

ECONOMY**13 percent return on debt prompts Pakistan investors to shun equities - Negative**

A recovery may elude the world's worst-performing equity market as investors in Pakistan switch out of stocks and into fixed income offering double-digit returns, Bloomberg reported on Wednesday. (The News) | [Click for more info.](#)

ADB approves \$500 million loan to support trade competitiveness - Positive

The Asian Development Bank (ADB) has approved a \$500 million policy-based loan to support the government of Pakistan's reforms to improve trade competitiveness and exports as a defence against external shocks and to help finance the country's trade deficit. The ADB also approved a \$750,000 technical assistance package to support the preparation and implementation of the programme. (BR) | [Click for more info.](#)

Pakistan, Afghanistan ready for PTA - Neutral

Prime Minister's Adviser on Commerce, Textile, Industries and Production and Investment Abdul Razzak Dawood has said that Pakistan and Afghanistan have agreed to start the process of Preferential Trade Agreement (PTA) to boost bilateral trade to an unprecedented level. (Dawn) | [Click for more info.](#)

Carrying Indian goods: Pakistan rules out access to Afghanistan via Wagah border - Negative

Pakistan has ruled out possibility of linking access to Afghanistan via Wagah border for transportation of Indian goods, arguing the transit trade is not trilateral issue in anyway. (The News) | [Click for more info.](#)

Govt raises Rs1.257tr through T-bills - Positive

The government was unable to raise the desired amount from the market in its Treasury bill auction held on Wednesday as the banks invested mostly in the three-month instruments indicating further uncertainty over future trend of interest rates. The auction attracted bids worth Rs1.452 trillion against which the State Bank of Pakistan (SBP) accepted Rs1.257tr. (Dawn) | [Click for more info.](#)

Exports surge 14.2pc, imports drop 18.3pc in July - Positive

Adviser to Prime Minister on Commerce Abdul Razak Dawood said on Wednesday that Pakistan's exports had increased by 14.23pc in July this year, as compared to the same month of last year. In term of dollars, the country's exports increased from \$1.63 billion in July 2018 to \$1.87 billion in July 2019. (PT) | [Click for more info.](#)

OIL & GAS**Tax demand worth Rs4 billion against Hascol annulled - Negative**

The Federal Board of Revenue's appellate tribunal revoked Rs4 billion worth of tax demands created against an oil marketing company Hascol Petroleum Limited, citing lack of evidences as a reason for the decision. (The News) | [Click for more info.](#)

AUTOS**KLM launches 2,000cc SUV - Positive**

KIA Lucky Motors (KLM) on Wednesday launched its all-wheel 2,000cc sports utility vehicle (SUV) Sportage. Addressing the launching ceremony at a local hotel, KLM CEO Asif Rizvi said the company has invested \$175 million to set up a new state of the art auto plant with a capacity of 50,000 units per year. He said KLM received a good response for Sportage from customers and its limited quantity, which was introduced at introductory prices, was completely sold out in just 10 days. (Dawn) | [Click for more info.](#)

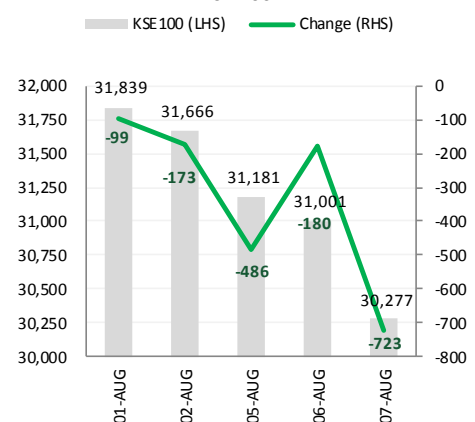
MISCELLANEOUS**Show-cause notice to MNCs withdrawn: CCP warns pharma sector against cartelization - Negative**

Withdrawing a show cause notice issued to association of over 20 multinational pharmaceutical companies, the Competition Commission of Pakistan (CCP) Wednesday warned pharmaceutical sector that the Commission remains vigilant against all forms of collusion and cartelisation that may take place in any manner within the pharmaceutical sector. (BR) | [Click for more info.](#)

MARKET STATUS

Market Status	KSE-100	KSE-30	KMI-30	ALL-SHR
Index Level	30,277	14,289	48,005	22,175
Change (Points)	-723.22	-417.98	-1,345.18	-431.08
Change (%)	-2.33%	-2.84%	-2.73%	-1.91%
WTD	-5.20%	-6.19%	-5.07%	-4.08%
CYTD	-18.32%	-16.80%	-21.53%	-20.93%
FYTD	-10.69%	-10.10%	-11.30%	-11.25%
Total Vol. (sh mn)	53.6	31.7	31.4	65.3
Total Val. (Rs mn)	2,613	2,127	1,561	2,748
Total Val. (US\$ mn)	16.5	13.4	9.8	17.3
52W High	43,114	21,349	74,351	31,132
52W Low	30,229	14,249	47,873	22,175
Cr. Mkt Cap. (bn)	1,403.9	959.7	590.2	6,123.4

Source: PSX

KSE-100**PORTFOLIO INVESTMENTS**

FIPI	US\$ (000)	LIPI	US\$ (000)		
Client Type	7-Aug	6-Aug	Client Type	7-Aug	6-Aug
F-INDV.	0.01	0.00	INDV.	3.00	-0.37
F-CORP.	-0.32	-0.58	COS.	0.85	-0.06
O/S PAKIS	0.36	-0.09	BANKS	-0.13	3.50
			NBFC	0.10	0.02
			M-FUNDS	-3.69	-1.81
			OTHERS	0.06	0.03
			BP TRAD.	0.04	-0.27
			INS.	-0.29	-0.37
Total	0.05	-0.67		-0.05	0.67

Source: NCCPL

WORLD INDICES	INDEX	CHG.	P/E
PHILP - PSEI	7,917	150.6	19.01
KSA - Tadawul	8,483	88.9	20.63
INDONESIA - IDX	6,204	84.7	19.11
HK - Hang Seng	25,997	20.8	10.35
US - S&P 500	2,884	2.2	18.83
Taiwan - TWII	10,386	-8.6	16.23
CHINA - Shanghai	2,769	-8.9	13.44
US - Dow 30	26,007	-22.5	17.15
INDIA - SENSEX	36,691	-286.4	25.39
PAK (KSE-100)	30,277	-723.2	7.43

Source: Bloomberg

POLITICAL**US clarifies it was not informed about J&K status plans**

The US on Wednesday rejected claims that it was apprised by India of the intentions to change Jammu and Kashmir's special status. (The News) | [Click for more info.](#)

US removes travel restrictions on Pak diplomats

The Trump administration has announced to remove travel restrictions placed on Pakistani diplomats based in the United States over a year ago. (The News) | [Click for more info.](#)

INTERNATIONAL**Stocks Push Higher as Tensions Ease; Yuan Advances: Markets Wrap**

Asian stocks edged higher Thursday as investors mulled China's daily currency fixing and a recovery in U.S. equities overnight. Treasuries pared gains and the yuan climbed. (Bloomberg) | [Click for more info.](#)

Weaker dollar, possible producer action buoy oil prices after 4% slump

Oil futures jumped more than \$1 a barrel on Thursday amid a weaker dollar, recovering ground after concerns that a global economic slowdown would hurt crude demand sparked losses of over 4% in the previous session. (Reuters) | [Click for more info.](#)

Company	Date & Time	To Consider
Engro Fertilizers Ltd.	Aug 8th, 2019 09:30 AM	HY A/c for the period end 30-Jun-19
Cherat Packaging Ltd..	Aug 8th, 2019 11:00 AM	Annual A/c for the year end 30-Jun-19
Century Paper & Board Mills	Aug 8th, 2019 03:00 PM	Annual A/c for the year end 30-Jun-19
Pakistan Refinery Ltd.	Aug 8th, 2019 03:00 PM	Annual A/c for the year end 30-Jun-19
Pakistan Cables Ltd.	Aug 9th, 2019 10:00 AM	Annual A/c for the year end 30-Jun-19
Emco Industries Limited	Aug 9th, 2019 11:00 AM	Annual A/c for the year end 30-Jun-19

Source: PSX

MAJOR CURRENCIES - DAILY (Interbank)			
CURRENCY	7-Aug	Δ DoD	Δ WoW
USD	158.60	-0.21%	-0.82%
EUR	177.71	-0.19%	-0.37%
JPY	1.49	0.15%	1.38%
GBP	192.79	-0.20%	-0.83%
AUD	106.39	-1.29%	-3.47%
CHF	162.44	-0.36%	0.66%
CAD	119.30	-0.94%	-1.96%
SAR	42.28	-0.19%	-0.80%
AED	43.18	-0.20%	-0.81%

Source: Bloomberg

COMMODITY INT'L - Daily		
ITEMS	8-Aug	% Chg.
NYMEX WTI	52.67	3.09%
Arab Light	59.05	0.00%
Brent Crude (ICE)	57.84	2.86%
Gold (Spot)	1,497.94	-0.21%
Platinum (Spot)	862.98	-0.20%
Silver (Spot)	17.11	0.02%
Copper (LME, 3m)	5,705.00	0.00%
Sugar #11 (ICE)	11.34	-4.06%
Cotton (NYB-ICE)	58.85	0.81%

Source: Bloomberg

Important disclosures

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Rating System:

If;

- Expected return >15% - Buy Call
- Expected Return is in between 0% to 15% - Neutral/Hold Call
- Expected Return <0% - Sell Call

Valuation Methodology

To arrive at our period end target prices, DSL uses different valuation methodologies including:

- Discounted cash flow (DCF, DDM)
- Justified price to book (JPB)
- Relative Valuation (P/E, P/B, P/S etc.)
- Equity & Asset return based methodologies (EVA, Residual Income etc.)

SECP JamaPunji Portal link: www.JamaPunji.pk

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