

# Topline Market Review

**KSE-100 Index +0.6% WoW (+283 points)**

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



[www.jamapunji.pk](http://www.jamapunji.pk)

**ASIAMONEY**

Best Local Brokerage House  
Brokers Poll 2011-14, 2016-17



Best Local Brokerage House 2015-16

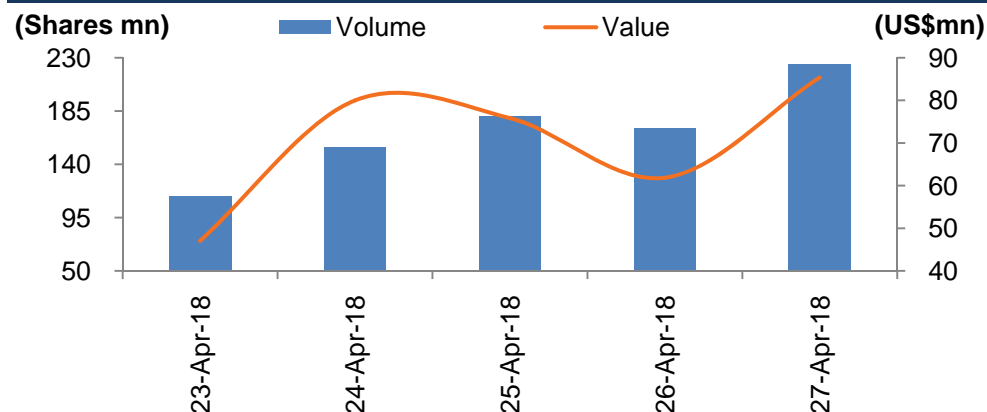
# Market post marginal gains of 0.6%

## Market Weekly Data

KSE-100 Index	45,542.78
1-Week Change (%)	0.6%
Market Cap (Rs tn)	9.4
1-Week Change (%)	0.6%
Market Cap (US\$ bn)	81.2
1-Week Change (%)	0.6%
1-Week Avg. Daily Vol (shares mn)	168.5
1-Week Avg. Daily Value (Rs bn)	8.1
1-Week Avg. Daily Value (US\$ mn)	70.0

Source: PSX

## KSE Volume & Value



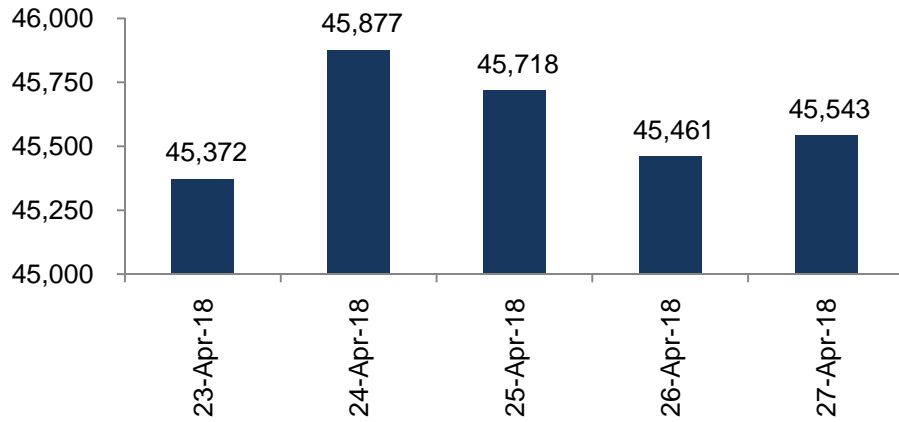
Source: PSX

- Investors' in Pakistani equities eagerly awaited for positive development ahead of the Federal Budget announcement today. GIDC removal/reduction beneficiaries again gained attention of investors where, Fauji Fertilizer company (FFC) gained 4% on last day of the week, followed by Fauji Fertilizer Bin Qasim (FFBL) +4%, and Lotte Chemicals (LOTCHEM) +2%. Resultantly, market managed to close positive, gaining 255 points (+0.6%) during the whole week, closing at 45,543 index level.
- Oil marketing sector stocks cumulatively contributed 123 points to the index, where HASCOL gained 20% in the outgoing week amid its better financial results, while PSO and SHEL gained 6% and 3%, respectively. Moreover, commercial banks and fertilizers contributed 86 and 70 points respectively.
- Market participation in terms of volume and value rose by 9% and 8% respectively.
- Foreigners were net seller during the week amounting to US\$2.8mn vs. net selling of US\$41.8mn last week. On the other hand, amongst local investors Mutual Funds were net sellers of US\$4mn whereas companies were net buyers of US\$4.7mn.

## Important News, Views & Corporate Announcements

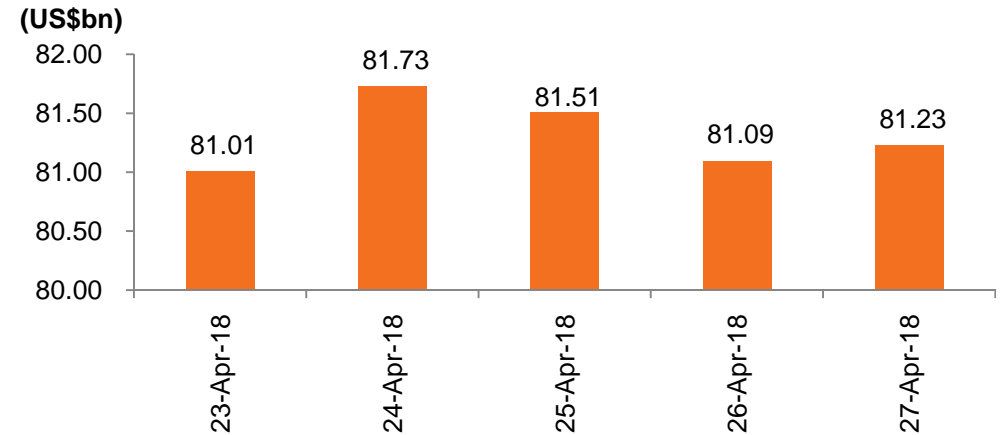
- Fatima Fertilizer (FATIMA) announced its financial results for 1Q2018, where company reported EPS of Rs1.37, up by 27% YoY. Earnings improved due to increase in GP margins by 5ppts YoY to 60%.
- Systems Limited (SYS) announced its financial results for 1Q2018, where company reported EPS of Rs1.84, up by 52% YoY due to increase in net revenues by 18% YoY and other income by 14.5x YoY.
- AGP Limited (AGP) announced its financial results, where company recorded earnings of Rs392mn, up by 18% YoY due to increase in net sales by 33% YoY. Moreover, company also declared DPS of Rs1.25.
- Pakistan Refinery (PRL) announced its financial results for 3QFY18, where company reported EPS of Rs1.78, up by 46% YoY due to increase in other income by 28x YoY Rs997mn.
- MUREB announced its financial results for 3QFY18, where company reported EPS of Rs13.26, up by 28% YoY due to increase in net revenue by 28%. Company declared DPS of Rs10.
- Hascol Petroleum in its notice to exchange posted EPS of Rs5, up by 96% YoY due to increase in revenues by 59% YoY and increase in GP margins by 1ppt YoY to 5%.
- Nishat Mills (NML) announced its financial results for 2QFY18, where company reported EPS of Rs2.17, down by 57% YoY. Earnings were down owing to trimmed GP margins of 15% vs. 17% during last year and higher effective tax rate of 27% vs. 0.7% similar period of last year.
- The government on Friday appointed five new federal ministers and a state minister. Marvi Memon, Marriyum Aurangzeb, Anusha Rehman and Dr Tariq Fazal Chaudhry took oath as federal ministers. President Mamnoon Hussain administered the oath to the newly-appointed ministers in three separate ceremonies.

### KSE-100 Index



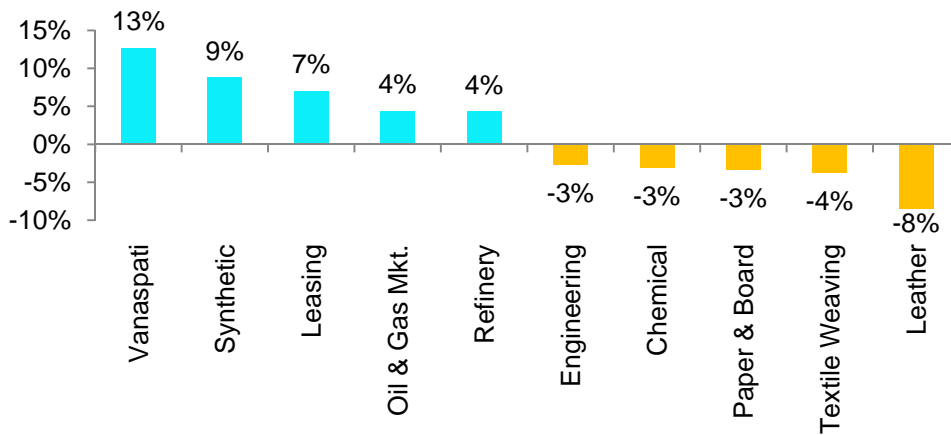
Source: PSX

### KSE Market Capitalization



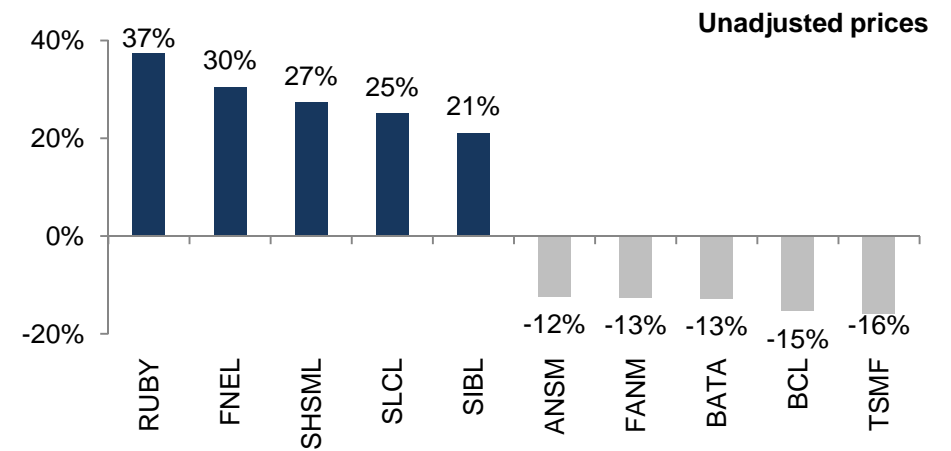
Source: PSX

### Market Cap. Sector-wise Return: Top 5 Gainer / Loser of the week



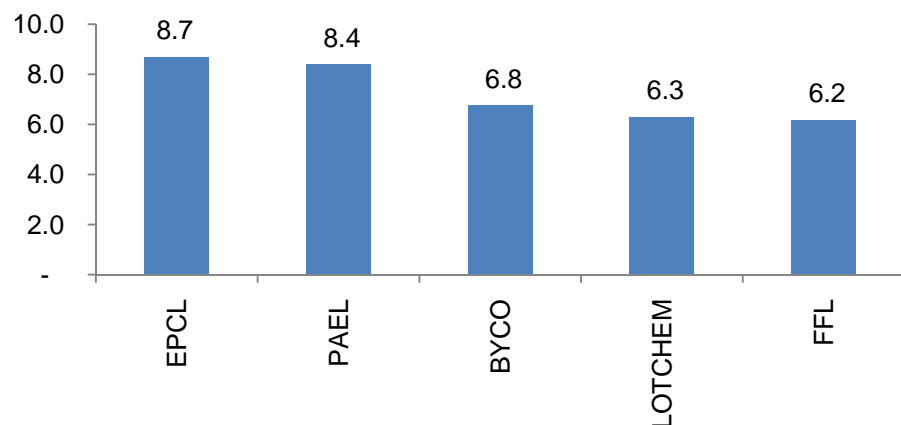
Source: PSX

### All Share Index: Top 5 Gainer / Loser of the week



Source: PSX

### Top 10 Average Volume Leaders



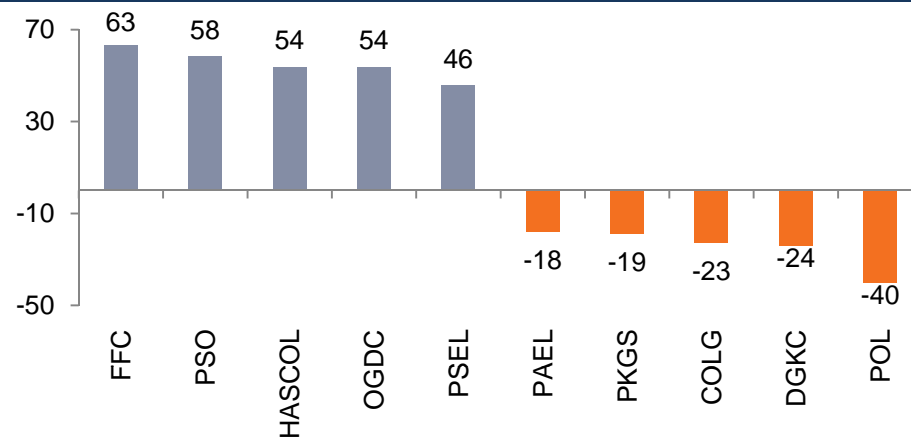
Source: PSX

### Foreign: G.Buy, G.Sell & Net Sector-wise During the Week

(US\$m)	Gross Buy	Gross Sell	Net
Oil and Gas Exploration Companies	4.9	(2.0)	3.0
Fertilizer	2.5	(3.3)	(0.7)
Cement	2.6	(2.5)	0.1
Food and Personal Care Products	2.3	(2.2)	0.0
Textile Composite	1.9	(1.4)	0.5
Technology and Communication	2.6	(3.0)	(0.4)
Power Generation and Distribution	0.2	(1.6)	(1.3)
Commercial Banks	17.7	(19.8)	(2.1)
Oil and Gas Marketing Companies	6.6	(9.3)	(2.6)
All other Sectors	11.8	(11.0)	0.8
<b>Total</b>	<b>53.3</b>	<b>(56.1)</b>	<b>(2.8)</b>

Source: NCCPL

### Top 10 KSE-100 Index Points Contributors



Source: PSX

### Foreign: Buying, Selling & Net During the Week

	Gross Buy	Gross Sell	Net
23-Apr-18	12.3	(14.5)	(2.1)
24-Apr-18	13.5	(13.0)	0.5
25-Apr-18	6.4	(7.6)	(1.2)
26-Apr-18	11.1	(9.6)	1.6
27-Apr-18	9.9	(11.5)	(1.6)
Weekly	53.3	(56.1)	(2.8)
Month to Date	225.3	(248.8)	(23.5)
Year to Date	911.7	(903.9)	7.7

Source: NCCPL

**Local Banks: G.Buy, G.Sell & Net Sector-wise During the Week**

(US\$m)	Gross Buy	Gross Sell	Net
Cement	1.5	(1.4)	0.2
Fertilizer	1.0	(2.0)	(0.9)
Food	0.1	(0.1)	(0.1)
Oil and Gas Expl.	0.9	(1.0)	(0.1)
Oil and Gas Mark.	1.6	(2.1)	(0.5)
Power	0.5	(0.6)	(0.1)
Banks	0.9	(4.9)	(4.0)
Telecom	0.3	(0.1)	0.1
Textile	1.6	(1.5)	0.2
Other Sectors	6.1	(10.0)	(3.9)
<b>Total</b>	<b>14.5</b>	<b>(23.6)</b>	<b>(9.1)</b>

Source: NCCPL

**Local Funds: G.Buy, G.Sell & Net Sector-wise During the Week (12-15th)**

(US\$m)	Gross Buy	Gross Sell	Net
Cement	3.8	(7.3)	(3.5)
Fertilizer	3.6	(2.6)	1.1
Food	0.7	(0.2)	0.5
Oil and Gas Expl.	1.3	(1.6)	(0.3)
Oil and Gas Mark.	1.2	(1.7)	(0.5)
Power	0.8	(0.5)	0.3
Banks	5.4	(4.8)	0.7
Telecom	0.6	(0.4)	0.2
Textile	1.6	(2.0)	(0.4)
Other Sectors	8.6	(10.7)	(2.1)
<b>Total</b>	<b>27.7</b>	<b>(31.8)</b>	<b>(4.1)</b>

Source: NCCPL

**Local Banks: G.Buy, G.Sell & Net During the Week (12-15th)**

(US\$ mn)	Gross Buy	Gross Sell	Net
23-Apr-18	1.1	(4.6)	(3.5)
24-Apr-18	3.0	(5.5)	(2.4)
25-Apr-18	2.3	(2.2)	0.1
26-Apr-18	2.3	(4.3)	(2.0)
27-Apr-18	5.7	(7.0)	(1.2)
Weekly	14.5	(23.6)	(9.1)
Month to Date	68.8	(99.5)	(30.8)
Year to Date	242.5	(332.6)	(90.3)

Source: NCCPL

**Local Mutual Funds: G.Buy, G.Sell & Net During the Week (12-15th)**

(US\$ mn)	Gross Buy	Gross Sell	Net
23-Apr-18	2.8	(2.4)	0.4
24-Apr-18	4.5	(5.7)	(1.1)
25-Apr-18	6.6	(6.0)	0.6
26-Apr-18	5.5	(8.1)	(2.5)
27-Apr-18	8.2	(9.6)	(1.3)
Weekly	27.7	(31.8)	(4.1)
Month to Date	203.9	(131.6)	72.6
Year to Date	661.4	(614.7)	47.1

Source: NCCPL

# Board Meetings & AGM

Board Meetings				
S. No	Company	DATE	Pakistan Time	Venue
1	East West Insurance Co. Ltd.	Saturday, April 28, 2018	12:00Noon	Karachi
2	Sitara Peroxide Limited	Saturday, April 28, 2018	11:30 a.m.	faisalabad
3	BankIslami Pakistan Limited	Saturday, April 28, 2018	12:15 p.m.	Karachi
4	Sui Northern Gas Pipelines Ltd	Saturday, April 28, 2018	12:30 p.m.	Lahore
5	TRG Pakistan Limited	Saturday, April 28, 2018	02:00 p.m.	Karachi
6	Gul Ahmed Textile Mills Ltd	Saturday, April 28, 2018	02:30 p.m.	Karachi
7	Azgard Nine Limited	Sunday, April 29, 2018	11:00 a.m.	Lahore
8	Atlas Honda Limited	Monday, April 30, 2018	10:00 a.m.	Karachi
9	Gammon Pakistan Limited	Monday, April 30, 2018	11:00 a.m.	Rawalpindi
10	Hum Network Limited	Monday, April 30, 2018	11:00 a.m.	Karachi
11	Ittefaq Iron Industries Limited	Monday, April 30, 2018	11:00 a.m.	Lahore
12	Ghani Glass Limited	Monday, April 30, 2018	11:00 a.m.	Lahore
13	Crescent Star Insurance	Monday, April 30, 2018	11:30 a.m.	Karachi
14	Pakistan International Bulk	Monday, April 30, 2018	12:00Noon	Karachi
15	Roshan Packages Limited	Monday, April 30, 2018	12:00Noon	Lahore
16	Ghani Value Glass Limited	Monday, April 30, 2018	12:30 p.m.	Lahore
17	Ghani Automobile Industries	Monday, April 30, 2018	02:30 p.m.	Lahore
18	WorldCall Telecom Limited	Monday, April 30, 2018	03:00 p.m.	Lahore
19	Dandot Cement Company Ltd	Monday, April 30, 2018	03:30 p.m.	Lahore
20	Byco Petroleum Pakistan Ltd	Monday, April 30, 2018	05:00 p.m.	Karachi
21	NetSol Technologies Limited	Monday, April 30, 2018	02:00 p.m.	Lahore
22	Siemens (Pakistan) Engineering	Thursday, May 03, 2018	02:00 p.m.	Lahore

Source: PSX

Shareholder Meetings				
S. No	Company	DATE	Pakistan Time	Venue
1	Bank Islami Pakistan	Saturday, April 28, 2018	09:30 a.m.	Karachi
2	Pakgen Power Ltd.	Monday, April 30, 2018	03:30 p.m.	Lahore
3	Lalpir Power Ltd	Monday, April 30, 2018	11:00 a.m.	Lahore
4	Shakarganj Limited #	Monday, April 30, 2018	11:30 a.m.	Lahore
5	Mitchell's Fruit Farms #	Monday, April 30, 2018	10:00 a.m.	Lahore
6	Fatima Fertilizer Co.	Monday, April 30, 2018	11:00 a.m.	Lahore
7	WorldCall	Monday, April 30, 2018	11:00 a.m.	Lahore
8	Merit Packaging Ltd #	Friday, May 04, 2018	10:30 a.m.	Karachi
9	Amreli Steel Ltd #	Monday, May 07, 2018	09:00 a.m.	Karachi

Source: PSX

# EOGM

# Analyst Certification and Disclosures

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.

Furthermore, it is stated that the research analyst or its close relative have neither served as a director/officer in the past 3 years nor received any compensation from the subject company in the past 12 months.

Additionally, as per regulation 8(2)(i) of the Research Analyst Regulations, 2015, we currently do not have a financial interest in the securities of the subject company aggregating more than 1% of the value of the company.

## Rating System

Topline Securities employs three tier ratings system to rate a stock, as mentioned below, which is based upon the level of expected return for a specific stock. The rating is based on the following with time horizon of 12-months.

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

For sector rating, Topline Securities employs three tier ratings system, depending upon the sector’s proposed weight in the portfolio as compared to sector’s weight in KSE-100 Index:

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.

## Valuation Methodology

To arrive at our 12-months Target Price, Topline Securities uses different valuation methods which include: 1). Present value methodology, 2). Multiplier methodology, and 3). Asset-based methodology.

## Research Dissemination Policy

Topline Securities endeavors to make all reasonable efforts to disseminate research to all eligible clients in a timely manner through either physical or electronic distribution such as email, fax mail etc. Nevertheless, all clients may not receive the material at the same time.

# Disclaimer

This report has been prepared by Topline Securities and is provided for information purposes only. Under no circumstances this is to be used or considered as an offer to sell or solicitation of any offer to buy. While reasonable care has been taken to ensure that the information contained therein is not untrue or misleading at the time of publication, we make no representation as to its accuracy or completeness and it should not be relied upon as such. From time to time, Topline Securities and/or any of its officers or directors may, as permitted by applicable laws, have a position, or otherwise be interested in any transaction, in any securities directly or indirectly subject of this report. This report is provided only for the information of professional advisers who are expected to make their own investment decisions without undue reliance on this report. Investments in capital markets are subject to market risk and Topline Securities accepts no responsibility whatsoever for any direct or indirect consequential loss arising from any use of this report or its contents. In particular, the report takes no account of the investment objectives, financial situation and particular needs of investors, who should seek further professional advice or rely upon their own judgment and acumen before making any investment. The views expressed in this report are those of Topline Research Department and do not necessarily reflect those of Topline or its directors. Topline as a firm may have business relationships, including investment-banking relationships, with the companies referred to in this report.

**All rights reserved by Topline Securities. This report or any portion hereof may not be reproduced, distributed or published by any person for any purpose whatsoever. Nor can it be sent to a third party without prior consent of Topline Securities. Action could be taken for unauthorized reproduction, distribution or publication.**