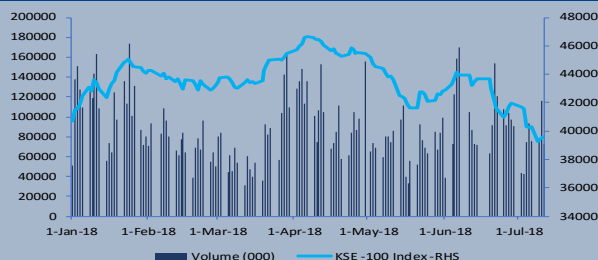


02 Jan, 2023

## KSE -100 Index



Source: PSX &amp; WE Research

## Market- Key Statistics

	Current	Previous	Change
KSE100 Index	40,420.45	39,747.36	673.09
All Shares Index	27,532.64	27,031.82	500.82
KSE30 Index	14,836.41	14,617.60	218.81
KMI30 Index	68,277.85	67,454.20	823.65
Volume (mn)	284.39	227.74	56.65

Source: PSX

## Top Losers-KSE100 Index

Symbol	Price	% Change	Volume
HMM	5.15	-12.56	2000
SHNI	3.00	-11.50	7500
GCILB	6.81	-9.68	19500
SGPL	5.03	-8.08	28500
JATM	7.01	-8.84	2500

## Top Winners-KSE100 Index

Symbol	Price	% Change	Volume
POWERPS	6.20	+19.23	1000
WAVES	8.63	+12.96	5.09 mn
JSBL	4.69	+11.67	811,500
ESBL	4.24	+8.70	17000
HAEL	6.25	+8.70	3000

## Volume Leaders KSE-All Index

Symbol	Price	% Change	Volume (Mn)
KEL	2.70	+8.43	69.81
PPL	68.14	+7.49	11.90
WTL	1.17	+1.74	11.76
PAEL	12.95	+3.60	10.85
GDC	79.66	+4.19	10.29

## Volume Leaders KMI-30 Index

Symbol	Price	% Change	Volume (Mn)
PPL	68.14	+7.49	11.90
OGDC	79.66	+4.19	10.29
CENERGY	3.63	-2.16	13.12
MLCF	22.00	+1.52	4.75
HUBC	61.58	-2.08	4.43

## WE Financial Services Ltd.

TREC Holder - Pakistan Stock Exchange Ltd.  
506-508 5th Floor, Pakistan Stock Exchange Building  
Stock Exchange Road, Karcahi-74000, Pakistan  
Email: research@we.com.pk

## SBP Increase Return on Dollar Based Special Cash Reserve Account

State Bank of Pakistan increase the rate of remuneration for the month of January 2023 on the Special Cash Reserve Account (US\$) maintained by commercial banks with the State Bank of Pakistan to 3.39 percent from 3.14 percent in December 2022. (Augaf) [Click here for more...](#)

## Hub Power Successfully Synchronized 330 MW Thar Coal Power Plant with National Grid

The successful transmission of the first electron to the national grid is another step towards ensuring energy security for the country. This significant development is another milestone in HUBCO's endeavors to provide uninterrupted and affordable energy to the country. (Augaf) [Click here for more...](#)

## Pakistan can avoid default only by entering IMF programme: Imran Khan

Castigating the economic policies of the coalition government, deposed prime minister and Pakistan Tehreek-e-Insaf (PTI) Chairman Imran Khan has warned that Pakistan can avoid default only by entering into a programme with the International Monetary Fund (IMF). (News) [Click here for more...](#)

## Stocks recover during year's last trading week

Pakistan Stock Exchange (PSX) recovered some ground in the last trading week of calendar year 2022 after remaining range bound owing to a cautious approach by investors, who kept in view multiple developments in the country and beyond, particularly the delay in IMF's ninth review. (Tribune) [Click here for more...](#)

## Govt to borrow record Rs4.8tr via treasury bills in first quarter

Amid a revenue setback in December and higher expenditure, mostly for debt servicing, the government plans to borrow a record Rs4.8 trillion in the first three months of 2023 through market treasury bills (MTBs). (Dawn) [Click here for more...](#)

## Govt hikes wheat flour price by 62pc in utility stores

The government has increased the prices of wheat flour, sugar and ghee by 25 to 62 per cent for sale through the Utility Stores Corporation (USC) with immediate effect to reduce the impact of untargeted subsidies. (Dawn) [Click here for more...](#)

## Rising costs, connectivity outages — a tough year for IT sector

It was a tough year for the IT sector, with telecom operators and users taking the brunt, especially after a change of government in April and the belt-tightening that followed. (Dawn) [Click here for more...](#)

## Cement, steel bar prices surge

The prices of cement and steel — the two key building materials — have jumped 41 per cent and 16pc, respectively, pushing up the cost which resulted in a construction slowdown in the outgoing calendar 2022. (Dawn) [Click here for more...](#)

## Key Economic Data

Reserves (16-Dec-22)	\$12.0bn
Inflation CPI Nov'22	23.8%
Exports - (Jul'21-Jun'22)	\$31.79bn
Imports - (Jul'21-Jun'22)	\$80.18bn
Trade Balance- (Jul'21-Jun'22)	\$(44.77)bn
Current A/C- (Jul'21-Jun'22)	\$(17.4)bn
Remittances - (Jul'21-Jun'22)	\$29.45bn

Source: SBP

## FIPI/LIPI (USD Million)

FIPI (30-Dec-22)	(1.00)s
Individuals (30-Dec-22)	(4.94)
Companies (30-Dec-22)	(0.835)
Banks/DFI (30-Dec-22)	6.68
NBFC (30-Dec-22)	(0.01)
Mutual Fund (30-Dec-22)	0.68
Other Organization (30-Dec-22)	(0.08)
Brokers (30-Dec-22)	0.14
Insurance Comp: (30-Dec-22)	(0.63)

Source: NCCPL

## Commodities

Commodities	Current	Previous	Change
Cement (Rs./bag)	1,043	1,043	0.00%
DAP (PKR/bag)	9,429	9,527	-1.03%
Urea Fertilizer (PKR/bag)	2,626	2,531	3.75%
Gold Spot (USD/oz)	1,823.95	1,813.65	0.57%
Gold Future (USD/oz)	1,826.00	1,823.10	0.16%
WTI Spot (USD/bbl)	80.55	78.75	2.29%
WTI Future (USD/bbl)	78.40	79.53	-1.42%
FOREX Reserves (USD bn)	12.00	12.57	-4.53%

## Exchange Rates– Open Market Bids

Local (PKR)	Current	Previous	Change
PKR / US\$	233.60	233.00	0.26%
PKR / EUR	260.50	260.00	0.19%
PKR / GBP	296.60	296.00	0.20%
PKR / JPY	2.35	2.29	2.62%
PKR / SAR	65.10	65.20	-0.15%
PKR / AED	68.55	69.20	-0.94%
PKR / AUD	155.55	152.50	2.00%

## Global Economy Faces Tougher Year In 2023, IMF's Georgieva Warns

For much of the global economy, 2023 is going to be a tough year as the main engines of global growth - the United States, Europe and China - all experience weakening activity, the head of the International Monetary Fund said on Sunday. (Augaf) [Click here for more...](#)

## Start-up funding drops 80pc

Pakistani start-ups raised a total of \$15.1 million in eight deals in the October-December quarter, the lowest since the first quarter of 2020 when the funding size amounted to \$5m. (Dawn) [Click here for more...](#)

## New year begins with a mammoth revenue shortfall in December

Having exceeded projections in the first five months of the current fiscal year, the Federal Board of Revenue (FBR) missed its collection target for December by almost 24 per cent, or Rs225 billion, owing to a sharp drop in imports as well as delay in collection of super tax from maximum taxpayers, showed provisional data on Saturday. (Dawn) [Click here for more...](#)

## World Bank urged to help restructure FIIP

The government has requested the World Bank (WB) for restructuring "Pakistan Financial Inclusion and Infrastructure Project" to complete the national payment system activities and reallocation of un-disbursed funds. (BR) [Click here for more...](#)

## Govt keeps petrol prices unchanged

While making an announcement through a media brief, the federal minister for Finance and Revenue Mr Ishaq Dar said that the existing prices would remain in force until January 15, 2023. Accordingly, per litre diesel, petrol, kerosene oil, and light diesel oil will be available at Rs227.8, Rs214.8, Rs171.83, and Rs169, respectively. (MG) [Click here for more...](#)

## FBR collects Rs3.43tr in 6MFY23

While demonstrating a remarkable performance in 6MFY23, the Federal Board of Revenue (FBR) has collected Rs3.43 trillion compared to Rs2.92bn collected in the corresponding period of last year, registering an increase of 17% YoY. (MG) [Click here for more...](#)

## PKR slips by 79 paise per USD in a week

Growing concerns about the economic outlook of the country, the Pakistani rupee (PKR) remained under pressure throughout the week as the currency lost 79 paise against the greenback compared to the previous week's closing of PKR 225.64 per USD. (MG) [Click here for more...](#)

## Weekly inflation moves down by 0.09%

The Weekly Sensitive Price Indicator (SPI) for the Combined Group decreased by 0.09% during the week ended Dec 29, 2022 while the SPI increased by 29.3% compared to the corresponding period from last year, as per latest data released by the Pakistan Bureau of Statistics (PBS). (MG) [Click here for more...](#)

## Analyst Certificate:

The Research Report is prepared by the research analyst at WE Financial Services Ltd. It includes analysis and views of our research team that precisely reflects the personal views and opinions of the analysts about the subject security(ies) or sector (or economy), and no part of the compensation of the research analyst(s) was, is, or will be directly or indirectly related to the specific recommendations and views expressed by research analyst(s) in this report. In addition, we currently do not have any interest (financial or otherwise) in the subject security(ies). The views expressed in this report are unbiased and independent opinions of the Research Analyst which accurately reflect his/her personal views about all of the subject companies/securities and 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.

## Disclaimer:

The Report is purely for information purposes and the opinions expressed in the Report are our current opinions as of the date of the Report and may be subject to change from time to time without notice. Past performance should not be taken as an indication or guarantee of future performance, and no representation or warranty, express or implied, is made regarding future performance. Information, opinions and estimates contained in this report reflect a judgment of its original date of publication by WE Financial Services Ltd. and are subject to change without notice. The price, value of and income from any of the securities or financial instruments mentioned in this report can fall as well as rise. The value of securities and financial instruments is subject to exchange rate fluctuation that may have a positive or adverse effect on the price or income of such securities or financial instruments. The information provided in the Report is from publicly available data, which we believe, are reliable.

This document does not constitute an offer or solicitation for the purchase or sale of any security. This publication is intended only for distribution to the clients of the Company who are assumed to be reasonably sophisticated investors that understand the risks involved in investing in equity securities. The information contained herein is based upon publicly available data and sources believed to be reliable. While every care was taken to ensure accuracy and objectivity, WE Financial Services Ltd. does not represent that it is accurate or complete and it should not be relied on as such. In particular, the report takes no account of the investment objectives, financial situation and particular needs of investors. The information given in this document is as of the date of this report and there can be no assurance that future results or events will be consistent with this information. This information is subject to change without any prior notice. WE Financial Services Ltd. reserves the right to make modifications and alterations to this statement as may be required from time to time. However, WE Financial Services Ltd. is under no obligation to update or keep the information current. WE Financial Services Ltd. is committed to providing independent and transparent recommendation to its client and would be happy to provide any information in response to specific client queries. Past performance is not necessarily a guide to future performance. This document is provided for assistance only and is not intended to be and must not alone be taken as the basis for any investment decision. The user assumes the entire risk of any use made of this information. Each recipient of this document should make such investigation as it deems necessary to arrive at an independent evaluation of an investment in the securities of companies referred to in this document (including the merits and risks involved) and should consult his or her own advisors to determine the merits and risks of such investment. WE Financial Services Ltd. or any of its affiliates shall not be in any way responsible for any loss or damage that may arise to any person from any inadvertent error in the information contained in this report.

## Stock Ratings

WE Financial Services Ltd. uses three rating categories, depending upon return from current market price, with Target period as December 2021 for Target Price. In addition, return excludes all type of taxes. For more details kindly refer the following table;

Potential to target price	
Buy Upside	More than +10% from last closing price
HOLD	In between -10% and +10% from last closing price
SELL	Less than -10% from last closing price

## Equity Valuation Methodology

WE Research uses the following valuation technique(s) to arrive at the period end target prices;

- Discounted Cash Flow (DCF)
- Dividend Discount Model (DDM)
- Relative valuation (P/E, P/B, P/S)
- Equity & Asset return based (EVA, Residual income)

## Risks

The following risks may potentially impact our valuations of subject security(ies);

- Market Risk
- Interest Rate Risk
- Exchange rate risk

**Disclaimer:** This document has been prepared by Research Analysts at WE Financial Services Ltd.