



INDIA v/s PAKISTAN

The start of a Mega Bull Run



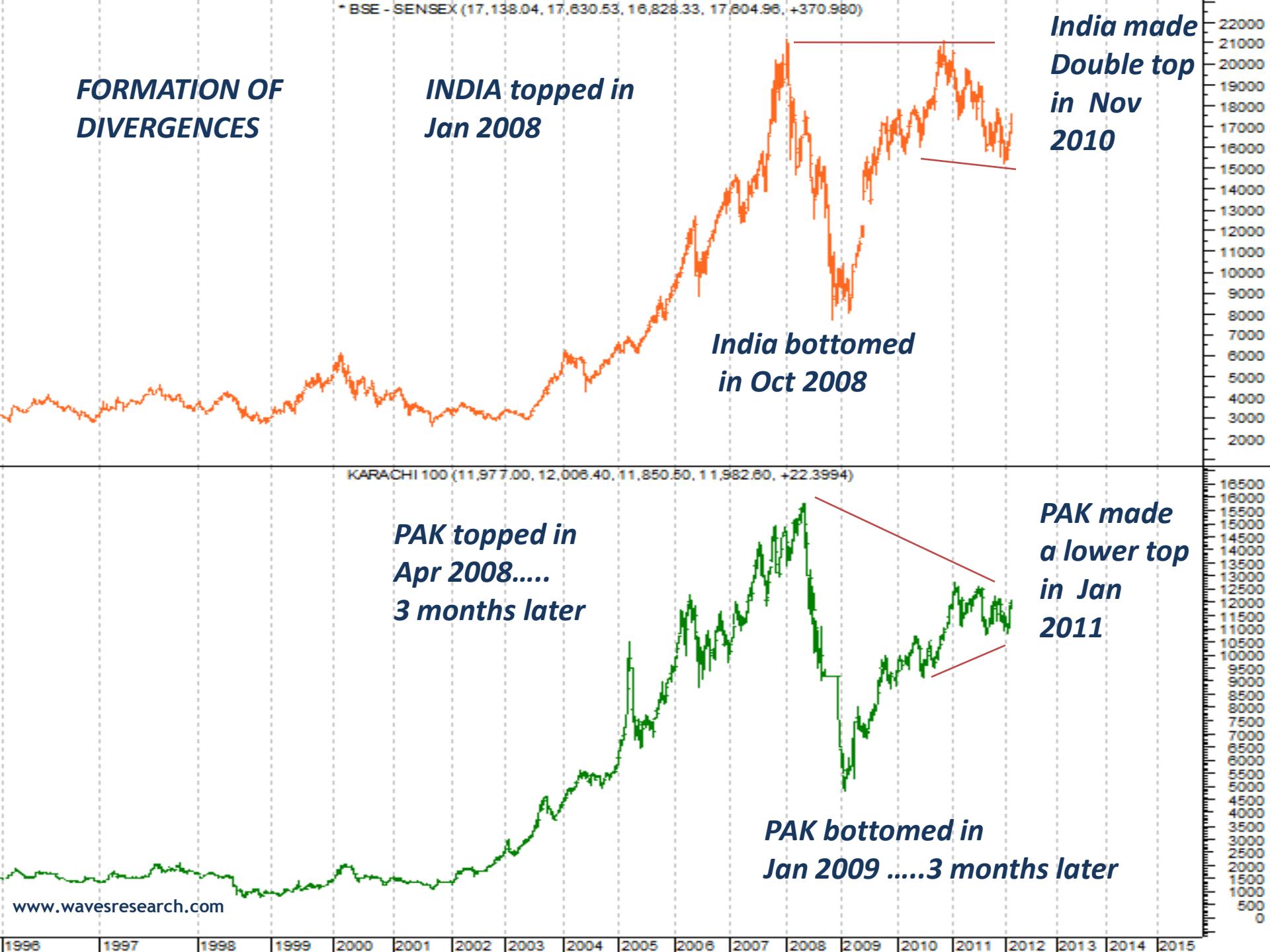
* BSE - SENSEX (17,138.04, 17,630.53, 16,828.33, 17,604.96, +370.980)

Historically, The two indexes have always moved in a SYNC

Until Feb 2012

KARACHI 100 (11,977.00, 12,006.40, 11,850.50, 11,982.60, +22.3994)

Range Bound Index



* BSE - SENSEX (19,178.06, 19,306.51, 18,551.35, 18,789.34, -374.680)

WHERE IS INDIA TODAY ?

*Struggling below
2008 Top*



KARACHI 100 (23,102.16, 23,275.55, 22,302.02, 23,237.19, +145.330)

WHERE IS PAK TODAY ?

*Almost 50% above the
2008 Top*



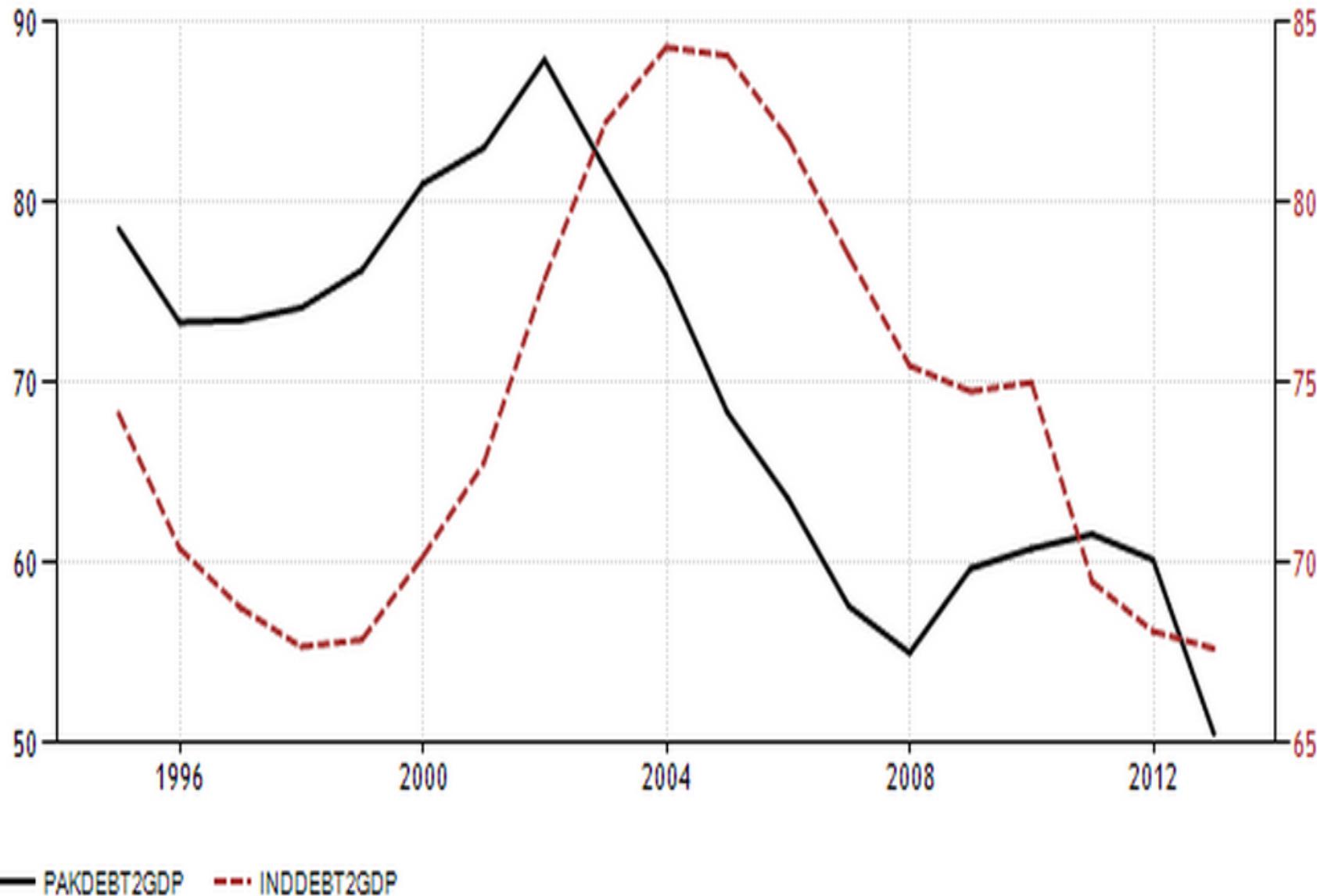
Structural Developments in Pakistan

The KSE-100 index hit a high on Monday 13th May, as the markets cheered the **first-ever democratic change in government in the country's history**. Pakistan has just experienced the first democratic change of government in its history as Nawaz Sharif sworn in as Prime Minister of Pakistan. It did so despite a violent campaign by religious extremists to derail the election. This violence targeted secular-oriented parties such as the ousted Pakistan People's Party (PPP).

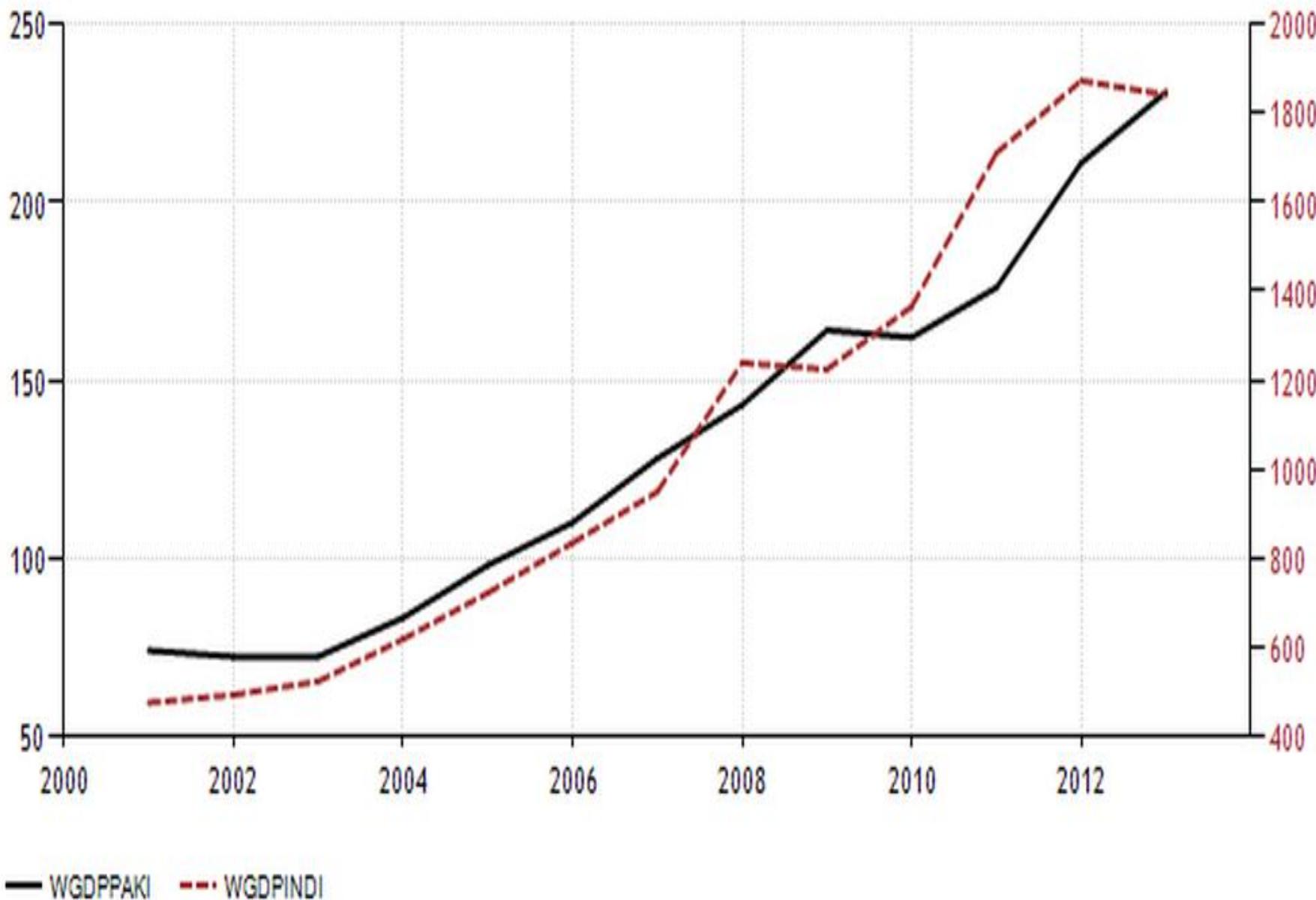
Pakistan and the International Monetary Fund agreed to a long-term bailout loan of at least \$5.3 billion that would give breathing room to the country's struggling economy

China and Pakistan signed an agreement July 5 that will create an “economic corridor” linking northwestern China to the Arabian Sea. The development projects committed under the eight memorandums of understanding (MoU) signed during Prime Minister (PM) Nawaz Sharif's visit to China and the establishment of a 'China Cell' at the PM's office to oversee the smooth execution of projects carried out by Chinese firms, are both hoped to give an impetus to the national economy. The bilateral agreements signed during the PM's five-day visit included a trade corridor featuring the 2000-kilometer road and rail link between Kashgar and Gwadar, the construction of the Lahore-Karachi Motorway and extending technical and political cooperation between the two friendly states.

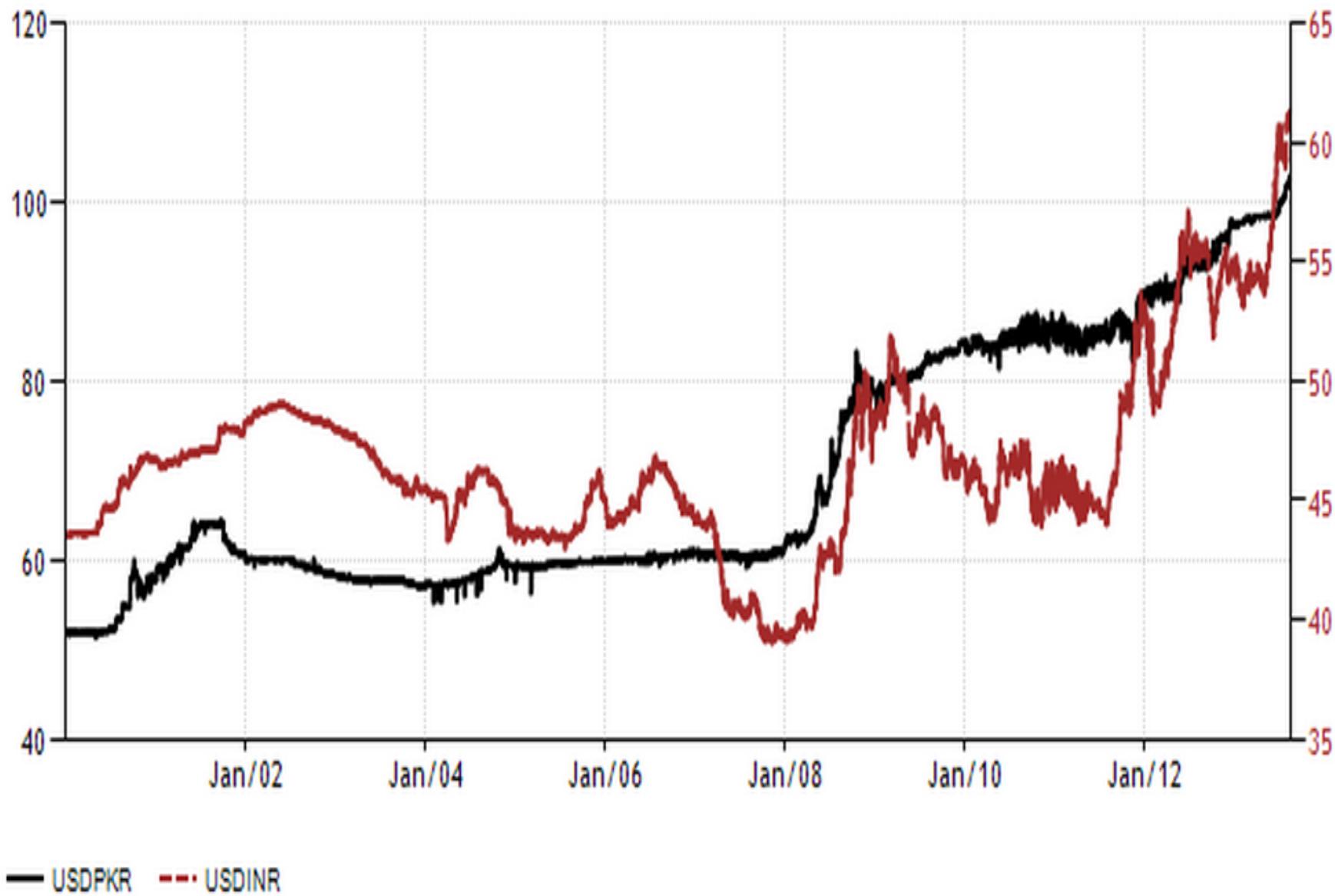
PAKISTAN GOVERNMENT DEBT TO GDP | INDIA GOVERNMENT DEBT TO GDP



PAKISTAN GDP | INDIA GDP



PAKISTAN CURRENCY | INDIA CURRENCY

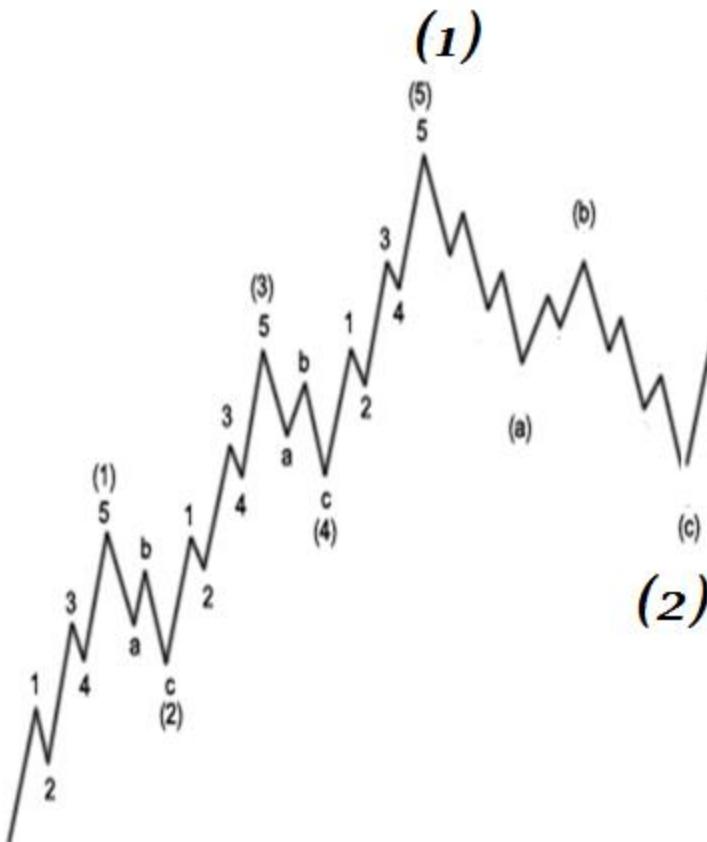


PAKISTAN STOCK MARKET | INDIA STOCK MARKET



I am not an Economist...

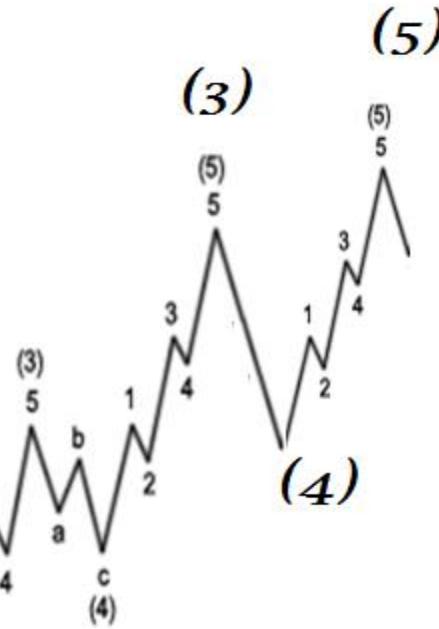
I am a Chartist



(2)



(3)



(4)

(5)

Basic Elliott Wave Impulse Pattern

3 ?

*Jan 2008 was the end of Primary wave (1)
For PAK and it has started the larger wave
(3) now*

(1)

5

3

4

III

iii

IV

iv

2

(2)

*We are into the 3rd of (3) now.
The most violent and bullish wave*

a

b

1

i

2

II

ii

C

SEMI-LOG SCALE

30000

25000

20000

15000

10000

5000

KARACHI 100 (23,242.68, 23,470.05, 23,194.96, 23,437.99, +200.801)

Arithmetic Scale Chart shows the real FUN !!!

The iii of 3rd of (3) Rally



(1)

(2)

1

2

ARITHMETIC SCALE

www.wavesresearch.com

26000
25500
25000
24500
24000
23500
23000
22500
22000
21500
21000
20500
20000
19500
19000
18500
18000
17500
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10500
10000
9500
9000
8500
8000
7500
7000
6500
6000
5500
5000
4500
4000
3500
3000
2500
2000
1500
1000
500
0
-500
-1000

1999 2000 2001 2002 2003 2004 2005 2006 2007 2008 2009 2010 2011 2012 2013 2014 2015 2016 2017

*Awaiting the
iii of 3 of (3) !!!*

* BSE - SENSEX (19,178.06, 19,306.51, 18,551.35, 18,789.34, -374.680)



Conclusion

India and Pakistan have got independence together and the Financial Market structure all these years remained almost similar. Pakistan, post the historical Elections entered into an Era of Bull Market.

Whatever be the reason..for a chartist the price and the trend says it all !!! The momentum is highest ever in KSE100 Index and this rally has just begun.

However, India still has an edge over other developing countries economies & potential to outperform as we continue to remain in a structural bull Market that sooner or later will resume very strong uptrend.

Whatever be the trigger, be it Elections next year or any macro developments. We shall have even better vertical Multi-Month Bull Market once we enter the iii of 3rd of (3) !!!

