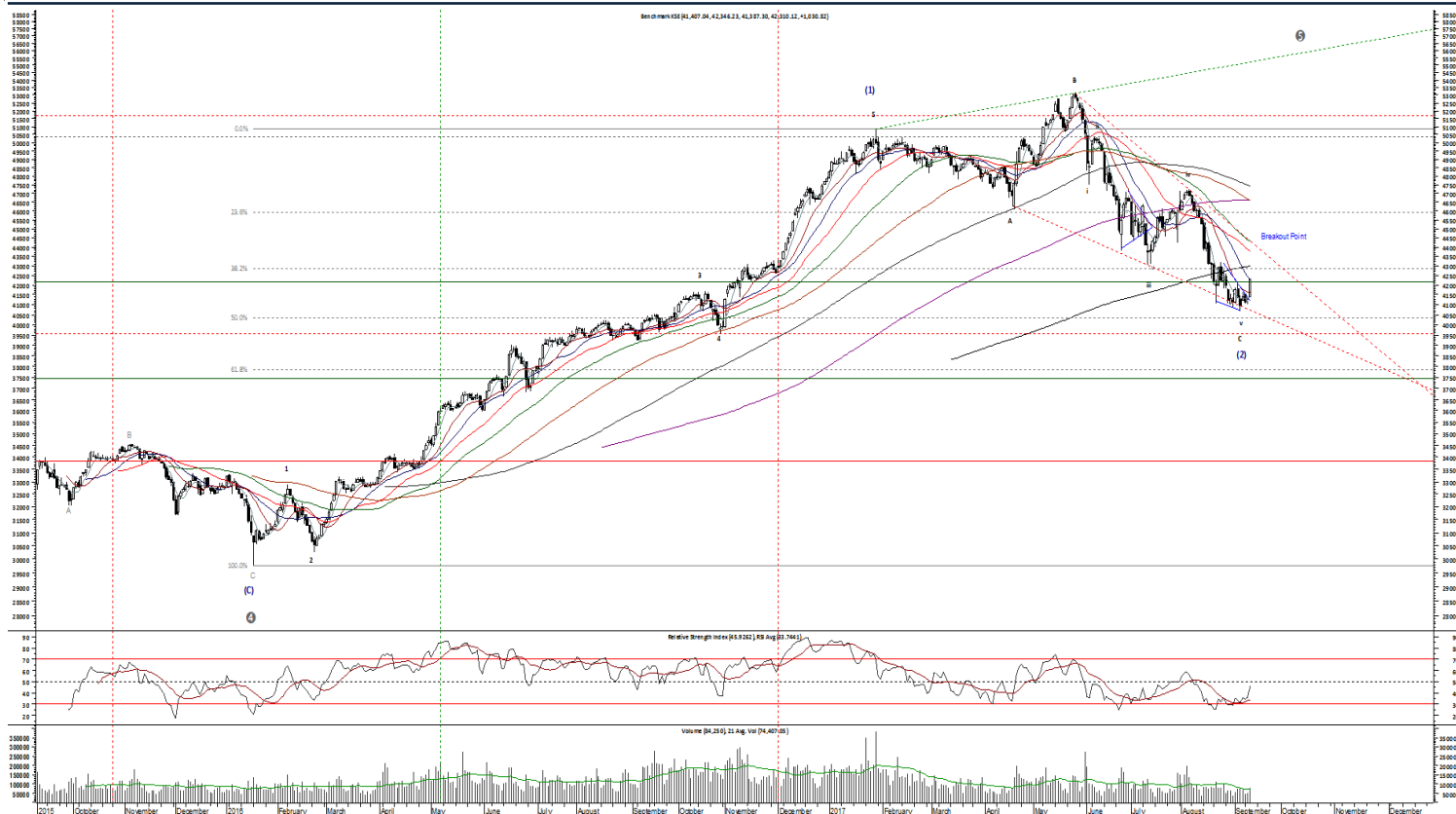




KSE100 Index

CLOSE	HIGH	LOW	CHANGE	14-day RSI	55-SMA	144-SMA	233-SMA
42,310	42,346	41,387	+1,030 / 2.49%	45.92	44,327	47,421	46,612



Recovery Aiming For 43,072 and 44,547 Levels

The momentum has started to recovery after bullish divergence confirmed on the 14-day. Expect the market striding towards 43,072 and 44,547 levels. A close below 41,597 level will negate this view.

According to our revised Elliot wave count, the index is in final stages (Wave C) of second intermediate corrective wave of fifth primary degree rise —marking 50,886 level as an irregular intermediate top. In the process, the market action has carved a falling wedge pattern near the 50% retracement of last intermediate run (Jan'16 low of 29,785 to Jan'17 high of 50,866) around 40,335 level. Below there, an important support trailing along the 610-day Fibonacci average resides around 39,263 level. If our count is correct then completion of intermediate correction should resume the bullish trend through 44,008 — 47,241 levels to explore new highs above May'17 peak (53,127) to complete the fourth and the fifth intermediate waves of fifth Primary cycle. Preferred sectors include oil, financials, utilities & textile. Investors are advised to accumulate positions on weakness up to the above mentioned retracement levels.

13-day Leaders: JSCL, NESTLE, ATRL, PMPK, OLPL, SCBPL, SSGC, SNGP, BNWM & MTL

13-day Laggards: IDYM, SRVI, JDWS, HBL, CJPL, SNBL, PIOC, CSAP, MARI & CPPL

INTRADAY RESISTANCE LEVELS

R1: 42,616

R2: 42,825

R3: 43,072

INTRADAY SUPPORT LEVELS

S1: 42,161

S2: 41,946

S3: 41,597

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