



MARKET PULSE

Views & News

Policy seeks to revivify receding textile industry: steps include export refinance at low rates, relief on existing long-term loans

The government on Wednesday unveiled the first-ever five-year National Textile Policy, setting the export target of \$25 billion for five years.

Textile policy highlights

Restructuring and reorganisation of the textile sector is on the cards which includes drawback of local taxes refund of past R and D claims and Magnetisation of PTA;

Country no longer known for its premium cotton quality: Prime Minister

The Federal Cabinet on Wednesday approved textile policy for the next five years with a view to turning around the dwindling growth of textile sector on a sustainable basis. Addressing the Special Cabinet meeting Prime Minister underlined the need of increase in export growth, hoping that five years textile policy equipped with appropriate policy instruments and required strategies would bring radical improvements in the sector.

FBR to analyse ADP, foreign funded projects

The Federal Board of Revenue (FBR) has decided to analyse mega projects of the Annual Development Plan for 2009-10 and foreign funded infrastructure development projects of international donor agencies to bring all kinds of contractors into the tax net.

MCB-RBS deal signed

The MCB Bank Limited has announced the signing of agreements whereby it would acquire 99.37 percent of the ordinary share capital in 'The Royal Bank of Scotland Limited' (RBS, and formerly ABN Amro (Pakistan) Limited) from its major shareholder and sponsor ABN Amro Bank NV, a subsidiary of The Royal Bank of Scotland Group plc.

GoP-Etisalat dispute: Prime Minister constitutes ministerial committee

Committee to resolve the dispute between the GoP and Etisalat International with management control after purchase of 26 percent shares of Class B shares in Pakistan Telecommunication Company Limited (PTCL) on issuance of Long Distance International (LDI) licence to China Mobile Pakistan and proposed 3G spectrum auction plan, official sources told *Business Recorder*.

Nod to amendments to FCR given

President Asif Ali Zardari gave the final nod to amendments to the 100-year-old Frontier Crimes Regulation (FCR), applicable exclusively to the tribal areas, and also endorsed the political reforms pertaining to the tribal areas. The approval was given in a high level meeting held at Aiwan-e-Sadr on Wednesday, which was jointly chaired by President Zardari and Prime Minister Yousuf Raza Gilani.

Relief under NRO: CJP urged to form larger bench

A two-member bench of the apex court on Wednesday proposed to Chief Justice Iftikhar Muhammad Chaudhry to constitute a larger bench to evaluate and ascertain the criterion for extending relief under the National Reconciliation Ordinance (NRO). The bench, comprising Justice Mian Shakirullah Jan and Justice Raja Fayyaz Ahmed, proposed to the Chief Justice to constitute larger bench, particularly to examine Section 7 of the ordinance.

Hardly any concrete step

The Textile Policy is very much in line with its recently announced action-less trade policy. "Here the efforts will have to focus on fashion and design and branding", "entrepreneurs will be encouraged", "government will endeavour", "steps will be taken", "facilities will be provided", "legal framework will be developed", "extensive exercise will be undertaken" for removing regulatory bottlenecks, "will introduce an insurance scheme" - are just a few examples of how little effort was made in drafting the policy which did not identify any substantial solutions.

* Please see disclaimer note on page 2 and 3 of this newsletter.

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Statistical Data

Equities

	KSE 100	Turnover (mn)
12.08.09	8,058	218.108
11.08.09	8,044	200.810
Change	14	17.298

Board Meetings

Date	Time	Company
13.08.09	11:00	KSB Pumps Co.
13.08.09	11:30	Clover Pakistan
13.08.09	10:00	OGDC
14.08.09	10:00	Worldcall Telecom
17.08.09	4:00	Thatta Cement
17.08.09	2:30	Unilever Pakistan Foods
17.08.09	11:30	Packages Limited
18.08.09	2:00	Silk Bank
18.08.09	1:00	Meezan Bank
18.08.09	4:00	Arif Habib Bank
18.08.09	2:00	IGI Insurance
18.08.09	2:30	Shell Pakistan

IPO's

Prospectus Published	Date of Opening & Closing	Company
-	-	-
-	-	-

GDR

12.08.09	OGDC (1GDR =10 shares)	\$11
12.08.09	UBL (1GDR=4 shares)	\$2.50
12.08.09	MCB (1GDR=2 shares)	\$3.00

Commodities

	Price	Change
Oil (USD/bbl)	70.16	0.71
Gold (USD/oz)	952.50	4.90

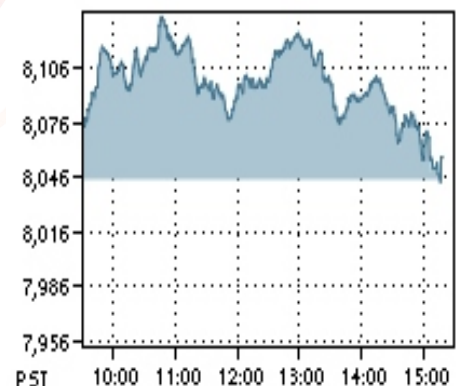
SCRA

	Balance (US\$mn)	Net Flow (US\$mn)
10.08.09	14.85	2.97

CFS MKII

	Total Value (Prsmn)	Average Rate (%)
15.06.09	68.48	50.00
12.06.09	68.50	50.00

KSE 100 Index





Fed holds rates near zero

The Federal Reserve decided Wednesday to maintain a near-zero interest rate policy as the ailing US economy shows signs of stabilising, but would scale back a massive effort to pump liquidity into the financial system. Concluding a two-day monetary policy meeting, the Federal Open Market Committee said that "economic activity is levelling out" amid the deep recession.

THE RUPEE: dollar dips further

Stability was seen on the interbank market on Wednesday as the rupee gained seven paise against dollar for buying and selling at 82.78 and 82.83, dealers said. In the absence of major payments the rupee managed to hold its firmness versus dollar, they said.

Bank holiday

The State Bank of Pakistan and all offices of SBP Banking Services Corporation, including Public Debt Offices, will remain closed on Friday, August 14. The government has announced public holiday on account of Independence Day.

White sugar import: indecision to open L/C causes \$0.75 million loss to kitty

The government's indecisiveness for opening Letter of Credit (L/C) for import of 50,000 tons white sugar from Dubai caused \$0.75 million loss to the national exchequer, sources told *Business Recorder*.

Pakistan receives \$1.2 billion from IMF

Pakistan on Wednesday received 1.2 billion dollars from International Monetary Fund (IMF), sources said. The amount comprises 840 million dollars of the third tranche of the Stand-By Arrangement and 360 million dollars of an augmentation sanctioned by IMF board in its recently held meeting. With the current inflows, the country's foreign exchange reserves surged to 13 billion dollars, sources added.

An ICBM with 7,000-km range on its way?

Pakistan is contemplating developing an Inter-Continental Ballistic Missile (ICBM) with a 7,000 km range to make the country's defence impregnable and strengthen the armed forces of the country against any offence. The plan was evolved after successful test fire of Agni IV, the Indian ICBM system with a target range of 6000 km, which caused an imbalance of power in South Asia, extremely well informed defence sources told *Business Recorder* here on Wednesday.

Five Pakistanis shot dead in Somalia

Masked gunmen killed seven Pakistani preachers at a mosque in Somalia's Puntland region on Wednesday, residents and local officials said. Puntland is a base for pirates targeting the Gulf of Aden, but has been more peaceful than the rest of the failed Horn of Africa state, which Western security agencies say is a haven for insurgency in the region and beyond.

Over 100 killed in clashes between militia, militants

More than 100 people were killed and dozens injured Tuesday in clashes between militants and a pro-government militia in Pakistan's ungoverned tribal belt that borders Afghanistan, intelligence officials said. The fighting erupted in the Jandola area of South Waziristan tribal district when dozens of militants loyal to local Taliban chief Baitullah Mehsud attacked followers of Turkistan Bittani, who allied with the government after defecting from the Taliban.

Announcements					
Company	EPS (Rs)	Dividend/ Bonus/ Right	Spot From	Book Closure	
				From	To
AL-Ghazi Tractors	20.46	100% (i)(D)	-	01/09/09	08/09/09
Allied Bank Limited	4.30	20% (i)(D)	-	02/09/09	08/09/09
MCB Bank Limited	11.22	25% (i)(D)	-	07/09/09	14/09/09
First Habib Modaraba	1.21	20% (F)(D)	-	09/09/09	15/09/09
Attock Petroleum Ltd.	53.51	150% (F) (D)	24/08/09	31/08/09	08/09/09
Lucky Cement	14.21	40% (D)	-	17/10/09	26/10/09
Fauji Fertilizer Company	6.7	26% (ii)	-	27/08/09	03/09/09
Ittehad Chemicals	-	10% (i)(D)	17/08/09	22/08/09	29/08/09
Arif Habib Limited	5.10	15% (F)(D) 25% (B)	24/08/09	29/08/09	05/09/09
Security Paper Limited	8.07	50% (F)	11/08/09	17/08/09	27/08/09
Central Insurance Co.	-49.51	10% (i)(D)	17/08/09	22/08/09	28/08/09
Dawood Hercules	-5.63	15% (i)(D)	18/08/09	25/08/09	31/08/09
Engro Chemical	3.95	20% (i)(D)	26/08/09	02/09/09	08/09/09
Mehran Sugar Mills Limited	10.58	10% (ii)(D)	07/08/09	17/08/09	23/08/09
Nishat (Chunian) Limited	-	RIGHT ISSUE = 50% AT A DISCOUNTS OF 10% i.e. Rs.1/- PER SHARE	07/08/09	17/08/09	23/08/09
Abbot Laboratories	3.07	90% (i)(D)	-	11/08/09	17/08/09
International Industries Limited	3.75	22.5% (F)(D)	-	21/08/09	31/08/09
Fauji Fertilizer Bin Qasim	0.52	5% (i) (D)	-	11/09/09	17/9/2009
Pakistan Telecom	-	15% (i)(D)	-	-	-

Top Symbols						
SYMBOL	OPEN RATE	HIGH RATE	LOW RATE	CURRENT RATE	CHANGE	VOLUME
TOP SYMBOLS BY VOLUME						
TRG Pakistan Ltd.	1.7	2.15	1.76	2.05	0.35	30,522,522
D.G.K.Cement	41.21	41.5	39.15	39.15	-2.06	20,392,362
Jah.Sidd. Co.	25.46	26.09	25.2	25.34	-0.12	16,495,416
Azgard Nine Ltd.	26.04	27.34	25.85	26.94	0.90	15,432,272
Arif Habib Sec.	33.42	34.3	32.4	32.94	-0.48	13,218,687
TOP SYMBOLS BY PRICE INCREASE						
Nestle Pakistan	1050.11	1102.6	1099	1100	49.89	3,510
Treet Corporation	531.33	557.89	544	557	25.67	829
Dreamworld	520.5	538	538	538	17.50	2
AL-Ghazi Trac. Ltd.	180.98	190.02	180.98	189.97	8.99	66,933
Ferozsans (Lab)	165	173.25	165	172.18	7.18	3,900
TOP SYMBOLS BY PRICE DECREASE						
Unilever Pak. Ltd.	2107	2071	2071	2071	-36.00	1
Fazal Textile Ltd.	375	375	354.25	354.25	-20.75	1
Wyeth Pak Ltd.	1347	1363	1320	1338.99	-8.01	336
Indus Motor	154.51	157	146.79	147.29	-7.22	107,394
BOC (Pak) Ltd.	129.98	133	123.49	123.49	-6.49	39,119

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Daily Supports/Resistances

	Close	S2	S1	Pivot	R1	R2
KSE100	8058.46	7988.06	8023.26	8079.31	8114.51	8170.56
AHL	81.74	80.01	80.88	82.31	83.18	84.61
AHSL	32.94	31.31	32.13	33.21	34.03	35.11
AICL	102.57	98.69	100.63	103.64	105.58	108.59
ANL	26.94	25.22	26.08	26.71	27.57	28.20
ATRL	154.42	151.11	152.76	155.56	157.21	160.01
BAFL	11.14	10.72	10.93	11.21	11.42	11.70
BIPL	6.33	6.19	6.26	6.38	6.45	6.57
BOP	10.25	9.35	9.80	10.10	10.55	10.85
BOSI	7.53	7.31	7.42	7.61	7.72	7.91
DGKC	39.15	37.58	38.37	39.93	40.72	42.28
ENGRO	139.26	136.72	137.99	140.17	141.44	143.62
HBL	104.79	102.70	103.74	105.05	106.09	107.40
ICI	142.61	139.30	140.96	143.65	145.31	148.00
JOVC	13.14	12.85	12.99	13.19	13.33	13.53
JSCL	25.34	24.65	25.00	25.54	25.89	26.43
LUCK	74.24	71.26	72.75	75.69	77.18	80.12
MCB	175.97	169.34	172.66	175.30	178.62	181.26
MLCF	5.10	4.82	4.96	5.19	5.33	5.56
NBP	67.26	64.09	65.68	66.88	68.47	69.67
NETSOL	23.99	23.10	23.54	24.35	24.79	25.60
NML	44.36	41.65	43.00	44.38	45.73	47.11
OGDC	94.91	93.49	94.20	95.19	95.90	96.89
POL	180.86	177.42	179.14	181.92	183.64	186.42
PPL	194.31	187.92	191.11	194.56	197.75	201.20
PSO	256.27	247.89	252.08	259.74	263.93	271.59
PTC	17.71	17.10	17.41	17.85	18.16	18.60
SNGP	28.85	28.36	28.61	28.74	28.99	29.12
SPL	19.21	18.88	19.05	19.27	19.44	19.66
UBL	43.34	42.56	42.95	43.60	43.99	44.64

Weekly Supports/Resistances

	Weekend's Close	S2	S1	Pivot	R1	R2
KSE100	7872.23	7573.10	7722.66	7830.23	7979.79	8087.36
AHL	82.95	75.32	79.13	81.82	85.63	88.32
AHSL	30.47	27.26	28.87	29.80	31.41	32.34
AICL	102.84	94.88	98.86	102.53	106.51	110.18
ANL	26.04	24.41	25.23	26.01	26.83	27.61
ATRL	155.15	147.62	151.38	155.32	159.08	163.02
BAFL	10.89	10.42	10.66	10.98	11.22	11.54
BIPL	6.43	6.14	6.29	6.39	6.54	6.64
BOP	9.95	9.46	9.70	10.08	10.32	10.70
BOSI	7.69	6.98	7.33	7.66	8.01	8.34
DGKC	38.89	35.64	37.27	38.22	39.85	40.80
ENGRO	135.43	128.21	131.82	136.41	140.02	144.61
HBL	102.07	94.29	98.18	101.69	105.58	109.09
ICI	145.10	138.83	141.97	146.23	149.37	153.63
JOVC	13.41	12.34	12.87	13.54	14.07	14.74
JSCL	24.98	22.76	23.87	24.81	25.92	26.86
LUCK	77.02	70.61	73.81	76.46	79.66	82.31
MCB	167.42	153.61	160.51	166.16	173.06	178.71
MLCF	5.43	4.72	5.07	5.68	6.03	6.64
NBP	63.32	56.51	59.91	64.81	68.21	73.11
NETSOL	26.61	25.32	25.96	26.96	27.60	28.60
NML	42.35	38.13	40.24	41.62	43.73	45.11
OGDC	90.18	84.06	87.12	89.06	92.12	94.06
POL	168.44	151.91	160.18	166.26	174.53	180.61
PPL	188.74	179.59	184.16	188.08	192.65	196.57
PSO	257.74	225.31	241.53	251.21	267.43	277.11
PTC	17.61	16.50	17.06	17.50	18.06	18.50
SNGP	28.71	27.11	27.91	29.10	29.90	31.09
SPL	19.40	18.47	18.93	19.47	19.93	20.47
UBL	42.88	39.97	41.43	42.71	44.17	45.45

Last Day's Moving Averages

	Last Day's			Moving Averages		
	OPEN	HIGH	LOW	SMA 10	SMA 20	SMA 40
KSE100	8044.50	8135.36	8044.11	7844.02	7788.60	7559.24
AHL	83.01	84.80	82.62	81.44	82.64	77.31
AHSL	33.42	33.42	31.72	30.19	29.59	29.14
AICL	105.36	107.40	104.60	103.11	101.87	94.87
ANL	26.04	26.58	25.90	25.82	26.16	25.21
ATRL	155.98	161.35	155.00	153.99	151.88	143.09
BAFL	10.95	11.20	10.89	11.00	11.38	11.25
BIPL	6.34	6.45	6.30	6.35	6.64	6.56
BOP	9.71	9.99	9.60	10.09	10.60	10.83
BOSI	7.53	7.84	7.50	7.47	7.54	7.35
DGKC	41.21	42.25	40.50	38.08	37.52	33.95
ENGRO	141.07	142.50	138.60	135.90	138.50	136.04
HBL	104.03	106.47	104.00	101.74	100.13	95.28
ICI	145.13	148.35	144.50	145.03	145.44	143.87
JOVC	13.24	13.65	13.16	13.43	13.85	14.26
JSCL	25.46	25.89	24.85	24.80	25.16	25.06
LUCK	78.10	79.98	77.76	75.36	72.64	67.32
MCB	171.50	178.70	170.55	166.94	167.58	162.09
MLCF	5.29	5.75	5.24	5.66	5.59	5.04
NBP	65.13	66.50	64.50	66.17	68.82	68.94
NETSOL	25.15	26.61	25.15	26.27	25.60	22.24
NML	44.30	45.19	44.00	41.49	41.35	40.42
OGDC	95.31	97.50	94.85	90.12	88.85	85.03
POL	183.60	185.25	177.10	170.53	167.50	159.16
PPL	191.77	195.75	190.01	188.55	190.09	190.41
PSO	261.53	270.00	260.01	249.32	242.31	231.88
PTC	17.89	18.35	17.80	17.42	17.28	17.19
SNGP	28.75	29.25	28.72	28.80	29.78	30.76
SPL	19.10	19.54	19.04	19.26	19.35	19.36
UBL	43.28	44.50	43.01	42.65	43.52	42.02

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