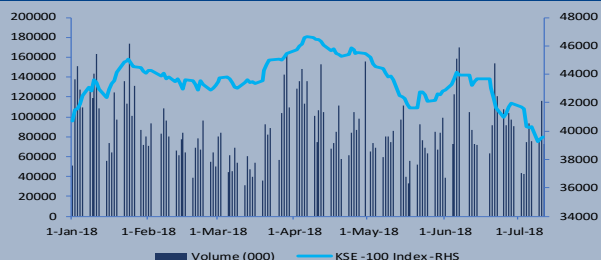


03 Nov, 2022

## KSE -100 Index



## Market- Key Statistics

	Current	Previous	Change
KSE100 Index	41,944.59	41,808.69	135.90
All Shares Index	28,546.16	28,450.46	95.70
KSE30 Index	15,349.13	15,286.35	62.78
KMI30 Index	70,948.67	70,424.32	524.35
Volume (mn)	230.52	192.06	38.46

Source: PSX

## Top Losers-KSE100 Index

Symbol	Price	% Change	Volume
RICL	5.76	-14.16	500
FPJM	1.56	-13.33	500
NCML	3.34	-11.87	3500
DSML	10.00	-9.09	1000
BILF	2.15	-8.12	500

## Top Winners-KSE100 Index

Symbol	Price	% Change	Volume (Mn)
SGPL	4.90	+20.99	13000
HASCOL	7.34	+15.77	55.74 mn
FCIBL	6.48	+12.70	500
HMM	5.98	+12.62	500
QUET	9.00	+12.50	12200

## Volume Leaders KSE-All Index

Symbol	Price	% Change	Volume (Mn)
HASCOL	7.34	+15.77	55.74
WTL	1.46	-1.35	23.57
CENERGY	4.88	+2.74	16.09
GTECH	8.58	-2.39	10.67
TPLP	18.27	+2.64	10.61

## Volume Leaders KMI-30 Index

Symbol	Price	% Change	Volume (Mn)
CENERGY	4.88	+2.74	16.09
UNITY	20.57	+1.24	6.45
PPL	53.00	-2.18	3.72
TELE	10.07	-0.69	2.97
GHAN	15.93	-0.25	2.79

## WE Financial Services Ltd.

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## Two financing agreements signed with World Bank

The government of Pakistan has signed two financing agreements of \$500 million with the World Bank including "Punjab Resilient and Inclusive Agriculture Transformation Project" worth \$200 million and "Khyber Pakhtunkhwa Accessibility Project" worth \$300 million. (BR) [Click here for more...](#)

## Investment in solar, water, other projects: Leading Chinese firms accept PM's offer

The leading Chinese companies during the official visit of Prime Minister Shehbaz Sharif to China have shown their keen interest in making investment in Pakistan's solar, water and other infrastructure projects. (BR) [Click here for more...](#)

## Jul-Oct trade deficit narrows down 26.59pc

The country's trade deficit narrowed down by 26.59 percent to \$11.469 billion during the first four months of the current fiscal year compared to \$15.624 billion during the same period of last year, says Pakistan Bureau of Statistics (PBS). (BR) [Click here for more...](#)

## Power sector: Circular debt touching Rs2.6trn mark

The country's power sector's circular debt is reportedly touching Rs 2.6 trillion mark at present against Rs 2.252 trillion on June 30, 2022, posting a growth of Rs 303 billion in just the first four months of FY 2022-23, well informed sources told Business Recorder. (BR) [Click here for more...](#)

## Track-and-trace system: Dar, FBR told about challenges facing fertilizer plants

Fertilizer industry Wednesday categorically conveyed to the Finance Minister Ishaq Dar and Federal Board of Board (FBR) that the Track and Trace System installed on fertilizer plants is suffering from serious operational issues. The industry is of the view that the system appears to be imported without technical feasibility study in relation to the obtaining environment in Pakistan. Moreover, no reliable evidence of global performance has been found in the fertiliser industry. (BR) [Click here for more...](#)

## Oil prices rise before expected Fed rate hike

Oil prices rose on Wednesday before an expected rate hike by the Federal Reserve, supported by another decline in US oil inventories as refineries picked up activity ahead of the winter heating season. Brent crude rose \$1.74, or 1.8%, to \$96.39 as of 1601 GMT, while US West Texas Intermediate (WTI) crude was up \$1.95, or 2.2%, to \$90.31 per barrel. (Tribune) [Click here for more...](#)

## Pakistan, China push for accelerating CPEC, extend it to Afghanistan

Pakistan and China on Wednesday injected a new vigour into the multibillion-dollar China-Pakistan Economic Corridor (CPEC) with a push to extend the flagship programme of the Belt and Road Initiative (BRI) to Afghanistan. (Tribune) [Click here for more...](#)

## Pakistan, China to set in motion railroad project worth billions

Pakistan and China have agreed to launch a high-speed rail project worth nearly \$10 billion as Beijing follows up on its promise of helping Islamabad, Bloomberg reported Wednesday. The agreement was reached during a meeting in Beijing where Prime Minister Shehbaz Sharif and Chinese President Xi Jinping agreed to get started on the Main Line-1, according to a statement from the Prime Minister's Office, which described it as "a project of strategic importance." (News) [Click here for more...](#)

## Key Economic Data

Reserves (21-Oct-22)	\$13.16bn
Inflation CPI Sept'22	23.2%
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 (02-Nov-22)	0.06
Individuals (02-Nov-22)	0.37
Companies (02-Nov-22)	(0.270)
Banks/DFI (01-Nov-22)	0.19
NBFC (02-Nov-22)	(0.10)
Mutual Fund (02-Nov-22)	(0.12)
Other Organization (02-Nov-22)	0.20
Brokers (02-Nov-22)	0.61
Insurance Comp: (02-Nov-22)	(0.94)

Source: NCCPL

## Commodities

Commodities	Current	Previous	Change
Cement (Rs./bag)	1,033	1,027	0.58%
DAP (PKR/bag)	12,423	12,500	-0.62%
Urea Fertilizer (PKR/bag)	2,448	2,440	0.33%
Gold Spot (USD/oz)	1,635.24	1,647.80	-0.76%
Gold Future (USD/oz)	1,650.00	1,649.70	0.02%
WTI Spot (USD/bbl)	89.98	89.25	0.82%
WTI Future (USD/bbl)	90.00	88.37	1.84%
FOREX Reserves (USD bn)	13.16	13.25	-0.67%

## Exchange Rates– Open Market Bids

Local (PKR)	Current	Previous	Change
PKR / US\$	225.00	224.50	0.22%
PKR / EUR	231.00	230.00	0.43%
PKR / GBP	267.00	267.00	0.00%
PKR / JPY	1.50	1.22	22.95%
PKR / SAR	62.40	61.90	0.81%
PKR / AED	64.40	65.50	-1.68%
PKR / AUD	140.90	142.40	-1.05%

## Govt raises Rs454bn from T-bill auction

The government on Wednesday raised Rs454 billion from the treasury bill auctions against the target of Rs600 billion as yields remained flat compared to the previous auction held on October 19, results published by the State Bank of Pakistan showed. To note, the cut-off yields of all three tenors remained flat compared to the previous auction. However, the yields for three-month and six month papers were 11bps and 4.3bps higher than those in secondary markets. (MG) [Click here for more...](#)

## Government signs \$500mn MoU with World Bank

The financing agreements of \$200mn Punjab Resilient and Inclusive Agriculture Transformation Project and \$300mn Khyber Pakhtunkhwa Accessibility Project were signed at Economic Affairs Division. (MG) [Click here for more...](#)

## Rupee retreats versus dollar on political concerns

The rupee Wednesday depreciated 0.35% against the dollar as political uncertainties dampened the excitement spurred by hopes of inflows from the International Monetary Fund (IMF) and China. According to the State Bank of Pakistan (SBP), the rupee ended at 221.43 after losing Re0.78 in the interbank market, down in value from yesterday's close of 220.65. (News) [Click here for more...](#)

## Rs50bn escrow account activated for payment of dues to Chinese IPPs

The government had to relax contractual conditions and shift about Rs50 billion worth of budgetary allocations for electricity subsidies to an escrow account for automatic partial payments to Chinese Independent Power Producers (IPPs) to pacify M/s Sino-sure, a Chinese insurance company, into facilitating future projects in Pakistan. (Dawn) [Click here for more...](#)

## The reasons why IT-telecom sector lagging behind explained

Pakistan's information technology and telecom sector is lagging behind its potential due to ineffectiveness of the Ministry of IT and Telecom in developing consensus on policy level decisions among all stakeholders, coupled with apathy of the Finance Ministry, Federal Board of Revenue (FBR) and the State Bank of Pakistan (SBP) in resolving outstanding issues. (BR) [Click here for more...](#)

## KE approaches Dar for resolution of issues

Karachi-Electric (KE) has approached Finance Minister Ishaq Dar for release of net receivables, issuance of tariff notifications and verification of claims amounting to about Rs 419 billion. (BR) [Click here for more...](#)

## Chinese CG exhorts govt to improve export services

The Consul General of China in Karachi, Li Bijian, on Wednesday urged Pakistan to improve the capacity of its export services, enhance capability of freight services, and improve the hard connectivity of transport infrastructure. (BR) [Click here for more...](#)

## Vitol Partner HASCOL Doubles its Market Share in October

Hascol Petroleum Limited sales witnessed increase of 46 percent in the month of October 2022, according to data published by Oil Companies Advisory Council. Hascol captures 2.04 percent market share in October compared to less than 1 percent in the same month last year. (Augaf) [Click here for more...](#)

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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

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