NEGATIVE OUTLOOK FOR EXPORTS & CORPORATE EARNINGS IN ADDITION TO ENERGY AUSTERITY MEASURES.

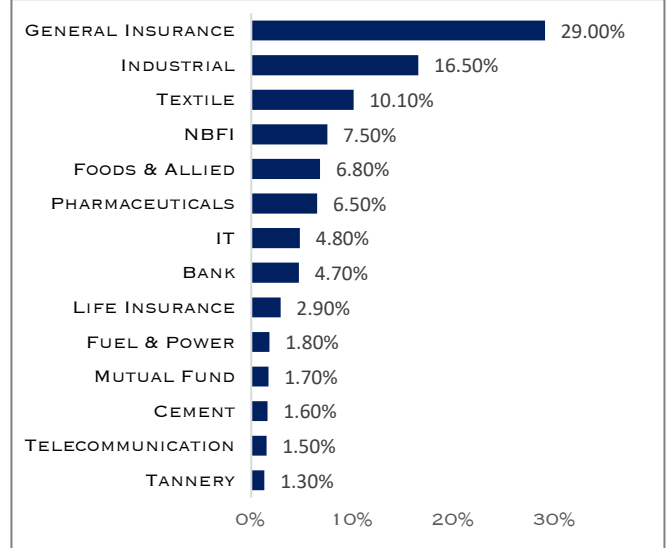
VALUE OF MOST SECTORS DECLINED DUE TO PESSIMISTIC OUTLOOK ABOUT COMPANY EARNINGS AMID AGGRAVATING MACROECONOMIC ISSUES.

GENERAL INSURANCE SECTOR MOST HEAVILY TRADED AS MAJORITY OF THE COMPANIES IN THE SECTOR DECLARED EARNINGS.

MONTHLY SECTOR RETURN

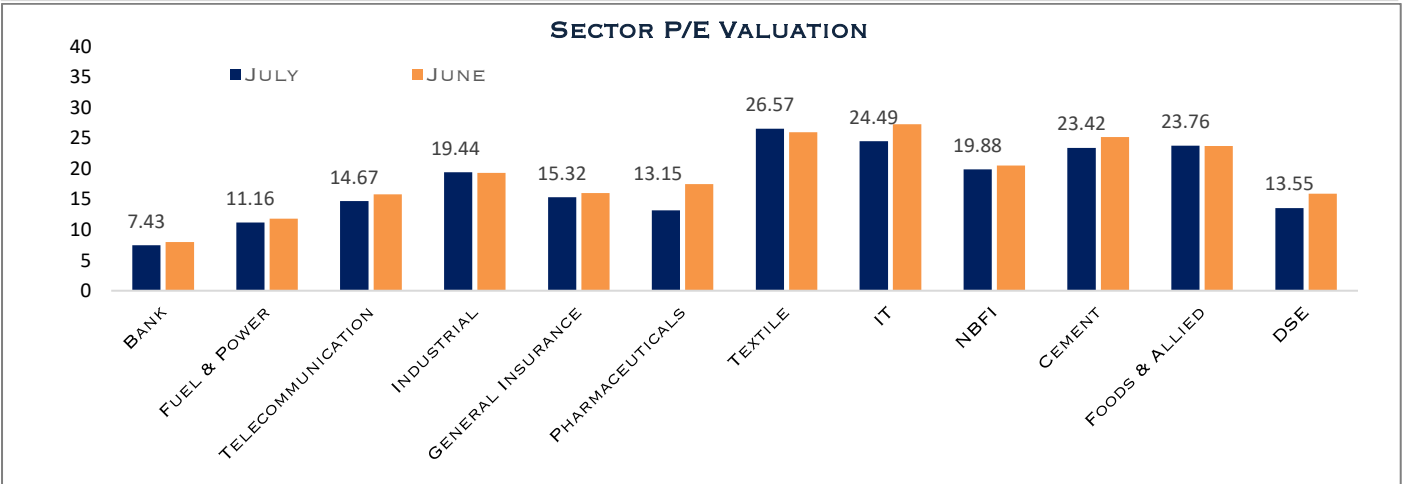


SECTOR CONTRIBUTION TO TOTAL TURNOVER



THE P/E RATIO OF MAJORITY SECTORS DECREASED SLIGHTLY WITH THE OVERALL MARKET. STOCKS STILL CONTINUE TO TRADE AT ATTRACTIVE PRICES.

SECTOR P/E VALUATION



PROLONGED BEARISH SENTIMENT AMONG CAUTIOUS INVESTORS EXACERBATED THE DOLDRUMS IN THE PREMIER BOURSE AS THE COUNTRY'S MACROECONOMIC CHALLENGES CONTINUED TO PERSIST, CAUSING AVERAGE DAILY TURNOVER TO DECLINE BY 20.71% COMPARED TO THE PREVIOUS MONTH.

MARKET LIQUIDITY

	THIS MONTH	LAST MONTH	CHANGE
TOTAL TURNOVER (BDT MN)	122,841.24	179,397.80	-31.53%
AVG. DAILY TURNOVER (BDT MN)	6,465.33	8,154.45	-20.71%

BEXIMCO CONTINUED TO MAINTAIN ITS TOP POSITION IN THE TURNOVER LEADERS' CHART FOLLOWED BY FORTUNE.

TURNOVER LEADERS

TICKER	TURNOVER (BDT MN)
BEXIMCO	7,442.34
FORTUNE	3,308.16
SONALIPAPR	3,201.81
IPDC	3,193.59
TITASGAS	2,840.04
INTRACO	2,762.95
DELTALIFE	2,485.00
KDSALTD	2,136.53
SPCERAMICS	2,061.19
FUWANGFOOD	1,854.40

JUNK SCRIPS LIKE MEGCONMILK & BIFC WERE TOP GAINERS DESPITE THEIR POOR FINANCIAL HEALTH.

TOP TEN GAINERS

TICKER	% CHANGE
MEGCONMILK	49.00%
BIFC	48.52%
KDSALTD	34.36%
ORIONINFU	33.02%
SUNLIFEINS	32.72%
HRTEX	31.19%
INTRACO	26.91%
ECABLES	26.29%
MATINSPINN	23.37%
PRIMETEX	22.30%

DESPITE REGISTERING 580% Q2 EPS GROWTH YOY, PRIMEINSUR TOPPED THE LOSERS' CHART.

TOP TEN LOSERS

TICKER	% CHANGE
PRIMEINSUR	-18.24%
YPL	-17.73%
SPCERAMICS	-16.38%
LRBDL	-15.33%
APEXTANRY	-15.09%
SHURWID	-14.86%
FORTUNE	-14.69%
BNICL	-14.36%
KTL	-14.32%
MONOSPOOL	-13.96%

NOTABLE EARNINGS ANNOUNCEMENTS DURING THE MONTH

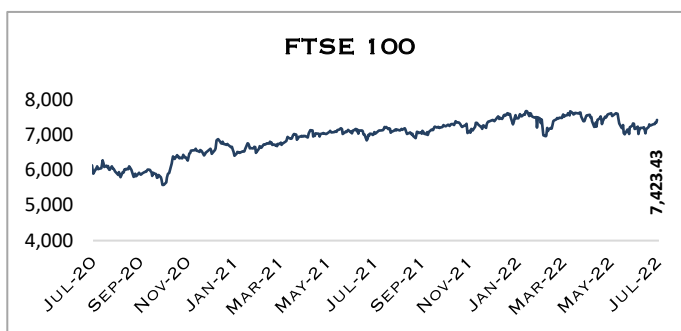
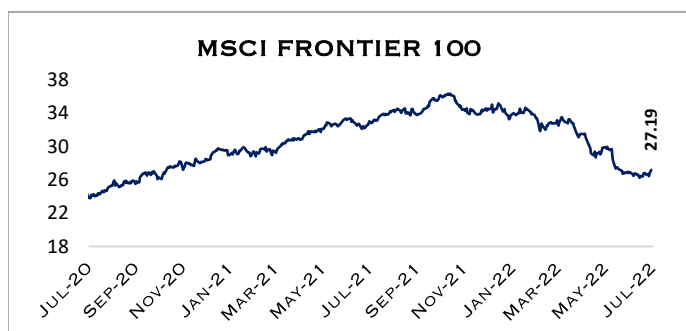
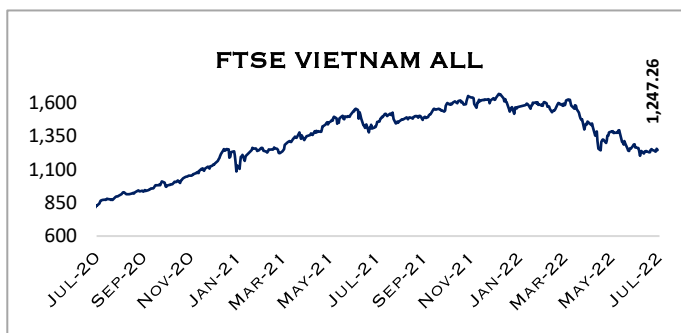
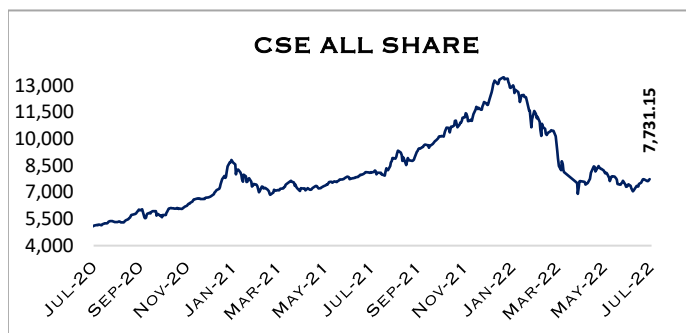
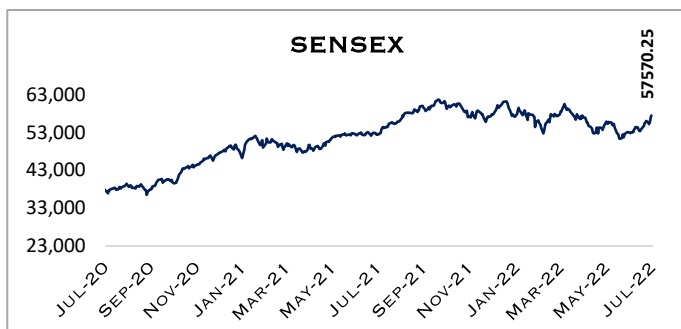
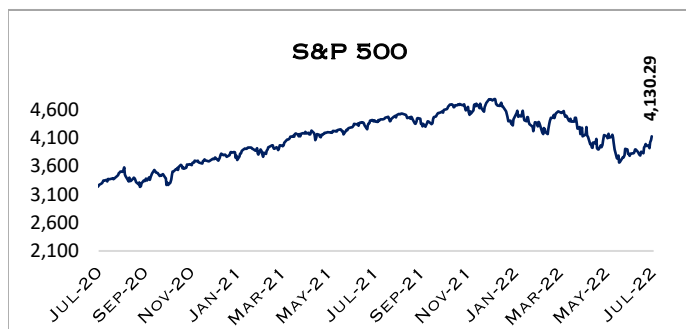
BATBC'S NET TURNOVER INCREASED BY 21.2% YOY IN Q2 COMPARED TO THE SAME QUARTER IN THE PREVIOUS YEAR. BUT 31.7% INCREASE IN COST OF SALES AND 50% INCREASE IN OPEX CAUSED NET PROFIT TO INCREASE ONLY BY 4.7%. DESPITE REGISTERING 16.64% DECLINE IN TOTAL OPERATING INCOME YOY, DBH'S EPS INCREASED BY 28.13% YOY IN Q2 AS THE COMPANY'S PROFIT AFTER PROVISION INCREASED BY 1.34% DUE TO EXCESS ADJUSTED LOANS & ADVANCES PROVISION.

TICKER	COMPANY NAME	SECTOR	EPS 2022 (APR-JUN)	EPS 2021 (APR-JUN)	CHANGE
BATBC	BRITISH AMERICAN TOBACCO BANGLADESH COMPANY LIMITED	FOOD & ALLIED	9.20	8.79	4.66%
DBH	DELTA BRAC HOUSING FINANCE CORP. LTD.	FINANCIAL INSTITUTIONS	1.23	0.96	28.13%

TICKER	COMPANY NAME	SECTOR	EPS 2021 (JAN-DEC)	EPS 2020 (JAN-DEC)	CHANGE	DIVIDEND
SONARBAINS	SONAR BANGLA INSURANCE LTD.	INSURANCE	2.05	2.09	-1.91%	Total 15% cash dividend

SOURCE: LR GLOBAL RESEARCH AND DSE

WORLD MARKET



INDICES, COMMODITIES & CURRENCIES

INDICES	1-YEAR	6-MONTH	3-MONTH	1-MONTH	1-WEEK
S&P500	-6.54%	-6.80%	-0.04%	8.16%	4.26%
SENSEX	9.34%	0.65%	0.09%	8.57%	2.67%
CSE ALL	-5.03%	-39.90%	1.57%	4.96%	0.12%
FTSE VTNM	-13.35%	-20.03%	-14.66%	-3.39%	0.02%
MSCI FRONTIER 100	-17.71%	-19.39%	-13.74%	0.78%	2.14%
FTSE 100	5.63%	-0.57%	-1.61%	1.52%	2.02%
DSEX	-4.56%	-14.90%	-10.14%	-3.81%	-2.38%

*NOTE: RETURNS HAVE BEEN CALCULATED ON THE BASIS OF TRADING DAYS AS SEVERAL EXCHANGES ACROSS THE GLOBE REMAINED CLOSED FOR VARYING PERIODS DUE TO LOCKDOWNS.

COMMODITIES RETURN	1-YEAR	6-MONTH	3-MONTH	1-MONTH	1-WEEK
GOLD	-2.94%	-0.17%	-6.79%	-1.96%	3.15%
COPPER	-20.67%	-17.04%	-18.52%	-4.53%	7.27%
CRUDE OIL	33.96%	13.59%	-5.80%	-9.99%	4.14%
SUGAR	-3.47%	-3.63%	-8.41%	-5.24%	-1.96%
WHEAT	19.74%	7.22%	-20.15%	-9.35%	6.24%

CURRENCIES RETURN*	EXCHANGE RATE	1-YEAR	6-MONTH	3-MONTH	1-MONTH	1-WEEK
EURO	0.98	16.3%	9.1%	3.2%	2.2%	-0.1%
INR	79.34	6.7%	6.3%	3.7%	0.5%	-0.4%
YEN	133.19	21.7%	15.6%	2.6%	-2.5%	-2.1%
CNY	6.74	4.4%	6.0%	2.0%	0.7%	-0.3%
VND	23,335.00	1.6%	3.1%	1.6%	0.3%	-0.3%
BDT	94.44	11.8%	10.0%	9.4%	1.1%	0.1%

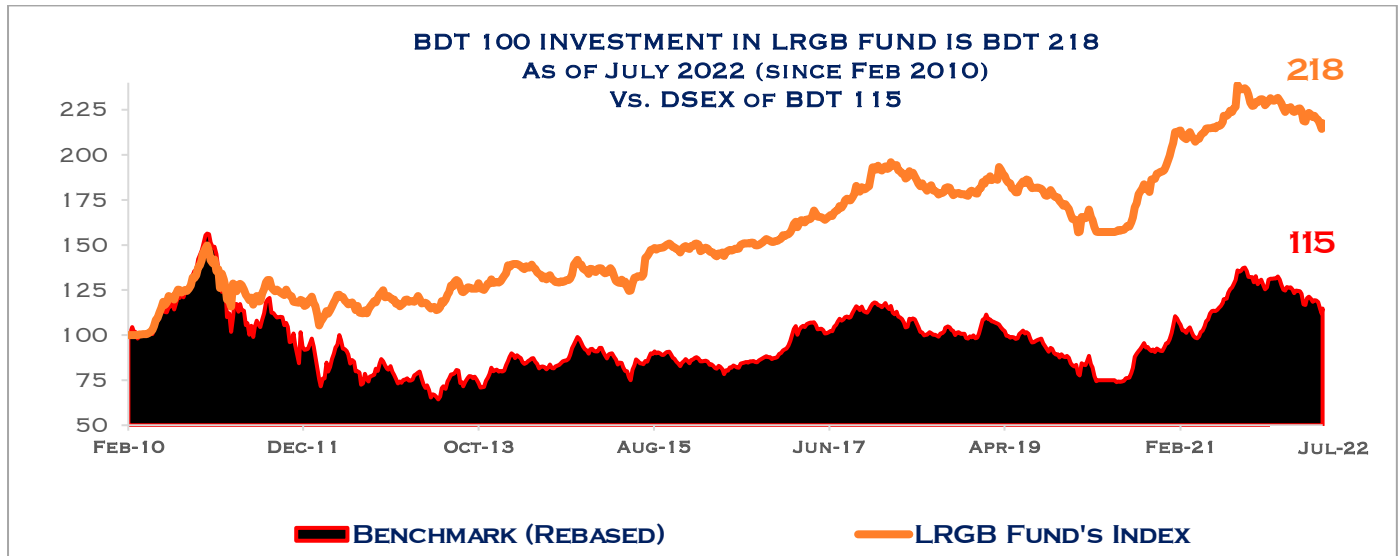
*CALCULATED AGAINST USD, POSITIVE RETURN DENOTES DEPRECIATION AGAINST USD

SOURCE: INVESTING.COM

LR GLOBAL PORTFOLIO PERFORMANCE

CONSISTENTLY OUTPERFORMED THE BENCHMARK INDEX ACROSS ALL FUNDS SINCE INCEPTION DUE TO OUR SECURITY SELECTION, ASSET ALLOCATION, MARKET TIMING, AND RISK MANAGEMENT PROCESS.

*NOTE: DSE REMAINED CLOSED FROM 26TH MARCH TO 28TH MAY 2020 DUE TO LOCKDOWN.



LR GLOBAL MANAGED FUNDS HAVE CONSISTENTLY BEAT THE MARKET WITH OVER 50% CASH DIVIDENDS ON AVERAGE. DESPITE A FLAT MARKET SINCE 2010, LR GLOBAL MANAGED FUNDS HAVE MATERIALLY OUTPERFORMED THE BENCHMARK INDEX.

VALUE ADDITION HISTORY	SINCE INCEPTION	10-YR	9-YR	8-YR	7-YR	6-YR	5-YR	4-YR	3-YR	2-YR	1-YR
CUMULATIVE RETURN LR GLOBAL	117.64%	91.16%	71.32%	63.45%	50.07%	44.26%	26.39%	22.33%	19.83%	31.81%	-2.15%
CUMULATIVE RETURN (DSEX)	14.78%	43.46%	46.59%	37.09%	31.92%	34.88%	5.63%	15.78%	18.65%	40.53%	-7.01%
LR GLOBAL VALUE ADDITION	102.86%	47.71%	24.73%	26.36%	18.15%	9.38%	20.76%	6.55%	1.18%	-8.72%	4.86%
MATERIAL VALUE ADDITION IN AN UP & DOWN MARKETS (ANNUALIZED)											
LR GLOBAL RETURN	6.50%	6.69%	6.16%	6.33%	5.97%	6.30%	4.79%	5.17%	6.22%	14.81%	-2.15%
DSEX RETURN	1.12%	3.67%	4.34%	4.02%	4.04%	5.11%	1.10%	3.73%	5.87%	18.55%	-7.01%
LR GLOBAL VALUE ADDITION	5.38%	3.02%	1.82%	2.31%	1.93%	1.18%	3.69%	1.44%	0.35%	-3.74%	4.86%
ACTIVE MANAGEMENT HISTORY (LOW BETA & GENERATED CONSISTENT ALPHA)											
BETA (LR GLOBAL VS DSEX)	0.32	0.38	0.43	0.45	0.46	0.46	0.46	0.45	0.46	0.43	0.46
JENSEN'S ALPHA	1.47%	1.01%	0.36%	0.75%	0.38%	0.22%	0.58%	-0.30%	-0.20%	2.88%	-2.71%
CUMULATIVE CASH DIVIDEND HISTORY											
	2022 - SINCE INCEPTION	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
DIVIDEND (BDT MN)	5,049.14	4,849.14	3,687.71	3,609.04	3,108.61	2,469.41	1,833.27	1,263.90	766.79	727.04	378.00
DIVIDEND % OF PAR	56.76%	54.51%	41.45%	40.57%	34.94%	27.76%	20.61%	14.21%	8.62%	8.17%	8.04%

LR GLOBAL INDIVIDUAL PORTFOLIO DIVIDEND HISTORY

**CONSISTENT PERFORMANCE ACROSS ALL FUNDS
INCLUDING CASH DIVIDEND HISTORY DESPITE BEAR MARKETS OVER LAST 10 YEARS
RETURNED OVER 50% CASH OF INITIAL INVESTMENT TO UNIT HOLDERS.**

DIVIDEND HISTORY	DBH1STMF	GREENELMF	AIBL1STMF	MBL1STMF	LRGLOBMF1	NCCBLMF1
FUND INCEPTION DATE	4-Feb-10	23-Sep-10	6-Jan-11	3-Feb-11	15-Sep-11	24-May-12
INITIAL FUND SIZE (BDT MN)	1,200	1,500	1,000	1,000	3,111	1,085
TL CASH DIVIDEND (BDT MN)	811.20	652.50	637.50	585.00	1,720.06	642.88
% TOTAL DIVIDEND TO PAR	68%	44%	64%	59%	55%	59%

**ALL INDIVIDUAL FUNDS MATERIALLY OUTPERFORMED
THE BENCHMARK (DSEX) AND RETURNED OVER 50% CASH DIVIDEND ON AVERAGE.**

CUMULATIVE DIVIDEND YIELD	DBH1STMF	GREENELMF	AIBL1STMF	MBL1STMF	LRGLOBMF1	NCCBLMF1
5 YEAR	41.92%	43.38%	47.80%	48.71%	44.87%	46.69%
4 YEAR	37.29%	38.72%	37.89%	39.81%	35.19%	34.56%
3 YEAR	26.30%	26.68%	27.35%	28.95%	27.57%	26.11%
2 YEAR	15.92%	15.85%	25.78%	27.38%	20.95%	24.18%
1 YEAR	15.43%	15.60%	11.52%	12.58%	20.31%	14.87%

CUMULATIVE DIV. YIELD (ANNUALIZED)	DBH1STMF	GREENELMF	AIBL1STMF	MBL1STMF	LRGLOBMF1	NCCBLMF1
5 YEAR	8.38%	8.68%	9.56%	9.74%	8.97%	9.34%
4 YEAR	9.32%	9.68%	9.47%	9.95%	8.80%	8.64%
3 YEAR	8.77%	8.89%	9.12%	9.65%	9.19%	8.70%
2 YEAR	7.96%	7.92%	12.89%	13.69%	10.48%	12.09%
1 YEAR	15.43%	15.60%	11.52%	12.58%	20.31%	14.87%

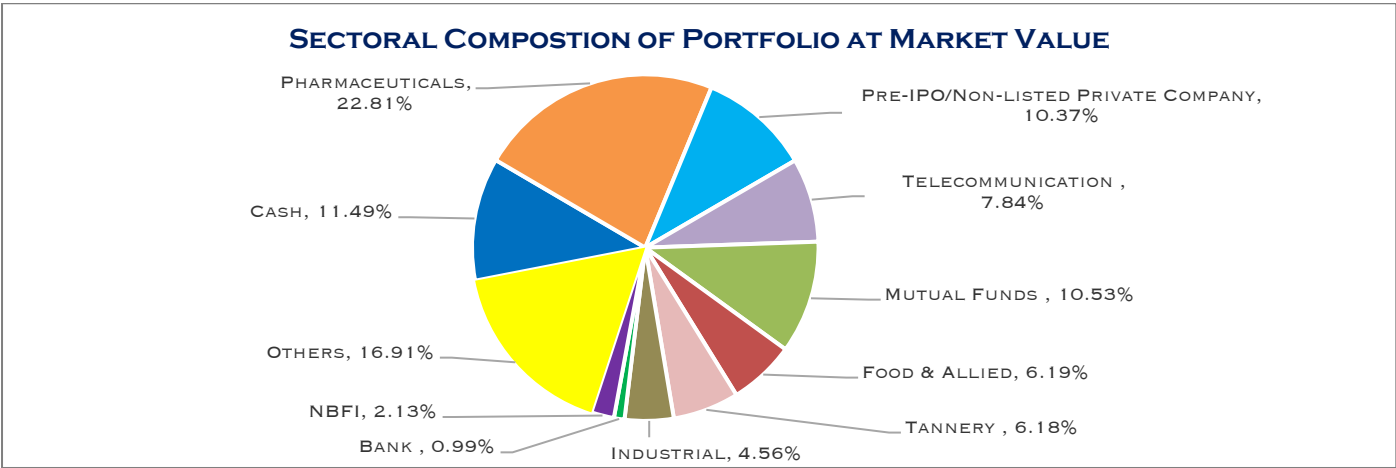
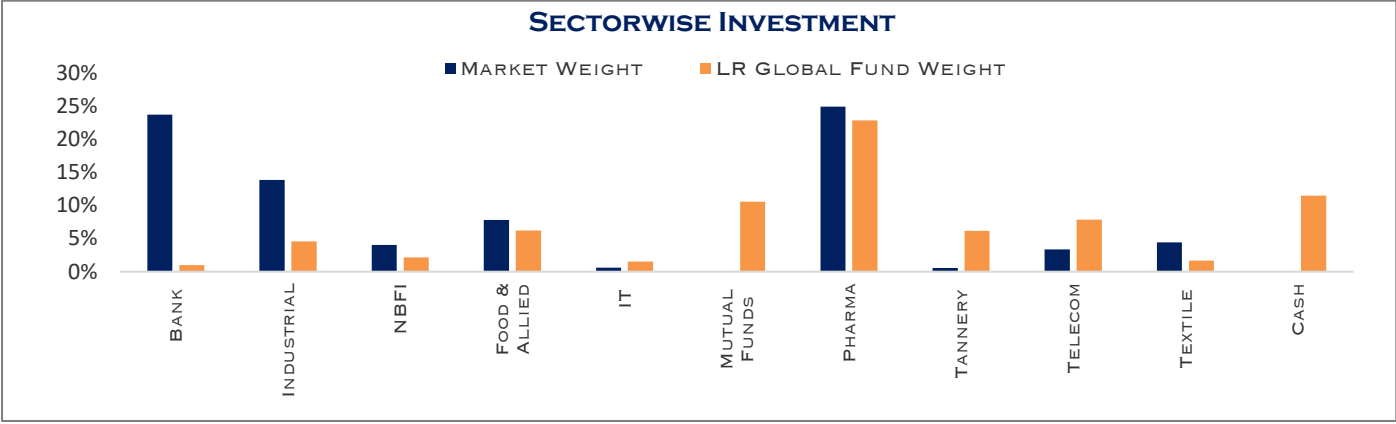
NOTE: THE DIVIDEND DATA USED FOR AIBL1STMF AND MBL1STMF IS FOR 2022 WHILE THE REST ARE FOR 2021.

MONTHLY MARKET PERFORMANCE

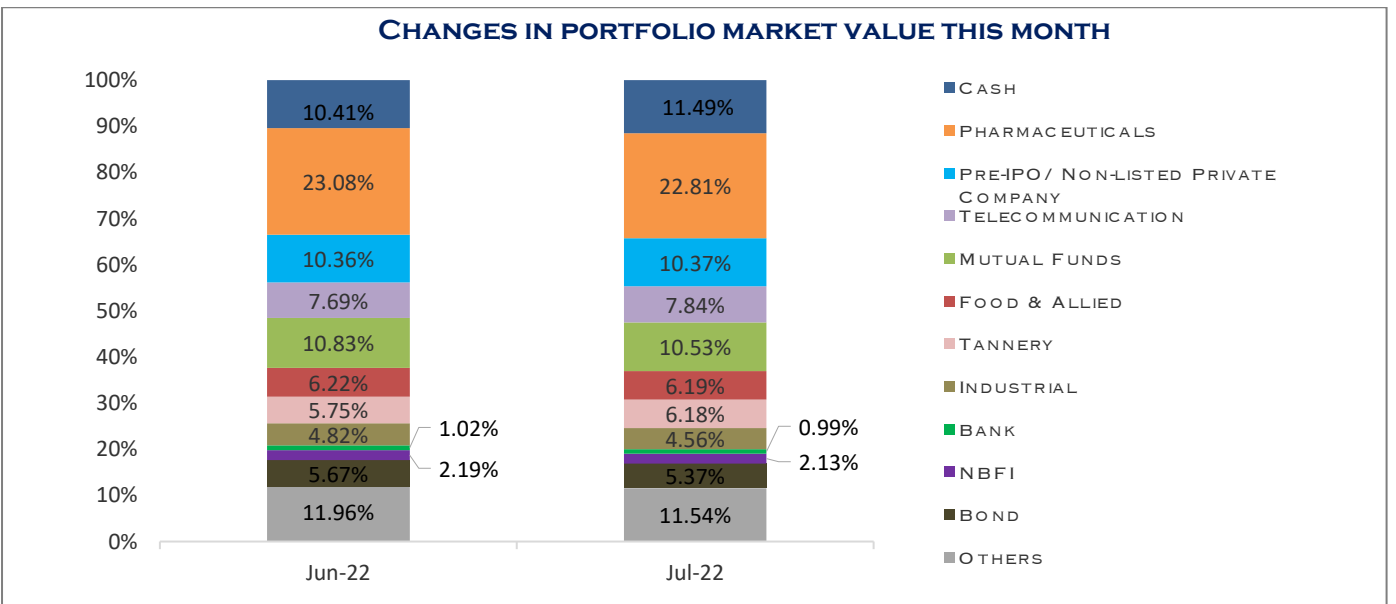
	July'22	June'22	Change
DSEX	6,133.96	6,376.94	-3.81%
DBH1STMF	10.85	11.02	-1.54%
GREENELMF	10.61	10.80	-1.76%
AIBL1STMF	9.98	10.13	-1.48%
MBL1STMF	10.41	10.60	-1.79%
LRGLOBMF1	10.89	11.12	-2.07%
NCCBLMF1	11.17	11.34	-1.50%

LR GLOBAL PORTFOLIO UPDATE

LR GLOBAL'S PORTFOLIO IS UNDERWEIGHT IN ALL SECTORS COMPARED TO THE BENCHMARK INDEX, EXCEPT THE PHARMACEUTICALS, TELECOMMUNICATION, MUTUAL FUNDS, AND TANNERY SECTOR. MOREOVER, WE ARE ALSO WELL POSITIONED TO BUY UNDERVALUED SECURITIES WHEN APPROPRIATE.

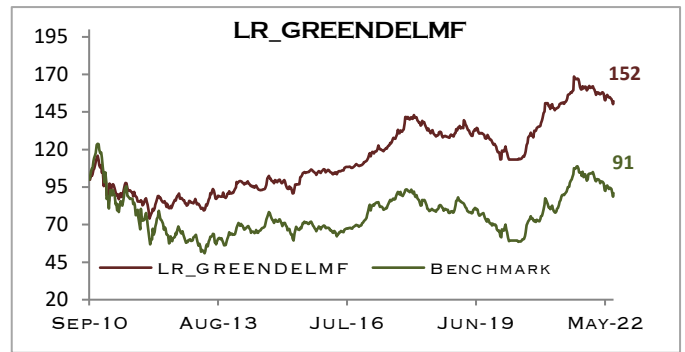
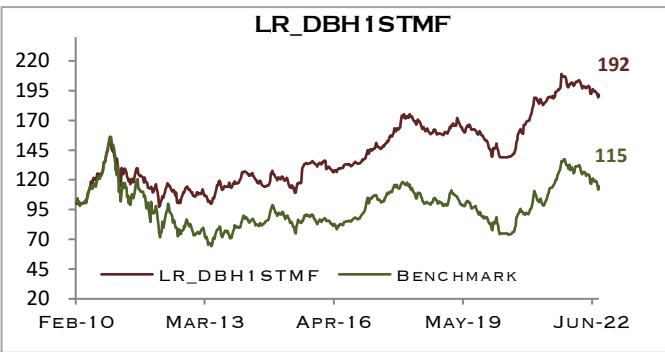


WE ARE TAKING SELECTIVE POSITIONS IN WELL CAPITALIZED AND FOCUSED COMPANIES AND ALSO EVALUATING DISCOUNTED AND TRANSPARENT MUTUAL FUNDS TO GAIN EXPOSURE. WE PRIMARILY BOOKED PROFITS FROM FEW STOCKS AND ARE BUYING BACK THE SAME AT MORE ATTRACTIVE PRICES.



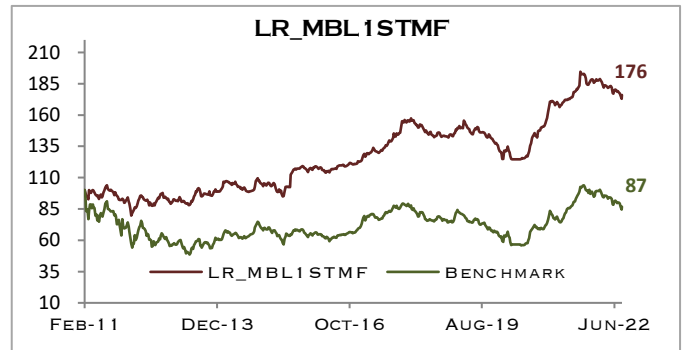
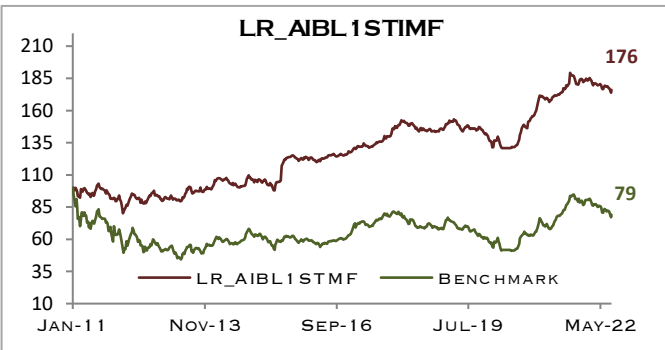
DBH1STMF MATERIALLY OUTPERFORMED THE BENCHMARK INDEX BY 76.8% AND DISBURSED 67.6% CASH DIVIDEND SINCE INCEPTION.

GREENDELMF MATERIALLY OUTPERFORMED THE BENCHMARK INDEX BY 61.2% AND DISBURSED 43.5% CASH DIVIDEND SINCE INCEPTION.



AIBL1STMF MATERIALLY OUTPERFORMED THE BENCHMARK INDEX BY 97.0% AND DISBURSED 63.8% CASH DIVIDEND SINCE INCEPTION.

MBL1STMF MATERIALLY OUTPERFORMED THE BENCHMARK INDEX BY 89.2% AND DISBURSED 58.5% CASH DIVIDEND SINCE INCEPTION.



LRGLOBMF1 MATERIALLY OUTPERFORMED THE BENCHMARK INDEX BY 81.1% AND DISBURSED 55.3% CASH DIVIDEND SINCE INCEPTION.

NCCBLMF1 MATERIALLY OUTPERFORMED THE BENCHMARK INDEX BY 65.8% AND DISBURSED 59.3% OF CASH DIVIDEND SINCE INCEPTION.

