



June 11,  
2019

## KSE-100 index closes in green amid range-bound trading

KSE-100 index started on a negative note and made an intraday low at 34,268pts before it settled at 34,660pts with a gain of 92pts. Investors adopt wait and see approach ahead of the announcement of federal budget 2019/20. On the economic front, PKR depreciated further by Rs. 1.6 per US Dollar in the interbank market during the opening hours. Whereas, political uncertainty continues for the second consecutive day as Hamza Shahbaz arrested by NAB after the Lahore high court rejected his interim bail in money laundering cases.

During the session, the index found its support and resistance at 34,267.59 and 34,798.60pts, respectively. The top three positive contributors were FFC (+PKR 4.55), OGDC (+PKR 3.13) and ENGRO (+PKR 5.28) cumulatively added 146.61 points to the benchmark index.

Top traded scrips of the day were K-Electric Limited (KEL +1.64%), Unity Foods Limited (UNITY +5.29%), TRG Pakistan Ltd (TRG -4.47%), Fauji Cement Co Ltd (FCCL -4.07%) and Fauji Foods Limited (FFL +2.01%) with the traded volumes of 9.04 mn, 7.25 mn, 7.21 mn, 6.85 mn and 5.76 mn shares respectively.

The ready market witnessed a trading activity with a volume of 116.93 mn shares as compared to the previous session of 91.73 mn shares, increased by 27.4 % DoD with a value of PKR 4.30 bn.

On the sector front, activity was mainly concentrated in cement (18.73 mn), followed by power generation & distribution with a volume of 11.77 mn shares, technology & communication (10.51 mn), chemical (9.51 mn) and commercial banks (7.38 mn).

## News & Corporate Announcements:

Minister for Power Omar Ayub Khan says a renewable energy policy is on the cards that will provide a level and competitive ground for investors with good rate of return on their investments.

As the federal budget for the next financial year is being announced today, it is anticipated that the GIDC (Gas Infrastructure and Development Cess) of Rs 48.6 million may be abolished on Urea fertilizer to benefit the agriculture sector.

PKR has depreciated by Rs.1.6 per US Dollar (USD) in early trade at interbank this morning. The local currency opened the day at 150.25/75 per USD and has weakened ever since.

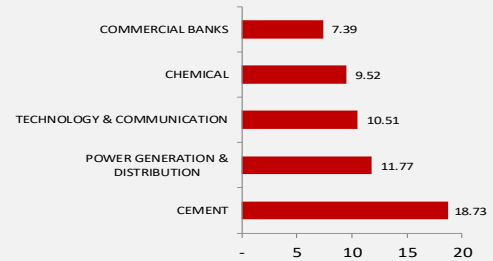
Feroze1888 Mills Limited, in a material statement issued to PSX on Tuesday, has disclosed that the Board of Directors has authorized the Chief Executive Officer of the Company to explore the potential opportunity to invest in Hira Terry Mills Limited and enter into a preliminary agreement with HTML and its shareholders for an arrangement including carrying out the necessary due diligence for the purpose.

### Market Highlights

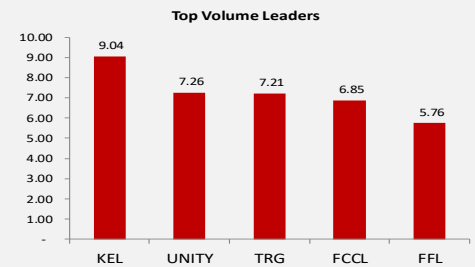
Current Index	34,659.85
Change	92.30
Percent change	0.27%
High	34,798.60
Low	34,267.59
Volume traded (mn shares)	93.10
Value traded (PKR mn)	3.890.

Source: PSX and AAH Research

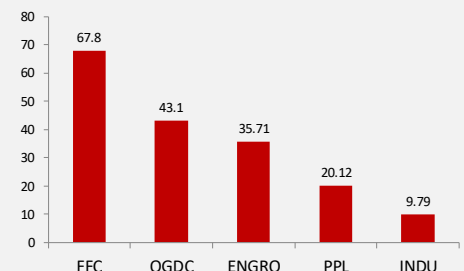
### Top-5 Traded Sectors (mn shares)



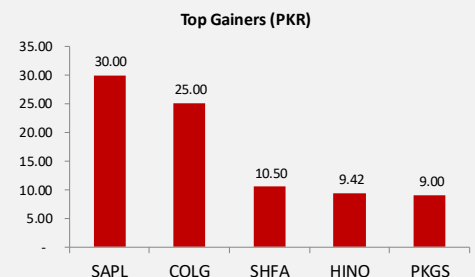
### Top-5 Volume Leaders (mn shares)



### 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.

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