MARKET OUTLOOK

Market is expected to perform volatile on US-Iran Clashes and August Inflation Holds at 11.1%, Eurobond Launched

Daily Market Overview

Wednesday, 2 September, 2026

Support	**169,000**
Resistance 1	**184,500**
Resistance 2	**187,500**

Daily Market Update | KSE-100 | Wednesday, 2 September, 2026

The market is expected to remain volatile, as crude extends its gains with US and Iranian forces exchanging fresh strikes and stoking regional risk-aversion, even as confirmed August inflation of 11.1pc YoY lands within the finance ministry's earlier band; offering some offset, Islamabad's launch of a $2bn Eurobond process, backed by Fitch's B- rating on the paper, points to steady progress on external financing.

On the charts, 169,000 remains the floor to watch, while 184,500 caps the immediate upside ahead of a further hurdle at 187,500.

Investors are advised to maintain a cautious but proactive approach, focusing on fundamentally strong stocks with long-term growth potential.

MAJOR NEWS

Major News | KSE-100 | Wednesday, 2 September, 2026

- **Oil up nearly 1% as US and Iran trade fresh strikes** https://www.reuters.com/business/energy/oil-up-nearly-1-us-iran-trade-fresh-strikes-2026-09-02/
- **US launches new strikes on Iran and Tehran hits back in widening conflict** https://www.reuters.com/world/middle-east/iran-urges-us-comply-with-interim-deal-after-trump-threatens-further-strikes-2026-09-01/
- **Asian markets tumble as US-Iran fighting lifts oil and bond yields** https://www.reuters.com/world/china/global-markets-wrapup-1-2026-09-02/
- **August CPI-based inflation clocks in at 11.1pc YoY** https://epaper.brecorder.com/2026/09/02/1-page/1117858-news.html
- **Pakistan launches process to raise $2bn through Eurobonds** https://www.thenews.pk/print/1435198-pakistan-launches-process-to-raise-2bn-through-eurobonds
- **Fitch Assigns Pakistan's Proposed USD Bonds 'B-' Ratings** https://www.fitchratings.com/research/sovereigns/fitch-assigns-pakistan-proposed-usd-bonds-b-ratings-01-09-2026
- **SBP FX purchases hit 16-month low in May** https://www.thenews.pk/print/1435041-sbp-fx-purchases-hit-16-month-low-in-may
- **Prohibition on sales from EPZs to domestic market; Govt fails to convince IMF to withdraw condition** https://epaper.brecorder.com/2026/09/02/1-page/1117864-news.html
- **Petrol price up by Rs1.08, HSD's by 51 paise** https://epaper.brecorder.com/2026/09/02/1-page/1117850-news.html
- **Refining margins surge to $28.8/barrel in August** https://www.thenews.pk/print/1435044-refining-margins-surge-to-28-8-barrel-in-august
- **Refineries to ink plant upgrade deals in 45 days** https://tribune.com.pk/story/2626982/refineries-to-ink-plant-upgrade-deals-in-45-days
- **OGDCL signs contract with Baker Hughes to deploy MAS** https://epaper.brecorder.com/2026/09/02/10-page/1117967-news.html
- **GCIL signs binding agreement for Jandran Field gas processing project** https://mettisglobal.news/GCIL-signs-binding-agreement-for-Jandran-Field-gas-processing-project-63108
- **Engro to sell entire EPCL stake to Lotte for Rs19.7bn** https://epaper.brecorder.com/2026/09/02/10-page/1117968-news.html
- **KE investing Rs15bn to improve power infrastructure: Chishti** https://epaper.brecorder.com/2026/09/02/7-page/1117902-news.html
- **Naya Nazimabad REIT fully subscribed within first hour** https://mettisglobal.news/Naya-Nazimabad-REIT-fully-subscribed-within-first-hour-63103
- **SOYASUP (APAG) IPO draws Rs2.56bn bids, strike price set at Rs33** https://mettisglobal.news/SOYASUP-IPO-draws-Rs256bn-bids-strike-price-set-at-Rs33-63090

FIPI / LIPI

(USD' mn)

LIPI Portfolio		Cement	Banks	Fertilizer	Food	E&P	OMC	Power	Tech	Textile	Others	Gross
	Banks / DFI	0.33	0.24	-1.13	-0.01	0.28	0.12	-	-0.00	-	0.93	0.76
	Broker Proprietary Trading	0.18	-1.74	0.03	-0.15	0.14	0.18	0.02	-0.10	-0.01	-2.85	-4.30
	Companies	0.09	0.13	-0.00	0.02	0.63	0.08	0.12	0.13	0.01	1.25	2.47
	Individuals	0.87	2.58	0.55	0.14	1.39	-0.30	-0.05	0.42	-0.06	2.06	7.60
	Insurance Companies	-0.28	0.38	0.00	0.13	-0.34	0.00	-0.00	0.00	0.01	-0.64	-0.75
	Mutual Funds	-1.10	-0.58	0.58	-0.16	-1.87	0.06	-0.13	-0.30	0.07	-2.42	-5.86
	NBFC	-	0.00	-	-	-0.00	0.00	-0.00	0.01	-	0.03	0.04
	Other Organization	-0.02	0.08	-0.01	-0.00	-0.13	0.02	0.02	0.03	0.00	0.44	0.43
	LIPI Total	**0.06**	**1.09**	**0.02**	**-0.02**	**0.09**	**0.17**	**-0.02**	**0.20**	**0.01**	**-1.21**	**0.39**

(USD' mn)

FIPI Portfolio		Cement	Banks	Fertilizer	Food	E&P	OMC	Power	Tech	Textile	Others	Gross
	Foreign Corporates	-0.24	-1.41	-	-	-0.26	-0.15	-	-0.28	-	0.41	-1.93
	Foreign Individual	-	-	-	-	-	-	-	-	-0.00	-0.01	-0.01
	Overseas Pakistani	0.19	0.31	-0.02	0.02	0.16	-0.02	0.02	0.08	-0.01	0.81	1.54
	Total	**-0.06**	**-1.09**	**-0.02**	**0.02**	**-0.09**	**-0.17**	**0.02**	**-0.20**	**-0.01**	**1.21**	**-0.39**

Source: NCCPL

INTRA-DAY TRADES

LOTCHEM	**BUY**
Current Price	**27.35**
Buy near or at	**26.90 - 27.50**
Target	**29.75 - 30.67**
Stop loss closing below	**26.46**

MLCF	**BUY**
Current Price	**97.50**
Buy near or at	**94.40 – 95.89**
Target	**106.00 - 109.00**
Stop loss closing below	**90.00**

CPHL	**BUY**
Current Price	**73.50**
Buy near or at	**71.73 – 72.76**
Target	**79.35 - 80.00**
Stop loss closing below	**70.00**

SGF	**BUY**
Current Price	**115**
Buy near or at	**111.46 – 114.42**
Target	**138.81 - 142.60**
Stop loss closing below	**108**

DISCLAIMER

This report has been prepared by Abbasi & Company (Private) Limited and is provided for information purposes only. Under no circumstances, this is to be used or considered as an offer to sell or solicitation of any offer to buy. While reasonable care has been taken to ensure that the information contained therein is not untrue or misleading at the time of publication, we make no representation as to its accuracy or completeness and it should not be relied upon as such. From time to time, Abbasi & Company (Private) Limited and or any of its officers or directors may, as permitted by applicable laws, have a position, or otherwise be interested in any transaction, in any securities directly or indirectly subject of this report. This report is provided only for the information of professional advisers who are expected to make their own investment decisions without undue reliance on this report. Abbasi & Company (Private) Limited accepts no responsibility whatsoever for any direct or indirect consequential loss arising from any use of this report or its contents. In particular, the report takes no account of the investment objectives, financial situation and needs of investors, who should seek further professional advice or rely upon their own judgment and acumen before making any investment. The views expressed in this report are those of Abbasi & Company (Private) Limited Research Department and do not necessarily reflect those of the company or its directors. Abbasi & Company (Private) Limited does not act as a market maker in the securities of the subject company. Abbasi & Company (Private) Limited or any officers, directors, associates or close relatives do not have a financial interest in the securities of the subject company to an amount exceeding 1% of the value of the securities of the subject company at the time of issuance of this report. Abbasi & Company (Private) Limited or any officers, directors, associates or close relatives are not currently serving or have served in the past three years as a director or officer of the subject company. Abbasi & Company (Private) Limited or any officers, directors, associates or close relatives have not received compensation from the subject company in the previous 12 months. The subject company currently is not, or during the 12-month period preceding the date of publication or distribution of this report, was not, a client of Abbasi & Company (Private) Limited. We have not managed or co-managed a public offering or any take-over, buyback or delisting offer of securities for the subject company in the past 12 months and/or received compensation for corporate advisory services, brokerage services or underwriting services from the subject company in the past 12 months. Abbasi & Company (Private) Limited does not expect to receive or intend to seek compensation for corporate advisory services or underwriting services from the subject company in the next 3 months. “Investment in securities market is subject to market risks. Read all the related documents carefully before investing.”

VALIDITY OF THE PUBLICATION OR REPORT

The information in this publication or report is, regardless of source, given in good faith and is valid only as of the stated date of this publication or report; it may be subject to change without notice and may not contain all material information concerning the company, jurisdiction or financial instruments referred to herein. The valuations, opinions, estimates, forecasts, ratings and risk assessments contained in this report reflect a judgment as of that date, based on several estimates and assumptions that are inherently subject to significant uncertainties and contingencies, and there is no assurance that they will be achieved or will remain consistent with actual future results or events.

BASIS OF ANALYSIS

Recommendations, target prices and ratings contained in this report are based on fundamental and technical analysis of the subject company/sector, and assume that macro-economic factors such as interest rates, inflation, exchange rates, fiscal and monetary policy, and overall economic conditions remain broadly constant during the recommended investment horizon. Technical analysis, where used, is based on indicators such as support/resistance levels, RSI and MACD.

DEFINITION OF TERMS

TP – Target Price	CAGR – Compound Annual Growth Rate	FCF – Free Cash Flows
FCFE – Free Cash Flows to Equity	FCFF – Free Cash Flows to Firm	DCF – Discounted Cash Flows
PE – Price to Earnings Ratio	PB – Price to Book Ratio	BVPS – Book Value Per Share
EPS – Earnings Per Share	DPS – Dividend Per Share	ROE – Return of Equity
ROA – Return on Assets	SOTP – Sum of the Parts	LDCP – Last Day Closing Price

VALUATION METHODOLOGY

To arrive at our Target Price, Abbasi & Company (Private) Limited uses different valuation methods which include: I. Discounted Cash Flow Model, II. Dividend Discount Model, III. Relative Valuation Model, IV. Sum of Parts Valuation.

RATINGS CRITERIA

Abbasi & Company (Private) Limited employs a three-tier ratings system to rate a stock and sector, as mentioned below, which is based upon the level of expected return for a specific stock and outlook of sector. The rating is based on the following with stated time horizon. Ratings are updated to account for any development impacting the economy/sector/company, changes in analysts’ assumptions or a combination of these factors.

RESEARCH DISSEMINATION POLICY

Abbasi & Company (Private) Limited endeavors to make all reasonable efforts to disseminate research to all eligible clients in a timely manner through either physical or electronic distribution such as email, fax mail etc. Nevertheless, all clients may not receive the material at the same time.

USE OF ARTIFICIAL INTELLIGENCE TOOLS

Artificial intelligence (AI)-based tools may have been used to support certain aspects of this report's preparation or related public appearances, such as data processing, drafting or formatting.

OTHER DISCLOSURES

The research analyst is primarily involved in the preparation of this report, certifies that: I. The views expressed in this report accurately reflect his/her personal views about the subject company/stock /sector and economy; II. No part of his/her compensation was, is or will be directly or indirectly related to the specific recommendations or views expressed in this report; III. The Research Analyst(s) or his/her close relatives have not traded in the subject security in the past 7 days and will not trade in the subject security in the next 5 days.

The Research Analyst is not and was not involved in issuing of a research report on any of the subject company’s associated companies. **Company holding**: MLCF,SGF.

Research: research@abbasiandcompany.com | Head Office: 6 - Shadman, Lahore | Phone: (+92) 42 38302028 | web: www.abbasiandcompany.com