

Topline Market Review

KSE-100 Index: 40,346 (-1,219 pts/-2.93%)

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KSE-100 index dips 1,219 points; sharpest decline in CY18



KSE-100	
Key Numbers	
KSE-100 Index (Jul 4, 2018)	40,345.68
Change (Points)	(1,218.74)
Change (%)	-2.93%
YTD (Since Dec 29, 2017)	-0.3%
KSE Mkt Cap. (Rs bn)	8,353
KSE Mkt Cap. (US\$ bn)	68.6
Total Volume (shares mn)	117.6
Total Value (Rs bn)	5.8
Total Value (US\$ mn)	47.2
Total Future Value (Rs bn)	2.0
Total Future Value (US\$ mn)	16.7

Source: PSX

Top 10 Traded Stocks						
Symbol	Value (US\$mn)	Vol. (mn shares)	Closing (Rs)	Change (Rs)	Change	
DGKC	3.2	3.7	107.0	(5.6)	-5.0%	
OGDC	3.0	2.5	147.6	(7.5)	-4.9%	
PAEL	2.9	10.3	34.5	(1.8)	-5.0%	
LUCK	2.5	0.6	472.0	(22.4)	-4.5%	
SNGP	2.5	3.1	96.8	(4.8)	-5.0%	
ENGRO	2.3	0.9	307.1	(7.9)	-2.5%	
UBL	2.0	1.5	160.1	(4.7)	-2.9%	
PSO	1.6	0.7	299.8	(15.4)	-4.9%	
MLCF	1.5	3.7	51.2	(2.6)	-5.0%	
ATRL	1.4	0.9	200.7	(10.6)	-5.0%	

Source: PSX

- KSE-100 index experienced the sharpest decline of CY18 in absolute points, with index losing 1,219 points to close at 40,346 level, down by 2.93%. Cumulatively, the index has lost 1653 points in the past four trading sessions.
- Compounded by lack of any positive triggers, political noise continues to keep market jittery with the verdict on Avenfield case against Nawaz Sharif and Mariam Nawaz to be announced on 6th July, 2018. Worst performing sectors today included Commercial Banks, Oil & Gas Exploration Companies, and Fertilizer reducing the index by 605 points.
- The banking sector remained under pressure due to lower than expected inflation, in our view.
- Market participation remained dull with traded volumes of 118mn shares and value traded at Rs.5.8bn. However, the volume has increased 13% and value traded has improved by 55% as compared to yesterday.

- Pakistan Central Bank has sold Rs331bn worth of 3M T-bills at a yield of 6.76, while there were no bids received for 6M and 12M T-bills.
- The Pakistan Steel Melters Association has sent an SOS call to the government for saving the industry from collapse by resolving the issues being faced by it in shape of rise in scrap rates internationally, unbridled increase in electricity tariff, rupee devaluation and drastic increase in sales tax.
- The federal government passed on the cost of debt servicing on consumers in the tariff to pay off the recently raised loans of Rs 180 billion from commercial banks aimed at clearing some portion of the circular debt. This was disclosed by Senior Joint Secretary Finance, Sheikh Anwar at a meeting of special committee on circular debt under the chairmanship of Syed Shibli Faraz.
- The country's total oil sales dropped by five per cent to 24.593 million tonnes in 2017-18 from 25.948m tonnes in 2016-17 due to 27 per cent fall in furnace oil sales. This 5pc decline in sales growth is after a lag of five years when the industry posted a fall of four per cent in FY12.
- A huge revenue shortfall due to inability of provincial governments to provide projected budget surplus and revenue impact of the decisions taken by Abbasi-led administration pushed the deficit to over 6.1 percent in the second week of June 2018.
- Gallup Pakistan (national), Pulse Consultant (national) and IPOR (provincial) polls show that PML-N remains the preferred party among voters in the largest province, but PTI has gained ground and narrowed the gap significantly. PTI remains the dominant party for voters in KPK, while PPP is ahead in Sindh. Balochistan, there is a three party mix.

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Neutral	Stock will perform in line with the average total return of stocks in universe
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Market Weight	= Weight in KSE-100 Index
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