

# Topline Market Review

**KSE-100 Index: -0.8% WoW (-322 points)**

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**ASIAMONEY**

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



Best Local Brokerage House 2015-16

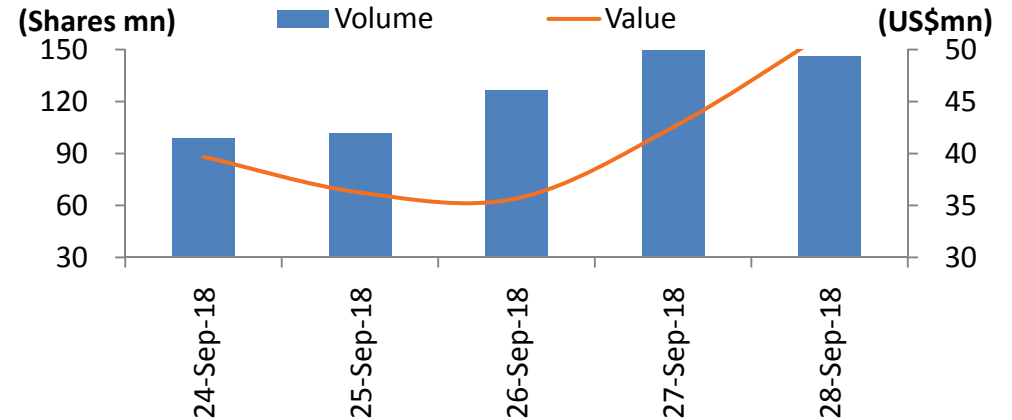
# Economic woes persist leading to lackluster market movement

## Market Weekly Data

KSE-100 Index	40,998.59
1-Week Change (%)	-0.8%
Market Cap (Rs tn)	8.4
1-Week Change (%)	-0.5%
Market Cap (US\$ bn)	67.6
1-Week Change (%)	-0.5%
1-Week Avg. Daily Vol (shares mn)	124.4
1-Week Avg. Daily Value (Rs bn)	5.1
1-Week Avg. Daily Value (US\$ mn)	41.2

Source: PSX

## KSE Volume & Value



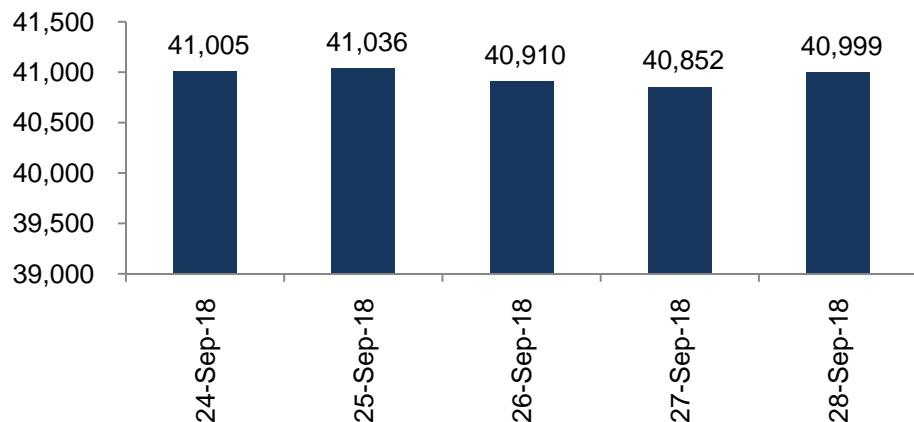
Source: PSX

- While Current Account Deficit (CAD) for the month of Aug 2018 turned out to be surprisingly low (US\$600mn, down 72% MoM), it failed to entice market during the week. This is because investors remained wary over lack of clarity from the new Govt. over managing external account situation as Pakistan has yet to decide about the entry into another IMF bailout.
- Further, State Bank of Pakistan (SBP) dollar reserves were down US\$293mn WoW to US\$9bn as of Sep 19, 2018.
- Fertilizer and Chemical sectors remained under pressure, cumulatively pulling the index down by 210pts amid announcement of higher gas prices and anticipated increase in electricity prices.
- Cement sector gained 113pts as investors flocked to get hold of cement stocks on rumors of increase in cement prices.
- Foreigners sold US\$9.4mn worth of shares during the week vs. net selling of US\$12.6mn last week (three sessions due to religious holidays). On local front, insurance companies and mutual funds were net buyers amounting to US\$8.6mn and US\$4.0mn, respectively.

# Important News, Views & Corporate Announcements

- Fecto Cement (FECTC) announced its 4QFY18 result posting EPS of Rs2.24 down 27% YoY. Lower earnings are attributed to reduction in gross margins by 6ppts YoY to 23%, and higher administrative expense by 100% YoY. Rise in other income by 7.92x times YoY helped to curtail the earnings. Fecto Cement announced a dividend of Rs2 per share.
- Power Cement (POWER) posted its 4QFY18 result with EPS of Rs0.03 down 78% YoY vs. EPS of Rs0.13 in the similar period last year. The bottom-line of the company was hurt by 1) lower sales by 10% YoY, 2) significant decline in gross margins by 20ppts YoY to 6% and 3) higher admin and other expenses by 105% YoY and 126% YoY respectively.
- Siddiqsons Tin Plate (STPL) disclosed its 4QFY18 result posting LPS of Rs0.52 vs. EPS of Rs0.08 in 4QFY17. Sales remained flat, while the company reported a gross loss in the out-going quarter. 1) Administrative expenses soared up by 52% YoY, 2) distribution cost rose by 33% YoY and 3) finance cost jumped up by 425% YoY. The company witnessed a significant improvement in other income by 21x times YoY in the out-going quarter.
- The Senate Standing Committee on Finance rejected the government's proposal to withdraw ban on non-filers to purchase motor vehicles and properties as the government failed to provide alternatives.
- Prime Minister Imran Khan will formally launch the "5mn Housing Project" during the first half of the next month and the process of registration will also commence with the launch of the project. This was decided during a meeting of the Task Force on Housing chaired by Prime Minister Imran Khan here at the PM Office.
- Federal Information Minister Fawad Chaudhry announced that a high-level Saudi delegation is due to arrive in Pakistan on Sunday in line with an earlier announcement of the government about Riyadh being invited to invest in the China-Pakistan Economic Corridor (CPEC) as well as other infrastructure projects across the country.
- The total liquid foreign reserves held by the country stood at US\$15,521.5mn on the last week end. The break-up of the foreign reserves position is as under: i) Foreign reserves held by the State Bank of Pakistan (SBP): US\$9,036.2mn, ii) Net foreign reserves held by commercial banks: US\$6,485.3mn and iii) Total liquid foreign reserves: US\$15,521.5mn. During the week ending September 19, SBP's reserves decreased by US\$293mn to US\$9,036mn, due to external debt servicing and other official payments.

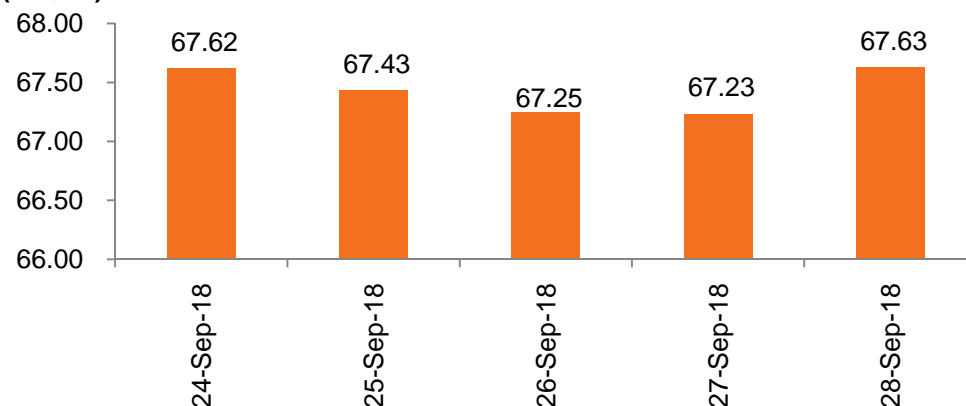
### KSE-100 Index



Source: PSX

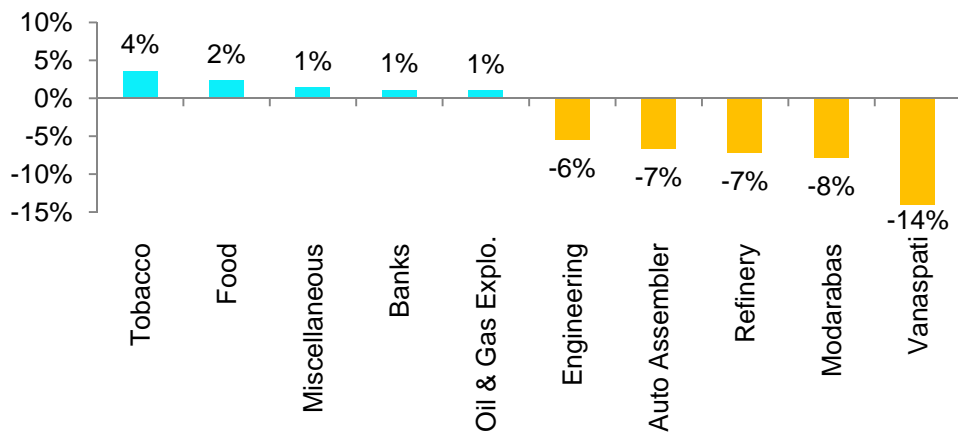
### KSE Market Capitalization

(US\$bn)



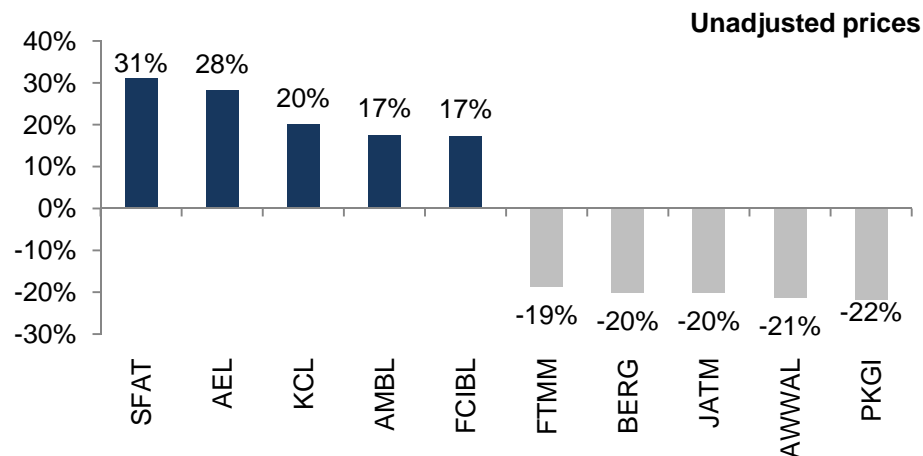
Source: PSX

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



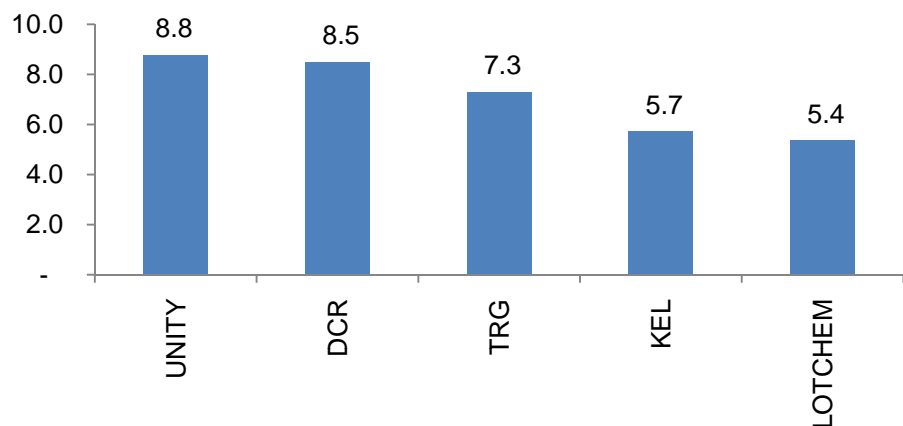
Source: PSX

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



Source: PSX

### Top 10 Average Volume Leaders



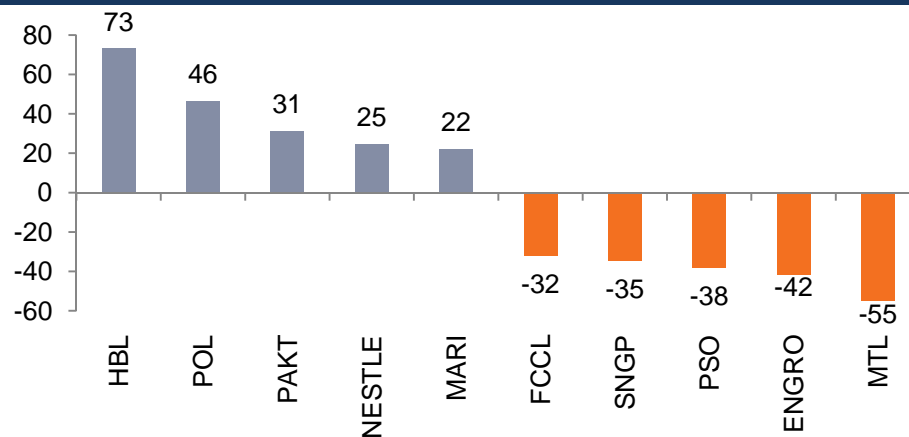
Source: PSX

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

(US\$m)	Gross Buy	Gross Sell	Net
Oil and Gas Exploration Companies	9.2	(17.0)	(7.8)
Fertilizer	2.6	(2.0)	0.6
Cement	8.9	(4.5)	4.4
Food and Personal Care Products	0.6	(0.8)	(0.2)
Textile Composite	0.4	(0.3)	0.1
Technology and Communication	1.2	(1.9)	(0.7)
Power Generation and Distribution	0.3	(1.4)	(1.1)
Commercial Banks	10.4	(14.3)	(3.9)
Oil and Gas Marketing Companies	1.8	(2.5)	(0.7)
All other Sectors	5.4	(5.5)	(0.1)
<b>Total</b>	<b>40.7</b>	<b>(50.2)</b>	<b>(9.4)</b>

Source: NCCPL

### Top 10 KSE-100 Index Points Contributors



Source: PSX

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

	Gross Buy	Gross Sell	Net
24-Sep-18	10.8	(10.8)	(0.0)
25-Sep-18	8.2	(7.0)	1.2
26-Sep-18	5.9	(12.3)	(6.4)
27-Sep-18	6.2	(9.2)	(3.0)
28-Sep-18	9.6	(10.9)	(1.3)
Weekly	40.7	(50.2)	(9.4)
Month to Date	94.7	(152.7)	(57.9)
Year to Date	1,649.6	(1,972.0)	(322.4)

Source: NCCPL

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

(US\$m)	Gross Buy	Gross Sell	Net
Cement	1.6	(2.2)	(0.7)
Fertilizer	0.3	(1.0)	(0.6)
Food	0.1	(0.1)	(0.1)
Oil and Gas Expl.	1.1	(3.3)	(2.1)
Oil and Gas Mark.	2.9	(3.6)	(0.7)
Power	2.7	(2.0)	0.7
Banks	3.9	(4.0)	(0.1)
Telecom	0.8	(0.8)	(0.0)
Textile	0.2	(0.2)	(0.0)
Other Sectors	10.4	(5.2)	5.2
<b>Total</b>	<b>24.1</b>	<b>(22.5)</b>	<b>1.6</b>

Source: NCCPL

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

(US\$m)	Gross Buy	Gross Sell	Net
Cement	1.9	(2.4)	(0.5)
Fertilizer	3.1	(2.1)	1.0
Food	0.2	(0.1)	0.1
Oil and Gas Expl.	4.4	(1.5)	2.9
Oil and Gas Mark.	2.1	(1.4)	0.6
Power	0.6	(0.6)	0.0
Banks	2.9	(0.6)	2.3
Telecom	0.1	(0.2)	(0.1)
Textile	1.2	(0.3)	0.9
Other Sectors	5.0	(8.3)	(3.3)
<b>Total</b>	<b>21.5</b>	<b>(17.5)</b>	<b>4.0</b>

Source: NCCPL

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

(US\$m)	Gross Buy	Gross Sell	Net
24-Sep-18	1.9	(3.0)	(1.1)
25-Sep-18	4.5	(3.5)	1.0
26-Sep-18	3.9	(7.2)	(3.3)
27-Sep-18	5.6	(2.1)	3.5
28-Sep-18	8.1	(6.7)	1.4
Weekly	24.1	(22.5)	1.6
Month to Date	45.0	(38.0)	7.0
Year to Date	530.3	(599.0)	(69.0)

Source: NCCPL

**Local Mutual Funds: G.Buy, G.Sell & Net During the Week**

(US\$m)	Gross Buy	Gross Sell	Net
24-Sep-18	4.5	(2.3)	2.2
25-Sep-18	2.4	(5.8)	(3.4)
26-Sep-18	3.5	(2.5)	1.0
27-Sep-18	3.6	(2.5)	1.1
28-Sep-18	7.6	(4.4)	3.2
Weekly	21.5	(17.5)	4.0
Month to Date	83.1	(65.7)	17.3
Year to Date	1,176.3	(1,183.6)	(7.1)

Source: NCCPL

# Board Meetings & AGM

Board Meetings				
S. No	Company	DATE	Pakistan Time	Venue
1	Ghani Glass Limited	Saturday, September 29, 2018	10:00 a.m.	Lahore
2	Ghani Value Glass Ltd	Saturday, September 29, 2018	12:00 Noon	Lahore
3	Ghani Automobile	Saturday, September 29, 2018	02:00 p.m.	Lahore
4	Azgard Nine Limited	Saturday, September 29, 2018	11:00 a.m.	Lahore
5	Baluchistan Wheels Ltd	Saturday, September 29, 2018	11:30 a.m.	Karachi
6	Sitara Peroxide Limited	Saturday, September 29, 2018	11:00 a.m.	Faisalabad
7	Tariq Glass Industries	Monday, October 01, 2018	11:00 a.m.	Lahore
8	At-Tahur Limited	Monday, October 01, 2018	11:00 a.m.	Lahore
9	Gharibwal Cement Ltd	Monday, October 01, 2018	04:00 p.m.	Lahore
10	Loads Limited	Monday, October 01, 2018	12:30 p.m.	Karachi
11	The Searl Pakistan	Tuesday, October 02, 2018	04:00 p.m.	Karachi
12	Hum Network Limited	Tuesday, October 02, 2018	11:00 a.m.	Karachi
13	Nishat Chunian Limited	Tuesday, October 02, 2018	02:30 p.m.	Lahore
14	Byco Petroleum Pakistan	Tuesday, October 02, 2018	11:30 a.m.	Karachi
15	Macter International Ltd	Wednesday, October 03, 2018	11:00 a.m.	Karachi
16	Pakistan Inter Bulk Terminal	Wednesday, October 03, 2018	03:30 p.m.	Karachi
17	Treet Corporation	Thursday, October 04, 2018	11:00 a.m.	Lahore
18	Flying Cement Co Ltd	Friday, October 05, 2018	10:00 a.m.	Lahore
19	Philip Morris (Pakistan)	Thursday, October 18, 2018	02:00 p.m.	Karachi
20	Unilever Pakistan Foods	Friday, October 26, 2018	02:30 p.m.	Karachi

Source: PSX

Shareholder Meetings				
S. No	Company	DATE	Pakistan Time	Venue
1	Ghani Global Glass #	Saturday, September 29, 2018	12:15 p.m.	Lahore
2	Ghani Gases Ltd #	Saturday, September 29, 2018	10:30 a.m.	Lahore
3	Kot Addu Power #	Tuesday, October 02, 2018	10:00 a.m.	Islamabad
4	Tri-Pack Films Limited #	Tuesday, October 02, 2018	10:30 p.m.	Karachi
5	Meezan Bank #	Tuesday, October 02, 2018	09:00 a.m.	Karachi
6	Hub Power Company Limited	Friday, October 05, 2018	10:00 a.m.	Karachi
7	IGI Holdings Ltd #	Monday, October 08, 2018	02:30 p.m.	Karachi
8	Hascol Petroleum Ltd #	Wednesday, October 10, 2018	09:30 p.m.	Karachi
9	Ghandhara Industries	Friday, October 12, 2018	02:30 p.m.	Karachi
10	Thatta Cement	Monday, October 15, 2018	10:00 a.m.	Karachi
11	Cherat Cements	Tuesday, October 16, 2018	12:00 Noon	Nowshera
12	TPL Properties	Tuesday, October 16, 2018	11:00 a.m.	Karachi
13	P.S.O	Tuesday, October 16, 2018	10:30 a.m.	Karachi
14	The General Tyre & Rubber	Thursday, October 18, 2018	03:30 p.m.	Karachi
15	National Foods	Thursday, October 18, 2018	03:00 p.m.	Karachi
16	Mari Petroleum	Thursday, October 18, 2018	10:00 a.m.	Islamabad

Source: PSX

# EOGM

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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

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.

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