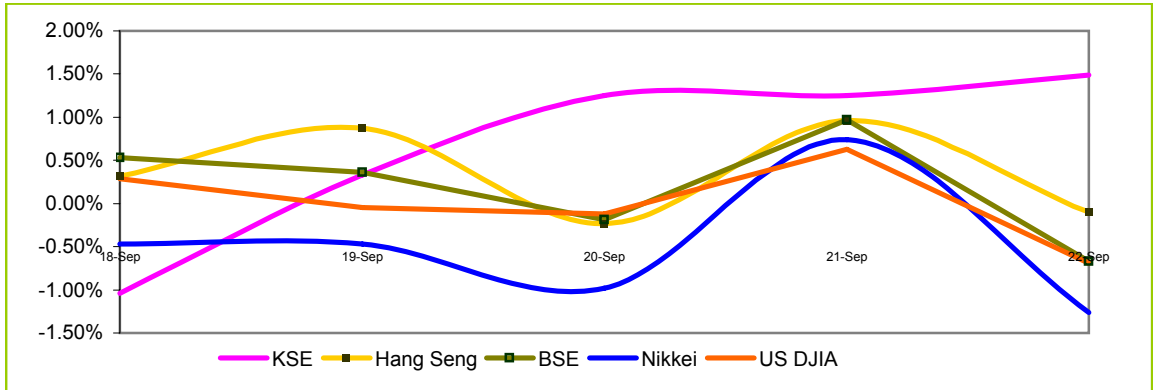
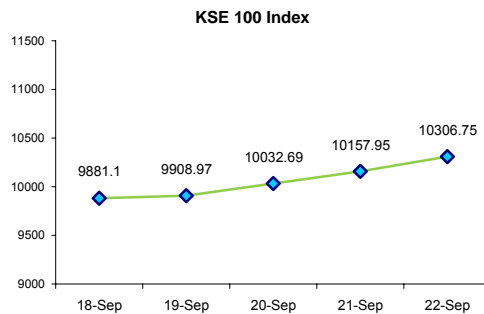


WORLD STOCK INDICES MOVEMENT



KSE 100 Index Last Week



NEWS HIGHLIGHTS OF WEEK

- Foreign banks eye more acquisitions
- London exchange keen on listing local firms (The London Stock Exchange (LSE) is interested in listing some of the promising Pakistani companies...)
- KSE big fish vying to arm speculators (The Karachi Stock Exchange (KSE) has recommended to Securities and Exchange Commission of Pakistan to let 'in-house financing' (Badla)...)
- NBP gets Islamic banking licence
- Short selling allowed in November futures: KSE-100 index recomposed (The Securities and Exchange Commission of Pakistan (SECP) has allowed short selling in November futures contract ...)

Market Weekly Review

Source :KSE

Date	Open	High	Low	Closed	Volume	% Change
18-Sep-06	9984.57	10030.33	9853.94	9881.1	66,626,640	-1.04%
19-Sep-06	9881.1	9965.24	9798.77	9908.97	75,865,340	0.28%
20-Sep-06	9908.97	10040.98	9903.52	10032.69	118,857,720	1.25%
21-Sep-06	10032.69	10158.86	10032.38	10157.95	175,599,160	1.25%
22-Sep-06	10157.95	10346.53	10155.1	10306.75	278,217,620	1.46%
Weekly Change						3.23%

Market This Week

On a weekly basis the kse-100 index gained an addition of 322 points moving to the level of 10307 points. By the start of the week the index started its movement in the negative zone but from Wednesday the index followed bullish trend which continued till the end. Volumes increased to the level of 715 million shares for this week as compared to past week volume of 595 million which showed investor confidence. The index is now above the critical level of 10000 points which is considered as a strong support level. The market is still attractive to buy at these levels as it is below the 200 and 220 DMA. Recommended strategy for next week is to BUY.

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This Week's NEWS Highlights

Tuesday, September 19, 2006

Foreign banks eye more acquisitions (TheNews)

Foreign banks are on the hunt for more acquisitions in Pakistan's banking sector following Standard Chartered's purchase of a local bank, Pakistan's central bank governor said.

Shamshad said she also expects further consolidation in Pakistan's banking sector because of higher capital adequacy ratios and new regulations that banks must adhere to under Basel II. In August, Standard Chartered agreed to buy an 80.9 per cent stake in Union Bank for \$413 million. Under Pakistan law it is also obliged to make a public offer for Union Bank's remaining shares, which would take the total price to \$511 million, the biggest purchase by a foreign bank in Pakistan.

Wednesday, September 20, 2006

London exchange keen on listing local firms (DAWN)

KARACHI: The London Stock Exchange (LSE) is interested in listing some of the promising Pakistani companies on its bourse, Mr Hugh Sandeman, the visiting senior manager Business Development of Europe's biggest equity market.

Mr. Sandeman said that London believed that Pakistan had a transparent regulatory system, a liberal foreign exchange regime and it was on the road to good corporate governance. He also thought that the country was displaying strong economic growth and high corporate earnings.

Wednesday, September 20, 2006

KSE big fish vying to arm speculators (TheNews)

KARACHI: The Karachi Stock Exchange (KSE) has recommended to Securities and Exchange Commission of Pakistan to let 'in-house financing' (Badla) continue for another 30 days, instead of putting a ban on it from October 2, an official source confirmed.

The SECP and managements of the three local bourses at a meeting held here on September 11 resolved that effective October 2, there would be a complete ban on in-house financing; financing under CFS system would be enhanced to Rs55 billion and the number of CFS eligible scrips would be increased to 45 from 30 at present.

Wednesday, September 20, 2006

NBP gets Islamic banking licence (TheNews)

The State Bank of Pakistan (SBP) on Tuesday issued Islamic banking licence to National Bank of Pakistan. Dr Mahmood Ahmed Ghazi, Chairman Sharia Board of the central bank handed over the licence to Anwar Ahmed Meenai, Head of Islamic Banking Division NBP. The first Islamic banking branch of the NBP will be opened at Karachi Cotton Exchange building, I I Chundrigar Road.

Thursday, September 21, 2006

Short selling allowed in November futures: KSE-100 index recomposed (BR)

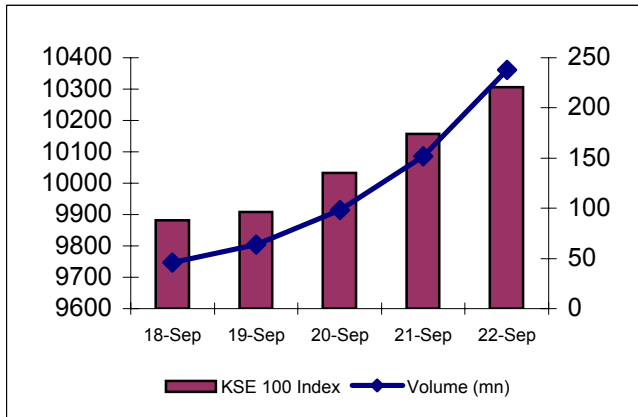
KARACHI : The Securities and Exchange Commission of Pakistan (SECP) has allowed short selling in November futures contract with the condition of adopting necessary changes in KAT (trading software).

In a letter to Karachi Stock Exchange, the regulator said that although the matter was communicated earlier, but KSE has now shown its inability to bring about requisite changes in the KAT to allow for short sale under the new system, even though KSE is already monitoring the five percent of the free-float position limit imposed on the brokers in futures market and is also monitoring short sale in excess of Rs 50 million.

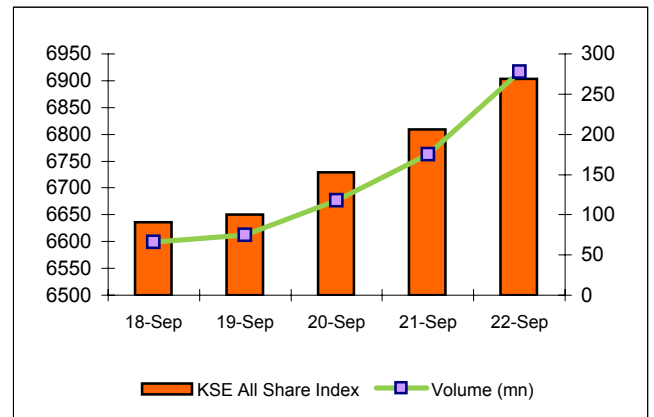
The regulator's letter said that in view of the fact given above that KSE is not ready to allow short sale under the new system, SECP has no option but to continue the ban on short sale for the October Futures Contract.

PICTORIAL REVIEW OF EQUITY MARKET

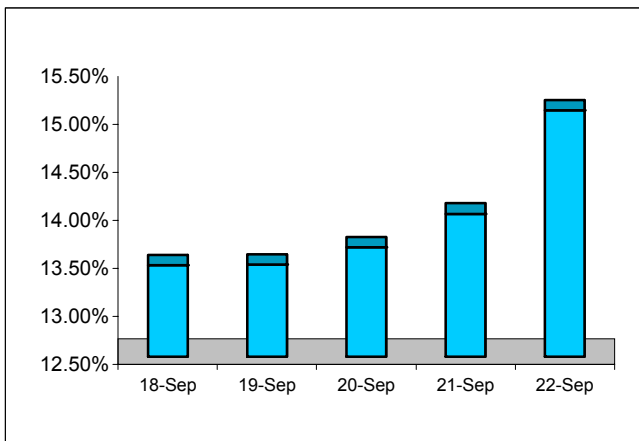
KSE 100 Index



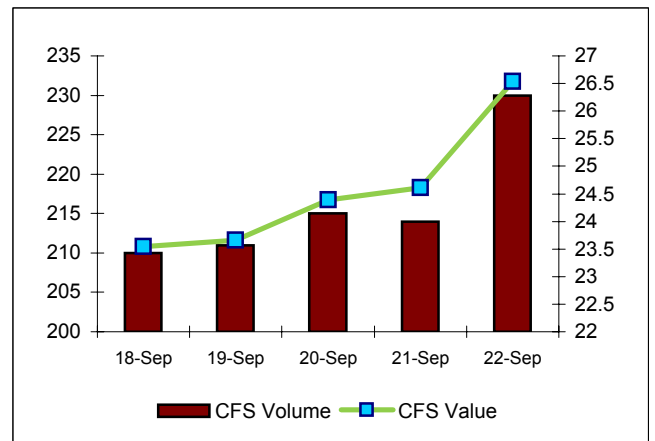
KSE All Share Index



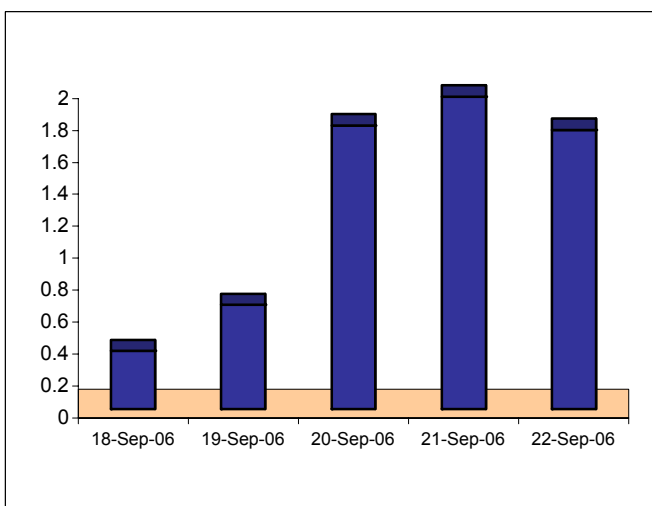
CFS Average Rate



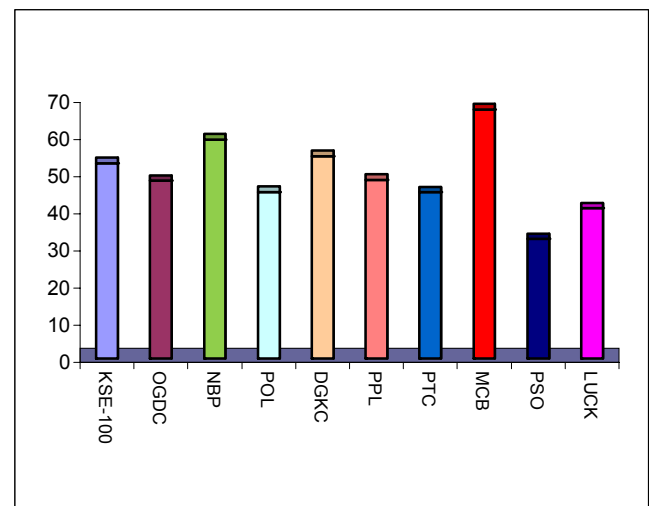
CFS Volume & Value



Exchange : Advance , Declined Ratio

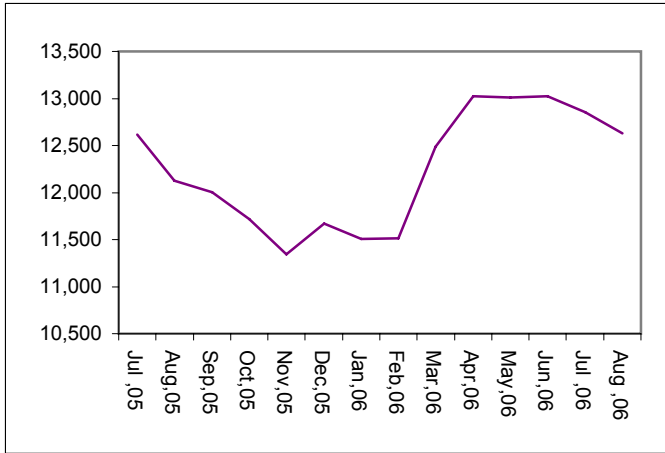


RSI of SAO 9

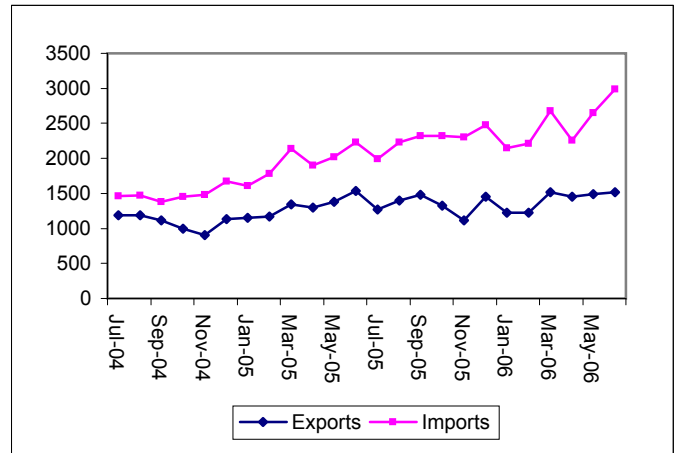


PICTORIAL REVIEW OF ECONOMY CIRCUIT

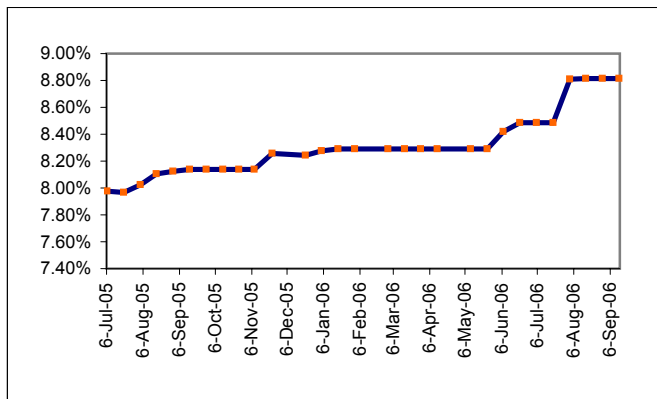
Forex Reserve (US\$ mn)



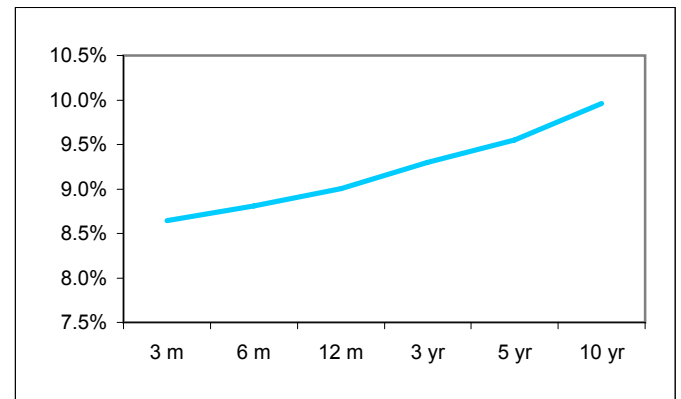
Imports & Exports (US \$ mn)



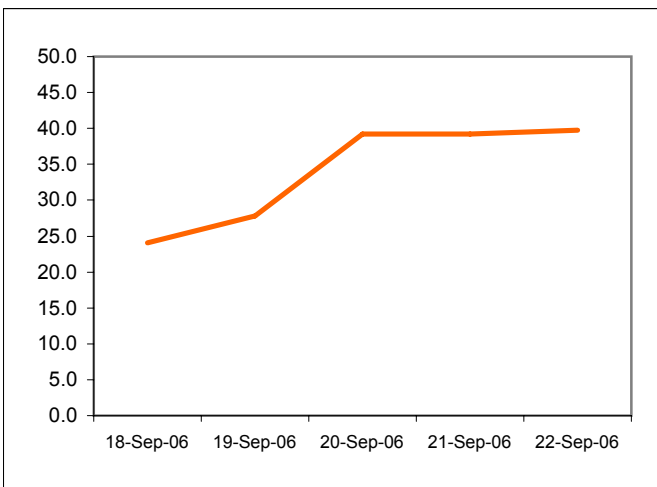
6 month T-Bill Yield



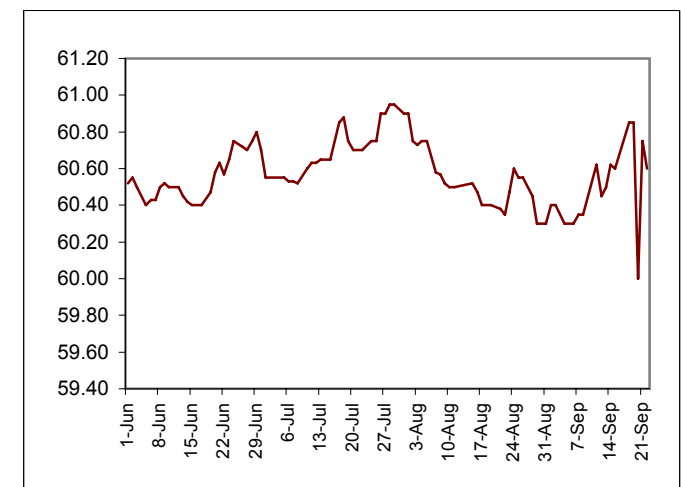
Yield Curve



Foreign Portfolio Investment (US \$ mn)

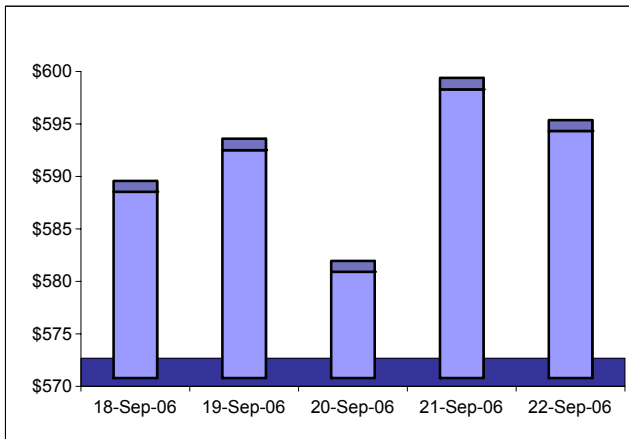


Foreign Exchange Rate (Pkr / US\$)

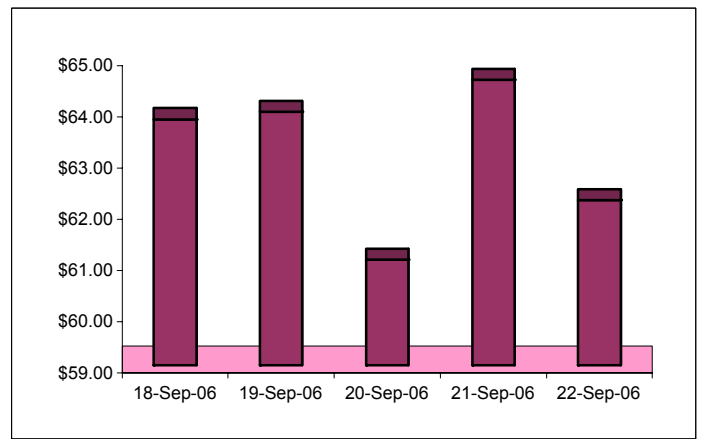


PICTORIAL REVIEW OF EQUITY MARKET

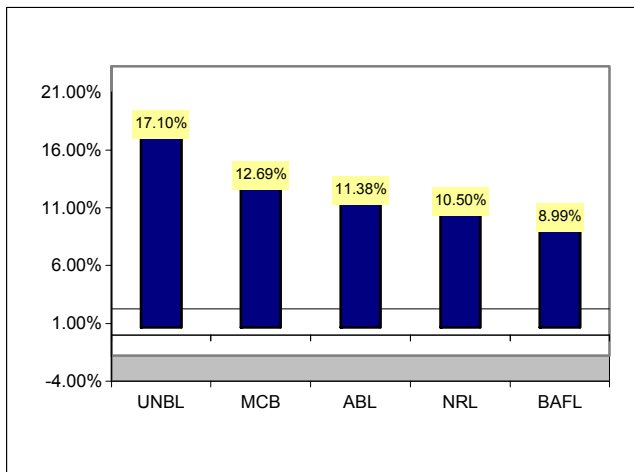
Gold Rates in \$



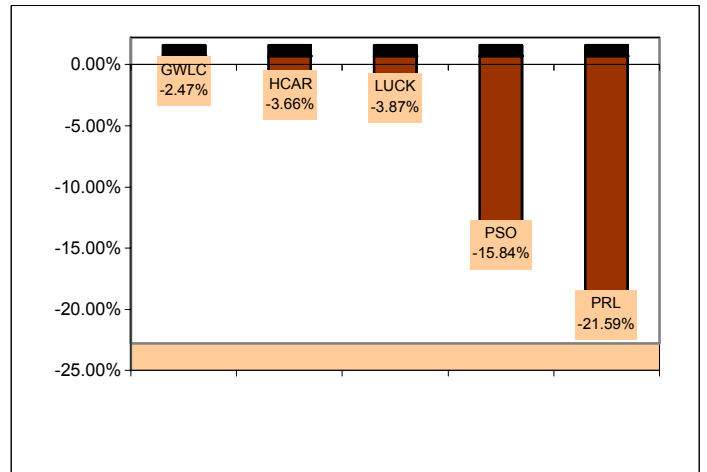
Nymex Light Crude Oil in \$



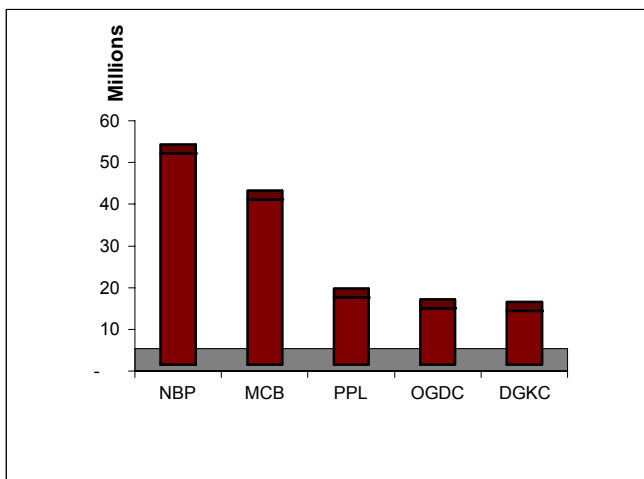
SAAO 43 Advancer by %



SAOA 43 Decliner By %



SAOA 43 Active Issues



SAOA 43 Least Active Issues

