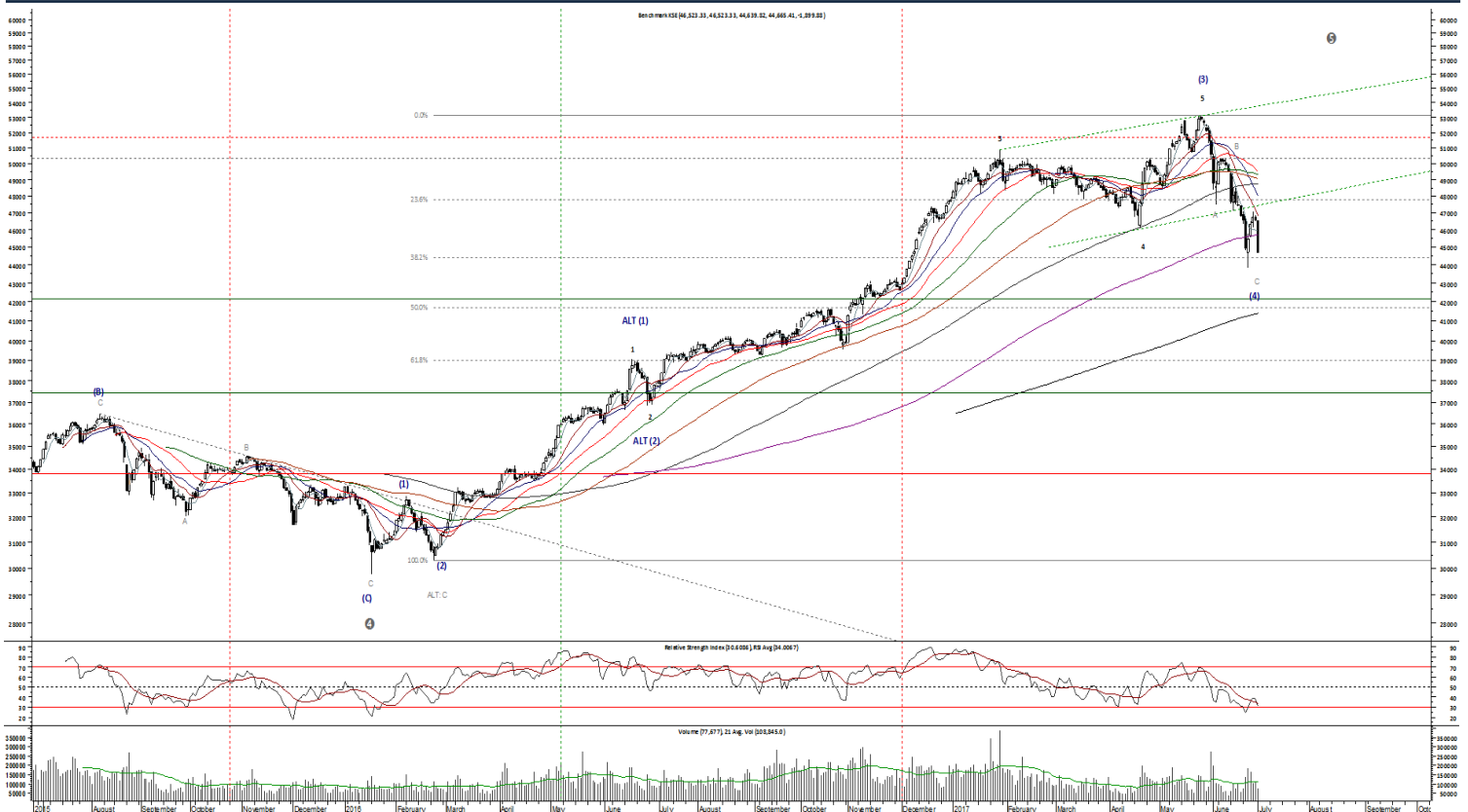




KSE100 Index

CLOSE	HIGH	LOW	CHANGE	14-day RSI	55-SMA	144-SMA	233-SMA
44,665	46,523	44,639	-1,899 / (4.08%)	30.60	49,330	48,773	45,724



Pressure Resumes Amid Diverging Readings

The KSE 100-Index plummeted 4.08% (-ve 1899 points) yesterday led by HBL, UBL, LUCK, OGDC, MCB & ENGRO. Selling pressure was witnessed all across the board on mounting political concerns. Technically speak, the index has resumed the selling pressure where weakness below 44,397 level can induce pressure towards the last low at 43,826 level. A lower low will possibly expose the 50% retracement of last intermediate run (Feb'16 to May'17) at 41,701 level coinciding with the Fibonacci average (377-day) at 41,392 level. A closing break above 45,729 level is required to mitigate such weakness. Falling volume and diverging momentum readings indicate that this could be the last leg down (wave 5 of wave C) of the corrective sequence.

According to our preferred Elliot wave count, the index is possibly correcting lower in 4th intermediate wave of the fifth primary degree rise. The correction has completed the 38.2% Fibonacci retracement of last intermediate run (Feb'16 to May'17) at 44,397 level. In case of further correction, the 50% retracement comes around 41,701 level coinciding with the Fibonacci average (377-day) at 41,285 level. The critical resistance between 50,111 and 50,666 levels hold the key to new highs. If the count is correct then completion of intermediate correction will resume the bullish trend for new highs beyond May'17 high (53,127) to complete the fifth Primary cycle.

13-day Leaders: PMPK, PAKT, ARM, JLI, NESTLE, NPL, PSEL, NCPL, JGICL & DCR

13-day Laggards: TRG, FERRO, CJPL, ISL, JDWS, SEARL, PKGS, CPPL, SNGP & ATRL

INTRADAY SUPPORT LEVELS

- S1: 44,397
- S2: 43,826
- S3: 41,701

INTRADAY RESISTANCE LEVELS

- R1: 45,729
- R2: 46,874
- R3: 47,734

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