



February  
21, 2019

## Bourse drops 208 points as political uncertainty returns

KSE-100 index drops 208.67 points on Thursday to close at 40,070.71 points as political concerns weighed heavily on the bourse. Political instability appears to re-spur following the arrest of Sindh Assembly Speaker, Siraj Durrani, by NAB. The accountability watch-dog detained the PPP leader over corruption charges of having assets beyond means. Index volume remained muted and investors' confidence deteriorated as opposition parties unanimously accuse PTI of dictating NAB.

During the day bourse found its support and resistance at 39,882.23 points and 40,416.53 points. The major laggards responsible for dragging down the market were UBL (-PKR 7.87), HUBC (-PKR 3.72), HBL (-PKR 4.33), KAPCO (-PKR 2.46) and FABL (-PKR 1.18), cumulatively shed 256.81 ppts from the index.

Sector-wise, the fertiliser sector remained under pressure throughout the trading. Among major fertiliser scrips, ENGRO lost PKR 0.74 from its share value followed by EFERT (-PKR 0.54), FFBL (-PKR 0.54) and FFC (-PKR 0.38).

The bourse witnessed the volumes of 102mn shares, down by 22% DoD. The traded value clocked in at PKR 6.04bn. The advance to decline ratio remained in the favour of bears where 181 scrips declined, 108 scrips advanced and 30 remained unchanged.

Commercial banks sector was the top traded sector in today's session with the share volumes of 23.6mn shares followed Power generation & distribution (14.5mn shares), Vanaspati & allied industries (10.0mn shares), Chemical (9.4mn shares) and Cement (7.5mn shares).

## News & Corporate Announcements:

Meezan Bank Limited has announced its financial result for the year ended on 31st December 2018. The company posted EPS for the 4QCY18 at PKR 1.79 against EPS of PKR 0.86 SPLY. Whereas CY18 EPS of the company clocked in at PKR 7.67 against of EPS of PKR 5.56 (restated) SPLY. Management of the bank also declared dividend of PKR 2 per share for 4QCY18.

Askari Bank Limited announced its financial results for 4QCY18 on the 20th of February 2019. The bank posted EPS of PKR 0.64 for 4QCY18 against EPS of PKR 0.83 SPLY. While CY18 EPS of the company clocked in at PKR 3.52 against of EPS of PKR 4.18 SPLY. Bank also announced cash dividend of PKR 1/sh.

HUBC announced its financial result for the quarter ended on Dec'18. The Unconsolidated EPS for the 2QFY19 clocked in at PKR 1.33, against the EPS of PKR 1.68 in SPLY. However the 1HFY19 EPS of the company clocked in at PKR 2.62, against the EPS of PKR 3.57 in SPLY.

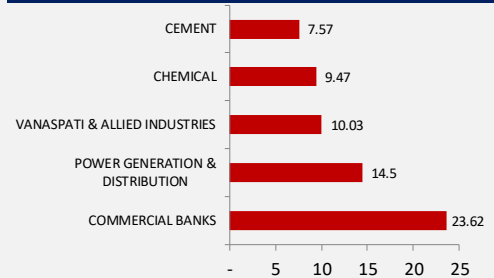
THALL announced financial result for quarter ended on Dec'18, where EPS for the 2QFY19 clocked in at PKR 12.13, against the EPS of PKR 9.55 in SPLY. While 1HFY19 EPS of the company clocked in at PKR 18.43, against the EPS of PKR 15.71 in SPLY. Company also announced cash dividend PKR 2.5/Sh.

### Market Highlights

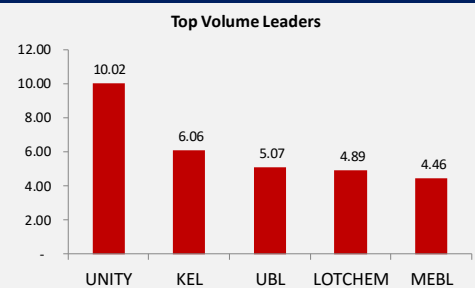
Current Index	40,070.71
Change	-208.67
Percent change	-0.52%
High	40416.53
Low	39882.23
Volume traded (mn shares)	76.29
Value traded (PKR mn)	5.429.

Source: PSX and AAH Research

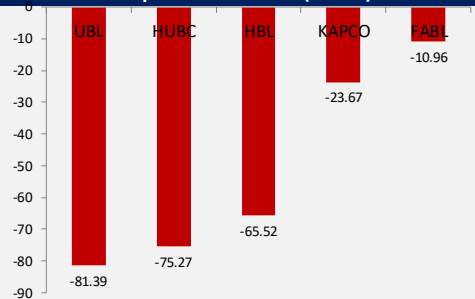
### Top-5 Traded Sectors (mn shares)



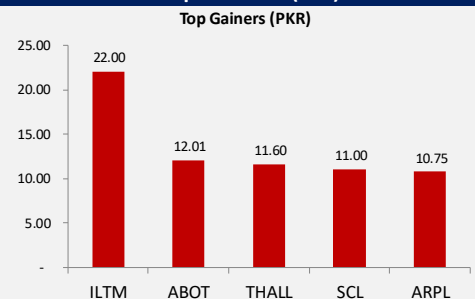
### Top-5 Volume Leaders (mn shares)



### 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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