



Technical Analysis

Monday, February 20, 2012

KSE 100	
Resistance	12,588.00
Support	12,405.00
Target	12,588.00
Stop Loss	12,468.00

Market at a Glance			
Open	12,454.85		
High	12,611.25		
Low	12,454.64		
Close	12,495.68		
Change	91.44		
% Change	0.74		
Volume(mn)	152.80		

Market Breadth			
Index	Value	Change	Volume
All Share	8,696.44	63.36	233,268,879
Kse-100	12,495.68	91.44	152,797,700
Kse-30	11,671.63	99.61	92,680,538

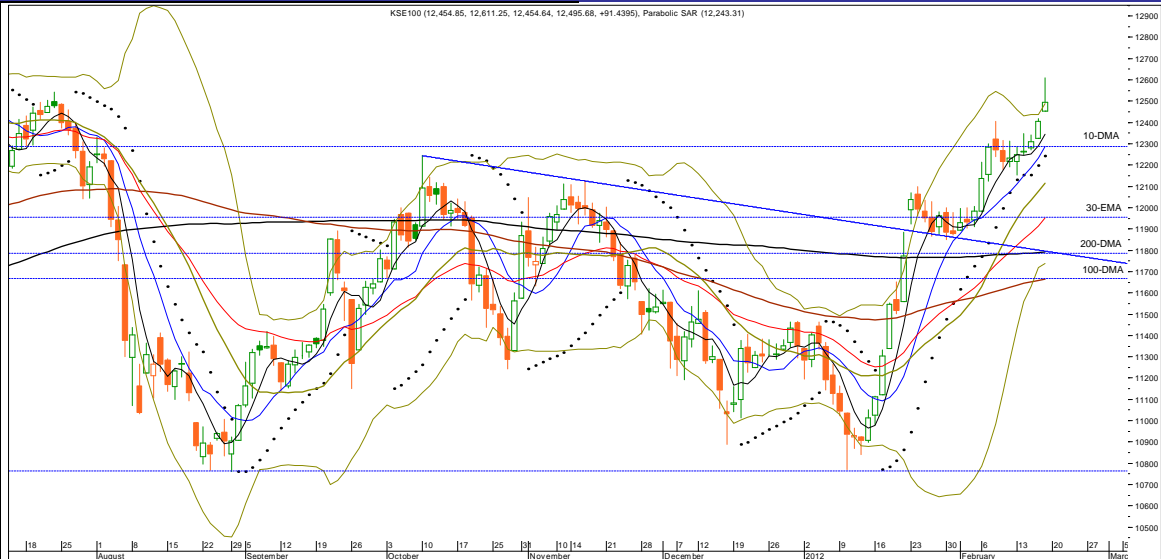
Volume Leaders			
Symbol	Close	Change	Volume
JSCL	9.41	0.24	30,603,658
DGKC	25.16	-0.52	27,203,556
ANL	6.72	0.59	23,660,137
LPCL	2.44	0.08	18,541,483
FCCL	4.79	-0.19	13,573,129

Top Gainers			
Symbol	Close	Change	Volume
MTL	456.76	21.75	167,030
APL	449.42	18.85	199,173
ULEVER	5,500.14	14.94	249
SRVI	209.00	8.92	3,865
ENGRO	133.99	6.14	5,472,456

Top Losers			
Symbol	Close	Change	Volume
ATLH	130.29	-5.66	2,150
SHJS	62.51	-3.29	1,335
PICT	96.31	-3.19	8,555
NRL	259.16	-2.05	62,514
EXIDE	172.74	-1.69	3,815

Commodities Futures (17/02/2011)			
Commodity	Close (\$)	Change	% Change
Brent C. Oil	119.580	-0.530	(0.44)
WTI C. Oil	103.240	0.930	0.91
Gold 100oz	1725.900	-2.500	(0.14)
Silver	33.282	-0.155	(0.46)

(Source: Bloomberg)



S1	S2	Symbol	R1	R2	14-Days RSI	10-DMA	30-DMA	200-DMA
12,468.00	12,405.00	KSE-100	12,553.00	12,588.00	77.21	12,285.77	11,812.05	11,791.90

Overview

The index opened positive and remained strong throughout most of the session on last day of week but witnessed some profit selling towards the end of the session and the benchmark Kse-100 index after making an intraday high of 12,611 concluded the session at a level of 12,495.68 with a gain of 91.44 points. Volumes further improved by 13.48% in the All-Share Index and stood at 233.27mn shares in comparison to 205.56mn shares traded on Thursday 16 February.

Weekend Overview

Local market closed the outgoing week with a gain of about 264.08 points or 2.16%. Average turnover at ready counter increased by 3.21% and stood at 175.04mn shares as compared to last week's average of 169.60mn shares. According to data maintained by the National Clearing Company of Pakistan Limited Mutual funds, Foreign Investors, NBFC, Local Companies & Other Organizations were the net sellers during the week of US\$5.37mn, US\$0.84mn, US\$0.69mn, US\$0.47mn & US\$0.02mn. On the other hand, Local Investors & Banks/DFI's were the net buyers during the week of US\$5.81mn & US\$1.60mn respectively.

Strategy

On technical ground, resistance levels to overcome for the day are 12,553, 12,588 and 12,609. On the contrary, immediate support levels are defined at around 12,468, 12,405 and 12,343 marks respectively. The Stochastic Oscillator on daily charts is rapidly approaching the overbought region as well as on weekly chart remains in overbought state. Moreover, the RSI (momentum indicator) has also penetrated further into the overbought region and stood at 77.21. The MACD on daily as well as on weekly charts maintains its uptrend, which indicates that overall trend is still bullish however due to overbought state index, may witness some correction or volatile moves in an upcoming sessions.

Any weakness due to profit taking is expected. We believe short-term or intraday positions should be initiated on weakness in selected stocks cautiously with strictly defined risk level (risk defined at/below 12,240) or realized partial profit at strength. For medium term positions we recommend accumulate on weakness with major stop at 12,120 targeting 12,760 and later 13,100.

Portfolio Investments (17/02/2012)			Asian Markets (17/02/2012)				Board Meeting		
Particulars	Net Buy/Sell	Net Buy/Sell	Country	Index	Value	Change	Company	Date	Time
	Rs. (mn)	US\$ (mn)							
Foreign Inv.	201.62	2.24	Japan	Nikkei 225	9,384.17	146.07	Towellers Ltd.	20/2/2012	11:30
Banks/DFI's	(201.69)	(2.24)	Hong Kong	Hang Seng	21,491.60	214.34	Fauji Cement	20/2/2012	11:00
Mutual Funds	(338.42)	(3.76)	China	Shanghai Co.	2,357.18	0.32	Berger Paints	20/2/2012	3:00
Local Inv.	258.90	2.88	India	BSE 30	18,289.30	135.36	K.E.S.C	20/2/2012	3:00
Local Comp.	80.84	0.90	Indonesia	Jakarta Comp.	3,976.54	48.93	Shabbir Tiles	21/2/2012	4:00
NBFC	(21.50)	(0.24)	Singapore	Straits Times	3,000.59	23.39	United Bank Ltd.	21/2/2012	11:00+
Other	20.25	0.23	Malaysia	FTSE KLCI	1,557.15	6.66	MCB Bank Ltd.	21/2/2012	11:00
			Pakistan	KSE-100	12,495.68	91.44	Arif Habib Corp.	21/2/2012	4:00

(Source: NCCPL)

(Source: Bloomberg)

(Source: KSE Quotations)



Technical Analysis Monday, February 20, 2012

S.No	Symbol	Last Price	Support		Resistance		Moving Average		14 Days- RSI	Earning Per Share		Recommendation
			S1	S2	R1	R2	10-SMA	30-EMA		Last (Y.E.)	Latest	
1	OGDC	162.93	162.20	161.00	164.00	165.12	158.05	153.55	70.57	14.77	5.10(FQ)	Buy or Buy on weakness with stop at 157.10/Target 166.90 & later 168.00
2	POL	371.11	369.01	367.63	373.24	374.50	366.28	362.05	65.82	45.72	26.08(HY)	Buy or Buy on weakness with stop placed close below 362.2/Target 376.5 & later 380.0
3	PSO	256.40	255.28	253.61	257.65	259.70	256.46	250.61	57.11	86.71	26.72(HY)	Buy with stop placed close below 250.00 / Target 261.4 and later 263.10
4	PPL	174.55	173.50	171.09	176.31	178.20	175.57	174.27	50.44	26.31	15.30(HY)	Buy or Buy on weakness with stop at 172.00 / Target 176.30 & later 178.50
5	PTC	11.88	11.75	11.65	11.99	12.13	11.81	11.36	60.21	1.46	0.28(FQ)	Buy on weakness with stop at 11.65/ Target 12.14 & later 12.80
6	LUCK	91.01	90.05	89.30	91.88	92.55	89.58	85.70	67.26	12.28	9.33(HY)	Buy on weakness with stop placed close below 86.90/ Target 91.80 and later 92.70
7	DGKC	25.16	24.95	24.64	25.37	25.55	24.90	23.16	67.86	0.43	2.91(HY)	Sell on Strength and only buy on weakness with stop place closed below 24.10
8	NML	48.79	48.43	48.07	49.52	49.78	48.24	46.08	64.54	13.78	2.93(FQ)	Buy with stop placed close below at 47.29 / Target 49.5 and later 50.2
9	NBP	49.08	48.48	47.80	49.46	50.11	46.62	44.87	73.46	13.05	6.85(TQ)	Buy with stop placed close below 46.60 Target 50.10 and later 50.80
10	MCB	187.25	186.30	184.78	188.90	190.99	183.74	171.64	81.44	22.20	18.55(TQ)	Take Profit at Strength and wait for weakness to re-enter
11	BAFL	13.20	13.01	12.80	13.41	13.70	12.65	12.24	73.41	0.72	2.22(TQ)	Buy or Buy on weakness with stop placed close below 12.7/Target 13.3 and later 13.5
12	FFBL	46.69	46.42	46.11	47.40	47.70	46.89	46.95	48.68	6.97	11.53(YE)	Buy with stop placed close below 45.70 Target 48.7/Exit on close below 45.7 target 41
13	ENGRO	133.99	132.55	131.77	135.50	136.49	124.31	116.85	77.19	20.72	20.50(YE)	Buy with stop placed close below 128.00/Target 138.0 & later 139.40
14	FFC	185.61	184.63	182.60	186.90	188.14	183.60	177.64	65.79	16.25	26.52(YE)	Buy on weakness with stop placed close below 182.60/Target 187.20
15	FATIMA	23.93	23.79	23.56	24.15	24.38	22.85	22.71	72.70	(0.08)	0.85(TQ)	Buy on weakness with stop placed closed below 22.90/Target 24.35 & later 24.65
16	ICI	142.55	140.95	139.50	143.97	144.20	143.06	139.34	56.07	17.50	11.12(TQ)	Buy on weakness with stop placed close below 139.40 / Target 149.60
17	HUBC	36.33	36.00	35.75	36.60	37.25	36.09	35.60	61.32	4.81	2.77(HY)	Buy/Buy on weakness with stop placed close below 35.60 / Target 37.60
18	ATRL	124.00	123.60	122.20	125.52	126.30	122.16	119.06	61.99	25.63	27.22(HY)	Buy/Buy on weakness with stop placed close below 119.06/Target 126.30 & later 127.8
19	AHCL	30.11	29.80	29.64	30.57	30.90	29.32	28.76	62.28	7.57	4.34(FQ)	Buy on weakness in b/w 29.3-28.9 with stop placed close below 28.6 Target 31 & later 32
20	DOL	5.11	4.98	4.88	5.34	5.55	4.78	4.45	70.62	1.76	0.03(FQ)	Take Profit
21	NCL	20.41	20.11	19.95	20.68	20.98	19.91	19.17	63.55	9.07	(0.53)(FQ)	Buy for Trade / Sell on Strength
22	LOTPTA	8.57	8.45	8.31	8.79	8.90	8.59	9.02	39.79	2.99	3.03(TQ)	Buy for Trade with stop at 8.25/Target 8.7-8.9/Exit long on close below 8.2 target 7.6 & later 6.7
23	NPL	16.04	15.89	15.75	16.30	16.49	15.34	14.50	86.43	5.307	1.216(FQ)	Take Profit at Strength and wait for weakness to re-enter

Definitions

Last Price : Close

FQ: First Quarter E.p.s, HY: Half Year E.p.s, TQ: Third Quarter or Nine Month E.p.s, Year End(YE): Full year E.p.s

UP TREND: Higher Lows and Higher Highs

DOWN TREND: Lower Highs and Lower Lows

SIDE WAY TREND: Flat trend ranging between horizontal support and horizontal resistance

UPWARD CORRECTION: A move in the opposite direction of an uptrend.

TAKE PROFIT: Stock approaching the target, partially realize profits or hold for second target

TRADE RANGE: Move between support and resistance in a side way trend.

SELL RALLIES: A sell recommendation during an upward correction move.

BUY FOR TRADE: A short term Buy recommendation to take advantage from an upward correction move during a downtrend.

STOP LOSS: A sell recommendation when the closing price of a stock breaks a certain point to the down side. (Two days close below this point or violated by 1 to 2%)

DISCLAIMER

This report is based on information available to the public. It is not intended as an offer to BUY or SELL or a Solicitation of an offer to BUY or SELL the Securities mentioned. The information opinions in this report were prepared by First National Equities Technical Team from sources it believes to be reliable at time of publication. FNEL Technical Analyst Team accepts no liability or legal responsibility for losses or damages & does not share any profits incurred arising from the use of this publication or its contents.

Prepared By

Muhammad Tahir

PABX : (92-21) 35395901-04 Ext: 143

Direct # : (92-21) 35395918

E-mail : m.tahir@fnetrade.com