

Topline Market Review

Market regains positive direction

KSE-100 Index: 43,690 (+175pts/0.4%)

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Market gains 175 points on positive news flows

KSE-100

Key Numbers

KSE-100 Index (Feb 13, 2018)	43,690.36
Change (Points)	175.28
Change (%)	0.40%
YTD (Since Dec 29, 2017)	8.0%
KSE Mkt Cap. (Rs bn)	9,080
KSE Mkt Cap. (US\$ bn)	82.1
Total Volume (shares mn)	203.7
Total Value (Rs bn)	7.6
Total Value (US\$ mn)	68.5
Total Future Value (Rs bn)	2.2
Total Future Value (US\$ mn)	19.7

Source: PSX

Top 10 Traded Stocks

Symbol	Value (US\$m)	Vol. (mn shares)	Closing (Rs)	Change (Rs)	Change
TRG	4.0	11.5	38.8	(0.4)	-1.0%
OGDC	3.7	2.5	165.9	0.1	0.0%
DGKC	3.6	2.7	147.8	(3.0)	-2.0%
EPCL	3.5	13.5	28.4	0.8	3.0%
HBL	3.0	1.7	197.8	6.3	3.3%
ANL	2.4	13.9	18.9	1.0	5.6%
PAEL	2.1	4.1	57.8	0.4	0.7%
MCB	2.0	1.0	218.1	(0.4)	-0.2%
ASL	1.8	9.4	21.6	0.1	0.3%
UBL	1.6	0.9	193.5	3.9	2.0%

Source: PSX

- Pakistan equities today ended on a positive note, closing up 175 points to settle at 43,690 index level. This was supported by unexpected victory of PML-N in yesterday's NA-154 by-election in Lodhran (the seat fell vacant in the wake of disqualification of PTI leader Jahangir Tareen by Supreme Court in Dec 2017). On the other hand, media reports of possible increase in banks' pension liabilities on apex court's order (to a minimum of Rs8,000/month - which was lower than expected), led to excitement in banking stocks. Investors rejoiced this decision as the impact was lower than expected.
- Sector wise data indicate that Commercial Banks added 167 points to the index gain. This was followed by Fertilizer sector that added 23 points. On the contrary, Cements withheld 21 points from the index.
- Trading volumes and value during the trading session shrunk by 5%.
- Stocks including HBL (+3.3%), UBL (+2.3%), ENGRO (+1.1%), PIBTL (+5.7%) & BAFL (+2.7%) added 186 points to the index whereas stocks including LUCK (-1.1%), DAWH (-1.3%), DGKC (-2.2%), SEARL (-2%) & HASCOL (-2.1%) withheld 62 points from the index.

- Netsol Technologies (NETSOL) announced 2Q2017 consolidated earnings of Rs492mn (EPS Rs5.5), up 292% YoY. Revenues of the company were down 9% YoY to Rs1.2bn however gross profits improved by 14% YoY to Rs596mn. Along with with higher gross profits, other income of NETSOL also jumped to Rs190mn vs. Rs2.2mn during same period last year.
- Jubilee General Insurance (JGICL) also reported 2017 consolidated earnings of Rs1.1bn (EPS Rs6), flat on YoY basis. Net premiums of the company was up 11% to Rs4.6bn however higher net claims and net expenses kept underwriting income in check. Underwriting income of JGICL was down 14% YoY to Rs409mn. Investment income also declined by 22% to Rs869mn as equity markets were down 15%. The company also announced final cash dividend of Rs4/share.
- US President Donald Trump on Monday unveiled a US\$4trn annual budget for the new fiscal year, proposing US\$256mn in civilian assistance and US\$80mn in military aid to Pakistan. The proposal of aid to Pakistan comes weeks after Trump administration suspended nearly US\$2bn in security assistance to Islamabad. The White House has said it would consider lifting the freeze if it sees action by Pakistan against militant groups.
- The government sanctioned on Monday two-dozen development schemes costing Rs185 billion including over half a dozen projects, which were not part of the original development program that the National Economic Council (NEC) had endorsed in May. Headed by Deputy Chairperson of Planning Commission Sartaj Aziz, the Central Development Working Party (CDWP) also cleared some projects which last month faced a 60% cut in their allocations due to slow progress in approvals.
- The Supreme Court on Tuesday, during the Naqeebullah Mehsud extra-judicial killing case hearing, granted protective bail to Rao Anwar and directed the former Malir senior superintendent police (SSP) to appear in court on Friday. The case was being heard by a three-member bench headed by Chief Justice Mian Saqib Nisar at the Islamabad registry.

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Neutral	Stock will perform in line with the average total return of stocks in universe
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