

6th June, 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

WE Financial Services Ltd.

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

Central govt's debt swells to Rs58.6tr

The total debt of the central government increased 34.1 per cent year-on-year to Rs58.6 trillion at the end of April, latest statistics released by the State Bank of Pakistan (SBP) showed on Monday. The increase was 2.6pc on a month-on-month basis. The domestic debt amounted to Rs36.5tr (62.3pc) while the external debt accounted for a 37.6pc share with Rs22tr at the end of April. On an annual basis, the increase in external debt remained 49.1pc, data showed. There was no change in the external debt figure from a month ago. Within the domestic debt, the largest share was of the federal government bonds that represented almost Rs25tr worth of loans. Other major contributors to the domestic debt were short-term loans (Rs7.2tr) and unfunded debt (Rs2.9tr) that included money borrowed through National Savings Schemes. [Click to see more](#)

Rupee plunges 2.6pc in open market amid dollar shortages

The rupee, facing the brunt of dollar shortages, plunged 2.6 per cent against the greenback in the open market on Monday as speculators are holding back their foreign currencies anticipating further appreciation. The currency dealers said that despite very thin business volume, the open market was dry, which allowed the dollar to resume its upward trend and closed at Rs308, an increase of Rs8 from Friday's close. A trust deficit was also noted as people claimed that the State Bank of Pakistan and the government artificially planned to bring down the dollar in the open market. [Click to see more](#)

Record Rs434bn supplementary grants okayed

Three weeks ahead of the close of fiscal year, the government went on a sanctioning spree on Monday giving the nod to record one and half a dozen supplementary grants of more than Rs434 billion and fixed the prices of 49 new essential drugs. The decisions were taken at a meeting of the Economic Coordination Committee (ECC) of the cabinet, which also allowed the issuance of Rs9.5bn in sovereign guarantee to the contractors of Rs307bn Hyderabad-Sukkur Motorway, besides creation of a battalion of Pakistan Coast Guards. The meeting, presided over by Finance Minister Ishaq Dar, also granted Rs12bn for the National Disaster Management Authority (NDMA) to replenish its stock of relief goods. [Click to see more](#)

IT ministry seeks Rs16.5bn for FY24

The Ministry of Information Technology and Telecommunication has sought Rs16.5 billion in the upcoming budget for projects and services to promote digitisation across the country as well as in Gilgit-Baltistan and Azad Jammu and Kashmir. The requested sum includes developmental and non-developmental expenses of the ministry and its affiliated institutions, but the size of non-developmental expenditure has been estimated at Rs10.5bn for 2023-24. [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%

Exports of services shrink 25pc in April

Pakistan's export of services shrank 24.65 per cent year-on-year to \$486.09 million in April, which is the fourth monthly drop in a row, according to the data compiled by the Pakistan Bureau of Statistics. The export of services recorded positive growth during the first half of the current fiscal year, but it started contracting in January. The export of commodities has steadily declined since the beginning of the current fiscal year. However, the export of services posted a meagre 1.46pc growth to \$6.009 billion in July-April 2022-23 from \$5.923bn in the corresponding months of last year. [Click to see more](#)

PM Shehbaz confident of IMF deal 'this month'

Prime Minister Shehbaz Sharif has said Pakistan is "very hopeful" of finalising a deal with the International Monetary Fund (IMF) this month. "We are still very hopeful that the IMF programme will materialise. Our ninth review by the IMF will match all terms and conditions and, hopefully, we'll have some good news this month," PM Shehbaz told Turkey's *Anadolu Agency* in an interview on Monday. Separately, the prime minister discussed next year's budget with parties in the ruling PDM, held out the assurance that due process of law will be ensured for May 9 rioters and expressed his government's resolve to work for curbing plastic pollution. [Click to see more](#)

Foreign investor buys ZIL Ltd for \$6m

A foreign investor has acquired Zulfiqar Industries Ltd (ZIL), a fast-moving consumer goods (FMCG) entity that makes Capri soap, for around \$6 million. New Future Consumer International General Trading LLC, an emerging global consumer goods player, purchased a total of 84.8 per cent shareholding in the local firm at a weighted average price of Rs301.4 a share in a transaction that was completed over the last many months. Last month, the foreign acquirer accepted 1.4m shares — constituting 23.5pc of total shareholding — that were tendered by ordinary investors during the public offer period ending on May 10. [Click to see more](#)

Govt debt stocks rise to Rs58.6trn

The federal government's borrowing from domestic and external resources rose by 22.5 percent during the first 10 months of this fiscal year (FY23). According to State Bank of Pakistan (SBP), the central government's total domestic and external debt stocks surged to an all-time high level of Rs 58.6 trillion by the end of April 2023 compared to Rs 47.832 trillion as of June 2022, depicting an increase of Rs 10.766 trillion. The central government's domestic borrowings increased by 17 percent or Rs 5.464 trillion to Rs 36.549 trillion in April 2023 as against Rs 31.085 trillion in June 2022. [Click to see more](#)

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Stock Ratings

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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