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Stock Picks - 2025

Technical Outlook

Raheel Ashraf

raheel.ashraf@js.com

+92-21-111-574-111 Ext: 3098



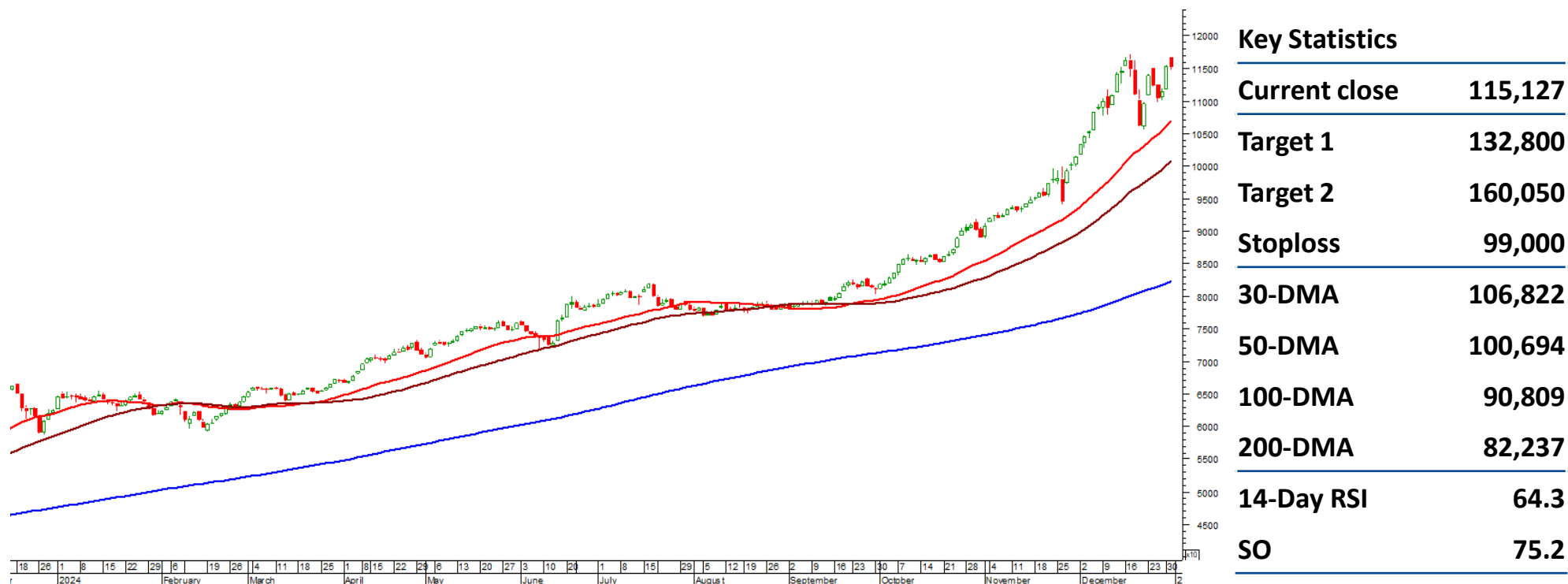
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REP-084

KSE-100 crossed 100k milestone; momentum to continue in CY25



In the recent Bull Run of last two years, KSE-100 index has posted a return of 185% or 74,706 points to achieve the milestone of 100k level. Bulls dominated the outgoing year (2024) as KSE-100 touched the high of 117,039 during the year, though the year end closing clocked in at 115,127 level, up 84% YoY (+52,676 points). Investors' confidence was high that reflects a 76% YoY rise in the average market volumes. We believe, the index will continue its record-breaking spree and will remain in uncharted territory in the upcoming year. Our index target for CY25 is 160,050 with stop-loss below 99,000.

Bulls Expected to Maintain Control in CY25

Breakout of all-time high will trigger a short run

KSE-100 is consolidating below the all-time high of 117,039 as we believe, the breakout of the said level will trigger a new bullish rally in the short run. We highlight, KSE-100 may post a return of 15-17% in the short run targeting 132,800-134,200 range. Though, a minor resistance between 126,000-128,500 cannot be ruled out. The stoploss for the short term should be placed below 105,600 that also coincides the 30-DMA on daily timeframe at 106,820 level.

Bulls are likely to hold the key in 2025

We stand bullish on the KSE-100 in the medium to longer term as it is trending upward and is well above its long-term moving averages. However, a minor correction cannot be ruled out, as the KSE-100 is overbought on the weekly and monthly timeframes. We are eyeing the KSE-100 to target 160,050 by year-end (238% of the Fibonacci extension of the rally that started from 94,180, touched the peak of 117,040, and showed correction towards 105,600). The said level will provide a return of 39% from the current close. Meanwhile, the threshold level for any bearish momentum is defined below the 99,000 mark, whereas the 55-EMA and 50-DMA on the daily chart will provide support at the 101,300 and 100,700 levels, respectively. We advise investors to consider “buy on dips” strategy and highlight oil, cement, steel, tech, auto, and pharma to remain in the limelight.

Habib Bank Limited (HBL)



Key Statistics

Current close	174.5
Target 1	204.2
Target 2	235.1
Stoploss	150.6
30-DMA	162.2
50-DMA	150.6
100-DMA	139.7
200-DMA	129.6
14-Day RSI	63.8
SO	79.4

HBL is testing its Jan-2020 high of 177 as we believe, the breakout of the said level will start a new bullish move. The stock is trading above the key averages and the MACD is on a rising trend adding strength to the bullish view. The short term target for HBL is 204 which is a return of 17% from this rate. However, the rally is likely to be extended to our medium term target of 235 - 150% retracement on the fall from 177 to a low of 59. The 30-DMA at 162 will stand as an initial caution, however, violation below 150 will invalidate the above stance and price may fall to its 200-DMA level of 130.

Bank AL Habib Limited (BAHL)



Key Statistics

Current close	131.4
Target 1	160.6
Target 2	184.8
Stoploss	104.2
30-DMA	126.8
50-DMA	119.0
100-DMA	109.4
200-DMA	104.2
14-Day RSI	57.1
SO	73.3

The stock is consolidating below its all-time high of 140, keeping the overall trend bullish. The indicators are bullish on daily and weekly timeframes, however, on monthly chart, the indicators are overbought hinting a short term correction. We advise investors to accumulate with the major risk defined below the 200-DMA at 104.2. While, the interim support resides between 115-118 range. The closing above 140 will set a record high with a short and medium term target at 160.6 and 184.8 level. The said levels will provide a return of 22% and 41% from the current close.

Engro Fertilizers Limited (EFERT)

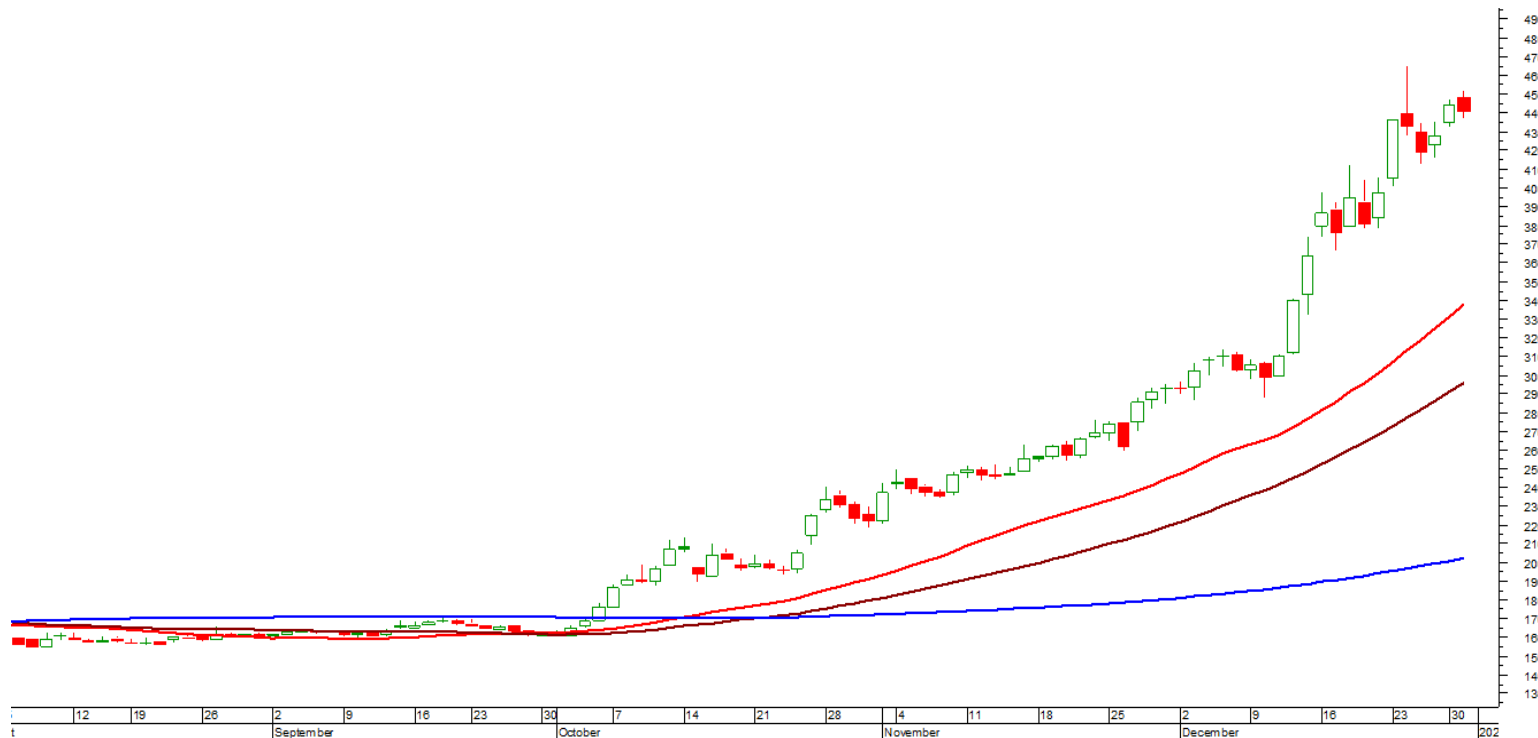


Key Statistics

Current close	204.2
Target 1	256.9
Target 2	290.6
Stoploss	173.8
30-DMA	202.5
50-DMA	200.9
100-DMA	189.2
200-DMA	173.8
14-Day RSI	53.2
SO	74.4

EFERT is consolidating above the short and medium term moving averages thus indicating a limited downside risk. The stock is just below the all-time high of 215 as we highlight the upside break above that will start a new bullish move. The short term target is expected at 257 (300% retracement on the fall from 212 to a low of 190). For medium term investment, we are eyeing the target 257 for the stock which is 42% higher from this rate. The short term risk is below the 100-DMA at 189 as any violation below that will target 174 (200-DMA) which is defined as the threshold level for any bearish momentum shift.

Pakistan State Oil Company Limited (PSO)



Key Statistics

Current close	440.7
Target 1	493.5
Target 2	586.6
Stoploss	346.0
30-DMA	337.6
50-DMA	296.0
100-DMA	233.1
200-DMA	202.1
14-Day RSI	75.9
SO	59.6

PSO is trending sideways as it has posted a recent top at 465. We believe, the overall trend is bullish and expect the stock to make new high in the upcoming year. The upside break of 465 will deliver gains towards Feb-2017 high of 494, a return of 12% from this close. However, for medium term investment PSO will post comprehensive gains as we are predicting the stock to target 587 and 644 in the medium to long run. The said levels are 123.6% and 138.2% retracement on the fall from 494 to a low of 99. The initial stoploss for PSO is below 376, while the major risk is set below the 346 level.

Oil & Gas Development Company Limited (OGDC)



Key Statistics

Current close	227.3
Target 1	255.4
Target 2	290.0
Stoploss	196.8
30-DMA	206.5
50-DMA	196.8
100-DMA	170.9
200-DMA	150.8
14-Day RSI	61.5
SO	27.6

OGDC is trending upwards and we highlight the stock to target the recent high at 255 which is 12% higher from the current rate. A positive crossover between 30-DMA and 50-DMA has been spotted on monthly chart that indicates the trend is bullish in the medium term. We predict the stock to target the Jan-2014 high at 290, potential upside of 28%. The interim support resides between 105 to 107 range. However, we believe, the violation below the 50-DMA currently at 196.8 will invalidate the bullish stance and price may fall to 177.

Pakistan Petroleum Limited (PPL)



Key Statistics

Current close	203.6
Target 1	242.4
Target 2	260.2
Stoploss	182.0
30-DMA	179.4
50-DMA	165.6
100-DMA	140.8
200-DMA	128.4
14-Day RSI	64.5
SO	38.7

The stock is testing the horizontal resistance as we believe short term consolidation in the near term. However, the overall trend is bullish and trading opportunity on the long side can be considered. The key resistance lies within 215-225 range. The upside break of the said range will confirm the start of a new bullish move. The next target is anticipated at 242 and 260 levels (338.2% and 378.6% retracement on the fall from 138 to a low of 94). The short term risk is defined below 182, while any violation below 166 will invalidate the above stance.

Sui Northern Gas Pipelines Limited (SNGP)



Key Statistics

Current close	111.9
Target 1	124.3
Target 2	141.4
Stoploss	92.1
30-DMA	95.9
50-DMA	90.1
100-DMA	78.4
200-DMA	72.4
14-Day RSI	65.8
SO	77.3

The stock is moving in a rising channel as we highlight upward momentum to continue in the upcoming sessions. The recent high at 115 will remain a key hurdle as we believe, the breakout of the said level will start a new bullish momentum. On monthly timeframe, the 50-DMA has crossed above the 200-DMA, forming a golden cross which adds strength to the bullish view. The short term target is expected at 124, while for medium term investment we highlight SNGP to target 141, potential upside of 26%. The recent low of 92 is defined as the major stoploss for the stock.

National Refinery Limited (NRL)



Key Statistics

Current close	309.4
Target 1	383.8
Target 2	454.7
Stoploss	255.2
30-DMA	270.3
50-DMA	251.5
100-DMA	234.6
200-DMA	255.2
14-Day RSI	62.1
SO	49.3

After a recent decline, NRL is under consolidation trend as we highlight an upward resumption in the near term. The stock is above the key averages and 50-DMA is likely to cross the 200-DMA from below which is a positive sign. The short-term target is expected at 384 which is 24% higher from the current rate. However, we believe, the stock to target 455 in the medium term - 138.2% retracement on the fall from 384 to a low of 198. The major risk for NRL is defined below the 200-DMA that is currently at 255 as a fall below this level will invalidate the above view.

Mughal Iron & Steel Industries Limited (MUGHAL)



Key Statistics

Current close	80.1
Target 1	96.6
Target 2	114.3
Stoploss	73.6
30-DMA	77.0
50-DMA	76.3
100-DMA	79.1
200-DMA	78.4
14-Day RSI	53.0
SO	65.0

Post breakout consolidation for MUGHAL is underway as we highlight bullish momentum in the upcoming sessions. The stock is trading above the major averages and the momentum indicators are turning positive adding strength to the bullish view. The short term target is expected at 97, however, the rally seems to be extended to our medium term target at 114. The said levels will provide a return of 21% and 43% from the current rate. However, a minor resistance at 89 cannot be ruled out. The strong support resides at 74 as a fall below this level that will drag price towards the recent low at 63.

International Steels Limited (ISL)

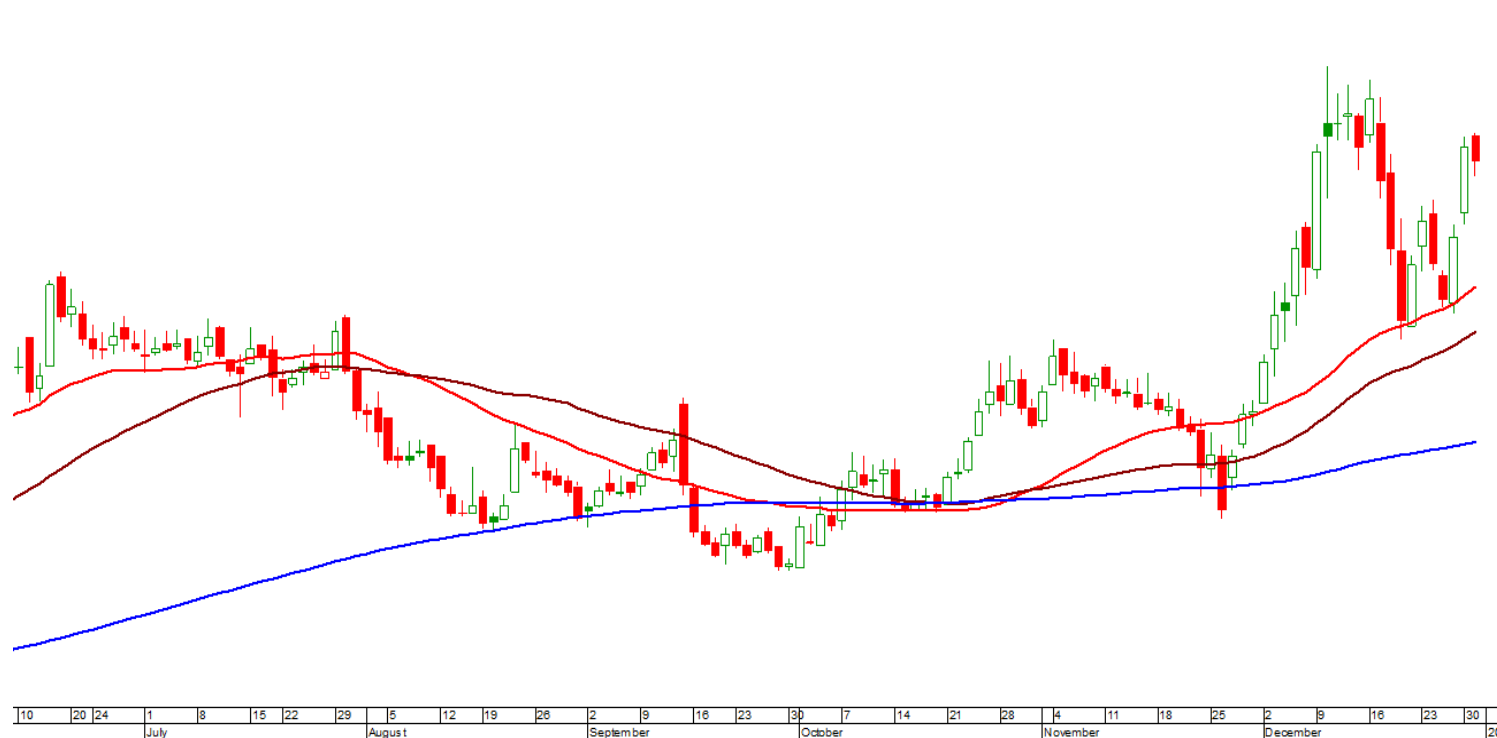


Key Statistics

Current close	96.4
Target 1	115.4
Target 2	133.8
Stoploss	80.5
30-DMA	83.0
50-DMA	78.9
100-DMA	75.0
200-DMA	76.6
14-Day RSI	71.7
SO	87.1

A double top pattern breakout has been seen as consolidation is expected ahead, while the overall trend is bullish. To add support to our bullish view: 1) Stock is trading above the key averages, 2) Indicators are heading up and 3) Three white soldiers appear on monthly chart. The short term target is projected at 115, up 20% from this stage. However, the rally seems to be extending toward our medium term target at 134 - 238.2% retracement on the fall from 91 to a low of 60. Stop loss should be placed below the recent low of 80 which also matches the 50-DMA level.

D.G. Khan Cement Company Limited (DGKC)



Key Statistics

Current close	104.9
Target 1	125.6
Target 2	147.0
Stoploss	83.1
30-DMA	95.1
50-DMA	91.6
100-DMA	84.9
200-DMA	83.1
14-Day RSI	58.9
SO	84.4

The stock is witnessing a V-shape recovery as we believe the breakout of recent high at 112 will start a new bullish move. The next targets are expected at 126 and 147 (161.8% and 261.8% retracement on the fall from 112 to a low of 91). This in turn provides a return of 20% and 40% from the current level. The range between 92 and 95 will stand as an initial support as a fall below this level will target the 200-DMA at 83, which is defined as the key threshold level for any bearish momentum shift.

Maple Leaf Cement Factory Limited (MLCF)



Key Statistics

Current close	45.9
Target 1	51.4
Target 2	59.3
Stoploss	37.8
30-DMA	44.4
50-DMA	42.6
100-DMA	38.3
200-DMA	37.8
14-Day RSI	53.3
SO	68.8

The corrective movement for MLCF looks completed as we highlight upward resumption in the trend. The interim support is present between 41 and 43 level, while the major risk for the stock is defined below the 200-DMA at 38. The initial upside target for MLCF is set at the recent high of 51 where a break above that will drive the price towards the medium term target of 59, a return of 29% from the current rate. To add support to the bullish view, trendline breakout occurred in the last month and the momentum indicators are currently on a rising trend.

Honda Atlas Cars (Pakistan) Limited (HCAR)



Key Statistics

Current close	311.7
Target 1	355.0
Target 2	409.2
Stoploss	276.4
30-DMA	295.6
50-DMA	288.5
100-DMA	273.4
200-DMA	276.4
14-Day RSI	54.8
SO	57.7

The stock is consolidating above its key averages as we believe the stock has limited downside risk. The indicators are heading up on multiple timeframes, whereas a Buy signal by Stochastic Oscillator has been generated on monthly charts which add further support to our bullish view. The short-term target is expected at its recent high of 355. The breakout of the said level will drive the price towards the medium term target at 409, which also coincides with the high of Jun-21. The major risk is defined below the 200-DMA at 276 as a fall below that will invalidate the above targets.

Gandhara Automobiles Limited (GAL)



Key Statistics

Current close	294.4
Target 1	350.9
Target 2	391.2
Stoploss	250.0
30-DMA	271.2
50-DMA	258.1
100-DMA	249.2
200-DMA	209.2
14-Day RSI	60.3
SO	75.4

GAL is moving towards its recent high of 307 as a break above the said level will resume the uptrend. The short-term target is expected at 350 as any further upward pressure will take the price to our medium term target of 391. The said level has 250% retracement on the fall from 307 to a low of 250 and will provide a return of 33% from the current rate. The violation below the recent low of 250 will invalidate the above targets and drag price towards the 200-DMA at 209. Volatility is normal, while the volume indicators are reflecting a normal flow of volume.

Pakistan Telecommunication Company Ltd (PTC)



Key Statistics

Current close	27.3
Target 1	33.5
Target 2	44.2
Stoploss	20.3
30-DMA	23.2
50-DMA	20.3
100-DMA	16.4
200-DMA	15.1
14-Day RSI	63.1
SO	53.6

The stock has confirmed the 200-DMA and 233-EMA breakout on monthly timeframe which indicates PTC has good potential for medium term investment. However, in the short-term, a correction is due as the price is stalling below the recent peak. We advise accumulation in the stock with the potential medium term target at 44. However, a minor resistance at 34 cannot be ruled out. The interim support is at 23 as a fall below that will drag the price towards 50-DMA at 20.3 which is defined as the major risk for the bullish outlook.

Systems Limited (SYS)



The zig zag movement seen on the daily chart, together with three white soldiers on monthly time-frames, indicate that the medium-term trend for the stock is bullish. The breakout of the recent high at 647 will drive the price towards the short term target at 707 (150% retracement 647 and 525). However, the rally seems to be extended to the medium-term target at 829 - the 250% retracement of the said move. The risk for SYS is highlighted at the 50-DMA, currently positioned at 546 where a fall below this level will target 100-DMA and 200-DMA at 480 and 448 levels, respectively.

NetSol Technologies Limited (NETSOL)



The stock is moving gradually in a rising channel as we expect further upside ahead. The recent high at 173 will remain a key hurdle as the upside break above this level will trigger our short-term target at 190 which is 18% higher from this rate. However, we believe, the rally may be extended to 215 level - 61.8% retracement on the fall from 305 to a low of 70. The stoploss for NETSOL should be placed below the 138-141 range as a fall below that will invalidate above targets.

AGP Limited (AGP)



The stock is trending sideways since the last couple of months as we highlight the all-time high at 180 will remain a key hurdle. However, the overall trend is bullish and we advise investors to consider any weakness as a buying opportunity. The stock will provide a return of 15%-18% in the short-term as we foresee AGP to target 196-200 range. The medium term target for AGP is 230 - 250% retracement on the fall from 180 to a low of 146. The breakout of ascending triangle is needed for upward resumption. The violation below 146 will invalidate the above targets, while the support lies within 153-155 range.

Tariq Glass Industries Limited (TGL)



Key Statistics

Current close	158.4
Target 1	181.4
Target 2	223.2
Stoploss	128.5
30-DMA	136.3
50-DMA	129.9
100-DMA	121.7
200-DMA	116.6
14-Day RSI	65.8
SO	93.0

The stock is at its all-time level and we expect post breakout consolidation in TGL. The MACD has generated a Buy signal on daily chart, while is maintaining the rising trend in weekly and monthly timeframes indicating the trend is positive. The next target is expected at 181, which may later rise to the medium term target at 223. The said levels are 150% and 200% retracement on the fall from 140 to a low of 56. The major risk for the stock is defined below 129 level as any further fall will target the 200-DMA at 116.6.

Gul Ahmed Textile Mills Limited (GATM)



Key Statistics

Current close	25.3
Target 1	28.0
Target 2	34.2
Stoploss	21.8
30-DMA	24.2
50-DMA	22.6
100-DMA	21.0
200-DMA	20.8
14-Day RSI	55.6
SO	56.8

Corrective move for GATM is completed as we expect upward resumption in the price. The short term target is at the recent high of 28, potential upside of 11%. However, we believe, the stock has potential to rise further towards our medium term target at 34 - 250% retracement on the fall from 28 to a low of 24. The price has stabilized on the monthly timeframe indicating a bullish momentum as GATM has broke its the 30-DMA on the said time frame. The 30-DMA on monthly chart at 21.8 will act as key support for the stock.

Key statistics

Symbol	31-Dec-24	Target 1	Target 2	Stoploss	30-DMA	50-DMA	100-DMA	200-DMA	14-Day RSI	SO
KSE-100	115,126.9	132,800.0	160,050.0	99,000.0	106,822.4	100,694.0	90,808.9	82,236.8	64.3	75.2
HBL	174.5	204.2	235.1	150.6	162.2	150.6	139.7	129.6	63.8	79.4
BAHL	131.4	160.6	184.8	104.2	126.8	119.0	109.4	104.2	57.1	73.3
EFERT	204.2	256.9	290.6	173.8	202.5	200.9	189.2	173.8	53.2	74.4
PSO	440.7	493.5	586.6	346.0	337.6	296.0	233.1	202.1	75.9	59.6
OGDC	227.3	255.4	290.0	196.8	206.5	196.8	170.9	150.8	61.5	27.6
PPL	203.6	242.4	260.2	182.0	179.4	165.6	140.8	128.4	64.5	38.7
SNGP	111.9	124.3	141.4	92.1	95.9	90.1	78.4	72.4	65.8	77.3
NRL	309.4	383.8	454.7	255.2	270.3	251.5	234.6	255.2	62.1	49.3
MUGHAL	80.1	96.6	114.3	73.6	77.0	76.3	79.1	78.4	53.0	65.0
ISL	96.4	115.4	133.8	80.5	83.0	78.9	75.0	76.6	71.7	87.1
DGKC	104.9	125.6	147.0	83.1	95.1	91.6	84.9	83.1	58.9	84.4
MLCF	45.9	51.4	59.3	37.8	44.4	42.6	38.3	37.8	53.3	68.8
HCAR	311.7	355.0	409.2	276.4	295.6	288.5	273.4	276.4	54.8	57.7
GAL	294.4	350.9	391.2	250.0	271.2	258.1	249.2	209.2	60.3	75.4
PTC	27.3	33.5	44.2	20.3	23.2	20.3	16.4	15.1	63.1	53.6
SYS	621.5	707.7	829.1	546.4	576.6	546.4	480.9	447.6	59.8	52.9
NETSOL	161.3	190.5	215.3	141.3	149.0	141.3	135.1	132.2	61.2	79.6
AGP	170.1	200.4	230.0	146.0	164.8	154.6	130.7	108.2	56.2	65.6
TGL	158.4	181.4	223.2	128.5	136.3	129.9	121.7	116.6	65.8	93.0
GATM	25.3	28.0	34.2	21.8	24.2	22.6	21.0	20.8	55.6	56.8

* Based on unadjusted prices, as of Dec 31, 2024

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