

Topline Market Review

KSE-100 Index: 40,800 (-129 pts/-0.32%)

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Economic uncertainty continues..... index down 0.3%



KSE-100

Key Numbers

KSE-100 Index (Oct 2, 2018)	40,800.25
Change (Points)	(129.19)
Change (%)	-0.32%
YTD (Since Dec 29, 2017)	0.8%
KSE Mkt Cap. (Rs bn)	8,356
KSE Mkt Cap. (US\$ bn)	67.3
Total Volume (shares mn)	106.5
Total Value (Rs bn)	5.3
Total Value (US\$ mn)	42.7
Total Future Value (Rs bn)	1.8
Total Future Value (US\$ mn)	14.4

Source: PSX

Top 10 Traded Stocks

Symbol	Value (US\$mn)	Vol. (mn shares)	Closing (Rs)	Change (Rs)	Change
POL	3.7	0.8	558.3	10.2	1.9%
OGDC	3.5	2.9	152.8	0.9	0.6%
MARI	3.0	0.2	1,555.7	(6.2)	-0.4%
UNITY	2.3	9.2	31.1	(0.9)	-2.9%
BAFL	2.2	5.7	49.1	(1.0)	-1.9%
TRG	1.8	8.0	28.4	(0.4)	-1.4%
PPL	1.7	1.0	218.0	2.9	1.4%
DGKC	1.5	1.9	100.6	(2.5)	-2.5%
NCL	1.3	3.1	52.3	0.4	0.7%
DOL	1.2	4.9	31.0	1.5	5.0%

Source: PSX

- Pakistan equities continue to extend losses in today's session as depleting foreign reserves and rising inflationary pressure kept investors skeptical. Inclusion of corporate cost pushing factors in today's agenda of the Economic Coordination Committee's (EEC) meeting like hike in electricity tariff further shrugged off investor's sentiments.
- Small cap stocks like DOL and SPL closed at their upper limits as the market is expecting better margins amid rise in hydrogen per oxide (H2O2) price. Both stocks cumulatively generated volumes of 6mn shares (36% of the total chemical sector volume).
- Chemical and Banking sectors grabbed investors attention trading ~32.8mn shares, while banks solely dragged the index down by 126pts. Select negative stocks from banks were BAFL (-1.9%), HBL (-1.8%), UBL (-1.2%) and BAML (-1.2%)
- Market participants turned their interest towards large cap stocks as witnessed by higher traded value by 53% to US\$42.7mn. However, volumes remained flat at 106.5mn shares.

- HUM Network (HUMNL) announced its 4QFY18 result posting LPS of Rs0.02 vs. EPS of Rs0.22 in the similar period last year. Although the company was able to maintain its transmission cost, the rise in cost of sales pushed down the gross margins to 24% down by 15ppts YoY. Further, the loss in outgoing quarter is attributed to higher distribution cost by 47% YoY and jump in financial charges by 5.69x times YoY. Administrative and other expenses declined by 16% YoY and 83% YoY respectively while other income witnessed an increase of 88% YoY. The company also disclosed that the board approved further investment of Rs80mn in Hum Mart (HM) but decided to reduce its shareholding to 70%, renouncing the shares so offered.
- Nishat Chunian (NCL) posted its 4QFY18 result with EPS of Rs6.44 up 68% YoY. Better earnings are a result of 1) increase in sales by 19% YoY, 2) gross margins maintained at 19%, 3) jump in other income by 6.90x times YoY, 4) lower administrative expenses by 22% YoY and 5) decreased in other expenses by 17% YoY. NCL announced a cash dividend of Rs4/share in the out-going quarter.
- The government in its decision today delayed the hike in electricity prices which was on top of the agenda of the Economic Coordination Committee (ECC) of the Cabinet.
- The Hub Power Company (HUBCO) disclosed via material information on PSX that the JV (1320MW coal-fired power plant) of HUBCO with CPHGC has been partially energized and achieved interconnection with the National Grid from the Jamshoro side.
- Consumer price index (CPI) inflation clocked in at 5.12% YoY in Sep 2018 against 3.86% during the corresponding month of the last year, as per the Pakistan Bureau of Statistics (PBS). In the previous month of Aug 2018, inflation stood at 5.8%. The 3MFY19 average inflation has inched up to 5.60% over the corresponding period of the last fiscal year, when it was recorded at 3.39%
- Amid falling sales from May onwards and the suspension of bike registrations, Atlas Honda Ltd (AHL) came out with fourth price jump by Rs400-4,000 on different models. The new prices would be effective from Oct 3 but the company did not mention the reason behind the move.

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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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