

# Topline Market Review

**KSE-100 Index: -0.7% WoW (-281 points)**

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**ASIAMONEY**

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



Best Local Brokerage House 2015-16

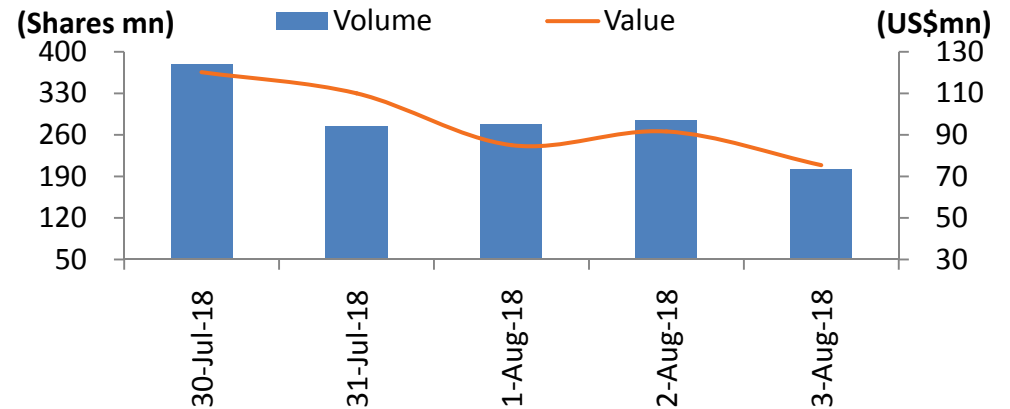
# Market cools off amid profit-taking & distressed bank earnings

## Market Weekly Data

KSE-100 Index	42,505.05
1-Week Change (%)	-0.7%
Market Cap (Rs tn)	8.7
1-Week Change (%)	0.6%
Market Cap (US\$ bn)	70.4
1-Week Change (%)	3.6%
1-Week Avg. Daily Vol (shares mn)	283.7
1-Week Avg. Daily Value (Rs bn)	12.0
1-Week Avg. Daily Value (US\$ mn)	96.4

Source: PSX

## KSE Volume & Value



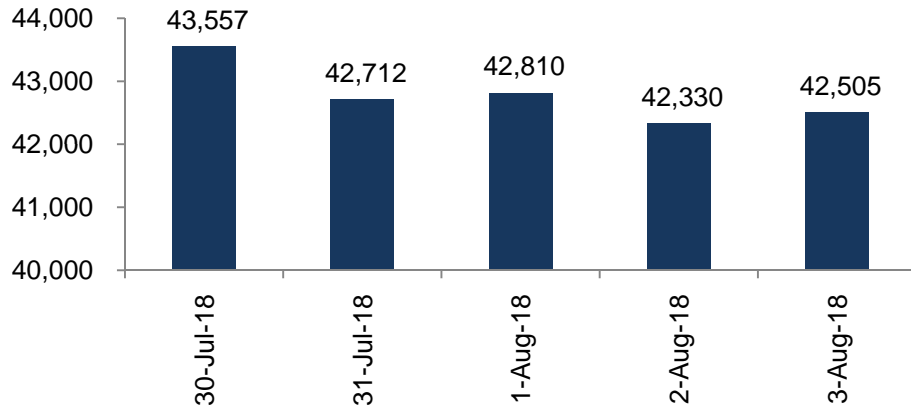
Source: PSX

- Pakistan equities started the week on enthusiastic note where index gained 1.8% in the first session, which was a succession of post elections rally. However, after gaining 3k pts in four consecutive sessions in an election frenzy, investors later resorted to profit-taking.
- US Secretary of State Mike Pompeo's warning that Pakistan should not use IMF bailout fund for any Chinese debt repayment dented investors' confidence to some extent. To add insult to the injury, poor earnings announcement by Pakistan's two (HBL & UBL) of top five banks having cumulative market capitalization of US\$3.5bn further spoiled the market's sentiments.
- PSO went up by 4.3% during the week as the market is expecting resolution of circular debt, of which PSO would be the prime beneficiary. Further, power sector added 62.4 pts over the week as they will also benefit from the same.
- During the week, Foreigners remained net sellers to the tune of US\$14.6mn as against net selling of US\$0.4mn seen during same period last week. On the local front, Individuals were net buyers amounting to US\$26.4mn while mutual funds were net sellers amounting to US\$7.1mn.

# Important News, Views & Corporate Announcements

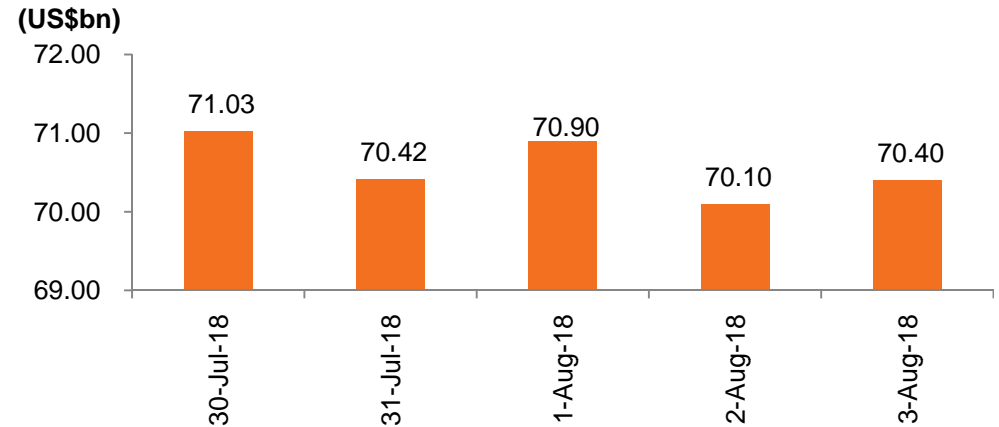
- Synthetic Products Enterprises (SPEL) reported its 4QFY18 result, posting an EPS of Rs1.24, down 10% YoY compared to EPS of Rs1.38 in 4QFY17. The company's sales grew by 17% YoY in 4QFY18. However, decline in gross margins, down 7ppts YoY to 20% and higher financial charges, up 68% YoY during the outgoing quarter led to earnings decline. SPEL also announced final cash dividend of Rs1/share.
- As per news sources, the total liquid foreign exchange reserves of Pakistan increased by US\$1.3bn WoW as of July 27, 2018. Overall foreign exchange reserves reached to US\$17bn and the Country's foreign exchange reserves held by banks rose by US\$12mn and stood at US\$6.73bn level.
- Sales of petroleum, oil and lubricants fell 30% YoY to 1.64mn tons in July 2018 due to rise in international commodity prices and depressed demand for furnace oil. The largest decline was in furnace oil, down 59% YoY, followed by decline in high speed diesel (HSD), down by 19% YoY. The decline in diesel sales was attributed to massive increase in the price by 43% to Rs113/ltr in July vs. Rs80/ltr in the same month last year.
- As per an article on Express Tribune, a special court has schedule the hearing of high treason case against former military ruler Pervez Musharraf for August 20, 2018. The case pertains to extra-constitutional emergency posted by Gen. Musharraf in the country in 2007.
- According to news sources, Pakistan Tehreek-e-Insaf (PTI) is in a comfortable position to form the majority in the National Assembly (lower house of parliament). The joining of independents and coalition of smaller parties helped PTI to form the Government.
- As per an article in Business Recorder, the second largest party in Pakistan PML-N along with PPP and MMA will jointly nominate candidates for the office of Prime Minister, Speaker and Deputy Speaker for the National Assembly. This was announced in the All Parties Conference (APC) that took place on August 2, 2018.
- As per industry and news sources, the Chief Justice of Pakistan has frozen the prices for pharmaceuticals companies. There were talks of price reduction in cases where DRAP had indicated that prices for 10,000 medicines increased by 4% which was higher than the reasonable amount and that is now no longer the case.

### KSE-100 Index



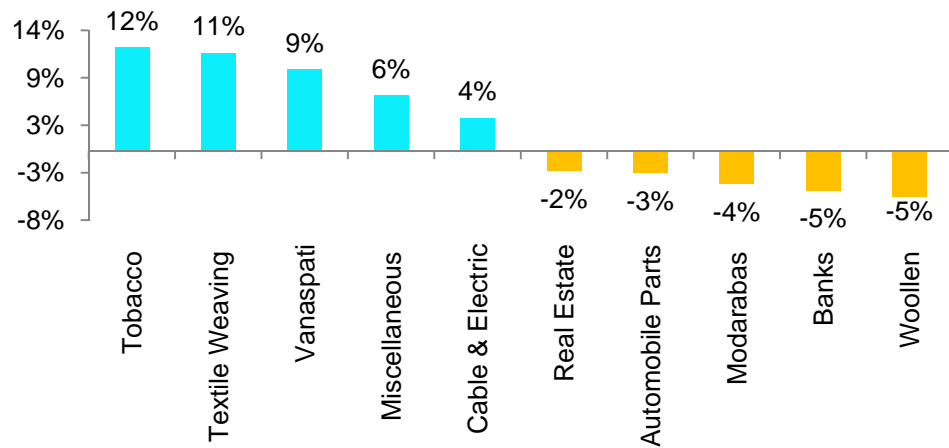
Source: PSX

### KSE Market Capitalization



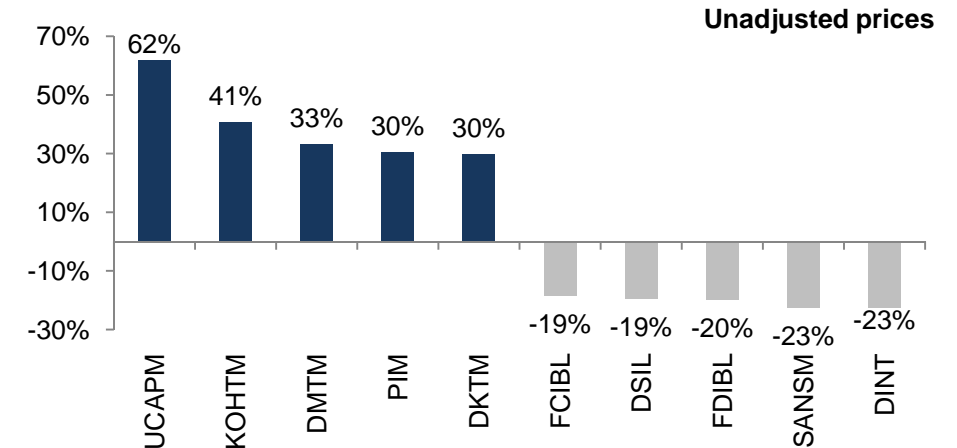
Source: PSX

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



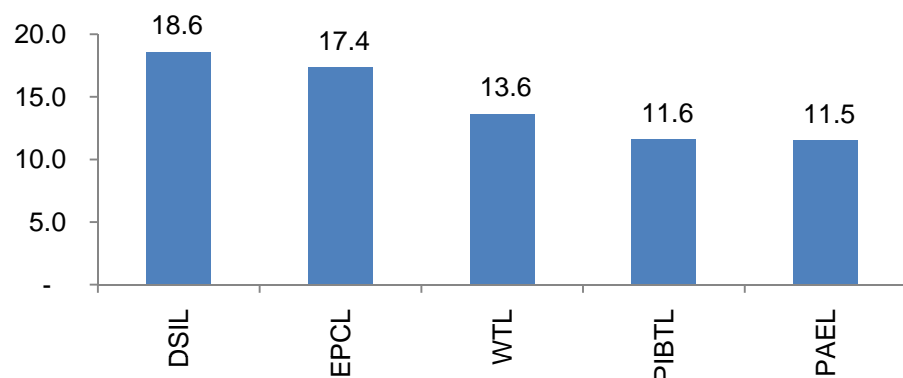
Source: PSX

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



Source: PSX

### Top 10 Average Volume Leaders



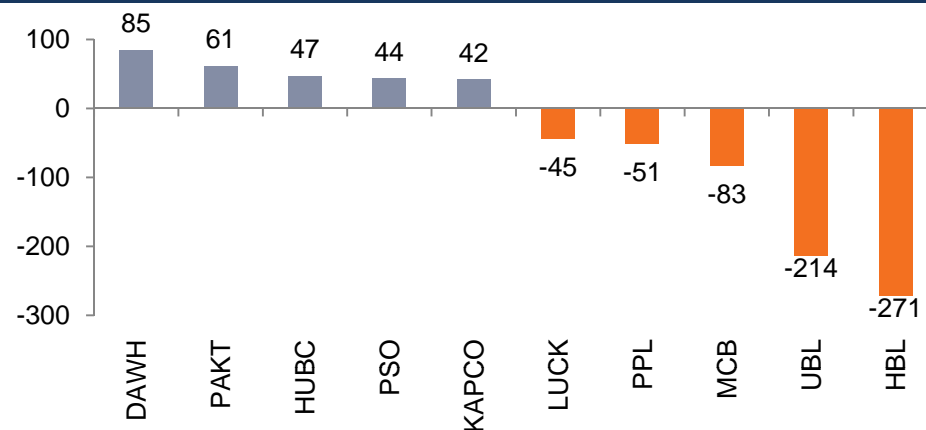
Source: PSX

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

(US\$m)	Gross Buy	Gross Sell	Net
Oil and Gas Exploration Companies	8.5	(15.7)	(7.1)
Fertilizer	6.1	(1.9)	4.2
Cement	9.5	(10.2)	(0.6)
Food and Personal Care Products	0.9	(1.0)	(0.1)
Textile Composite	0.7	(2.7)	(2.0)
Technology and Communication	1.2	(1.6)	(0.3)
Power Generation and Distribution	1.2	(0.9)	0.3
Commercial Banks	12.6	(18.3)	(5.7)
Oil and Gas Marketing Companies	2.1	(3.6)	(1.6)
All other Sectors	8.9	(10.6)	(1.7)
<b>Total</b>	<b>51.8</b>	<b>(66.4)</b>	<b>(14.6)</b>

Source: NCCPL

### Top 10 KSE-100 Index Points Contributors



Source: PSX

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

	Gross Buy	Gross Sell	Net
30-Jul-18	9.8	(12.9)	(3.0)
31-Jul-18	10.7	(13.5)	(2.8)
1-Aug-18	10.0	(13.1)	(3.1)
2-Aug-18	8.3	(10.2)	(1.9)
3-Aug-18	13.0	(16.7)	(3.7)
Weekly	51.8	(66.4)	(14.6)
Month to Date	31.2	(40.0)	(8.8)
Year to Date	1,437.4	(1,643.2)	(205.8)

Source: NCCPL

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

(US\$m)	Gross Buy	Gross Sell	Net
Cement	2.1	(2.6)	(0.5)
Fertilizer	1.2	(3.4)	(2.2)
Food	0.1	(0.2)	(0.1)
Oil and Gas Expl.	1.1	(1.4)	(0.4)
Oil and Gas Mark.	2.1	(2.9)	(0.8)
Power	0.2	(2.2)	(2.0)
Banks	3.1	(3.4)	(0.3)
Telecom	0.4	(0.6)	(0.2)
Textile	0.9	(0.2)	0.6
Other Sectors	3.3	(3.4)	(0.1)
<b>Total</b>	<b>14.3</b>	<b>(20.3)</b>	<b>(6.0)</b>

Source: NCCPL

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

(US\$m)	Gross Buy	Gross Sell	Net
Cement	6.4	(8.3)	(1.9)
Fertilizer	2.6	(7.8)	(5.2)
Food	0.3	(0.3)	0.0
Oil and Gas Expl.	5.2	(2.3)	2.9
Oil and Gas Mark.	5.6	(4.1)	1.5
Power	2.5	(1.5)	1.0
Banks	5.9	(7.0)	(1.1)
Telecom	0.5	(0.3)	0.2
Textile	3.1	(1.5)	1.6
Other Sectors	6.8	(12.9)	(6.1)
<b>Total</b>	<b>38.9</b>	<b>(46.0)</b>	<b>(7.1)</b>

Source: NCCPL

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

(US\$ mn)	Gross Buy	Gross Sell	Net
30-Jul-18	3.6	(9.1)	(5.5)
31-Jul-18	3.9	(3.4)	0.5
1-Aug-18	1.8	(1.4)	0.4
2-Aug-18	2.8	(3.5)	(0.7)
3-Aug-18	2.1	(2.9)	(0.7)
Weekly	14.3	(20.3)	(6.0)
Month to Date	6.8	(7.8)	(1.0)
Year to Date	451.2	(525.8)	(74.9)

Source: NCCPL

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

(US\$ mn)	Gross Buy	Gross Sell	Net
30-Jul-18	11.1	(11.6)	(0.5)
31-Jul-18	9.1	(10.9)	(1.8)
1-Aug-18	6.5	(9.8)	(3.3)
2-Aug-18	5.1	(8.0)	(2.9)
3-Aug-18	7.2	(5.7)	1.5
Weekly	38.9	(46.0)	(7.1)
Month to Date	18.7	(23.5)	(4.7)
Year to Date	997.0	(1,027.8)	(30.5)

Source: NCCPL

# Board Meetings & AGM

Board Meetings				
S. No	Company	DATE	Pakistan Time	Venue
1	Engro Foods Limited	Friday, August 03, 2018	03:00 p.m.	Karachi
2	Feroze 1888 Mills Limited	Saturday, August 04, 2018	09:30 a.m.	Karachi
3	Lotte Chemical Pakistan	Tuesday, August 07, 2018	10:00 a.m.	Karachi
4	Gulistan Spinning Mills	Tuesday, August 07, 2018	04:30 p.m.	Lahore
5	Modaraba Al-Mali	Wednesday, August 08, 2018	04:00 p.m.	Karachi
6	Engro Powergen Qadirpur Ltd	Wednesday, August 08, 2018	10:00 a.m.	Karachi
7	GlaxoSmithKline Consumer Healthcare	Wednesday, August 08, 2018	02:00 p.m.	Karachi
8	EFG Hermes Pakistan Limited	Thursday, August 09, 2018	02:30 p.m.	Karachi
9	Century Paper & Board Mills	Thursday, August 09, 2018	03:00 p.m.	Karachi
10	Allied Bank Ltd	Thursday, August 09, 2018	11:00 a.m.	Lahore
11	Engro Fertilizer Ltd	Friday, August 10, 2018	09:00 a.m.	Karachi
12	Meezan Funds (ALL)	Friday, August 10, 2018	09:30 p.m.	Karachi
13	National Refinery Ltd	Tuesday, August 14, 2018	10:00 a.m.	Dubai
14	Attock Petroleum Limited	Tuesday, August 14, 2018	12:00 Noon	Dubai
15	Attock Refinery Limited	Tuesday, August 14, 2018	11:00 a.m.	Dubai
16	Pakistan Oilfields Limited	Wednesday, August 15, 2018	10:00 a.m.	Dubai
17	Philip Morris (Pakistan) Ltd	Thursday, August 16, 2018	02:00 p.m.	Karachi
18	Tri Pack Films	Thursday, August 16, 2018	02:30 p.m.	Karachi
19	Askari General Insurance Co.	Thursday, August 16, 2018	11:00 a.m.	Rawalpindi
20	P.I.C.T	Friday, August 17, 2018	11:00 a.m.	Karachi
21	Packages Limited	Tuesday, August 21, 2018	11:30 a.m.	Lahore
22	Pakistan Tobacco Co.	Thursday, August 23, 2018	02:00 p.m.	Islamabad
23	Indus Motor Company Limited	Tuesday, August 28, 2018	10:00 a.m.	Dubai

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	Descon Oxychem Ltd #	Monday, August 27, 2018	11:30 a.m.	Lahore
4	Exide Pakistan	Tuesday, August 28, 2018	11:00 a.m.	Karachi
5	Macter International Ltd #	Tuesday, August 28, 2018	10:00 a.m.	Karachi
6	786 Investments #	Thursday, August 30, 2018	09:00 a.m.	Karachi

Source: PSX

# EOGM

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

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