

Topline Market Review

Positive momentum pushes benchmark higher

KSE-100: 44,898 (+1.63%/+719pts)

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Positive momentum pushes market higher; index gains 1.63%



KSE-100

Key Numbers

| | |
|------------------------------|-----------|
| KSE-100 Index (Jan 22, 2018) | 44,897.69 |
| Change (Points) | 718.86 |
| Change (%) | 1.63% |
| YTD (Since Dec 29, 2017) | 10.9% |
| KSE Mkt Cap. (Rs bn) | 9,223 |
| KSE Mkt Cap. (US\$ bn) | 83.4 |
| Total Volume (shares mn) | 294.4 |
| Total Value (Rs bn) | 13.3 |
| Total Value (US\$ mn) | 119.9 |
| Total Future Value (Rs bn) | 8.2 |
| Total Future Value (US\$ mn) | 74.5 |

Source: PSX

Top 10 Traded Stocks

| Symbol | Value (US\$mn) | Vol. (mn shares) | Closing (Rs) | Change (Rs) | Change |
|--------|----------------|------------------|--------------|-------------|--------|
| PAEL | 8.3 | 15.1 | 60.5 | 2.6 | 4.6% |
| ENGRO | 6.3 | 2.2 | 311.9 | 5.7 | 1.9% |
| DGKC | 6.2 | 4.4 | 157.2 | 7.5 | 5.0% |
| ISL | 6.1 | 5.5 | 121.7 | 1.0 | 0.8% |
| TRG | 4.8 | 15.4 | 34.4 | 1.6 | 4.8% |
| PSO | 4.6 | 1.6 | 317.9 | 11.9 | 3.9% |
| SEARL | 3.9 | 1.2 | 372.0 | 15.7 | 4.4% |
| SSGC | 3.8 | 11.9 | 35.4 | 0.9 | 2.5% |
| OGDC | 3.8 | 2.4 | 171.6 | 2.5 | 1.5% |
| HBL | 3.4 | 1.8 | 208.9 | 1.9 | 0.9% |

Source: PSX

- KSE100 index posted strong gains, carrying last week's positive momentum to close shy of 45k level at 44,897 index points, up 719 points/1.63%. Despite advent of roll-over week, heavy local institutional buying lifted the market with activity across the board.
- Investors showed keen interest in cement sector as participants bet on delay in expansion in North, raising the prospect of cement price hike. Cement sector contributed 161 points to the index gain.
- After relentless buying for past seventeen sessions foreigners have finally turned sellers with out flow of US\$3.6mn today. On the local front, mutual funds were net buyers of US\$5.8mn
- Participation rose heavily especially in index names as volumes were up 41% d/d, while traded value was up by 23%.
- Top 5 Index point contributors were HUBC (+4%), LUCK (+3.2%), DAWH (+5%), ENGRO (+1.9%) & DGKC (+5%) adding 215points while MUREB (-3%), JDWS (-5%), AICL (-0.7%), SNBL (-3%) & NATF (-0.2%) withheld 16points.

- Punjab Chief Minister (CM) Shehbaz Sharif recorded his statement at the National Accountability Bureau's (NAB) regional office in an inquiry related to the Ashiana-e-Iqbal Housing Scheme. On January 17, NAB Lahore had issued a notification stating that it has been conducting an inquiry against management/officials of Punjab Land Development Company (PLDC), Lahore Casa Developers, Lahore Development Authority and others. The letter read that the prima facie, Shehbaz Sharif, being the Punjab chief minister, ordered "cancellation of award of contract of Ashiana-e-Iqbal to successful bidder Ch Latif and Sons, leading to award of contract to Lahore Casa Developers (JV), a proxy of Paragon City (Pvt) Limited, which resulted in the loss of Rs193mn approximately."
- A three-member Supreme Court (SC) bench was told that prosecutor general (PG) for NAB has yet to be appointed because President Mamnoon Hussain rejected the five nominees put forward by the prime minister. Expressing surprise over the development, the SC bench noted that the president is bound to take the PM's advice. According to Article 48, Section 1(a) of the Constitution, the president is bound to approve any documents sent by the prime minister or federal cabinet. Though the president can send files forwarded by the PM office back for reconsideration, he cannot reject them.
- NAB has filed an interim reference against Sharif family over London flats case in accountability court. According to details, seven including two foreign witnesses have been included in the reference. Earlier, NAB Chairman Justice (r) Javed Iqbal had stated that negligence in verification of documents in connection with London flats reference case against Sharif family will not be tolerated. Iqbal had met Foreign Secretary Tehmina Janjua and directed the concerned ministry to expedite the process of retrieval of documents through diplomatic sources.
- Dawood Hercules Corporation (DAWH) notified the exchange that they will be raising funds for re-profiling of debt and operations of the company for period of 5 years. The company is looking to raise Rs7bn through issuance of Sukuk bonds; the mandate in this regard has been given to JS Bank. DAWH will also procure Rs 6bn Term Finance Facility , mandate given to banking consortium of (DIB, ABL & MCB)
- PM Shahid Khaqan Abbasi said that there is no threat of Washington undertaking military action against Pakistan.

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

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