

# Topline Market Review

**KSE-100 Index: 40,464 (-758 pts/-1.84%)**

**Topline Research**  
research@topline.com.pk  
Tel: +9221-35303330  
**Topline Securities, Pakistan**



www.jamapunji.pk

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# Pre-election jitters drag down KSE-100 index by 758 points



## KSE-100

### Key Numbers

KSE-100 Index (Jul 23, 2018)	40,463.98
Change (Points)	(757.77)
Change (%)	-1.84%
YTD (Since Dec 29, 2017)	0.0%
KSE Mkt Cap. (Rs bn)	8,353
KSE Mkt Cap. (US\$ bn)	65.0
Total Volume (shares mn)	109.0
Total Value (Rs bn)	5.1
Total Value (US\$ mn)	39.7
Total Future Value (Rs bn)	4.3
Total Future Value (US\$ mn)	33.3

Source: PSX

## Top 10 Traded Stocks

Symbol	Value (US\$mn)	Vol. (mn shares)	Closing (Rs)	Change (Rs)	Change
DGKC	3.5	4.5	99.1	(3.7)	-3.6%
ATRL	3.3	2.0	217.9	(3.3)	-1.5%
ENGRO	2.1	0.9	316.8	(5.1)	-1.6%
OGDC	1.6	1.4	148.9	(2.4)	-1.6%
LUCK	1.5	0.4	491.5	(15.1)	-3.0%
PPL	1.2	0.8	201.1	(6.6)	-3.2%
PSO	1.1	0.5	293.2	(8.5)	-2.8%
HBL	1.1	0.9	167.1	(3.7)	-2.1%
EFUG	1.0	1.0	130.7	(0.7)	-0.5%
NETSOL	0.9	1.0	124.1	(6.5)	-5.0%

Source: PSX

- KSE-100 index continued to slide, as was the case on Friday. The bears dragged down the market by 758 points to 40,464 level (down 1.84%) as pre-election jitters engulfed the market.
- Most of the sectors performed poorly due to lack of any positive triggers. The market participants seem to be waiting for the election results before taking any new positions, in our view. This is reflected in today's dull market participation as indicated by 51% drop in volumes to 109mn shares and 42% drop in value traded to US\$ 39.7mn.
- Commercial Banks lost steam as the sector removed 218 points from the index. Simultaneously, Oil & Gas Exploration Companies pulled the index down by 154 points.

- Shahtaj Sugar Mills (SHJS) announced its 3QFY18 financial result, wherein LPS clocked in at Rs.5.62, down from EPS of Rs.5.52 in the same period last year. The company booked a loss due to significant gross margin compression as the margin reduced to 1% in 4QFY18 from 9% in the same period last year. For the 9MFY18, the company posted LPS of Rs.22.13 compared to EPS of Rs.25.7 in the same period last year.
- JDW Sugar Mills (JDWS) announced its 3QFY18 financial result, wherein the company recorded an EPS of Rs.5.96, up from EPS of Rs.3.08 in the same period last year. During the quarter, despite decline in gross margins, the company managed to grow profits due to Rs.~1.1bn increase in other income. For the 9MFY18, the company posted EPS of Rs.0.56 compared to Rs.35.1 in the same period last year.
- HASCOL petroleum (HASCOL) has notified PSX that the board of Directors has authorized the company to acquire the liquefied petroleum gas plant / business of Marshal Gas (Pvt) for purchase consideration of Rs.175mn.
- Thal industries (TICL) reported its 4QFY18 result. The company's EPS clocked in at Rs.5.81 compared to Rs.12.69, down by -54%YoY as the gross margin fell to 0.85% compared to 10.4% in the same period last year. For the full year FY18, the company posted LPS of Rs.3.44 compared to Rs.54.98 in same period last year.
- As per news, the stakeholders of the defunct Pakistan Steel Mills have asked the federal government to order an in-depth 10-year performance audit for the mills' deterioration leading to its closure and retrieve more than 2,000 acres of its precious land lost to land-grabbers. Comprising employees, pensioners, suppliers, dealers and contractors, the PSM Stakeholders Group (PSMSG) has also put up a claim of Rs.70bn overdue payments and has demanded appointment of a professionally qualified management team to revive the closed industrial unit.
- A five-member medical team has reached Adiala jail to assess the condition of former prime minister Nawaz Sharif after his health deteriorated Saturday due to 'intense heat' in the cell where he is incarcerated.

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The research analyst(s), denoted by an “AC” on the cover of this report, primarily involved in the preparation of this report, certifies that (1) the views expressed in this report accurately reflect his/her personal views about all of the subject companies/securities/sectors and (2) no part of his/her compensation was, is or will be directly or indirectly related to the specific recommendations or views expressed in this report.

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Rating	Expected Total Return
Buy	Stock will outperform the average total return of stocks in universe
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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Rating	Sector’s Proposed Weight in Portfolio
Over Weight	> Weight in KSE-100 Index
Market Weight	= Weight in KSE-100 Index
Under Weight	< Weight in KSE-100 Index

Ratings are updated daily to account for the latest developments in the economy/sector/company, changes in stock prices and changes in analyst’s assumptions or a combination of any of these factors.

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