

# Topline Market Review

**KSE-100 Index: -0.9% WoW (-396 points)**

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**ASIAMONEY**

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



Best Local Brokerage House 2015-16

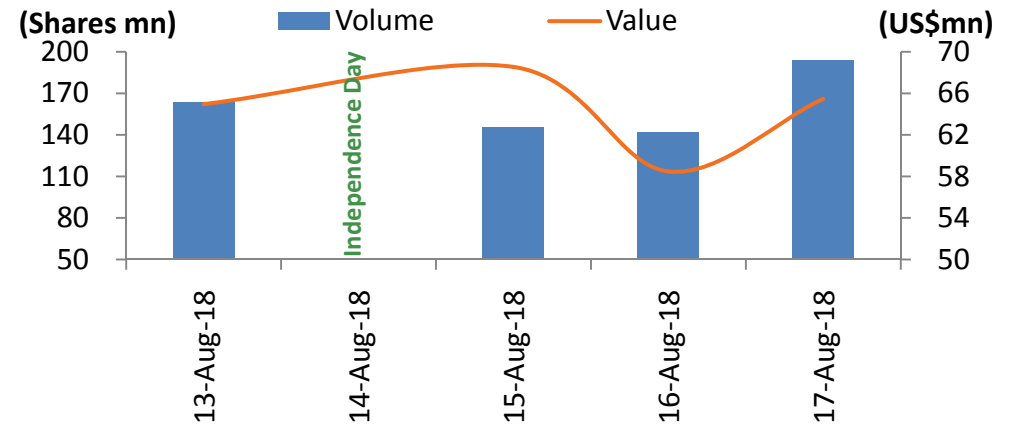
# Distressed corporate earnings shrouded political developments

## Market Weekly Data

KSE-100 Index	42,446.62
1-Week Change (%)	-0.9%
Market Cap (Rs tn)	8.7
1-Week Change (%)	-0.7%
Market Cap (US\$ bn)	70.4
1-Week Change (%)	-0.4%
1-Week Avg. Daily Vol (shares mn)	161.2
1-Week Avg. Daily Value (Rs bn)	8.0
1-Week Avg. Daily Value (US\$ mn)	64.4

Source: PSX

## KSE Volume & Value



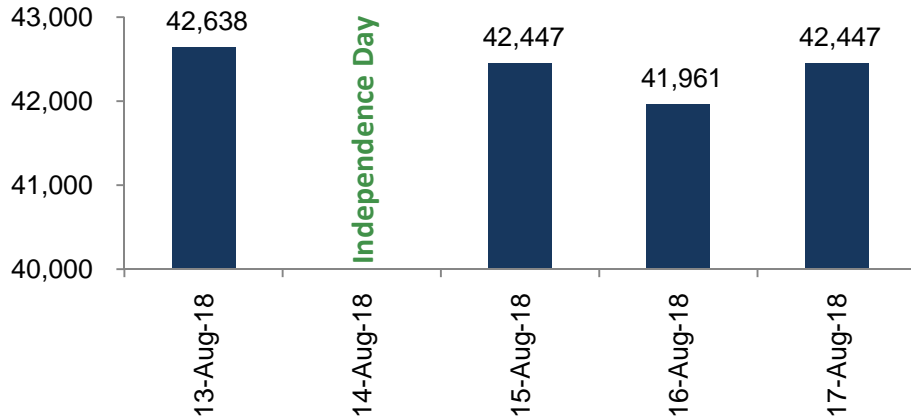
Source: PSX

- Investors in today's session cheered the smooth transition of political junctures during the week with PTI candidates successfully securing the positions of Speaker/ Deputy Speaker of National Assembly (Lower House) along with Pakistan embracing PTI's Cricketer-Turned Politician Imran Khan as its next Prime Minister in today's election of PM. Imran Khan secured 176 votes (total NA seats 342) against the runner up candidate Shahbaz Sharif of PML-N.
- Despite political clarity since the National Poll (25 Jul 2018), investors remained skeptical amid not-so-excited corporate results and concerns over the Country's Balance of Payment (BoP) situation. Sentiments were further dented as Turkey's financial woes rattled global financial markets. Resultantly, market shed 396pts on week-on-week basis.
- Stock wise, NETSOL remained among top performers during the week, gaining 10% amid its newly announced project of US\$30mn that would be recognized within a span of 5 years.
- During the week, foreigners sold US\$6.5mn worth of shares vs. net selling of US\$38.6mn during the same period last week. On local front, individual investors and insurance companies were net buyers amounting to US\$5.8mn, US\$5.5mn, respectively while mutual funds were net sellers of US\$6.2mn.

# Important News, Views & Corporate Announcements

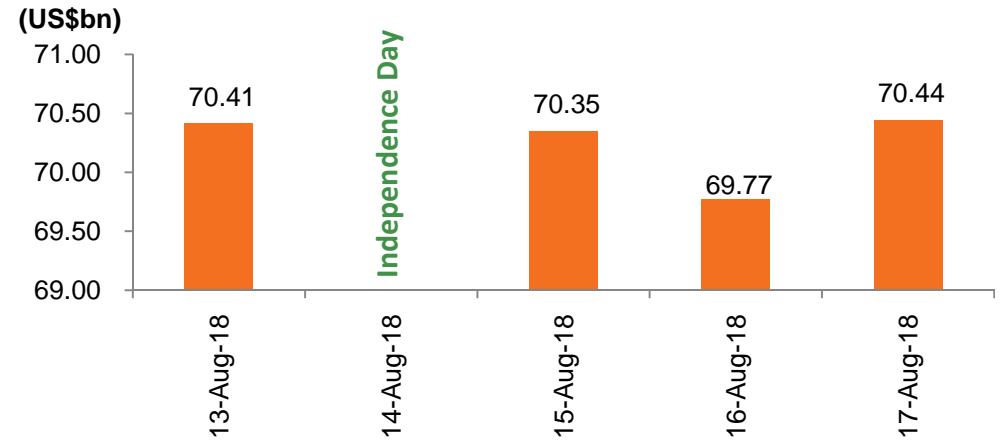
- Tri-Pack Films (TRIPF) announced its 2Q2018 result posting EPS of Rs2.93 down 25.4% YoY vs. EPS of Rs3.93 in the similar period last year. Despite increase in revenue, up by 6.8% YoY, the decline in earnings was a result of increased distribution cost up 11.3% YoY and financial charges up 41% YoY.
- Abbot Laboratories Pakistan (ABOT) posted its 2Q2018 result with EPS of Rs6.46 down 35% YoY. Decline in earnings is attributed to lower export sales down 5.5%, decreased margins down 4ppts to 34% YoY and increase in other charges up by 44.7% YoY. The company also announced cash a dividend of Rs10 per share.
- Pakistan Cables (PCAL) announced its 4QFY18 result posting EPS of Rs2.38 down 52% YoY. Sales for the company increased by 47% YoY. However decline in margin down, 6ppts YoY to 9% & other income by 81% YoY and increase in financial charges by 118% YoY affected the earnings for the company. The company also announced a cash dividend of Rs.3.50 per share.
- General Tyre & Rubber Company Pakistan (GTZR) posted its 4QFY18 result with EPS of Rs2.25, up 211% YoY vs. EPS of Rs0.73 in the 4QFY17. Better earnings are a result of improved margins up 6ppts YoY to 15% and increased sales up 33% YoY in the outgoing quarter. However, the company posted a full year EPS of Rs11.97 for FY18 down 19% YoY vs. EPS of Rs14.75 in the similar period last year. The company also announced a cash dividend of Rs6 per share and bonus of 70%.
- Bestway Cement (BWCL) disclosed its 4QFY18 result posting EPS of Rs7.46 up 63% YoY vs. EPS of Rs4.57 in the similar period last year. Increase in quarterly earning is attributed to lower financial charges down 7% YoY and improved other income by 14% YoY. However, the company posted a full year EPS of Rs22.07, down 1% YoY. BWCL also announced a cash dividend of Rs3/share.
- The country's total liquid foreign exchange reserves slipped below US\$17bn. According to State Bank of Pakistan (SBP) weekly report issued during the week, the country's total liquid forex reserves declined by US\$292mn to US\$16.713bn as on August 10, 2018 compared to US\$17.005bn on August 3, 2018.

### KSE-100 Index



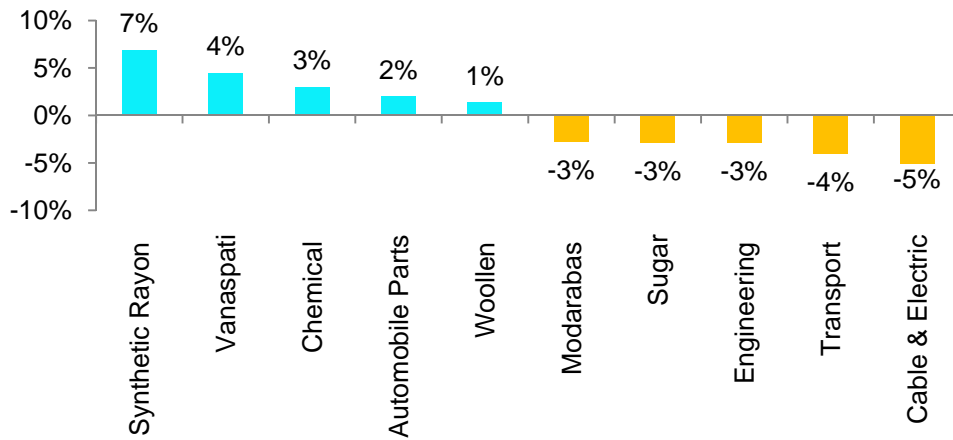
Source: PSX

### KSE Market Capitalization



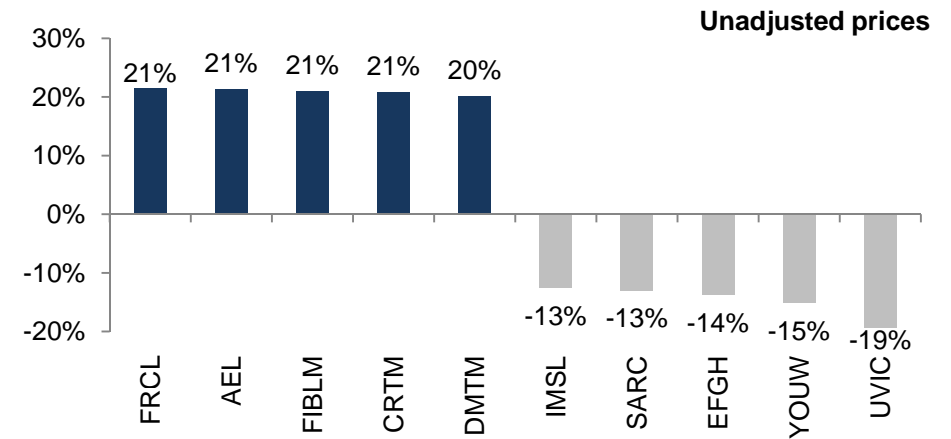
Source: PSX

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



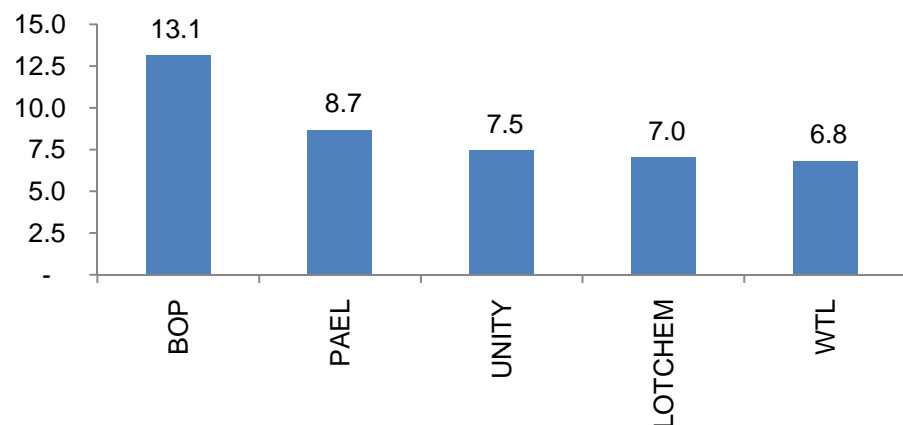
Source: PSX

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



Source: PSX

### Top 10 Average Volume Leaders



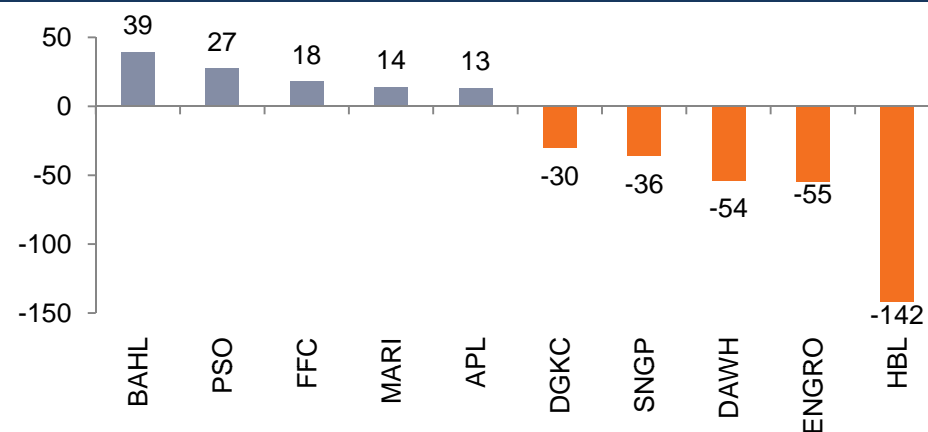
Source: PSX

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

(US\$m)	Gross Buy	Gross Sell	Net
Oil and Gas Exploration Companies	4.1	(5.2)	(1.1)
Fertilizer	4.7	(1.5)	3.2
Cement	2.9	(4.9)	(2.0)
Food and Personal Care Products	0.6	(0.6)	(0.1)
Textile Composite	0.7	(1.0)	(0.3)
Technology and Communication	0.5	(0.7)	(0.2)
Power Generation and Distribution	0.3	(1.0)	(0.7)
Commercial Banks	2.1	(8.0)	(5.9)
Oil and Gas Marketing Companies	1.8	(1.7)	0.1
All other Sectors	4.7	(4.4)	0.3
<b>Total</b>	<b>22.4</b>	<b>(28.9)</b>	<b>(6.5)</b>

Source: NCCPL

### Top 10 KSE-100 Index Points Contributors



Source: PSX

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

	Gross Buy	Gross Sell	Net
13-Aug-18	4.0	(4.4)	(0.4)
14-Aug-18	Independence Day		
15-Aug-18	6.7	(8.6)	(1.9)
16-Aug-18	5.3	(6.6)	(1.3)
17-Aug-18	6.4	(9.4)	(3.0)
Weekly	22.4	(28.9)	(6.5)
Month to Date	86.4	(140.3)	(53.9)
Year to Date	1,492.5	(1,743.6)	(251.0)

Source: NCCPL

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

(US\$m)	Gross Buy	Gross Sell	Net
Cement	1.1	(1.0)	0.2
Fertilizer	1.0	(1.7)	(0.7)
Food	0.0	(0.1)	(0.1)
Oil and Gas Expl.	1.1	(1.5)	(0.4)
Oil and Gas Mark.	0.9	(0.9)	(0.0)
Power	0.0	(0.1)	(0.1)
Banks	0.6	(0.6)	0.0
Telecom	0.2	(0.1)	0.1
Textile	1.5	(0.2)	1.3
Other Sectors	2.3	(1.6)	0.6
<b>Total</b>	<b>8.8</b>	<b>(7.8)</b>	<b>0.9</b>

Source: NCCPL

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

(US\$m)	Gross Buy	Gross Sell	Net
Cement	3.6	(4.4)	(0.8)
Fertilizer	2.1	(4.5)	(2.4)
Food	0.1	(0.7)	(0.6)
Oil and Gas Expl.	4.1	(5.2)	(1.1)
Oil and Gas Mark.	1.5	(3.9)	(2.3)
Power	1.2	(0.6)	0.5
Banks	3.4	(0.9)	2.5
Telecom	0.3	(0.2)	0.1
Textile	0.6	(1.0)	(0.4)
Other Sectors	3.4	(5.0)	(1.6)
<b>Total</b>	<b>20.3</b>	<b>(26.5)</b>	<b>(6.2)</b>

Source: NCCPL

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

(US\$ mn)	Gross Buy	Gross Sell	Net
13-Aug-18	2.9	(2.5)	0.4
14-Aug-18	Independence Day		
15-Aug-18	2.4	(1.9)	0.5
16-Aug-18	2.5	(1.9)	0.6
17-Aug-18	1.0	(1.5)	(0.6)
Weekly	8.8	(7.8)	0.9
Month to Date	28.8	(29.9)	(1.1)
Year to Date	473.3	(548.0)	(75.0)

Source: NCCPL

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

(US\$ mn)	Gross Buy	Gross Sell	Net
13-Aug-18	5.9	(7.6)	(1.7)
14-Aug-18	Independence Day		
15-Aug-18	5.0	(8.2)	(3.3)
16-Aug-18	5.7	(4.2)	1.4
17-Aug-18	3.7	(6.5)	(2.7)
Weekly	20.3	(26.5)	(6.2)
Month to Date	77.1	(77.7)	(0.5)
Year to Date	1,055.4	(1,082.0)	(26.3)

Source: NCCPL

# Board Meetings & AGM

Board Meetings				
S. No	Company	DATE	Pakistan Time	Venue
1	EFU Life Assurance Limited	Saturday, August 18, 2018	11:30 a.m	Karachi
2	EFU General Insurance	Saturday, August 18, 2018	03:00 p.m.	Karachi
3	GlaxoSmithKline Consumer HealthCare	Monday, August 20, 2018	-	Karachi
4	Century Insurance Co. Ltd.	Monday, August 20, 2018	03:00 p.m.	Karachi
5	Crescent Star Insurance	Monday, August 20, 2018	04:30 p.m.	Karachi
6	PICIC Insurance Limited	Monday, August 20, 2018	03:30 p.m.	Karachi
7	Lalpir Power Limited	Monday, August 20, 2018	10:30 a.m.	Lahore
8	Pakgen Power Limited	Monday, August 20, 2018	11:30 a.m	Lahore
9	Hascol Petroleum Limited	Monday, August 20, 2018	01:30 p.m.	Karachi
10	Cyan Limited	Monday, August 20, 2018	03:30 p.m.	Karachi
11	The Hub Power Company Ltd	Monday, August 20, 2018	10:00 a.m.	Karachi
12	Pakistan Tobacco Co.	Thursday, August 23, 2018	02:00 p.m.	Islamabad
13	The Universal Insurance Co.	Saturday, August 25, 2018	11:45 a.m.	Rawalpindi
14	Faysal Bank Limited	Monday, August 27, 2018	12:30 p.m.	Karachi
15	Standard Chartered Bank	Monday, August 27, 2018	03:00 p.m.	Karachi
16	Bolan Castings Limited	Monday, August 27, 2018	10:30 a.m.	Karachi
17	Packages Limited	Monday, August 27, 2018	11:30 a.m.	Lahore
18	Dawood Hercules Corporation	Monday, August 27, 2018	03:00 p.m	Dubai
19	Fauji Cement Company	Monday, August 27, 2018	11:00 a.m.	Rawalpindi
20	Otsuka Pakistan Limited	Tuesday, August 28, 2018	09:30 a.m.	Karachi
21	Indus Motor Company Limited	Tuesday, August 28, 2018	10:00 a.m.	Dubai
22	Meezan Bank Limited	Wednesday, August 29, 2018	09:00 a.m.	Karachi
23	Mari Petroleum Company Ltd	Thursday, August 30, 2018	10:00 a.m.	Islamabad
24	Bata Pakistan Limited	Thursday, August 30, 2018	11:00 a.m.	Lahore
25	Ghani Global Glass Limited	Saturday, September 01, 2018	11:00 a.m.	Lahore
26	Ghani Gases Limited	Saturday, September 01, 2018	12:30 p.m.	Lahore

Source: PSX

Shareholder Meetings				
S. No	Company	DATE	Pakistan Time	Venue
1	Trust Modaraba #	Monday, August 20, 2018	10:00 a.m.	Karachi
2	Nishat Chunian Ltd #	Monday, August 20, 2018	10:45 a.m.	Lahore
3	Allied Bank Ltd #	Monday, August 27, 2018	11:00 a.m.	Lahore
4	Descon Oxychem Ltd #	Monday, August 27, 2018	11:30 a.m.	Lahore
5	Exide Pakistan	Tuesday, August 28, 2018	11:00 a.m.	Karachi
7	Macter International Ltd #	Tuesday, August 28, 2018	10:00 a.m.	Karachi
9	Highnoon Laboratories #	Friday, August 31, 2018	11:00 a.m.	Lahore
10	Summit Bank #	Friday, August 31, 2018	11:00 a.m.	Islamabad
11	Ghandhara Industries	Friday, October 12, 2018	02:30 p.m.	Karachi

Source: PSX

# EOGM

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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.

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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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