Market Overview

Equities on Tuesday witnessed upward trend and registered gains amid bullish sentiments on the Karachi Stock Exchange as investors opted for buying in cement and fertilizer stocks. The benchmark KSE-100 index was up by 47.16 point to close at 31,953.90 points.

CY14: Remarkable Year for KSE

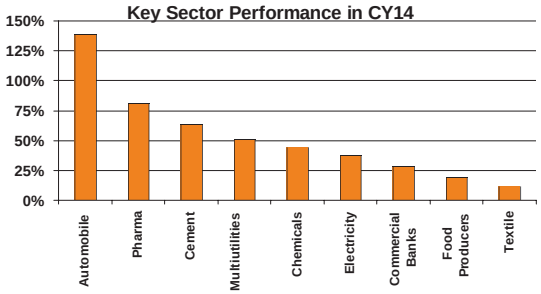
The Karachi Stock Exchange has shown once again an impressive performance during the calendar year 2014 as the benchmark KSE-100 index gained 26.5%, ended at 31,954 after touching 32,315 level. The bull run witnessed due to foreign buying, lower inflation figure, PKR appreciation, divesting of government shareholding in; PPL, HBL, UBL, and ABL. Moody's positive outlook on Pakistan's foreign currency government bond rating to stable from negative coupled with revision in the outlook of five top Pakistani banks to stable from negative also boost investors sentiments. Furthermore, operation Zarb-e-Azb re-rate KSE multiple during the year.

Foreigners net buying worth $386 million

As mentioned above that heavy buying by the offshore investors was one of the key factors that triggered bullish activities in the market. As per the data released by the National Clearing Company of Pakistan Limited (NCCPL), foreign investors did a net buying worth $386 million in CY14 as compared to a net buying of $398 million in CY13 mainly due to local capital markets were trading at a significant discount from regional capital markets.

Auto & Pharma top performer; Cements followed

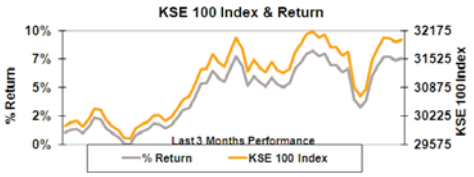
Automobile sector stood as the top performing sector in CY14 with an appreciation of 138% mainly due to Depreciation of Yen against Pak Rupee and US$ and better volumes on account of launching of new model by Indus and introduction of Taxi scheme. Honda Atlas posted return of 396%, followed by 187% and Pak Suzuki by 151%. Similarly, Pharma sector also perform well due to expectation of favorable drug policy and increase in drugs rate due to higher return from Ferozsons by 252%, Searle (95%) and Abbott (79.3%). Pharma was followed by Cement sector which gave return of 63%, thus beating KSE 100 index return of 26.5% by wide margin of 36.5%. Pioneer Cement emerged star performer in the sector, giving return of 143% during CY14, followed by Lafarge Pakistan (105%), Kohat Cement (94%), Fecto Cement (84%) and Fauji Cement (75%).



Source: KSE & AZEE Research

Rs 77 billion raised through IPO & OFS

A total of nine Public Offerings were made during CY14 where companies and government raised around Rs 76,697 million against 3 offering worth of Rs 4,154 million. Out of this Government of Pakistan capture 89% of offering amount as it divest stake in UBL, PPL & ABL worth of Rs 38,223 million, Rs 15,342 million and Rs 14,432 million respectively.



News Update

Minister for Finance, Mohammad Ishaq Dar here on Tuesday stressed the need for improving coordination between the federal and provincial governments and law enforcing agencies to deal with the problem of terrorist financing. The minister said this while chairing a meeting of the Sub-Committee formed by the Prime Minister to recommend ways and means to choke finances for terrorists and terrorist organizations. The Finance Minister said there was also need to promote legal channels for transfer of money within and from outside the country and added "it will help us to completely discourage hawala and hundi system".

President Mamnoon Hussain on Tuesday emphasized that reliable and uninterrupted supply of energy is vital for economic and social development of the country. The President said that the government was committed to resolve the energy crisis and had launched various power projects in this regard. The President was speaking to a delegation of K-Electric headed by its Chairman and Country Head Pakistan of the Abraaj Group Tabish Gauhar at Aiwan-e-Sadr.

NCCPL (U.S $ in million)	
FIPI (30-Dec-2014)	1.51
Local Companies (30-Dec-2014)	0.29
Banks / DFI (30-Dec-2014)	-5.29
Mutual Funds (30-Dec-2014)	-0.09
NBFC (30-Dec-2014)	-0.12
Local Investors (30-Dec-2014)	2.80
Other Organization (30-Dec-2014)	0.91

Portfolio Investment U.S $ in million)	
Yearly(Jul, 2014 up to 26-Dec-2014)	90.16
Monthly(Dec, 2014 up to 26-Dec-2014)	-53.58
Daily (26-Dec-2014)	5.42
Total Portfolio Investment (28-Nov-2014)	6029

KSE Statistics	December 31, 2014
Indices	
All Share Index	23,224.43
KSE-30TM Index	20,708.13
KSE-100TM Index	31,953.90
Turnover	
All Share Index	189,572,990
KSE-30TM Index	100,100,600
KSE-100TM Index	146,940,180

Pivot Analysis

Company	CR	RSI	Buy 1	Buy 2	Sell 1	Sell 2	Pivot
KSE 100 INDEX	31953.90	58.10	31,838	31,770	32,025	32,144	31,957
Attock Cement	195.78	61.84	194.10	192.40	197.00	198.20	195.30
Adamjee Insurance	49.29	50.75	48.95	48.65	49.65	50.05	49.35
Askari Bank	22.82	59.72	22.60	22.40	23.00	23.15	22.75
Azgard Nine	5.87	48.66	5.80	5.70	6.00	6.10	5.90
Attock Petroleum	523.24	44.68	512.55	501.90	535.40	547.55	524.75
Attock Refinery	182.89	34.39	181.75	180.65	184.25	185.65	183.15
Bank Al-Falah	34.02	72.98	33.50	32.95	34.45	34.85	33.90
BankIslami Pak	9.91	42.18	9.90	9.85	10.00	10.05	9.95
Bank.Of.Punjab	11.09	80.50	10.95	10.85	11.25	11.40	11.10
Faysal Bank	17.85	57.17	17.70	17.60	17.95	18.10	17.85
Fauji Cement	25.32	67.25	24.85	24.35	25.70	26.05	25.20
Fauji Fert Bin	44.44	57.65	43.95	43.50	45.15	45.90	44.70
Fauji Fertilizer	117.28	44.45	116.90	116.50	117.60	117.90	117.20
Habib Bank Ltd	217.64	58.85	216.35	215.05	218.60	219.55	217.30
Hub Power	78.71	63.75	77.75	76.75	79.30	79.90	78.35
ICI Pakistan	457.00	26.08	450.15	443.35	463.65	470.30	456.85
Lucky Cement	494.93	58.49	486.30	477.70	500.70	506.50	492.10
MCB Bank Ltd	305.49	66.39	302.70	299.90	307.60	309.75	304.80
Maple Leaf Cement	44.02	72.41	43.45	42.90	44.80	45.55	44.20
National Bank	69.37	74.62	68.15	66.95	70.05	70.70	68.85
Nishat Mills	119.95	45.05	119.15	118.40	120.60	121.30	119.85
Pak Petroleum	177.03	36.59	175.85	174.65	178.90	180.75	177.70
P.T.C.L.A	22.64	56.87	22.50	22.40	22.80	22.95	22.70

CR = Yesterday's Closing Rate; RSI = 14 day RSI.
RSI Indication: Less than 30 Indicate oversold position & Greater than 70 Indicate overbought position.

Board Meetings

Company	DATE	TIME
Fauji Fertilizer Bin Qasim Ltd	31-12-2014	11:00
Husein Sugar Mills Ltd	31-12-2014	11:00
Adam Sugar Mills Ltd	31-12-2014	11:30
Faran Sugar Mills Ltd	01-01-2015	3:45
Premier Sugar Mills Company Ltd	02-01-2015	11:00
Chashma Sugar Mills Ltd	02-01-2015	11:30

Key Data

Money Market

T-Bills (3 Mths)	24-Dec-2014	9.48%
T-Bills (6 Mths)	24-Dec-2014	9.48%
T-Bills (12 Mths)	24-Dec-2014	9.47%
Discount Rate	15-Nov-2014	9.50%
Kibor (1 Mth)	29-Dec-2014	9.79%
Kibor (3 Mths)	29-Dec-2014	9.62%
Kibor (6 Mths)	29-Dec-2014	9.63%
Kibor (9 Mths)	29-Dec-2014	9.90%
Kibor (1 Yr)	29-Dec-2014	9.92%
P.I.B (3 Yrs)	29-Dec-2014	10.05%
P.I.B (5 Yrs)	29-Dec-2014	10.25%
P.I.B (10 Yrs)	29-Dec-2014	11.02%
P.I.B (15 Yrs)	29-Dec-2014	11.55%
P.I.B (20 Yrs)	29-Dec-2014	11.70%
P.I.B (30 Yrs)	29-Dec-2014	11.80%

Commodities

Crude Oil (brent)$/bbl	57.48
Crude Oil (WTI)$/bbl	53.16
Cotton $/lb	61.94
Gold $/ozs	1,187.70
Silver $/ozs	15.87
Malaysian Palm $	653
GOLD (PMEX) PKR	38,580
KHI Cotton 40Kg PKR	5,305

MTS Leverage Position

	Unrel Volume	Unrel Value	MTS Volume	MTS Value	Total Volume	Total Value	MTS Rate
29-Dec-14	67,076,120	2,875,050,229	6,727,200	284,274,178	73,803,320	3,159,324,406	16.75
26-Dec-14	70,398,020	2,783,658,170	6,282,000	389,892,208	76,680,020	3,173,550,378	17.26
Chg DoD %	-4.72%	3.28%	7.09%	-27.09%	-3.75%	-0.45%	-51 bps

Symbol	Unrel Volume	Unrel Value	MTS Volume	MTS Value	Total Volume	Total Value	MTS Rate
AHCL	125,200	2,725,685	89,500	2,036,000	214,700	4,761,685	17.87
AICL	2,066,600	86,926,859	169,500	7,063,533	2,236,100	93,990,392	17.88
AKBL	1,592,500	30,103,604	93,000	1,785,033	1,685,500	31,888,637	17.88
ATRL	419,400	66,540,892	35,400	5,521,076	454,800	72,061,968	17.00
BAFL	902,000	23,870,486	484,000	13,723,050	1,386,000	37,593,536	17.29
BAHL	54,500	2,175,219	8,500	345,650	63,000	2,520,868	15.82
BOP	16,984,900	137,500,987	450,000	4,195,970	17,434,900	141,696,957	17.88
CHCC	743,500	43,473,726	79,500	4,597,095	823,000	48,070,821	17.88
DAWH	3,500	231,313	-	-	3,500	231,313	-
DGKC	1,814,500	161,812,752	190,000	17,877,565	2,004,500	179,690,317	15.50
EFOODS	1,393,700	122,058,589	58,700	5,243,579	1,452,400	127,302,168	16.98
ENGRO	4,239,000	761,021,272	279,200	52,030,572	4,518,200	813,051,845	17.63
FABL	3,660,000	53,065,471	1,375,500	20,813,549	5,035,500	73,879,020	14.58
FATIMA	3,474,500	96,586,832	504,000	14,957,727	3,978,500	111,544,559	15.99
FCCL	1,652,000	33,466,078	20,000	421,774	1,672,000	33,887,852	15.00
FFBL	395,000	15,082,451	131,000	4,974,028	526,000	20,056,479	16.48
FFC	50,300	5,034,778	11,000	1,098,187	61,300	6,132,964	16.54
HUBC	1,762,000	107,850,972	6,000	399,516	1,768,000	108,250,488	17.07
KEL	3,932,500	28,238,159	112,500	875,396	4,045,000	29,113,555	17.88
LPCL	5,078,500	72,708,932	88,500	1,292,975	5,167,000	74,001,907	16.54
LUCK	65,800	26,965,007	100	41,244	65,900	27,006,251	16.80
MCB	27,100	6,915,345	-	-	27,100	6,915,345	-
MLCF	1,053,000	37,678,635	263,500	9,725,284	1,316,500	47,403,919	17.88
NBP	1,598,000	89,278,188	479,000	27,455,329	2,077,000	116,733,517	17.50
NCL	1,034,500	38,440,738	25,000	958,818	1,059,500	39,399,556	16.85
NML	665,280	67,200,623	66,100	6,632,711	731,380	73,833,334	15.87
NPL	6,000	232,663	-	-	6,000	232,663	-
OGDC	172,100	29,984,968	3,200	570,105	175,300	30,555,074	17.00
PAEL	1,041,500	32,227,455	4,000	138,074	1,045,500	32,365,529	17.88
PIOC	1,199,000	80,680,097	41,500	2,946,907	1,240,500	83,627,004	17.88
PKGP	341,000	7,549,194	38,500	866,331	379,500	8,415,525	17.88
PPL	1,176,140	176,549,721	40,900	6,260,349	1,217,040	182,810,070	15.44
PSO	518,300	157,256,705	26,900	8,135,869	545,200	165,392,573	16.16
PTC	961,000	18,011,957	800,000	15,476,426	1,761,000	33,488,383	14.99
SNGP	998,500	23,151,719	63,000	1,513,525	1,061,500	24,665,244	17.88
SSGC	5,399,500	165,493,864	508,500	16,911,552	5,908,000	182,405,416	17.86
UBL	475,300	66,958,293	181,200	27,389,380	656,500	94,347,673	16.43
TOTAL	**67,076,120**	**2,875,050,229**	**6,727,200**	**284,274,178**	**73,803,320**	**3,159,324,406**	**16.75**

Risk Disclosure

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