

6th Feb, 2023

KSE -100 Index



Market- Key Statistics

	Current	Previous	Change
KSE100 Index	40,619.94	40,673.06	(53.12)
All Shares Index	27,085.05	27,100.87	(15.82)
KSE30 Index	15,170.41	15,190.43	(20.02)
KMI30 Index	69,371.12	69,439.38	(68.26)
Volume (mn)	130.97	152.51	(21.54)

Source: PSX

Top Losers-KSE100 Index

Symbol	Price	% Change	Volume
DATM	6.4	(-9.60%)	24,000
DBL	6.5	(-8.96%)	1,000
PAKL	18.21	(-7.47%)	500
DADX	32.56	(-7.05%)	2,500
CTM	2.56	(-6.23%)	3,000

Top Winners-KSE100 Index

Symbol	Price	% Change	Volume
PASL	0.72	-9.09%	3,000
PIAA	4.06	-8.27%	1,434,000
FCSC	1.28	-7.56%	11,000
SAPT	1,096.50	-7.50%	400
CHAS	64.68	-7.50%	30,500

Volume Leaders KSE-All Index

Symbol	Price	% Change	Volume
PPL	79.29	-6.34%	16,409,107
OGDC	92.38	-7.49%	10,311,842
SNGP	42.25	-4.48%	4,695,509
SSGC	11.02	-5.46%	1,877,000
PIAA	4.06	-8.27%	1,434,000

Volume Leaders KMI-30 Index

Symbol	Price	% Change	Volume (mn)
OGDC	92.38	7.49%	9.15
PPL	79.3	6.36%	5.07
CPK	3.78	1.34%	393.58
PSO	132.6	1.86%	264.62
EPCL	46.5	-0.13%	38.06

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The potential to fuel the new industrial age

"In the longer term, the investment potential in Pakistan is huge," says Alfred Grannas, the German Ambassador to Pakistan. In an informal interview at Dawn's head office, the ambassador outlined the country's potential for exporting hydrogen. "Pakistan has potential for wind and hydropower. It is one of the most promising things that can be built up to a large scale — hydrogen generated through renewable energy. This is the fuel of the new industrial age," he says. [Click to see more](#)

Centre blocks Punjab's Rs400bn health insurance scheme

Amid challenging engagements with international lending agencies to unlock external flows for the balance of payments and flood recovery, the Centre has cast off Punjab's Rs400 billion health insurance scheme in its present form and size, targeting the entire population of the province, including the rich and the poor. [Click to see more](#)

IMF programme: choices amongst alternatives

On this day, it seems that we are at a critical juncture in our deal with IMF. We know that our current account and fiscal deficits have reached a point where we can only remain globally connected by remaining under a supervised and strict monetary and fiscal discipline for another 10 to 15 years. The reason we are required to accept tough conditions being demanded by IMF is our current account issue. [Click to see more](#)

10-year plan for power production approved

The National Electric Power Regulatory Authority (Nepra) has approved the 10-year Indicative Generation Capacity Expansion Plan 2022-31 (IGCEP-2022), which envisages the phasing out of furnace oil by the year 2031. National Transmission and Despatch Company (NTDC) had developed and submitted the IGCEP-2022 in line with the relevant provisions of Grid Code 2005. It is a dynamic document covering 10-year planning and will be revised annually. [Click to see more](#)

Cement sector posts mild growth of 1.15%

Pakistan's cement industry posted a mild growth of 1.15% in January 2023 as total sales reached 4.005 million tonnes against 3.960 million tonnes in the same month of the previous year. According to data released by the All-Pakistan Cement Manufacturers Association (APCMA), local cement dispatches in January 2023 rose to 3.587 million tonnes against 3.409 million tonnes in January 2022, showing a minor growth of 5.24%. In a contrary trend, exports declined by a weighty 24.13% as volumes dropped from 551,006 tonnes in January 2022 to 418,067 tonnes in January 2023. [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 (31-Jan-23)	(0.28)
Individuals (31-Jan-23)	1.58
Companies (31-Jan-23)	0.32
Banks/DFI (31-Jan-23)	(0.037)
NBFC (31-Jan-23)	0.060
Mutual Fund (31-Jan-23)	(0.49)
Other Organization (31-Jan-23)	(0.052)
Brokers (31-Jan-23)	(0.37)
Insurance Comp: (31-Jan-23)	(0.72)

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\$	269.00	270.00	-0.37%
PKR / EUR	287.8	287.20	0.21%
PKR / GBP	326.3	326.00	0.09%
PKR / JPY	2.50	2.50	0.00%
PKR / SAR	70.50	70.50	0.00%
PKR / AED	73.00	72.50	0.69%
PKR / AUD	188.90	188.90	0.00%

Tariff of indigenous gas-run CPPs likely to be reviewed

The government is likely to review tariff of indigenous gas-based Captive Power Plants (CPPs) and allow new CPPs with cogeneration technology to get RLNG connections at notified tariff. Sharing the details, sources said that based on the discussions in the meeting held on March 27, 2008 on the issue of “urgent measures for additional power generation” Petroleum Division was conveyed that the condition for self-use in respect of gas allocation reserved for captive power has been revoked and the CPPs will be allowed to sell surplus generation to the Discos or KESC (KE). [Click to see more](#)

Steel industry: SBP urged to help resolve issue of LCs

The steel industry of Pakistan, facing a severe crisis, has made an urgent appeal to the State Bank of Pakistan (SBP) to open letters of credit (LCs) for the import of essential raw materials. The industry is on the brink of collapse due to a combination of factors, including the shortage of raw materials, the increase in international scrap prices, and the successive depreciation of the rupee over the last 18 months. [Click to see more](#)

Oil industry fears 'collapse' as cash constraints tighten

The local oil industry has rung alarm bells and said that it was verging on "collapse" as the massive rupee devaluation has multiplied its operational costs — resulting in losses worth "billions of rupees". To meet the International Monetary Fund's (IMF) demand, the government removed the dollar cap, resulting in the rupee falling to a historic low of Rs276.58 in the interbank market. [Click to see more](#)

All set for inking pact with Denmark under DETI

Pakistan and Denmark are likely to sign agreement under Danish Energy Transmission Initiative (DETI) during the visit of Danish Minister for Development Cooperation and Global Climate Policy, Dan Jorgensen. The pact will be signed by the Danish Ambassador to Pakistan Jakob Linulf and Secretary Power Division, Rashid Mahmood Langrial on February 7, 2023 (tomorrow). According to the agreement, a total budget of 2 million DKK has been approved for DETI-activities in Pakistan including technical advice from DEA, Energinet and International consultants. [Click to see more](#)

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WE Financial Services Ltd. uses three rating categories, depending upon return form 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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