

January 16, 2009

Pakistan

Market plummeted 10% last week to new 4-year low

WEEKLY REVIEW



Pakistan's benchmark KSE-100 Index during the outgoing week broke the positive momentum carried forward from its previous week as it fell by 10.3% amid foreign selling. The Index fell below the psychological barrier of 6,000 level after a lackluster performance to close at 5,512 points resulting in a new 4-year low. Market capitalization of the bourse as a result, reached US\$22bn down 10.2% from last week.

Volumes down 26%, CFS at US\$8.4mn

Volumes in the ready market suffered over the week as weak sentiments prevailed at the bourse. Average daily volumes in the ready market were recorded at 128.7mn shares (US\$45.1mn) compared to 173.6mn shares (US\$52.6mn) showing a fall of 25.9% from its previous week. On the CFS counter also limited activity was seen. At the weekend CFS investment ended at Rs0.7bn with average annualized rate of 21.4%.

Foreigners net sellers of US\$12.8mn last week

Selling pressure during the outgoing week from foreigners was carried forward from its previous week as foreigners bought shares worth only US\$14mn and sold US\$26.8mn, resulting in net selling of US\$12.8mn. As a result, cumulative net selling for the month has now reached US\$62.3mn. Last year in 2008, net selling of US\$443mn was seen by offshore investors.

NIT begins buying at KSE

National Investment Trust (NIT) with its State Enterprise Fund (SEF) has started buying shares at the Karachi Stock Exchange (KSE) from Tuesday to provide much needed liquidity to the market. The fund has not yet made its actual investment public in the eight government-owned stocks in which it will invest. However, it looks like that the fund is buying gradually and slowly.

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KSE Ready Market	This Weekend	Last Weekend	% Δ
KSE-100 Index	5,511.93	6,143.81	-10.3%
KSE Market Cap (Rs. bn)	1,743.94	1,936.14	-9.9%
KSE Market Cap (US\$ bn)	21.99	24.49	-10.2%
Avg daily vol during week (Sh mn)	128.66	173.58	-25.9%
Avg daily value during week(Rsbn)	3.57	4.17	-14.3%
Avg daily value during week(US\$mn)	45.09	52.63	-14.3%

KSE Future Market	This Weekend	Last Weekend	%Δ
Avg daily vol during week (Sh mn)	0.00	0.00	N/A
Avg daily value during week(Rsbn)	0.00	0.00	N/A
Avg daily value during week(US\$mn)	0.00	0.00	N/A
Ready Future Spreads (%)	0.00	0.00	N/A
Open Interest (Shares mn)	0.00	0.00	N/A
Open Interest Value (Rs. bn)	0.00	0.00	N/A
Open Interest Value (US\$ mn)	0.00	0.00	N/A

KSE CFS Market	This Weekend	Last Weekend	% Δ
KSE CFS Vol. (Shares mn)	10.76	12.54	-14.2%
KSE CFS Value (Rs. bn)	0.67	1.10	-39.0%
KSE CFS Value (US\$ mn)	8.43	13.80	-39.0%
KSE CFS Average Rate	21.37%	21.02%	35bps

KSE Open Interest & CFS	This Weekend	Last Weekend	%Δ
Total Leverage Volume (Sh mn)	10.76	12.54	-14.2%
Total Leverage Value (Rs. bn)	0.67	1.10	-39.0%
Total Leverage Value (US\$ mn)	8.43	13.80	-39.0%

Asian Markets	This Weekend	Last Weekend	%Δ
China - Shanghai SE	1,954.44	1,904.86	2.6%
Hong Kong - Hang Seng	13,255.51	14,377.44	-7.8%
India - Sensex30	9,323.59	9,406.47	-0.9%
Japan - Nikkei N225	8,230.15	8,836.80	-6.9%

KSE CFS Details	This Weekend Vol. (m)	Last Weekend Vol. (m)	This Weekend Val. (bn)	Last Weekend Val. (bn)	This Weekend Rate (%)	Last Weekend Rate (%)
MCB	0.55	0.66	0.11	0.13	22.47%	20.00%
ENGRO	0.41	0.55	0.08	0.10	20.00%	20.04%
POL	0.32	0.29	0.07	0.07	19.50%	0.00%
NBP	0.60	0.89	0.05	0.08	21.84%	20.35%
BAFL	3.03	1.98	0.05	0.07	20.00%	50.00%
OGDC	0.55	2.84	0.04	0.27	23.33%	21.68%
HBL	0.55	0.02	0.04	0.00	19.99%	0.00%
JSCL	0.08	0.23	0.03	0.08	0.00%	0.00%
AHSL	0.33	0.45	0.03	0.04	0.00%	50.00%
ATRL	0.21	0.31	0.02	0.05	24.89%	20.00%
PSO	0.09	0.11	0.02	0.03	22.36%	24.00%
DGKC	0.58	0.36	0.02	0.02	20.00%	32.02%
TOTAL	10.76	12.54	0.67	1.10	21.37%	21.02%

KSE Future Details	This Weekend Vol.(mn)	Last Weekend Vol.(mn)	This Weekend Val.(bn)	Last Weekend Val.(bn)	This Weekend Spread	Last Weekend Spread
ABL-JAN	-	-	-	-	0.0%	0.0%
AHBL-JAN	-	-	-	-	0.0%	0.0%
AHSL-JAN	-	-	-	-	0.0%	0.0%
AICL-JAN	-	-	-	-	0.0%	0.0%
AKBL-JAN	-	-	-	-	0.0%	0.0%
ANL-JAN	-	-	-	-	0.0%	0.0%
ATRL-JAN	-	-	-	-	0.0%	0.0%
BAFL-JAN	-	-	-	-	0.0%	0.0%
BOP-JAN	-	-	-	-	0.0%	0.0%
CSAP-JAN	-	-	-	-	0.0%	0.0%
TOTAL	-	-	-	-	0.00%	0.00%

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