

# Topline Market Review

**KSE-100 Index: 42,911 (-356pts/-0.82%)**

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# Not so impressive start to the week

KSE-100	
Key Numbers	
KSE-100 Index (Feb 26, 2018)	42,911.02
Change (Points)	(356.18)
Change (%)	-0.82%
YTD (Since Dec 29, 2017)	6.0%
KSE Mkt Cap. (Rs bn)	8,951
KSE Mkt Cap. (US\$ bn)	81.0
Total Volume (shares mn)	167.6
Total Value (Rs bn)	7.2
Total Value (US\$ mn)	64.9
Total Future Value (Rs bn)	1.7
Total Future Value (US\$ mn)	15.7

Source: PSX

Top 10 Traded Stocks						
Symbol	Value (US\$mn)	Vol. (mn shares)	Closing (Rs)	Change (Rs)	Change	
BAFL	4.6	10.6	48.0	(0.1)	-0.2%	
ISL	3.8	3.6	117.5	1.3	1.1%	
TRG	3.1	9.3	37.4	1.8	5.0%	
FFL	2.7	11.5	26.3	0.9	3.5%	
DSL	2.6	22.5	12.6	(0.7)	-5.1%	
INIL	2.3	0.8	305.7	12.2	4.2%	
OGDC	2.0	1.4	161.9	(2.4)	-1.5%	
PPL	2.0	1.1	196.7	(4.5)	-2.2%	
DFML	2.0	5.0	43.9	(0.5)	-1.1%	
ANL	1.8	11.6	17.0	(0.6)	-3.5%	

Source: PSX

- Pakistan market saw another day of dull session where low participation and selling in index heavy weight sectors including Banks and E&Ps led market to close at 42,911 points, down 356 points after touching an intraday high of 43,490.
- Rising political uncertainty has also kept investors on the sidelines. NAB has started investigation against Punjab Land Development Company on likely corruption cases. Opposition parties has also raised eyebrows and alleged involvement of Punjab government in the corruption cases.
- The index saw thin trading activity with volumes going down by 31% and value declining by 29%.
- Top 5 stocks including PPL (-2.2%), HBL (-1.3%), OGDC (-1.5%), ENGRO (-1.8%) & LUCK (-1.7%) withheld 180 points from the index whereas top 5 stocks including PAKT (+4.9%), TRG (+5%), INIL (+4.2%), DAWH (+1.2%) & EFERT (+0.8%), added 73 points to the index.

- UBL conducted its 2017 conference call today whereby the management stated that the bank signed an agreement in 2013 with U.S regulators to comply with its anti-money laundering laws and it is carrying out steps that ensures the compliance. The management further stated that the bank could incur a one-off pension liability of Rs3.4-5.9bn against the order of supreme court to increase pensions. However, this is subject to finalization of the figures once bank receive final detailed order from Supreme Court. The management also disclosed that it booked provisions of over Rs1bn against its international operations to counter any potential NPL risk.
- Bank Alfalah (BAFL) announced 2017 earnings of Rs5.3/share, up 5% YoY due to higher Net Interest Income (NII) up 1% YoY & provisions reversals of Rs260mn during the year. Earnings were further supported by Non-interest income that increased by 11% to Rs10.5bn. The bank announced a surprised cash dividend of Rs1.5/share. The board of directors of the bank is also exploring the possibility of strategic sale of its off-shore business and assets located in Afghanistan as the bank has received an offer for purchase of Afghanistan Operations of BAFL from a local bank of Afghanistan.
- TRG Pakistan (TRG) in its notice sent to PSX stated that its subsidiary IBEX Holdings Limited, a provider of customer lifecycle management solutions, has filed a registration statement with United States Securities and Exchange Commission for an Initial Public Offering of the shares of IBEX holdings. The offering can take place on NASDAQ in 1HFY18.
- Ghandhara Nissan (GHNL) disclosed 2QFY18 financial results today announcing earnings of Rs2.2/share, down 34% YoY. On the other hand, Ghandhara Industries (GHNI) declared earnings of Rs21/share in 2QFY18, up 82% YoY.
- Shifa International Hospital (SHIFA) announced earnings of Rs2.8/share during the quarter vs. Rs3.9/share during the same period last year. Revenues of the company improved by 11% to Rs2.6bn however 15% rise in operating costs kept profitability under check.
- Mughal Iron & Steel (MUGHAL) announced 1) increase in melting capacity by 396,000MT at a cost of Rs500mn, 2) installation of CCM and shearing machine in respect of “Hot/ Direct rolling” at cost of Rs470mn, 3) installation of water treatment plant, roughing area and induction heater and some other capital expenditures.
- Board of Dost Steels (DSL), approved issuance of 35mn shares at par to Crescent Star Insurance (CSIL), against the advance for issuance of shares already received, by way of “Other than Right” subject to all regulatory approvals.

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

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Market Weight	= Weight in KSE-100 Index
Under Weight	< Weight in KSE-100 Index

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