



# MARKET PULSE

## Views & News

### Sales Tax Act, 1990: World Bank detects serious flaws

The World Bank has detected serious flaws in Sales Tax Act, 1990 including complicated language, special regimes for specific sectors, inconsistent terminologies and extraordinary discretionary powers to the sales tax officials to deal with the registered taxpayers.

### Tax-to-GDP ratio to be enhanced to 15 percent in five years: Prime Minister tells IMF head of mission

Prime Minister Yousuf Raza Gilani has said that tax-to-GDP ratio would be enhanced to 15 percent in the next five years. Talking to the head of mission of International Monetary Fund (IMF), Adnan Mazarei, and Resident Representative in Pakistan Paul Ross, the Prime Minister said the tax-to-GDP ratio had been increased from 8.8 percent to 10.6 percent in one year.

### ST and IT registration certificates: FBR e-support wing fails to entertain applicants

The process of issuing sales tax and income tax registration certificates has completely been halted for months as the e-support wing, a sole responsible entity for dispatching both registrations, has failed to entertain applicants. E-support wing of the Federal Board of Revenue is not capable of dealing with both registrations, as the staffers, posted to facilitate applicants, are incompetent.

### Group Companies Registration Regulations, 2008 amended

The Securities and Exchange Commission of Pakistan (SECP) has approved amendments in the Group Companies Registration Regulations, 2008 to further rationalise its provisions relating to designation of group companies contemplating to avail group relief and group taxation benefits from the Federal Board of Revenue (FBR) under provisions of Income Tax Ordinance, 2001.

### FBR unearths massive ST evasion by arms, ammunition sector

The Federal Board of Revenue (FBR) has unearthed massive evasion of sales tax by the registered manufacturers, importers and dealers of the arms and ammunition during the last two financial years. Sources told *Business Recorder* on Monday that the arms and ammunition dealers, importers and manufactures had shown low turnover for suppression of sales despite exceptional increase in prices of such commodity.

### Nepra holds hearing: interveners reject KESC petition

In a public hearing on Monday organised by National Electric Power Regulatory Authority (Nepra) on a petition filed by Karachi Electric Supply Company (KESC) for tariff adjustment, the interveners rejected the petition calling it as unjustified and filed incompetently.

### Rejection of raw sugar import proposal a slip-up: ECC admits

The Economic Co-ordination Committee (ECC) of the Cabinet is reported to have confessed that its decision to reject raw sugar import proposal was a slip-up on its part, sources told *Business Recorder*. "It was noted that the earlier decision not to import raw sugar was not based on proper appreciation of the situation and production cost," sources quoted Naveed Qamar, Minister for Privatisation, as saying during the ECC meeting on August 11, 2009.

### DAP bag costlier by Rs 70

The price of Dai Ammonium Phosphate (DAP), an essential crop nutrient, has jumped by Rs 70 per 50 kg bag across the country due to its acute scarcity in the domestic market in the wake of rising demand, sources said. DAP use in the country is increasing gradually due to massive shortage of urea, which has put a negative impact on its prices.

### Import of HSFO: OOTCL accuses Pepco of violating business rules

Pakistan Electric Power Company (Pepco) has been accused of placing high sulphur furnace oil (HSFO) orders without inviting tenders, which is a gross violation of transparent business rules. This complaint has been lodged by Overseas Oil Trading Company (Pvt.) Limited (OOTCL) to the Minister for Petroleum, Minister for Water and Power, Bakri International Energy, Kuwait, and Bakri International Energy, Jeddah, Saudi Arabia.

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

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## Statistical Data

### Equities

	KSE 100	Turnover (mn)
07.09.09	8,936	192.043
04.09.09	9,002	194.856
<b>Change</b>	(66)	(2.813)

### Board Meetings

Date	Time	Company
08.09.09	12:30	Shabbir Tiles
08.09.09	10:00	Dynea Pakistan
08.09.09	10:00	Shield Corp.
09.09.09	11:30	Gadoon Textile
09.09.09	3:00	Artistic Denim
09.09.09	11:00	Ismail Industries
09.09.09	12:00	First Al-Noor Modaraba
10.09.09	10:00	ZIL Limited
10.09.09	10:30	Safa Textiles
10.09.09	10:30	Balochistan Wheels
11.09.09	1:00	Netsol Technologies

### IPO's

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

### GDR

07.09.09	OGDC (1GDR =10 shares)	\$11.00
07.09.09	UBL (1GDR=4 shares)	\$3.00
07.09.09	MCB (1GDR=2 shares)	\$3.00

### Commodities

	Price	Change
Oil (USD/bbl)	68.00	(0.02)
Gold (USD/oz)	997.00	0.30

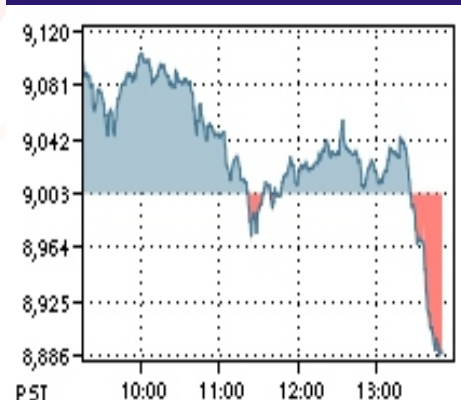
### SCRA

	Balance (US\$m)	Net Flow (US\$m)
01.09.09	82.73	11.68

### CFS MKII

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

## KSE 100 Index





### Market Halts, widening of Circuit Breakers approved

The Board of Directors of Karachi Stock Exchange (KSE) has approved in principle the introduction of Index Based Market Halts (based on KSE-30 Index) and widening of the scrip level Circuit Breakers. The KSE board in its informal meeting held on September 2, 2009, after a detailed discussion, finalised the two products.

### 'Challenge to civil services traditions'

The recent shake-up in the Islamabad bureaucracy is believed to have been carried out through deviation from past practices and norms. The move is being viewed by the "by-passed" disgruntled bureaucrats as a serious challenge to deep-set civil services traditions, it has been learnt.

### President signs Gilgit-Baltistan Ordinance 2009

President Asif Ali Zardari has signed the Gilgit-Baltistan (Empowerment and Self-Governance) Order 2009 aimed at introducing far-reaching administrative, political, financial and judicial reforms in the Northern Areas. The order would replace the 'Northern Areas Legal Framework Order (LFO) 1994'.

### UN agency sees no early recovery from recession: Global economy outlook 'better' than expected: central bankers

United Nations economists said on Monday there would be no early recovery from global recession and warned that any move to ease back quickly on government stimulus programmes could make the crisis worse. In its annual report, the UN trade and development agency UNCTAD also urged the creation of a new world reserve system using several currencies rather than just the US dollar, and called for tough controls on cross-border financial flows.

### THE RUPEE: stable trend

Stable trend was seen on the currency market on Monday as easy supply of dollars did not allow the rupee to drift lower in process of trading, dealers said. On the interbank market the rupee moved with little change versus dollar for buying and selling at 82.90 and 82.95, they said. In the first Asian trading dollar and yen were softer while the commodity-linked Australian dollar hit a one-year high after investors chose to focus on the brighter side of a mixed US payrolls report.

### Damaged berths impede cargo handling at Karachi Port: KPT yet to start Rs 100 million repair work

Dilapidated condition of berths at the Karachi Port has not only slowed down cargo handling, but also made it difficult for stevedoring firms, a major port user, to work efficiently at the country's largest port. The Karachi Port Trust (KPT), the operator of the Karachi Port, confirming a longstanding nature of the problem, referred to the lengthy tendering formalities to justify the delay in reconstruction work.

### Blocks VII, VIII of Thar coalfield extended

The Sindh government has extended Blocks VII and VIII of Thar coal over an area of 100 square km each to increase the proven coal reserves and attract private investment in the coalfield. Now, Block VII would be extended into Block XI and XII, and Block VIII into Block IX and X.

### Meeting to decide future of SME bank convened

Federal Minister for Finance Shaukat Tarin has convened a meeting on September 14 to weigh options to decide the future of SME bank along with its exclusion from the privatisation list. This was told by head of the bank to Sub-Committee of National Assembly's Standing Committee on Finance here on Monday.

Announcements					
Company	EPS (Rs)	Dividend/ Bonus/ Right	Spot From	Book Closure	
				From	To
Sana Industries Limited	4.26	35% (F)(D)	-	07/10/09	10/10/09
Pakistan Int. Container	10.09	20% (B)	-	25/09/09	02/10/09
Otsuka Pakistan Limited	2.41	15% (F)(D)	-	08/10/09	14/10/09
Eye Television Network Limited	4.82	3.5% (F)(D)	-	23/09/09	29/09/09
East West Life Assurance Co.	-2.88	10% (R)	-	25/09/09	01/10/09
Pakistan Paper Products	8.36	20% (F)(D)	-	21/09/09	30/09/09
JS Global Capital	4.12	100% (F)(D)	-	17/10/09	23/10/09
Unilever Pakistan Ltd.	92.27	184% (i)(D)	-	29/09/09	05/10/09
Atlas Battery Limited	25.41	100% (F)(D) 20% (B)	-	21/09/09	29/09/09
Adamjee Insurance Co.	5.18	15% (i)(D)	-	29/09/09	05/10/09
Nishat Mills Limited	6.81	20% (F)(D)	-	23/10/09	29/10/09
Pakistan Tobacco Co.	7.96	27.5% (ii)(D)	14/09/09	19/09/09	25/09/09
Shifa International	2.53	12% (F)(D)	-	24/10/09	02/11/09
Pakistan Petroleum Ltd.	33.38	30% (F)(D) 20% (B)	11/09/09	21/09/09	29/09/09
National Refinery Limited	19.17	125% (F)(D)	-	10/10/09	19/10/09
Attock Cement Pakistan	20.69	32.5% (F)(D) 20% (B)	-	09/10/09	19/10/09
Shell Pakistan Limited	14.80	80% (i)(D)	09/09/09	16/09/09	30/09/09
Pak Oman Advantage Fund	-	9.605% (F)(D)	-	26/09/09	02/10/09
Unilever Pakistan Foods	20.21	200% (i)(D)	-	10/09/09	16/09/09
Ferozsons Laboratories	10.53	10% (F)(D) 20% (B)	14/09/09	19/09/09	28/09/09

Top Symbols						
SYMBOL	OPEN RATE	HIGH RATE	LOW RATE	CURRENT RATE	CHANGE	VOLUME
<b>TOP SYMBOLS BY VOLUME</b>						
Oil and Gas Dev	115.01	118.25	111.7	112.63	-2.38	16,309,045
D.G.K.Cement	34.89	35.3	33.83	34.06	-0.83	15,925,696
Bank Al-Falah	13	13.19	12.1	12.31	-0.69	14,279,367
National Bank of Pak	77.33	80.3	75.9	77.17	-0.16	12,261,846
Nishat Mills Limited	48.55	50.97	49.3	50.95	2.40	10,253,653
<b>TOP SYMBOLS BY PRICE INCREASE</b>						
Fazal Textile Ltd.	472.15	495	449.01	488.56	16.41	322
Lakson Tobacco	177.97	186.86	175	186.86	8.89	3,248
Service Industries	161.74	169.82	165.25	169.82	8.08	22,352
JS Global Capital Pak	99.56	104.53	104.53	104.53	4.97	850
Petroleum Ltd.	213.17	220.5	212	217.5	4.33	9,865,986
<b>TOP SYMBOLS BY PRICE DECREASE</b>						
Pak Engineering	217.65	206.77	206.77	206.77	-10.88	25
Attock PetroleumXD	382.09	384.75	369.99	373.1	-8.99	128,827
Pak Services Ltd.	245.7	246	233.42	237.61	-8.09	150
Grays of Camb.(Pak)	140	133	133	133	-7.00	2
Engro Chem.XD	159	160.9	151.8	153.51	-5.49	2,792,897

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Daily Supports/Resistances						
	Close	S2	S1	Pivot	R1	R2
KSE100	8935.86	8756.39	8846.13	8975.35	9065.09	9194.31
AHL	66.07	64.72	65.40	66.29	66.97	67.86
AHSL	36.54	35.25	35.89	36.75	37.39	38.25
AICL	101.60	97.90	99.75	102.35	104.20	106.80
ANL	28.72	27.59	28.16	28.82	29.39	30.05
ATRL	149.01	144.37	146.69	149.87	152.19	155.37
BAFL	12.31	11.44	11.88	12.53	12.97	13.62
BIPL	6.07	5.76	5.92	6.20	6.36	6.64
BOP	13.80	13.80	13.80	13.80	13.80	13.80
BOSI	7.40	7.23	7.32	7.47	7.56	7.71
DGKC	34.06	32.93	33.49	34.40	34.96	35.87
ENGRO	153.51	146.30	149.91	155.40	159.01	164.50
HBL	119.50	115.63	117.57	119.98	121.92	124.33
ICI	170.50	162.63	166.57	173.03	176.97	183.43
JOVC	12.62	12.22	12.42	12.71	12.91	13.20
JSCL	25.96	25.28	25.62	26.14	26.48	27.00
LUCK	72.94	71.02	71.98	73.36	74.32	75.70
MCB	205.97	194.65	200.31	207.81	213.47	220.97
MLCF	4.85	4.71	4.78	4.88	4.95	5.05
NBP	77.17	73.39	75.28	77.79	79.68	82.19
NETSOL	25.03	23.99	24.51	24.77	25.29	25.55
NML	50.95	48.74	49.84	50.41	51.51	52.08
OGDC	112.63	107.64	110.14	114.19	116.69	120.74
POL	199.66	190.66	195.16	200.75	205.25	210.84
PPL	217.50	208.17	212.83	216.67	221.33	225.17
PSO	287.72	279.61	283.66	289.51	293.56	299.41
PTC	21.24	20.52	20.88	21.38	21.74	22.24
SNGP	28.20	27.73	27.96	28.34	28.57	28.95
SPL	19.54	18.29	18.91	19.23	19.85	20.17
UBL	54.06	52.05	53.06	54.65	55.66	57.25

Weekly Supports/Resistances						
	Weekend's Close	S2	S1	Pivot	R1	R2
KSE100	9002.67	8364.55	8683.61	8850.20	9169.26	9335.85
AHL	67.16	62.59	64.87	68.29	70.57	73.99
AHSL	37.03	31.15	34.09	36.24	39.18	41.33
AICL	103.31	95.29	99.30	104.00	108.01	112.71
ANL	28.35	24.53	26.44	27.41	29.32	30.29
ATRL	148.49	141.73	145.11	150.43	153.81	159.13
BAFL	13.00	10.66	11.83	12.61	13.78	14.56
BIPL	6.14	5.18	5.66	6.13	6.61	7.08
BOP	12.80	8.93	10.87	11.83	13.77	14.73
BOSI	7.46	6.95	7.21	7.50	7.76	8.05
DGKC	34.89	31.47	33.18	34.21	35.92	36.95
ENGRO	159.00	135.03	147.02	154.38	166.37	173.73
HBL	121.32	105.94	113.63	120.69	128.38	135.44
ICI	175.87	144.18	160.02	167.95	183.79	191.72
JOVC	12.77	11.57	12.17	13.06	13.66	14.55
JSCL	26.19	24.58	25.38	26.07	26.87	27.56
LUCK	73.10	67.44	70.27	72.38	75.21	77.32
MCB	210.42	185.01	197.71	210.86	223.56	236.71
MLCF	4.94	4.45	4.70	4.99	5.24	5.53
NBP	77.33	61.87	69.60	73.98	81.71	86.09
NETSOL	23.84	22.21	23.03	23.51	24.33	24.81
NML	48.55	42.02	45.28	46.92	50.18	51.82
OGDC	115.01	98.86	106.94	110.97	119.05	123.08
POL	201.10	184.37	192.73	203.87	212.23	223.37
PPL	213.17	201.40	207.29	212.88	218.77	224.36
PSO	290.12	262.71	276.41	288.71	302.41	314.71
PTC	21.36	18.93	20.15	21.12	22.34	23.31
SNGP	28.38	26.99	27.69	28.54	29.24	30.09
SPL	18.54	17.52	18.03	18.61	19.12	19.70
UBL	55.65	43.82	49.73	53.22	59.13	62.62

	Last Day's			Moving Averages		
	OPEN	HIGH	LOW	SMA 10	SMA 20	SMA 40
KSE100	9002.67	9104.58	8885.62	8650.25	8347.38	8038.43
AHL	67.16	67.19	65.62	72.93	77.08	79.69
AHSL	37.03	37.60	36.10	34.84	33.25	31.17
AICL	103.31	104.95	100.50	102.53	100.35	100.42
ANL	28.35	29.49	28.26	26.89	26.49	26.39
ATRL	148.49	153.05	147.55	150.73	149.53	150.16
BAFL	13.00	13.19	12.10	12.14	11.67	11.60
BIPL	6.14	6.49	6.05	6.18	6.26	6.51
BOP	12.80	13.80	13.80	10.99	10.54	10.67
BOSI	7.46	7.63	7.39	7.44	7.44	7.48
DGKC	34.89	35.30	33.83	34.39	35.53	35.97
ENGRO	159.00	160.90	151.80	147.98	142.48	140.58
HBL	121.32	122.40	118.05	117.14	112.39	105.75
ICI	175.87	179.50	169.10	158.43	150.32	147.60
JOVC	12.77	13.00	12.51	12.96	12.85	13.55
JSCL	26.19	26.66	25.80	25.76	25.14	25.24
LUCK	73.10	74.74	72.40	72.80	73.40	72.40
MCB	210.42	215.31	202.15	200.46	187.99	177.24
MLCF	4.94	4.98	4.81	4.90	4.93	5.23
NBP	77.33	80.30	75.90	71.81	68.54	69.29
NETSOL	23.84	25.03	24.25	23.28	23.29	24.27
NML	48.55	50.97	49.30	46.61	45.07	43.04
OGDC	115.01	118.25	111.70	106.22	100.26	93.91
POL	201.10	206.34	196.25	198.38	187.51	175.59
PPL	213.17	220.50	212.00	210.41	201.64	195.82
PSO	290.12	295.35	285.45	284.94	273.91	256.44
PTC	21.36	21.88	21.02	21.45	19.99	18.56
SNGP	28.38	28.71	28.10	28.29	28.44	29.35
SPL	18.54	19.54	18.60	18.81	18.92	19.22
UBL	55.65	56.25	53.65	50.48	47.19	45.27

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