



Political Stability resuscitate the investors' sentiments

March 15, 2021

The market opened positive on Monday after the completion of much concerned senate elections. KSE-100 gained 978.51 points to close at 44,766.59 points, participants remained bullish during trading hours on the back of recovering economy. Victory of PTI senator Sanjrani as the chairman senate feeds to investors' confidence and hopes of political stability as PTI receives control of both upper and lower house. Federal government imposes smart lockdown due to rising Covid-19 cases in the country, new potent UK strain discovered in Pakistan. Going forward, we believe market to track back to pre-senate election levels in the coming weeks.

The major scrips that added to the index were TRG (97 pts), PSO (71 pts), LUCK (58 pts), SYS (54 pts), and HUBC (47 pts). The index found its support and resistance at 43,788.08 points and 44,839.19 points, respectively.

Sector-wise, Technology & Communication sector took the spotlight today, generating a volume of 88mn shares. Cement sector was the runner up, clocking in a total volume of 64mn shares. Refinery sector was the third-most traded sector amassing a volume of 47mn shares.

The bourse witnessed a volume of 455mn shares, with the value traded clocking in at PKR 21.96bn. The advance-to-decline ratio favored the bulls as 274 scrips closed green, 66 closed red and 13 remained unchanged.

News & Corporate Announcements:

After over 2,600 patients of Covid-19 were reported in a single day, the number of active cases has jumped from 16,000 to 21,000 in just two weeks with the national positivity ratio rising to 6.2 per cent.

The National Security Division (NSD) is holding the first ever Islamabad Security Dialogue aimed at unveiling Pakistan's new strategic direction based on a comprehensive security framework in line with Prime Minister Imran Khan's vision of peace, regional connectivity and development partnerships with the world.

Chinese and Pakistani construction giants -China Energy Engineering Company (CEEC) and Zahir Khan Brothers (ZKB) Construction Company have decided to work together to explore opportunities in the construction sector of Pakistan.

Pakistan is likely to face 30 to 40 percent water shortage during the early Kharif season in case the country receives no heavy rain spells.

Pakistan earned US \$958.110 million by providing different information technology (IT) services in various countries during the first six months of financial year 2020-21.

The Cabinet Committee on Energy (CCOE) approved the Circular Debt Management Plan (CDMP) 2021 to ensure effective management of circular debt.

Oil and Gas Development Company Limited (OGDCL) has produced around 36,423 BBL oil, 856 MMCFD gas, 778 TPD LPG, and 52 TPD Sulphur during the first half of the current fiscal year.

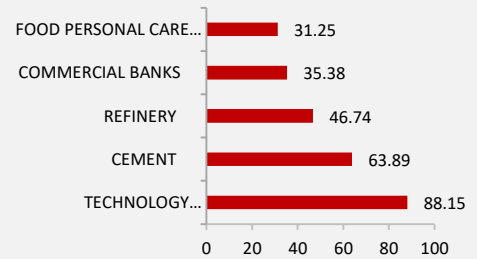
The Roshan Digital Account (RDA) has crossed 100,000 accounts and deposits have reached \$671 million, with half of these coming in the last 8 weeks alone, the State Bank of Pakistan (SBP) said in a tweet on Friday.

Market Summary

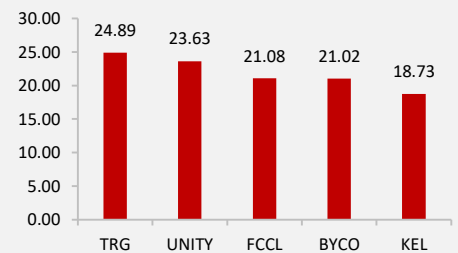
Current Index	44,766.59
Change	978.51
Percent change	2.23
High	44,839.19
Low	43,788.08
Volume traded (mn shares)	239.61
Value traded (PKR mn)	14.94

Source: PSX and AAH Research

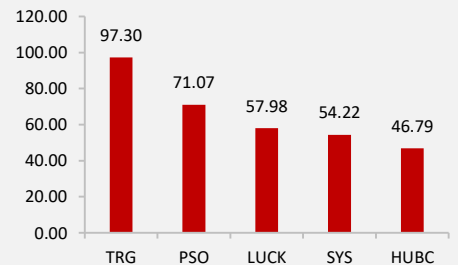
Top-5 Traded Sectors (mn shares)



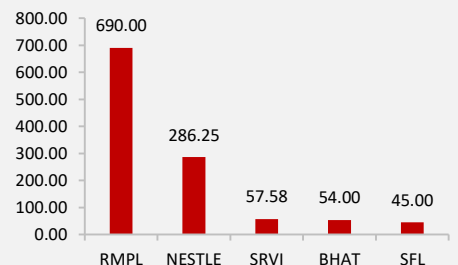
Top-5 Volume Leaders (mn shares)



Top-5 Index Movers (Points)



Top-5 Gainers (PKR)



Data Source: PSX

Research Team

research@abaalihabib.com

Aba Ali Habib Securities (Pvt) Limited
(021) 32429665, Ext. 106

REP-055

www.jamapunji.pk



سرمایہ کاری سمجھداری پاکستان

DAILY CLOSING NOTE



Disclaimer

This report has been prepared by Aba Ali Habib Securities and is provided for information purposes only. Under no circumstances this is to be used or considered as an offer to sell or solicitation of any offer to buy. While reasonable care has been taken to ensure that the information contained therein is not untrue or misleading at the time of publication, we make no representation as to its accuracy or completeness and it should not be relied upon as such. From time to time, Aba Ali Habib Securities and/or any of its officers or directors may, as permitted by applicable laws, have a position, or otherwise be interested in any transaction, in any securities directly or indirectly subject of this report. This report is provided only for the information of professional advisers who are expected to make their own investment decisions without undue reliance on this report. Investments in capital markets are subject to market risk and Aba Ali Habib Securities accepts no responsibility whatsoever for any direct or indirect consequential loss arising from any use of this report or its contents.

In particular, the report takes no account of the investment objectives, financial situation and particular needs of investors, who should seek further professional advice or rely upon their own judgment and acumen before making any investment. The views expressed in this report are those of Aba Ali Habib Securities' Research Department and do not necessarily reflect those of the company or its directors. Aba Ali Habib as a firm may have business relationships, including investment- banking relationships, with the companies referred to in this report. Aba Ali Habib Securities or any of its officers, directors, principals, employees, associates, close relatives may act as a market maker in the securities of the subject company, may have a financial interest in the securities of the subject company to an amount exceeding 1% of the value of the securities of the subject company, may serve or may have served in the past as a director or officer of the subject company, may have received compensation from the subject company for corporate advisory services, brokerage services or underwriting services or may expect to receive or intend to seek compensation from the subject company for the aforesaid services, may have managed or co-managed a public offering, take-over, buyback, delisting offer of securities or various other functions for the subject company.

All rights reserved by Aba Ali Habib Securities. This report or any portion hereof may not be reproduced, distributed or published by any person for any purpose whatsoever. Nor can it be sent to a third party without prior consent of Aba Ali Habib Securities. Action could be taken for unauthorized reproduction, distribution or publication.

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.

THE TEAM

CEO

Zahid Ali Habib
Zahid@abaalihabib.com
(021) 32425022

RESEARCH TEAM

Contact: (021) 32429665, Ext. 106

Mohammad Zubair - Research Analyst
zubair@abaalihabib.com

Behroze Atique Bahalim – Research Analyst
behroze@abaalihabib.com

Ayesha Abid – Research Analyst
ayesha.abid@abaalihabib.com

SALES TEAM

Zaheer Ahmed - Head of Institutional Sales
Zaheer.ahmed@abaalihabib.com
(021) 32418693-94

Salman Ahmed - Head of Retail Sales
(021) 32412491

Syed Khalid Ahmed - Equity Trader
Syedkhalid@abaalihabib.com
(021) 32429664

Muhammad Faisal - Equity Trader
faisal@abaalihabib.com
(021) 32464835

Office (PSX Building)

Room # 419, 419 A & 421, 4th Floor, Pakistan Stock Exchange, I.I. Chundrigarh Road, Karachi
Contact: 021-32429665
Cell: [+92 3312766771](tel:+923312766771)



https://twitter.com/Aba_Ali_Habib



<https://www.facebook.com/aah162>



<https://www.linkedin.com/company/aba-ali-habib-securities/>