

# OpenVoiceNews Pakistan

Transparent. Unbiased. Yours.

## Investor Optimism Pushes Pakistan Stock Market to Record High

July 23, 2025

– Categories: Crypto



The Pakistan Stock Exchange (PSX) climbed to a historic peak on Tuesday, fueled by growing investor confidence following high-level assurances of economic stability and institutional backing. The surge came on the heels of a meeting between business leaders and Chief of Army Staff General Asim Munir, as well as expectations of favorable monetary policy and strong corporate earnings.

The benchmark **KSE-100 Index**, the Karachi Stock Exchange's primary performance indicator, soared by 1,202.03 points to close at 139,419.62, a rise of 0.87%, after hitting an intra-day high of 1,684 points. This marks a significant uptick in investor sentiment as

markets responded positively to perceived assurances from military leadership about backing pro-business policies.

Market participants viewed the recent interaction between the private sector and Pakistan's top military official as a sign that stability and economic continuity might prevail, despite ongoing political discontent with the current coalition government, often criticized for its bloated size and lack of fiscal discipline. Investors appeared to overlook government inefficiencies in light of stronger institutional commitments and a potentially more market-friendly interest rate outlook.

**SBP**, or **State Bank of Pakistan**, is expected to ease monetary policy in the coming days, a move many analysts believe will provide a boost to liquidity and further support growth in corporate earnings. According to Ahsan Mehanti of Arif Habib Corporation, these developments, alongside the government's recent success in the Senate elections, have stoked bullish sentiment across the board.

The upward momentum was further reinforced by an optimistic market review from Topline Securities. The firm noted, "Bulls roared back to life in Tuesday's trading session," attributing the surge to expectations of robust financial results and generous annual payouts during the current earnings season. This renewed confidence led to widespread gains, with 268 stocks advancing out of 478 companies traded.

Trading volumes also reflected this momentum, climbing to 629 million shares compared to 608.2 million on the previous day. The overall traded value reached PKR 34.7 billion. Among the top performers was First Dawood Properties, which led volumes with 44.1 million shares changing hands, closing one rupee higher at PKR 7.64 per share.

While the rally suggests an underlying strength in Pakistan's financial markets, many analysts remain cautious, noting that structural economic reforms and political clarity are needed to sustain long-term investor confidence. Nonetheless, the recent upswing indicates that, at least in the short term, market forces are responding more to stability signals from the country's military rather than policy direction from the government.

As the week progresses, investors will be closely watching for policy signals from the SBP and earnings reports, which could determine whether this rally has staying power or is just another spike in a highly reactive market.