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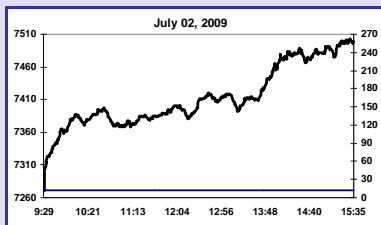
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| | | Change |
|--------|-------------|--------|
| Open | 7,296.50 | 25.78 |
| High | 7,505.28 | 234.56 |
| Low | 7,296.50 | 25.78 |
| Close | 7,498.34 | 227.62 |
| Volume | 195,946,760 | 87.30% |

| Date | 2-Jul-09 | Change |
|----------|----------|--------|
| 30-DMA | 7,101.74 | 17.62 |
| 50-DMA | 7,142.18 | -1.52 |
| 200-DMA | 7,425.16 | -8.55 |
| 9-D RSI | 77.13 | 10.66 |
| 14-D RSI | 68.26 | 8.47 |
| 25-D RSI | 60.08 | 4.89 |

| Date | 1-Jul-09 | |
|----------|----------|--|
| 30-DMA | 7,084.12 | |
| 50-DMA | 7,143.70 | |
| 200-DMA | 7,433.71 | |
| 9-D RSI | 66.47 | |
| 14-D RSI | 59.79 | |
| 25-D RSI | 55.20 | |

Intraday Graph



KSE-100 Index: Breakout Above 200-DMA And Channel Resistance With Impressive Volume; Uptrend To Continue



BUY BETWEEN 7,345 POINTS- 7,456 POINTS; FIRST RESISTANCE 7,555 POINTS, SECOND RESISTANCE 7,634 POINTS

Analysis and Overview:

- The index opened with a positive gap and maintained a steady uptrend to close well into the green. Volume showed an impressive improvement of 87.30% and stood at 195.95 mln, which was more in line with a bullish move. The index has given a breakout above its consolidation channel's resistance trendline as well as its 200-DMA. Moreover as stated above, this breakout came in with a substantial increase in volume thus adding credence to the breakout. Additionally the index's angle of rise has changed and taken to a slightly sharper angle.
- The Stochastic Oscillator continues to rise, maintaining its buy signal. It is worth mentioning that although the Stochastic Oscillator is overbought it is likely to remain so as the index is in a breakout swing. Also the MACD maintains its buy signal. Additionally, the 30-DMA has finally started to show some improvement and in the near-term could cut the 50-DMA from below.

It is suggested to buy between 7,345 - 7,456 points. The first resistance is at 7,555 points and the second resistance is at 7,634 points.

Synopsis

- PTC Buy
- PSO Strong Buy
- POL Strong Buy
- OGDC Buy
- PPL Buy
- NML Buy
- NBP Strong Buy
- MCB Buy
- DGKC Buy on Weakness
- AICL Buy

- GOLD Buy
- WTI Sell on Strength

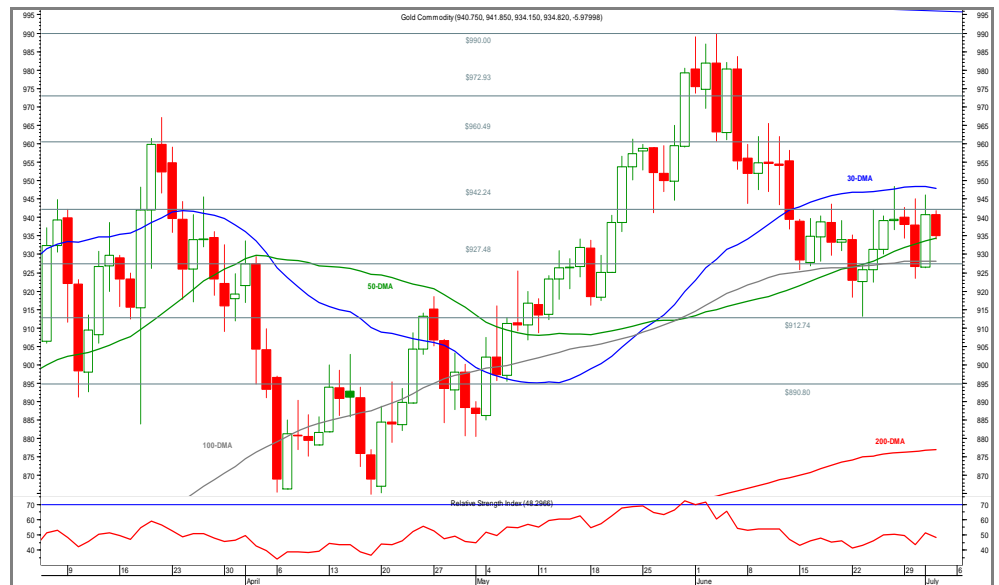
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| | | |
|--------------------|-----------------|---------------|
| <i>Data as of:</i> | 2-Jul-09 | <i>Change</i> |
| <i>Open</i> | 940.75 | -0.05 |
| <i>High</i> | 941.85 | 1.05 |
| <i>Low</i> | 934.15 | -6.65 |
| <i>Close</i> | 934.82 | -5.98 |

| | | |
|-------------|-----------------|---------------|
| <i>Date</i> | 2-Jul-09 | <i>Change</i> |
| 30-DMA | 947.82 | -0.63 |
| 200-DMA | 877.04 | 0.28 |
| 9-D RSI | 47.54 | -4.91 |
| 14-D RSI | 48.30 | -3.00 |
| 25-D RSI | 50.21 | -1.58 |

| | | |
|-------------|-----------------|--|
| <i>Date</i> | 1-Jul-09 | |
| 30-DMA | 948.46 | |
| 200-DMA | 876.75 | |
| 9-D RSI | 52.44 | |
| 14-D RSI | 51.30 | |
| 25-D RSI | 51.80 | |

Gold Spot



Strategy: Buy

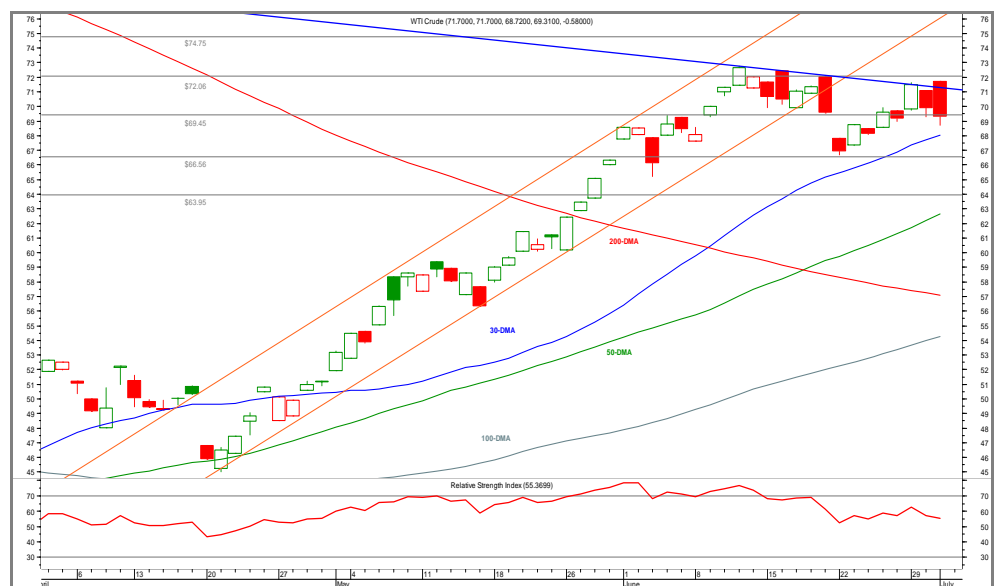
Gold continued to consolidate around its 50-DMA. The momentum indicators as well as cyclical indicators suggest consolidation. The overall trend remains bullish. It is suggested to buy between \$926.45 - \$930.30 with stops below \$922.60. The first resistance is at \$938.91 and the second resistance is at \$943.67.

| | | |
|--------------------|-----------------|---------------|
| <i>Data as of:</i> | 1-Jul-09 | <i>Change</i> |
| <i>Open</i> | 71.70 | 1.81 |
| <i>High</i> | 71.70 | 1.81 |
| <i>Low</i> | 68.72 | -1.17 |
| <i>Close</i> | 69.31 | -0.58 |

| | | |
|-------------|-----------------|---------------|
| <i>Date</i> | 1-Jul-09 | <i>Change</i> |
| 30-DMA | 68.04 | 0.32 |
| 200-DMA | 57.10 | -0.16 |
| 9-D RSI | 51.23 | -2.77 |
| 14-D RSI | 55.37 | -1.89 |
| 25-D RSI | 58.73 | -1.06 |

| | | |
|-------------|------------------|--|
| <i>Date</i> | 30-Jun-09 | |
| 30-DMA | 67.72 | |
| 200-DMA | 57.26 | |
| 9-D RSI | 54.00 | |
| 14-D RSI | 57.26 | |
| 25-D RSI | 59.79 | |

West Texas Intermediate (WTI) Spot



Strategy: Sell on Strength

After opening above its resistance trendline (blue line), WTI failed to sustain itself and closed in the red. The Stochastic Oscillator has now generated a sell signal after touching the overbought region. Other momentum indicators have also taken to a downtrend. It is suggested to sell between \$70.21 - \$71.27 with stops above \$72.13. The first support is at \$68.28 and the second support is at \$66.88.

Pivot Analysis

| SCRIP | CLOSE | STRATEGY | S3 | S2 | S1 | PIVOT | R1 | R2 | R3 | Lower Limit | Upper Limit |
|--------|--------|------------------|--------|--------|--------|--------|--------|--------|--------|-------------|-------------|
| ABL | 40.35 | Buy | 37.95 | 38.47 | 39.41 | 39.93 | 40.87 | 41.39 | 42.33 | 38.33 | 42.37 |
| AICL | 90.73 | Buy | 85.32 | 86.91 | 88.82 | 90.41 | 92.32 | 93.91 | 95.82 | 86.19 | 95.27 |
| AKBL | 16.00 | Buy | 15.13 | 15.31 | 15.65 | 15.83 | 16.17 | 16.35 | 16.69 | 15.00 | 17.00 |
| ANL | 24.31 | Buy | 22.79 | 23.10 | 23.70 | 24.01 | 24.61 | 24.92 | 25.52 | 23.31 | 25.31 |
| APL | 347.21 | Buy | 323.72 | 328.86 | 338.04 | 343.18 | 352.36 | 357.50 | 366.68 | 329.85 | 364.57 |
| ATRL | 137.57 | Buy | 130.79 | 132.14 | 134.86 | 136.21 | 138.93 | 140.28 | 143.00 | 130.69 | 144.45 |
| BAFL | 11.03 | Buy | 10.53 | 10.66 | 10.85 | 10.98 | 11.17 | 11.30 | 11.49 | 10.03 | 12.03 |
| BOP | 11.34 | Buy | 10.99 | 11.12 | 11.23 | 11.36 | 11.47 | 11.60 | 11.71 | 10.34 | 12.34 |
| DGKC | 30.55 | Buy on Weakness | 28.68 | 29.34 | 29.94 | 30.60 | 31.20 | 31.86 | 32.46 | 29.55 | 31.55 |
| DOL | 7.97 | Buy | 7.36 | 7.53 | 7.75 | 7.92 | 8.14 | 8.31 | 8.53 | 6.97 | 8.97 |
| ENGRO | 136.75 | Strong Buy | 127.18 | 129.22 | 132.98 | 135.02 | 138.78 | 140.82 | 144.58 | 129.91 | 143.59 |
| FABL | 10.17 | Buy | 9.50 | 9.68 | 9.92 | 10.10 | 10.34 | 10.52 | 10.76 | 9.17 | 11.17 |
| FCCL | 7.02 | Buy | 6.38 | 6.54 | 6.78 | 6.94 | 7.18 | 7.34 | 7.58 | 6.02 | 8.02 |
| FFBL | 18.36 | Buy | 17.53 | 17.73 | 18.05 | 18.25 | 18.57 | 18.77 | 19.09 | 17.36 | 19.36 |
| FFC | 93.82 | Strong Buy | 87.08 | 88.44 | 91.13 | 92.49 | 95.18 | 96.54 | 99.23 | 89.13 | 98.51 |
| HBL | 91.24 | Buy | 84.99 | 86.24 | 88.74 | 89.99 | 92.49 | 93.74 | 96.24 | 86.68 | 95.80 |
| HUBC | 28.43 | Strong Buy | 27.42 | 27.71 | 28.07 | 28.36 | 28.72 | 29.01 | 29.37 | 27.43 | 29.43 |
| ICI | 143.00 | Strong Buy | 138.42 | 140.21 | 141.61 | 143.40 | 144.80 | 146.59 | 147.99 | 135.85 | 150.15 |
| KAPCO | 44.57 | Buy | 41.78 | 42.39 | 43.48 | 44.09 | 45.18 | 45.79 | 46.88 | 42.34 | 46.80 |
| LUCK | 61.54 | Buy | 57.00 | 58.13 | 59.83 | 60.96 | 62.66 | 63.79 | 65.49 | 58.46 | 64.62 |
| MCB | 161.71 | Buy | 150.90 | 153.58 | 157.64 | 160.32 | 164.38 | 167.06 | 171.12 | 153.62 | 169.80 |
| MLCF | 4.47 | Buy | 4.03 | 4.16 | 4.32 | 4.45 | 4.61 | 4.74 | 4.90 | 3.47 | 5.47 |
| NBP | 71.42 | Strong Buy | 66.43 | 67.47 | 69.44 | 70.48 | 72.45 | 73.49 | 75.46 | 67.85 | 74.99 |
| NETSOL | 18.14 | Buy on Weakness | 17.31 | 17.66 | 17.90 | 18.25 | 18.49 | 18.84 | 19.08 | 17.23 | 19.05 |
| NIB | 5.12 | Buy | 4.41 | 4.61 | 4.86 | 5.06 | 5.31 | 5.51 | 5.76 | 4.12 | 6.12 |
| NML | 39.61 | Buy | 38.21 | 38.60 | 39.11 | 39.50 | 40.01 | 40.40 | 40.91 | 37.63 | 41.59 |
| NRL | 233.80 | Buy | 218.67 | 223.83 | 228.82 | 233.98 | 238.97 | 244.13 | 249.12 | 222.11 | 245.49 |
| OGDC | 83.81 | Buy | 78.32 | 79.54 | 81.67 | 82.89 | 85.02 | 86.24 | 88.37 | 79.62 | 88.00 |
| PACE | 5.79 | Sell on Strength | 5.60 | 5.66 | 5.73 | 5.79 | 5.86 | 5.92 | 5.99 | 4.79 | 6.79 |
| PICT | 54.12 | Sell on Strength | 52.48 | 53.23 | 53.68 | 54.43 | 54.88 | 55.63 | 56.08 | 51.41 | 56.83 |
| PKGS | 158.77 | Buy | 150.71 | 153.86 | 156.31 | 159.46 | 161.91 | 165.06 | 167.51 | 150.83 | 166.71 |
| POL | 156.35 | Strong Buy | 143.97 | 146.47 | 151.41 | 153.91 | 158.85 | 161.35 | 166.29 | 148.53 | 164.17 |
| PPL | 197.10 | Buy | 188.77 | 190.63 | 193.87 | 195.73 | 198.97 | 200.83 | 204.07 | 187.25 | 206.96 |
| PSO | 224.98 | Strong Buy | 213.79 | 216.39 | 220.69 | 223.29 | 227.59 | 230.19 | 234.49 | 213.73 | 236.23 |
| PTC | 17.87 | Buy | 16.93 | 17.25 | 17.56 | 17.88 | 18.19 | 18.51 | 18.82 | 16.87 | 18.87 |
| SHEL | 230.00 | Buy | 218.61 | 222.81 | 226.40 | 230.60 | 234.19 | 238.39 | 241.98 | 218.50 | 241.50 |
| SNGP | 32.66 | Buy on Weakness | 30.54 | 31.15 | 31.90 | 32.51 | 33.26 | 33.87 | 34.62 | 31.03 | 34.29 |
| SSGC | 13.93 | Buy on Weakness | 13.72 | 13.81 | 13.87 | 13.96 | 14.02 | 14.11 | 14.17 | 12.93 | 14.93 |
| TRG | 1.49 | Buy | 1.33 | 1.36 | 1.43 | 1.46 | 1.53 | 1.56 | 1.63 | 0.49 | 2.49 |
| UBL | 40.52 | Strong Buy | 37.61 | 38.21 | 39.36 | 39.96 | 41.11 | 41.71 | 42.86 | 38.49 | 42.55 |

R1 = First Resistance

R2 = Second Resistance

R3 = Third Resistance

S1 = First Support

S2 = Second Support

S3 = Third Support

Glossary of Terms

- **Doji Star:** a *Spinning Top* which gaps above or below the previous candle. It is a reversal signal, which requires a confirmation from the next candle. If the Doji star gaps above the previous green candle, it is a bearish signal indicating a top and vice versa.
- **Dark Cloud Cover:** A long white candlestick is followed by a black candlestick. The black candlestick opens above the white candlestick's high and closes well into the white candlestick's body.
- **Inverted Hammer:** A candlestick with a long upper shadow and a small body formed in a downtrend. The long upper shadow and small real body at the bottom of the trading range are cause for concern by the bears. They wonder if this is the end of the downtrend and take measures to protect their gains. If the next day opens above the body of the Inverted Hammer, then expectations could be for shorts to cover and propel a reversal rally.
- **Bullish Piercing Line:** A bottom reversal signal. A red candlestick followed by a green candlestick that opens lower than the red candlestick's low, but closes more than halfway into the red body. The gap down on the 2nd day perpetuates the downtrend. However, the 2nd day's close is above the midpoint of the 1st day's body. This suggests to the bears that a bottom could be forming. The more penetration of the close on the 2nd day to the 1st day's body, the stronger the reversal signal.
- **Hanging Mar:** A small body (white or black) near the high with a long lower shadow with little or no upper shadow. The lower shadow should be two or three times the height of the body. It is a bearish formation during an uptrend.
- **Bullish Belt Hold:** A minor reversal signal, which adds strength if formed in conjunction with another bullish reversal formation. It is a formation in which a bottom of one candle is same as the open of the next candle.
- **Spinning Top:** a candle with a small gap, negative or positive, between the open and close. Spinning tops usually indicate a trend reversal, but require a confirmation from the next candle. If they are formed at the peak of a rally, they usually indicate a top and vice versa.
- **Engulfing Bearish Formation:** A small green candle followed by and contained within a large red candle. This is usually an indication of a top.
- **Engulfing Bullish Formation:** A small red body followed by and contained within a large green body.
- **Bullish Divergence:** occurs when prices reach a new low but an oscillator or RSI reaches a higher bottom than it reached during its previous decline. This is known as a Class A bullish divergences. Class A bullish divergences are often the best signals of an impending sharp rally.
- **Relative Strength Index (RSI):** The Relative Strength Index (RSI) is a popular oscillator used by traders. The name "Relative Strength Index" is slightly misleading as the RSI does not compare the relative strength of two securities, but rather the internal strength of a single security. A more appropriate name might be "Internal Strength Index." The RSI is a fairly simple formula, but is difficult to explain without pages of examples. The basic formula is:

$$RSI = 100 - \{100 - [1 + (U/D)]\}$$
 Where: U = an average of upward price change.
 D = an average of downward price change.
- **The Moving Average Convergence/Divergence indicator (MACD):** is calculated by subtracting 26-period exponential moving average from 12-period exponential moving average. A 9-period dotted exponential moving average (the "signal line") is automatically displayed on top of the MACD indicator line.
- **The Stochastic Oscillator:** is based on stochastic mathematics. It compares where a security's price closed relative to its trading range over the last x-time periods. The Stochastic Oscillator always ranges between 0% and 100%. A reading of 0% shows that the security's close was the lowest price that the security has traded during the preceding x-time periods. A reading of 100% shows that the security's close was the highest price that the security has traded during the preceding x-time periods. The Stochastic Oscillator indicates an oversold state below 20% and an overbought state above 80%.
- **Bollinger Bands:** is a type of envelope developed by John Bollinger. Bollinger Bands are plotted at standard deviation levels above and below a moving average. The moving average generally taken is a 20-DMA, while the standard deviation count is 2. This is a very good to gauge both the general direction and the volatility.

