

Monthly Report
on
Capital Market Analysis in Bangladesh



February, 2026

Research Department
(Special Studies and Fiscal Affairs Wing)

This report is prepared by the team under Special Studies and Fiscal Affairs Wing. Comments on any aspect of this report are highly welcomed and can be sent to the e-mail address: shamim.mondal@bb.org.bd and nurnabi.miah@bb.org.bd

Monthly Report on Capital Market Analysis in Bangladesh February, 2026

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Key Highlights of Capital Market Analysis: February 2026

- In February 2026, the broad index of DSE and all share price index of CSE increased by 8.65 percent and 7.79 percent, respectively, compared to the previous month.
- In February 2026, the total turnover value of traded securities of DSE and CSE increased by 29.55 percent and 9.91 percent, respectively, compared to the previous month. The rise in turnover was due to greater investor participation in trading activities with improved market confidence.
- At the end of February 2026, the market capitalization of DSE and CSE were 3.35 percent and 30.50 percent higher, respectively, than that of the preceding month. This increase in market capitalization was primarily due to rising share prices across the major sectors.
- Turnover velocity ratio (TVR)¹, a key measure of market liquidity, increased to 22.54 percent at the end of February 2026 from 17.99 percent at the end of January 2026 and 15.85 percent at the end of February 2025. The rise in turnover velocity results from increased trading frequency and improved liquidity conditions driven by increased investor participation and active portfolio rebalancing.
- The P/E ratio of all securities of DSE and CSE increased to 10.10 and 10.75, respectively, at the end of February 2026 from 9.33 and 10.19 at the end of previous month. On the other hand, the yield of all securities of DSE and CSE decreased to 5.73 and 4.12 respectively at the end of February 2026 from 6.06 and 4.37 at the end of previous month. The increase in P/E ratios and decrease in yields reflect improved investor confidence and a relative increase in stock prices compared to earnings, indicating a more optimistic market outlook.

$${}^1\text{TVR} = \frac{\text{Total Values of Shares traded in a month} \times 12}{\text{Month -end Market Capitalization}} \times 100$$

Capital Market Analysis in Bangladesh

February, 2026

Bangladesh Securities and Exchange Commission (BSEC) regulates country's two stock exchanges, the Dhaka Stock Exchange PLC (DSE) and the Chittagong Stock Exchange PLC (CSE), to ensure smooth functioning of the country's capital market. This report gives some insights into overall activities of capital market in Bangladesh for the month of February 2026.

In February 2026, the broad index of DSE and all share price index of CSE increased by 8.65 percent and 7.79 percent, respectively, compared to the previous month. The total turnover value of traded securities of DSE and CSE increased by 29.55 percent and 9.91 percent, respectively, compared to the previous month. The rise in turnover was due to greater investor participation in trading activities with improved market confidence.

The trend of some of the important indicators of DSE and CSE for the months from February 2025 to onwards is shown in Table-1, while the number of listed securities, major indices, P/E ratio and yield are shown in Table-A in Annexure-1.

Table-1: Status of Some Important Indicators of DSE & CSE

End of Month	Issued capital (Billion BDT)		Total Market Capitalization ² (Billion BDT)		Total Turnover (Billion BDT)	
	DSE	CSE	DSE	CSE	DSE	CSE
Feb-25	4547.55	4639.79	6953.64	7052.13	91.82	2.60
Mar-25	4571.55	4664.79	6738.66	7020.03	77.80	1.32
Apr-25	4596.85	4689.09	6565.69	6877.31	71.61	1.72
May-25	4651.46	4743.00	6469.85	6743.99	70.18	2.08
Jun-25	4675.78	4787.49	6622.71	6911.93	53.63	3.48
Jul-25	4710.80	4783.00	7122.23	7260.24	154.30	3.06
Aug-25	4698.90	4771.12	7280.49	7342.53	186.53	4.05
Sep-25	4715.92	4753.14	7250.63	7204.21	192.28	3.58
Oct-25	4674.30	4711.87	6991.34	6987.04	103.22	3.02
Nov-25	4724.61	4703.63	6850.94	6940.55	93.00	3.50
Dec-25	4733.17	4712.29	6781.83	6847.86	76.86	2.26
Jan-26	4694.31	4673.45	6950.82	7014.67	104.18	2.12
Feb-26	4692.31	6593.10	7183.65	9154.30	134.96	2.33

Source: Dhaka Stock Exchange PLC and Chittagong Stock Exchange PLC

²Total market capitalization of DSE includes companies, mutual funds, corporate bonds, govt. treasury bonds and debentures whereas total market capitalization of CSE does not include debentures.

Dhaka Stock Exchange PLC (DSE): February 2026

The total number of listed securities in DSE declined to 650 at the end of February 2026 from 651 at the end of January 2026. Among the listed securities, there were 360 companies, 37 mutual funds, 229 government bonds, 8 debentures and 16 corporate bonds. Among companies, there were 36 banks, 23 finance companies, 58 insurance companies and 243 other companies.

The market capitalization of DSE stood at BDT 7183.65 billion at the end of February 2026 which was 3.35 percent and 3.31 percent higher than that of the preceding month and the same month of the previous year, respectively. This increase in market capitalization was primarily due to rising share prices across the major sectors.

The ratio of market capitalization of DSE to GDP (at current market prices) stood at 13.03 percent at the end of February 2026 which was 12.60 percent at the end of the preceding month and 12.61 percent at the end of the same month of the previous year (Table-2).

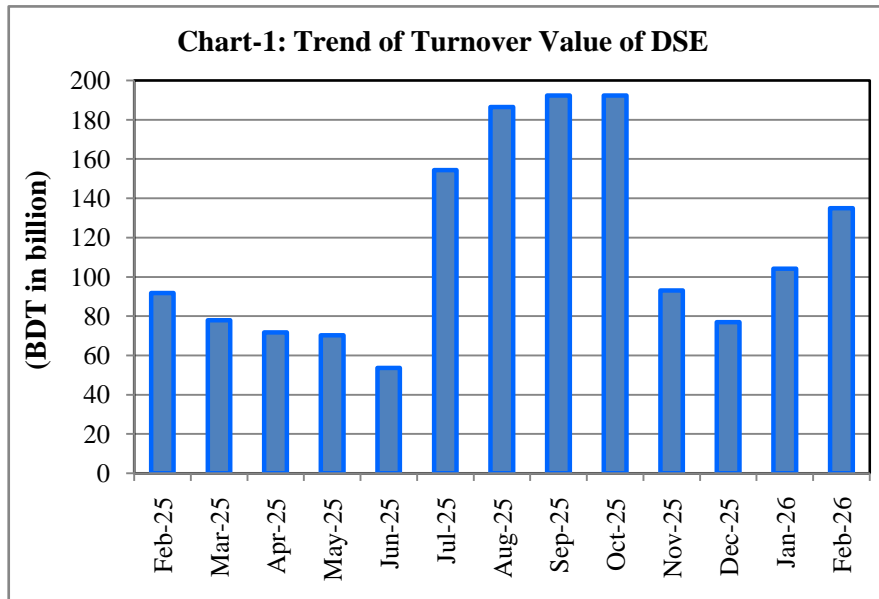
Table-2: Ratio of Market Capitalization to GDP³

End of Period	Ratio of Market Capitalization to GDP
February-2025	12.61
March-2025	12.22
April -2025	11.91
May -2025	11.73
June-2025	12.01
July-2025	12.91
August-2025	13.20
September-2025	13.15
October-2025	12.68
November -2025	12.42
December -2025	12.30
January-2026	12.60
February-2026	13.03

Source: Own calculation by the officials of RD, BB

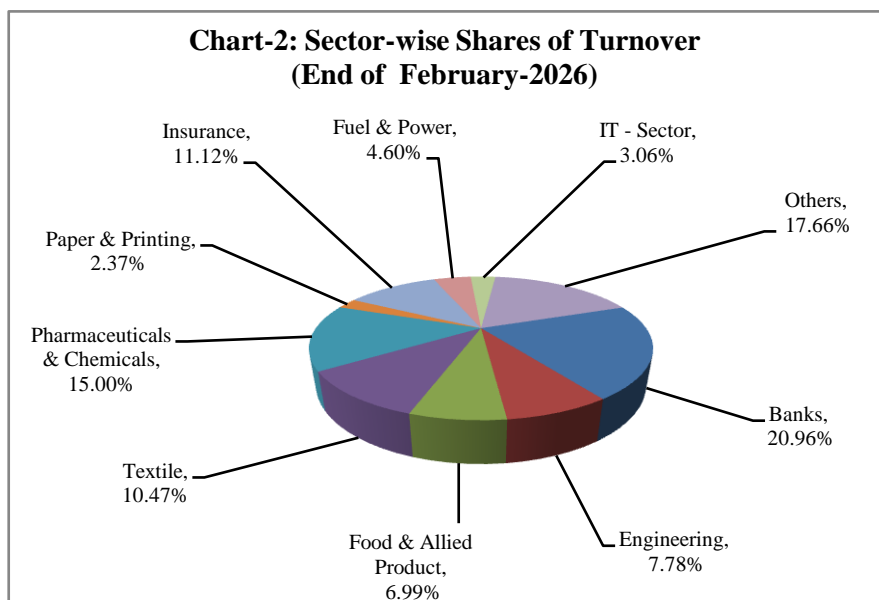
During February 2026, the value of total turnover of the traded securities of DSE stood at BDT 134.96 billion which was 29.55 percent and 46.98 percent higher, respectively, than that of the preceding month and the same month of the previous year. The rise in turnover was due to greater investor participation in trading activities with improved market confidence. The trend of total turnover in DSE is shown in Chart-1.

³The ratio of market capitalization to GDP is calculated as market capitalization divided by final GDP of FY25 at current market prices multiplied by 100 [Example: $(7183.65/55150.26) \times 100 = 13.03$ for February 2026]. It may be noted that the final GDP of FY25 has been taken from National Accounts Statistics published recently by BBS.



Source: Dhaka Stock Exchange PLC

Among different sectors, banks dominated the market during February 2026 in terms of turnover which recorded 20.96 percent of the total turnover followed by pharmaceuticals & chemicals 15.00 percent, insurance 11.12 percent, textile 10.47 percent, engineering 7.78 percent, food & allied product 6.99 percent, fuel & power 4.60 percent, IT sector 3.06 percent, paper and printing 2.37 percent, and others 17.66 percent. The sector-wise share of turnover is shown in Chart-2.



Source: Dhaka Stock Exchange PLC

Turnover velocity ratio is the ratio of the traded turnover to market capitalization which measures the breath and liquidity in the stock market. It indicates how frequently shares are traded relative to the total market capitalization. The turnover velocity increased to 22.54 percent at the end of February 2026 from 17.99 percent at the end of January 2026 and 15.85

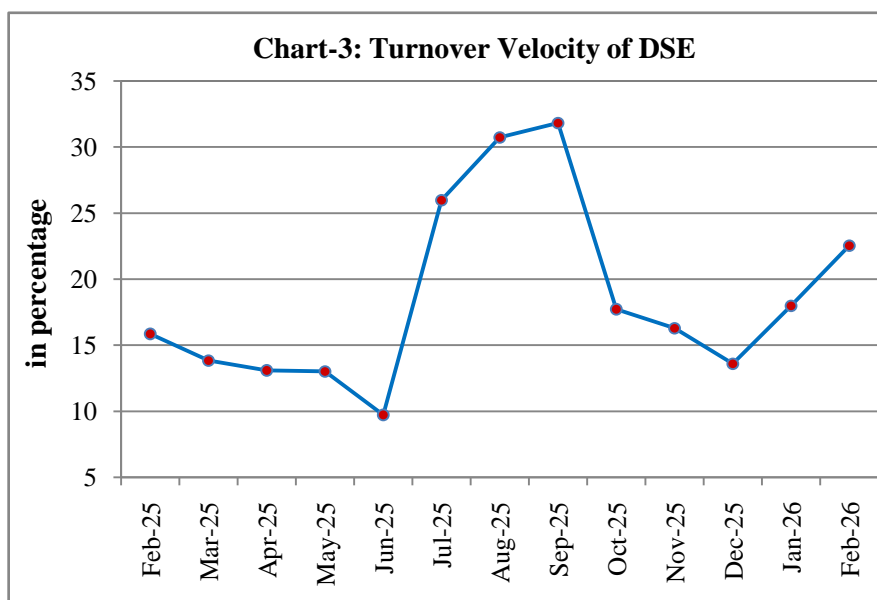
percent at the end of February 2025. Table-3 presents the turnover velocity ratio of DSE for the period of February 2025 to February 2026.

Table-3: Turnover Velocity Ratio (TVR)

End of Period	Turnover Velocity Ratio
February-2025	15.85
March-2025	13.85
April-2025	13.09
May-2025	13.02
June-2025	9.72
July-2025	26.00
August-2025	30.74
September-2025	31.82
October -2025	17.72
November -2025	16.29
December -2025	13.60
January-2026	17.99
February-2026	22.54

Source: Own calculation by the officials of RD, BB

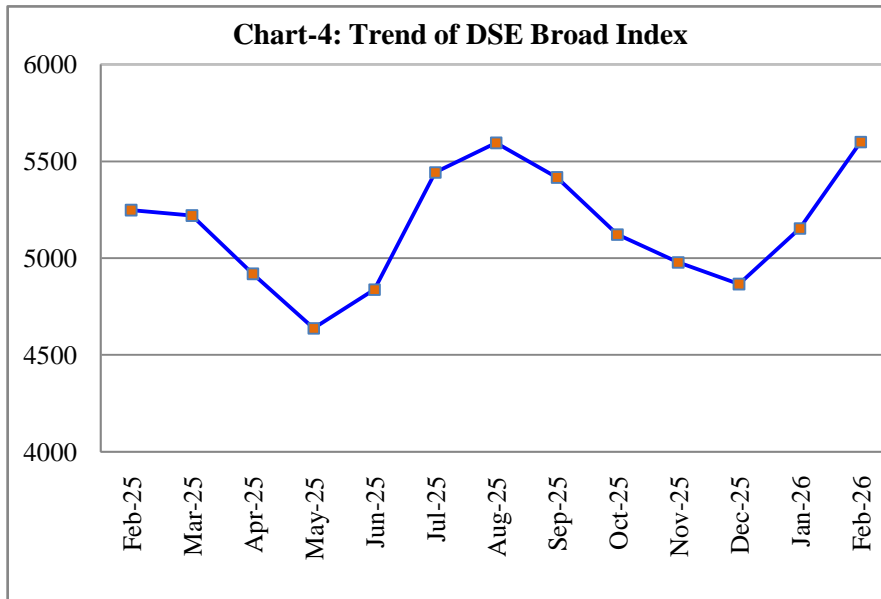
The rise in turnover velocity results from increased trading frequency and improved liquidity conditions driven by increased investor participation and active portfolio rebalancing. The trend of the turnover velocity ratio of DSE is shown in Chart-3.



Source: Dhaka Stock Exchange PLC

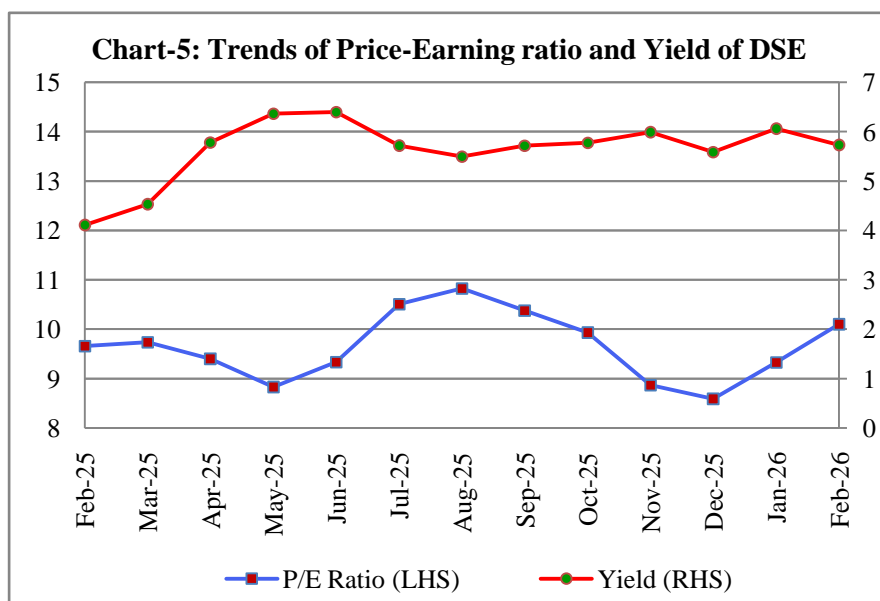
At the end of February 2026, DSE broad index (DSEX)⁴ stood at 5600.27 which was 8.65 percent and 6.73 percent higher, respectively, than that of the previous month and the same month of the preceding year. The trend of the DSE broad index (DSEX) is shown in Chart-4.

⁴Includes all stocks listed in the DSE



Source: Dhaka Stock Exchange PLC

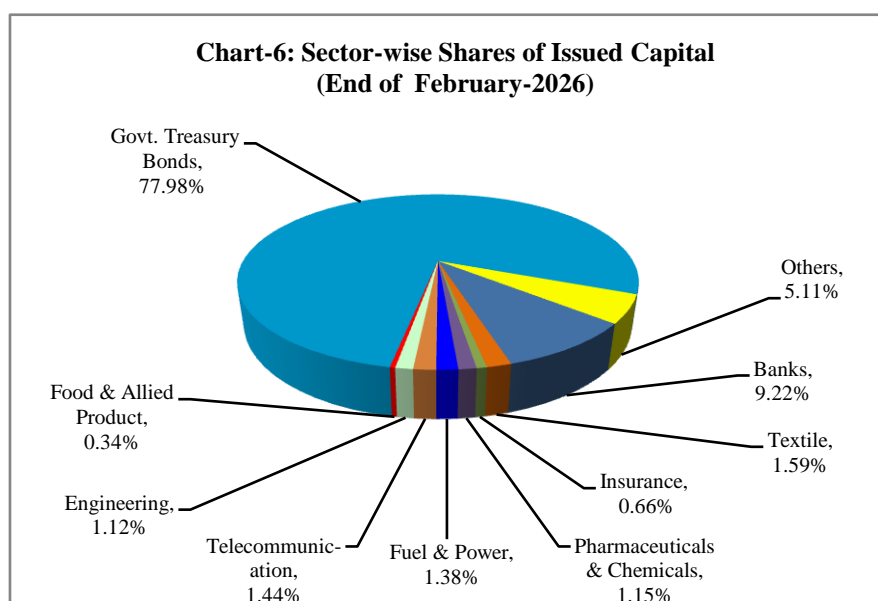
The price-earning (P/E) ratio indicates the shifting of investors' sentiment and market dynamics. The P/E ratio of all securities of DSE increased to 10.10 at the end of February 2026 from 9.33 at the end of January 2026 and 9.66 at the end of February 2025. On the other hand, the yield of all securities of DSE decreased to 5.73 at the end of February 2026 from 6.06 at the end of January 2026 but increased as compared to 4.11 at the end of February 2025. The increase in P/E ratios and decrease in yields reflect improved investor confidence and a relative increase in stock prices compared to earnings, indicating a more optimistic market outlook. The trends of price-earnings ratio and yield of DSE are shown in Chart-5.



Source: Dhaka Stock Exchange PLC

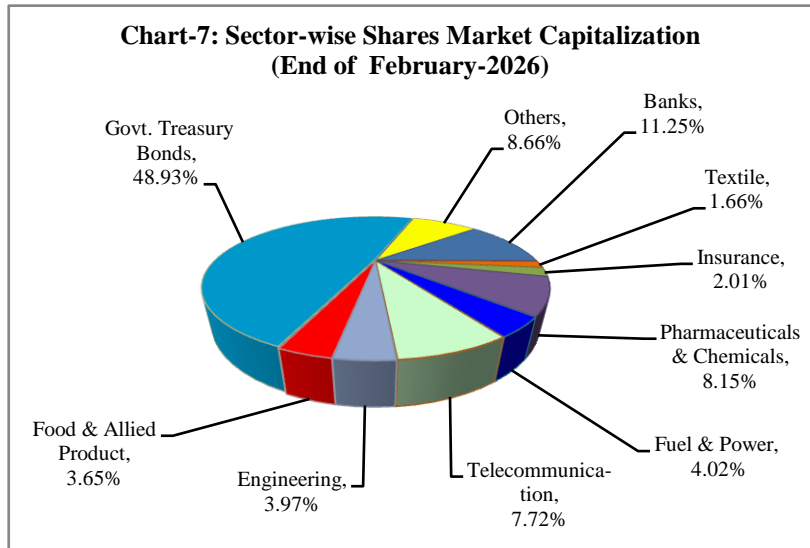
Sector-wise Shares of Issued Capital and Market Capitalization of DSE

The total amount of issued capital of DSE slightly decreased to BDT 4692.31 billion at the end of February 2026 from BDT 4694.31 billion at the end of January 2026 but increased as compared to BDT 4547.55 billion at the end of February 2025. Among different sectors, Bangladesh Govt. Treasury Bonds (BGTBs) dominated, as usual, in terms of issued capital at the end of February 2026 which alone occupied around 77.98 percent of the issued capital. Of the remaining sectors, 9.22 percent was issued by banks, 1.59 percent by textile, 1.44 percent by telecommunication, 1.38 percent by fuel & power, 1.15 percent by pharmaceuticals & chemicals, 1.12 percent by engineering, 0.66 percent by insurance, 0.34 percent by food & allied product and 5.11 percent by others. The sector-wise share of issued capital is shown in Chart-6.



Source: Dhaka Stock Exchange PLC

The market capitalization varies mainly with the changes in prices of shares. The total amount of market capitalization of DSE increased to BDT 7183.65 billion at the end of February 2026 from BDT 6950.82 billion at the end of January 2026 and BDT 6953.64 billion at the end of February 2025. Among different sectors, Bangladesh Govt. Treasury Bonds (BGTBs) alone recorded the highest contribution, accounting for 48.93 percent of market capitalization, followed by banks 11.25 percent, pharmaceuticals & chemicals 8.15 percent, telecommunication 7.72 percent, fuel & power 4.02 percent, engineering 3.97 percent, food & allied product 3.65 percent, insurance 2.01 percent, textile 1.66 percent and others 8.66 percent. It may be noted that debentures are not included in the sector-wise market capitalization of all listed securities because these products are not currently being traded in the market. The sector-wise distribution of market capitalization is presented in Chart-7.



Source: Dhaka Stock Exchange PLC

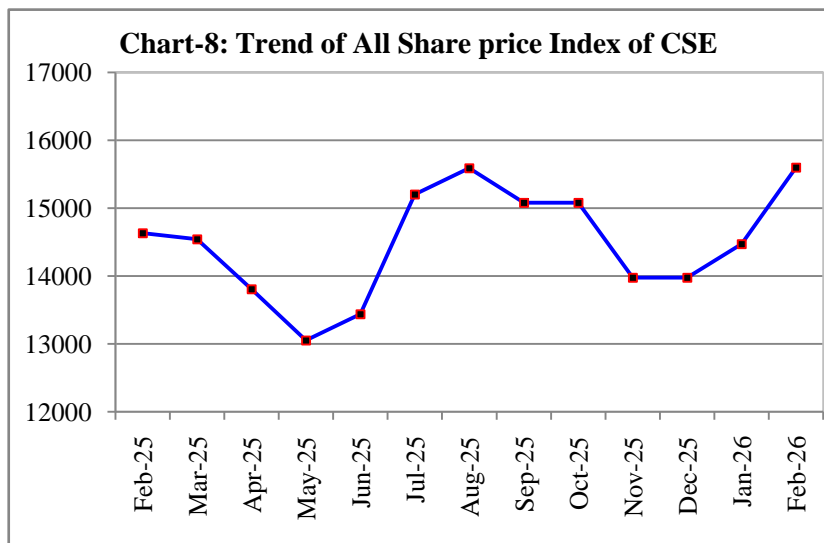
Chittagong Stock Exchange PLC (CSE): February 2026

The total number of listed securities of CSE decreased to 608 at the end of February 2026 from 609 at the end of the previous month. The total amount of issued capital increased sharply to BDT 6593.10 billion at the end of February 2026 from BDT 4673.45 billion at the end of the preceding month and BDT 4639.79 billion at the end of the same month of the previous year.

The market capitalization of CSE stood at BDT 9154.30 billion at the end of February 2026 which was 30.50 percent and 29.81 percent higher, respectively, than that of the preceding month and the same month of the previous year.

At the end of February 2026, CSE all share price index (CASPI) stood at 15597.14 which was 7.79 percent and 6.59 percent higher, respectively, than that of the preceding month and the same month of the previous year.

The trend of CSE all share price index (CASPI) is shown in Chart-8.



Source: Chittagong Stock Exchange PLC

The value of total turnover of traded securities of CSE increased to BDT 2.33 billion during February 2026 from BDT 2.12 billion at the end of the preceding month but decreased as compared to BDT 2.60 billion at the end of the same month of the previous year.

Price-earnings (P/E) ratio of all securities of CSE stood at 10.75 at the end of February 2026 which was higher than 10.19 at the end of January 2026 but remain same as compared to the end of February 2025. The yield stood at 4.12 at the end of February 2026 which was lower than 4.37 at the end of January 2026 and 4.16 at the end of February 2025.

Recent Steps for Developing Capital Market

- Bangladesh Bank extended the validity of the BDT 200 crore special funds, originally introduced on 10 February 2020, for capital market investment by scheduled banks on 8 May 2025. In response to ongoing market volatility and feedback from stakeholders, the fund's maturity has been extended to 31 December 2026. Banks availing of this fund are required to submit a board-approved phase-out plan to the Department of Off-site Supervision of Bangladesh Bank within 30 days of the circular's issuance and must ensure its proper implementation. Upon maturity, any remaining investment under the fund will be treated in accordance with the Bank Company Act, 1991 and reported in the prescribed capital market investment statement. In line with the extended validity, associated repo facility timelines and portfolio revaluation deadlines have also been revised (the detailed information is given on the web link: <https://intranet.bb.org.bd/openpdf.php>).
- Bangladesh Securities and Exchange Commission (BSEC) formally issued a circular on 9 February 2026, establishing a structured framework for enhancing financial literacy through short, mid, and long-term programs targeting investors and the general public. These initiatives are executed via formal education integrated into academic curricula and non-formal methods like digital media, distance learning, and seminars. To lead these efforts, the Bangladesh Academy for Securities Market (BASM) was established under the supervision of a 17-member Board of Governors to conduct professional training, diplomas, and post-graduate courses. The rules mandate the creation of specific "Investment Education" and "BASM" funds supported by grants, CSR contributions, and mandatory fees from market entities, which are subject to strict annual audits by recognized firms. Furthermore, all capital market institutions, including stock exchanges and issuers, are required to maintain dedicated education departments, train their staff on regulations, and implement customer grievance mechanisms to ensure a transparent and informed investment environment (the detailed information is given on the web link: https://sec.gov.bd/slaws/Notification_09.02.2026.pdf).

Table-A: Status of Some Other Important Indicators of DSE & CSE

End of Month	Number of listed Securities		Major Indices				Price/Earning Ratio		Yield	
	DSE	CSE	DSE		CSE		DSE	CSE	DSE	CSE
			Broad Index	Shariah index	All Share Price Index	Shariah index				
Feb-25	656	619	5247.30	1167.00	14633.01	946.70	9.66	10.75	4.11	4.16
Mar-25	656	620	5219.16	1168.11	14541.35	942.17	9.74	9.46	4.53	4.31
Apr-25	656	619	4917.92	1094.18	13805.31	897.98	9.40	9.78	5.79	5.35
May-25	656	619	4637.92	1011.36	13051.80	846.06	8.33	8.15	6.37	5.87
Jun-25	656	620	4838.39	1060.76	13438.38	864.66	9.34	8.40	6.40	5.94
Jul-25	656	619	5443.42	1170.61	15202.38	948.19	10.51	9.31	5.72	4.32
Aug-25	656	619	5594.39	1227.71	15589.69	983.16	10.83	9.85	5.50	4.20
Sep-25	656	619	5415.79	1171.98	15079.99	955.21	10.38	9.63	5.72	4.38
Oct-25	654	617	5122.22	1082.63	14286.05	898.92	9.93	9.34	5.78	4.36
Nov-25	654	612	4978.77	1045.30	13976.39	878.18	8.87	11.65	5.99	4.41
Dec-25	653	611	4865.34	1000.72	13610.82	850.89	8.59	9.58	5.59	4.62
Jan-26	651	609	5154.31	1034.49	14469.37	880.46	9.33	10.19	6.06	4.37
Feb-26	650	608	5600.27	1116.19	15597.14	933.85	10.10	10.75	5.73	4.12

Source: Dhaka Stock Exchange PLC and Chittagong Stock Exchange PLC