

6th April, 2023

KSE -100 Index



Source: PSX & WE Research

Market- Key Statistics

	Current	Previous	Change
KSE100 Index	41,793.87	41,585.54	208.33
All Shares Index	27,358.27	27,195.81	162.46
KSE30 Index	15,551.73	15,662.84	-111.11
KMI30 Index	71,775.28	71,468.53	306.75
Volume (mn)	272,723.39	229,035.21	43,688

Source: PSX

Top Losers-KSE100 Index

Symbol	Price	% Change	Volume
GATI	323.71	(-7.50%)	100
ATM	64	(-6.84%)	500
PINL	6.01	(-5.35%)	500
DLL	200	(-3.80%)	100
KOSM	2.3	(-2.95%)	10,000

Top Winners-KSE100 Index

Symbol	Price	% Change	Volume
HASCOL	6.27	(11.17%)	6,978,000
NICL	47.57	(7.48%)	13,500
SSOM	107.35	(7.38%)	1,000
PASL	0.75	(7.14%)	5,500
SITC	254	(7.12%)	200

Volume Leaders KSE-All Index

Symbol	Price	% Change	Volume
HASCOL	6.27	(11.17%)	6,978,000
OGDC	89.83	(3.40%)	2,972,588
PPL	71.89	(4.60%)	1,774,459
SNGP	42.99	(2.65%)	1,268,503
FFL	5.74	(0.70%)	1,233,500

Volume Leaders KMI-30 Index

Symbol	Price	% Change	Volume (mn)
TELE	8.11	1.00%	23.46
TPLP	15.18	-0.52%	14.63
GGL	11.44	0.62%	10.65
PAEL	11.03	-0.54%	9.16
CNERGY	3.72	0.81%	7.07

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Suzuki raises prices, again

Pak Suzuki Motor Company Ltd on Wednesday jacked up the car prices for the fourth time in the current calendar year. Without giving any reason in its circular issued to the dealers, Pak Suzuki raised the prices by Rs88,000-235,000 of various models from April 6. The new prices of Alto VX, VXR, VXR AGS and AGS models have been raised to Rs2.252 million, Rs2.612m, Rs2.799m and Rs2.935m, a rise of Rs107,000-140,000. Similarly, after an increment of Rs152,000-178,000, the new rates of WagonR VXR, VXL and AGS models are Rs3.214m, Rs3.412m and Rs3.741m, respectively. Likewise, Cultus VXR, VXL and AGS witnessed an increment of Rs178,000-209,000, now carry new prices of Rs3.718m, Rs4.084m and Rs4.366m. [Click to see more](#)

Central govt's domestic debt jumps to Rs34tr

The domestic debt of the central government has increased by Rs3 trillion during the first 8 months of the current financial year, reported the State Bank of Pakistan (SBP) on Wednesday. The central bank data showed the stock of government debt rose to Rs34.071 trillion in February compared to Rs31.037tr in June 2022, an increase of 9.7 per cent. The central government's domestic borrowings incre-ased by 23pc to Rs34.07tr in Febru-ary from Rs27.7tr in the same month last year. [Click to see more](#)

World Bank tells govt to stop funding devolved subjects

The World Bank has suggested a number of measures to address Pakistan's chronic fiscal deficits, including a cut to the funding of projects that now fell within the provinces' domain. Briefing journalists, the World Bank's senior macroeconomist Derek Chen said the federal government was still spending around Rs328bn every year on federal ministries devolved to the provinces around 15 years ago. "This is a duplication of task," he said, adding that the devolution process should have been completed at the earliest. [Click to see more](#)

Govt meets another World Bank loan condition

Pakistan on Wednesday met another World Bank (WB) condition in order to qualify for a \$450 million loan to bridge a \$6 billion financing gap, as so far only one country has verbally communicated its decision to the International Monetary Fund (IMF) to give additional loans. The condition was met days before Finance Minister Ishaq Dar's meeting with the outgoing World Bank president in Washington in which he is expected to request the lender to set a board meeting date for the approval of the loan. [Click to see more](#)

Federal govt's spending soars to 0.6pc of GDP

The federal government's spending on devolved ministries has increased from 0.4 percent of GDP in the fiscal year 2009 to 0.6 percent of GDP in the fiscal year 2022, amounting to more than Rs315 billion per year, says the World Bank. Apart from this, the federal government continues to engage on devolved subjects through semi-autonomous bodies that focus on devolved service delivery areas, such as the Higher Education Commission (HEC) and the National Commission for Human Development (NCHD). [Click to see more](#)

Key Economic Data

Reserves (20-Jan-23)	\$9.45bn
Inflation CPI Dec'22	24.5%
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 (10-Mar-23)	0.565
Individuals (10-Mar-23)	0.444
Companies (10-Mar-23)	2.934
Banks/DFI (10-Mar-23)	(0.036)
NBFC (10-Mar-23)	0.00695
Mutual Fund (10-Mar-23)	(0.836)
Other Organization (10-Mar-23)	0.399
Brokers (10-Mar-23)	(2.856)
Insurance Comp: (10-Mar-23)	(0.621)

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)	1,928.15	1,926.92	0.06%
Gold Future (USD/oz)	1,929.40	1,924.25	0.27%
WTI Spot (USD/bbl)	79.27	81.20	-2.38%
WTI Future (USD/bbl)	79.68	81.33	-2.03%
FOREX Reserves (USD bn)	9.45	10.44	-9.48%

Exchange Rates— Open Market Bids

Local (PKR)	Current	Previous	Change
PKR / US\$	281.5	283.2	-0.60%
PKR / EUR	294	295	-0.34%
PKR / GBP	331.5	331	0.15%
PKR / JPY	2.06	2.06	0.00%
PKR / SAR	74.3	74.2	0.13%
PKR / AED	76.4	76.8	-0.52%
PKR / AUD	184.5	182.5	1.10%

ECC approves Rs300m for repair of public buildings

The government on Wednesday sanctioned a budget of Rs300 million for the renovation of its buildings and adopted new guidelines of an international organisation for the import of live animals and their products. The Economic Co-ordination Committee (ECC) approved a supplementary grant of Rs300 million in favour of the Ministry of Housing and Works for the repair and maintenance of public buildings, according to the finance ministry. [Click to see more](#)

Parco on verge of closure as diesel stocks jump

As the smuggled Iranian oil floods Pakistan's markets over weak government control due to dollar shortage, diesel stocks have jumped to the historic level of 46 days of consumption, pushing the country's largest refinery, Pak-Arab Refinery Limited (Parco), towards shutdown. According to market players, the government has deliberately loosened control over the smuggling of oil due to the scarcity of dollars for petroleum imports. This strategy has created an Iranian oil glut in Pakistan's markets as domestic demand for diesel and petrol dropped to half. [Click to see more](#)

LCCI protests policy hike

The Lahore Chamber of Commerce & Industry (LCCI) has expressed dismay over the State Bank of Pakistan's (SBP) latest policy hike, which has taken the policy rate to a staggering 21%. According to the LCCI, this unprecedented increase in markup rate will put all businesses in deep trouble, leading to a rapid de-industrialisation across the country. In a statement released on Wednesday, LCCI President Kashif Anwar, Senior Vice President Zafar Mahmood Chaudhry, and Vice President Adnan Khalid Butt said that the increase in markup rate will have dire consequences for the growth of trade and industry. [Click to see more](#)

'Depleting gas reserves' deprive consumers of 24-hour supply

People cannot get gas 24/7 due to a drop in the commodity's reserves, Minister of State for Petroleum Musadik Malik said Wednesday. Pakistan is highly reliant on natural gas for energy, and with rising demand and insufficient supply, load-shedding has become a daily occurrence in many areas of the nation. This scenario worsens during Ramadan when Pakistanis use more gas for cooking and other reasons, especially during sehri and iftar timings. But the minister, in conversation with journalists in Karachi, without giving an exact time, said the gas load shedding would end during sehri and iftar. "We cannot provide gas 24 hours as our reserves have dropped." [Click to see more](#)

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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

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