

Topline Market Review

KSE-100 Index: 38,792 (+287 pts/+0.75%)

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Index gain restricted as IMF euphoria settles

KSE-100		Top 10 Traded Stocks					
Key Numbers		Symbol	Value (US\$m)	Vol. (mn shares)	Closing (Rs)	Change (Rs)	Change
KSE-100 Index (Oct 10, 2018)	38,792.09	TRG	4.0	21.7	24.6	0.3	1.0%
Change (Points)	287.25	UBL	3.5	3.4	137.8	3.9	2.9%
Change (%)	0.75%	OGDC	3.4	3.0	152.6	1.6	1.0%
YTD (Since Dec 29, 2017)	-4.1%	LUCK	3.0	0.9	460.5	9.1	2.0%
KSE Mkt Cap. (Rs bn)	7,933	ATRL	2.9	3.0	128.3	5.9	4.8%
KSE Mkt Cap. (US\$ bn)	59.2	DGKC	2.2	3.7	81.9	4.1	5.0%
Total Volume (shares mn)	199.3	UNITY	2.2	11.3	26.5	0.1	0.2%
Total Value (Rs bn)	7.2	HBL	2.1	2.1	137.9	2.0	1.4%
Total Value (US\$ mn)	53.5	FFL	1.7	8.5	27.4	(0.1)	-0.3%
Total Future Value (Rs bn)	3.2	EPCL	1.6	7.3	30.4	1.4	5.0%
Total Future Value (US\$ mn)	24.0						

Source: PSX

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- Pakistan equities today witnessed a volatile session where the index traded in wide range of 37,897-38,826 (929 points) as investors anxiously await Pakistan's entry into IMF program. Further, with IMF's downward revision of Pakistan's key economic indicators in its recent World Economic outlook (WEO) report, investors became skeptical about corporate earnings going forward. This led cyclical sectors like Autos to drag index down by 32pts.
- Later in the second half, financial sector led the rally where the benchmark index closed with +287 points (or 0.75%) with MCB and UBL +3% and +4% respectively. Autos continued to remain under pressure where INDU, PSMC and HCAR closed down 4.8%, 5% and 3.3%, respectively as condition of being a filer to purchase new vehicles took its toll on the sector.
- Overall, volumes witnessed decline of 11% vs. last day while value fell 27%. Among sectors, technology remained top traded with volumetric activity of 35mn shares, followed by chemicals 27mn shares and cements 23mn shares.

- National Assembly Speaker Asad Qaiser has summoned a session of the lower house on October 17 to “discuss the sudden arrest” of Leader of Opposition Shehbaz Sharif. Qaiser has summoned the session of the lower house by exercising the powers conferred by article 54(3) of the constitution.
- The army’s media wing on Wednesday announced the appointment of Lieutenant General Asim Munir as the new director-general (DG) of the Inter-Services Intelligence (ISI).
- The US dollar continued to spike for a second day today as it was being sold for Rs136 in the open market. General Exchange Companies Association of Pakistan Secretary Zafar Paracha said the dollar is being bought at Rs134 and sold at Rs136 in the open market.
- The FATF team has asked the Pakistani government to ensure that all dollar and euro transactions above \$3,000 are documented with details of the sender, as per media. The range given by the FATF team is between \$3,000 and \$15,000. Transactions above that are already monitored and the ones below are usually routine transactions.
- Pakistan has not yet formally approached the International Monetary Fund for financial assistance, but if bailout talks get underway this week, the goal will be to help Pakistan reach its full potential, as per IMF’s chief economist. Addressing a news conference at the IMF and World Bank annual meetings in Bali, the IMF’s Maurice Obstfeld cautioned that increased Chinese involvement in Pakistan’s economy could bring both benefits and risks.
- A fake 'confidential' letter is doing the rounds on social media for 'provision of 2550 staff cars for Pakistan armed forces from Honda Atlas Cars Pakistan Limited'. The letter has been shared on social media by several credible people including journalists, as per news sources.
- Oil prices edged down after the IMF lowered its global growth forecasts, but markets were supported as Hurricane Michael churned towards Florida causing the shutdown of nearly 40 percent of U.S. Gulf of Mexico crude output.

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

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