



September
10, 2020

Bourse skyrocketed, added 625 points on positive sentiments coupled with stable yields in treasury auction

The local bourse extended bullish momentum as the benchmark KSE-100 index skyrocketed 625 points to settle the day at 42,647.35 level. The bullish spell was backed by the stable cutoff yields in latest MTB auction coupled with partial recovery in oil price which boosted investor confidence to take new positions. Moreover, ECC's decision to speed up issuance of 5G licenses to boost FDIs cemented the investors' confidence. The scrips which pushed index in positive zone are LUCK (+63pts), MCB (+58pts), HUBC (+53pts), PPL (+49pts) and PSO (+37pts). During the session, the index found its support and resistance at 42,022.25 ppts and 42,896.36 ppts, respectively.

Sector-wise Technology & Communication sector remained in limelight throughout the trading session owing to the news flow regarding issuance of 5G licenses, consequently, it fetched total volume of 138.38mn shares. Transport sector was the second most traded sector which recorded total volume of 126.96mn shares followed by Commercial Banking sector which fetched volume of 76.67mn shares.

The bourse witnessed the volumes of 885mn shares, while traded value clocked in at PKR 27.16bn. The advance to decline ratio remained in the favour of bulls where 241 closed green, 135 scrips closed red and 18 remained unchanged.

News & Corporate Announcements:

The Board of Directors of Matco Foods Limited has decided to further invest up to Rs. 50,000,000 in Barentz Pakistan (Private) Limited, an associated company in order to meet its working capital requirements/operational expenses.

Pakistani rupee (PKR) appreciated by 13 paise against US Dollar (USD) in today's interbank session as the currency closed the day's trade at PKR 166.40 per USD, against yesterday's closing of PKR 166.53 per USD.

The State Bank of Pakistan has launched the 'Roshan Digital Accounts (RDA) for Non-Resident Pakistanis' (NRPs) to enable them to remotely open bank accounts in Pakistan through online digital portals of their bank without physically visiting branches.

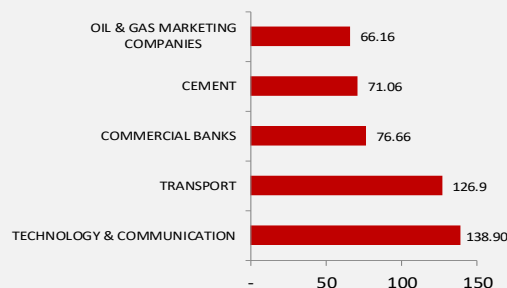
The Pakistan Stock Exchange is all set to witness the biggest IPO in recent years via Agha Steel Industries Limited, which is planning to raise up to Rs. 5 billion sometime around this month. Moreover, the company is planning to sell 120 million shares at a floor price of 30 rupees apiece.

Market Highlights

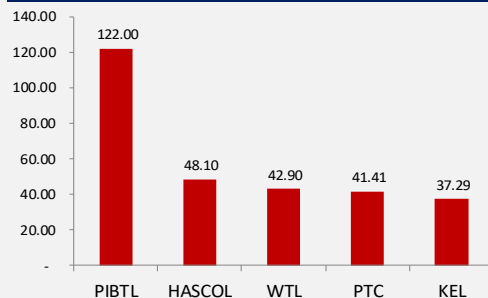
Current Index	42,647.35
Change	625.10
Percent change	1.49%
High	42,896.36
Low	42,022.25
Volume traded (mn shares)	498.6
Value traded (PKR mn)	20.313

Source: PSX and AAH Research

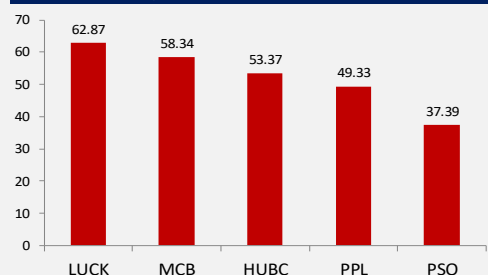
Top-5 Traded Sectors (mn shares)



Top-5 Volume Leaders (mn shares)



Top-5 Index Movers (Points)



Top-5 Gainers (PKR)



Data Source: PSX

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DAILY CLOSING NOTE



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Rating Criteria

Rating - Expected Total Return
Buy - Greater than 10%
Hold - Neither Buy nor Sell
Sell - Less than and equal to -10%

Valuation Methodology

To arrive at our 12-months Price Target, ABA Ali Habib Research uses different valuation methods which include: 1). DCF methodology, 2). Relative valuation methodology, and 3). Asset-based valuation methodology. In this report, our PT is founded on FCF based DCF methodology.

Analyst Certification ^{AC}

The research Analyst(s) hereby certify that the views about the company/companies and the security/securities discussed in this report accurately reflect his or her or their personal views and that s/he has not received and will not receive direct or indirect compensation in exchange for expressing specific recommendation or views in this report. The analyst(s) is/are principally responsible for preparation of this research report and that s/he or his/her close relative/family member doesn't own 1% or more of a class of common equity securities of the following company/companies covered in this report.

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