

April 16, 2010

Pakistan

27 week high volumes point towards a hopeful week ahead

WEEKLY REVIEW



The week ended with healthy net foreign inflows of US\$13.2mn, taking the cumulative inflows to US\$191mn YTD. On the economic front, the key macro data points for the month of March were released, where the FBS reported CPI at 12.9%, (down 13 bps from Feb) and trade deficit at US\$1.5bn. The SBP released remittances figure which stood at US\$764mn. The result season for 3QFY10 kicked off with the result announcement of FFBL on Friday, which came in line with the market expectation. On the whole, the index witnessed a gain of 73 points to 10,659 level, with average daily volumes rising up to 27 week high of 257mn shares versus 252mn last week.

Key macro data points for March

The macro economic data released for the month revealed a decline of 13bps in CPI to come in at 12.9%, where as the trade deficit widened to US\$1.5bn from US\$965mn last month. However, for 9MFY10 the deficit fell to US\$10.9bn as against US\$12.7bn in the corresponding period last year. Remittances for March stood at US\$764mn, up 30% from February.

Result season in the offing

Investors are taking bets in the upcoming result season, as reflected from the average market volume which stood at 27 week high level of 257mn shares. FFBL announced its 1Q2010 earnings where it posted EPS of Rs0.87 versus Rs0.01 in 1Q2009. The results of POL, MCB, DGKC, HBL, PSO and PPL are in pipeline for the next week which is expected to keep investors active in the market and stir a flurry of activity at the bourse.

Foreign buying continues to drive market activity

Heavy foreign investment of US\$13.2mn boosted market activity, supported by net buying of US\$1.6mn by individuals. On the other hand, companies and mutual funds came out as net sellers of US\$11.4mn and US\$2.5mn, respectively.

sana.hanif@js.com

92 21 111-574-111 (Ext. 3102)

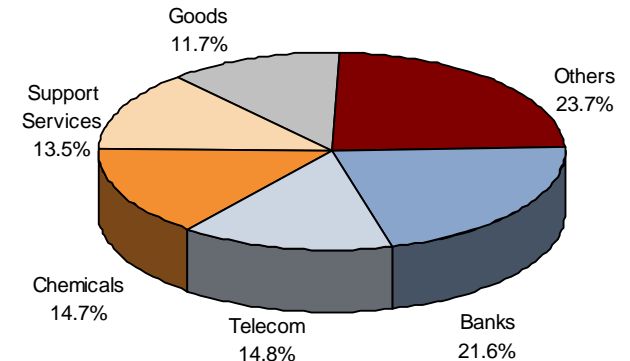
KSE Ready Market	This Weekend	Last Weekend	% Δ
KSE-100 Index	10,659.21	10,586.46	0.7%
KSE Market Cap (Rs. bn)	3,017.11	2,993.45	0.8%
KSE Market Cap (US\$ bn)	35.92	35.62	0.8%
Avg daily vol during week (Sh mn)	256.61	252.19	1.8%
Avg daily value during week (Rsbn)	6.32	8.69	-27.3%
Avg daily value during week (US\$m)	75.34	103.56	-27.3%

KSE Futures Market	This Weekend	Last Weekend	% Δ
Avg. daily volume (Shares mn)	4.30	6.80	-36.8%
Avg. daily value (Rs. mn)	408.24	596.17	-31.5%
KSE ready future spread (%)	10.29	6.24	405bps

Regional Markets	This Weekend	Last Weekend	%Δ
China (SSEA)	3,130.30	3,145.35	-0.5%
India (BSES)	17,591.18	17,933.14	-1.9%
Indonesia (JKSE)	2,878.67	2,845.01	1.2%
Korea (KOSPI)	1,734.49	1,724.47	0.6%
Malaysia (KLSE)	1,332.77	1,333.98	-0.1%
Philippines (PSI)	3,265.54	3,256.12	0.3%
Taiwan (TWII)	8,111.57	8,092.03	0.2%

Top performers of JS Universe	This Weekend	Last Weekend	%Δ
NIB Bank Limited	4.83	4.26	13.4%
Indus Motor Company Limited	237.69	214.05	11.0%
Fauji Cement Company Ltd.	7.04	6.50	8.3%
Nishat (Chunian) Limited.	21.01	19.56	7.4%
WorldCall Telecom	5.11	4.84	5.6%
Pioneer Cement Limited	10.74	10.19	5.4%
Nishat Mills Ltd.	57.49	54.84	4.8%
National Bank Of Pakistan	77.86	74.76	4.1%
Maple Leaf Cement Factory Limited	4.62	4.44	4.1%
D. G. Khan Cement Co.	31.40	30.62	2.5%
Pak Suzuki Motor Co. Ltd.	87.29	86.12	1.4%

Top sectors by volume



KSE Future Details	This Weekend Vol.(mn)	Last Weekend Vol.(mn)	This Weekend Val.(mn)	Last Weekend Val.(mn)	This Weekend Spread	Last Weekend Spread
POL-APR	1.34	1.80	336.26	446.54	5.11%	0.98%
OGDC-APR	0.28	0.19	37.57	25.64	-7.01%	-0.46%
NBP-APR	0.45	0.28	34.79	20.67	-1.68%	2.56%
PPL-APR	0.09	0.17	17.64	35.36	-3.19%	3.19%
MCB-APR	0.08	0.05	17.21	11.23	-0.12%	1.28%
AICL-APRB	0.12	1.70	14.14	198.25	307.99%	21.05%
ANL-APR	0.82	1.33	13.03	18.21	-14.65%	12.73%
FFBL-APR	0.38	0.06	12.29	2.03	8.78%	-3.18%
PSO-APR	0.03	0.04	8.30	13.34	3.76%	5.81%
LUCK-APR	0.10	0.03	7.98	2.33	10.13%	0.21%
TOTAL	4.29	6.68	537.85	849.42	10.29%	6.24%

JS Global Capital Limited

6th Floor, Faysal House, Main Shahrah-e-Faisal, Karachi

Research:

Email: js.research@js.com

Fax: 92 (21) 3280 0163

Report Compiled By:

Email: raheel.ashraf@js.com

Tel: 92 (21) 111-574-111

JS RESEARCH IS AVAILABLE ON BLOOMBERG, THOMSON REUTERS & CAPITAL IQ