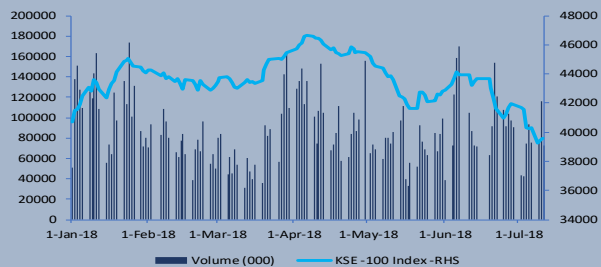


07 June, 2022

KSE -100 Index



KSE -100 Index- Key Statistics

Open	41,291.15
High	41,675.81
Low	41,030.94
Closing	41,577.21
Change	262.33
Volume	95,388,706

Source: PSX

Key Economic Data

Reserves (13-May-22)	\$16.16bn
Inflation CPI (Jul'21-Mar'22)	10.75%
Exports - (Jul'21-Mar'22)	\$23.29bn
Imports - (Jul'21-Mar'22)	\$58.6bn
Trade Balance- (Jul'21-Mar'22)	\$(35.39)bn
Current A/C- (Jul'21-Feb'22)	\$(12.10)bn
Remittances - (Jul'21-Feb'22)	\$20.14bn

Source: SBP

FIPI/LIPI (USD Million)

FIPI (06-Jun-22)	(1.79)
Individuals (06-Jun-22)	(1.29)
Companies (06-Jun-22)	3.336
Banks/DFI (06-Jun-22)	(0.63)
NBFC (06-Jun-22)	0.02
Mutual Fund (06-Jun-22)	0.39
Other Organization (06-Jun-22)	(0.02)
Brokers (06-Jun-22)	(0.29)
Insurance Comp: (06-Jun-22)	0.27

Source: NCCPL

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Rupee drops to two-week low of 200.51 against USD

Source: Tribune Express

NEGATIVE

The Pakistani rupee on Monday slumped 1.30% (or Rs2.59) to a two-week low of Rs200.51 against the US dollar at around 1:45pm in the inter-bank market on Monday marking another significant drop for a single day. The rupee had closed at Rs197.92 against the greenback on Friday, according to the central bank. "This is a cause of concern," Taurus Securities Head of Research Mustafa Mustansir said while talking to The Express Tribune. "The drop is seen following the prices of petroleum products hovering high above \$120 per barrel in the global markets, as Pakistan heavily relies on imported energy" he added.

PM given presentation on Rs800bn PSDP: NEC may propose 5pc growth target for FY23

Source: Business Recorder

POSITIVE

A meeting of the National Economic Council (NEC) is likely to review and approve the economic performance of the current fiscal year and will target growth for the next fiscal year based on the development outlay for the next fiscal year. An official said that the Ministry of Planning and Development Monday gave a presentation to the prime minister on the Rs800 billion PSDP approved by the Annual Plan Coordination Committee Saturday.

Govt mulls new tax measures to raise additional Rs300bn in next fiscal year

Source: Business Recorder

NEUTRAL

The coalition government is mulling introducing a string of new tax measures in the upcoming budget to raise around Rs300 billion in additional revenue in 2022-23 (FY23) and is tasking the Federal Board of Revenue (FBR) to finalise areas and sectors in the next couple of days, Dawn has learnt from official sources. The new tax measures include a proposal for a 'luxury income tax' which will be a replica of a wealth tax if approved to tax real estate, including big houses in posh areas, while also bringing owners of luxury vehicles into the ambit of this tax as part of the deal to revive the stalled International Monetary Fund programme (IMF).

World shares, oil rise on China boost

Source: Dawn

POSITIVE

Global stock markets and oil prices advanced Monday, helped by an easing of Covid lockdowns in the world's second-biggest economy China. Oil prices extended recent gains as a pledge by Opec and other major producers to boost output fell short of what markets hoped for. "Despite Opec's increased output, prices could remain elevated driven by the EU partial ban on Russian imports, the easing of Covid restrictions in China and peak driving season in the United States," said Scholar.

Miftah rebuts talk of financial emergency

Source: Tribune Express

NEUTRAL

The government did not have any plans to impose a financial emergency in the country or freezing the foreign currency accounts or the Roshan Digital Accounts (RDA), Finance Minister Miftah Ismail said on Monday. "The Prime Minister will at some point announce austerity measures to save government expenditures. But there is not going to be any declaration of financial emergency. Nor is there any financial emergency," the minister wrote in his tweet.

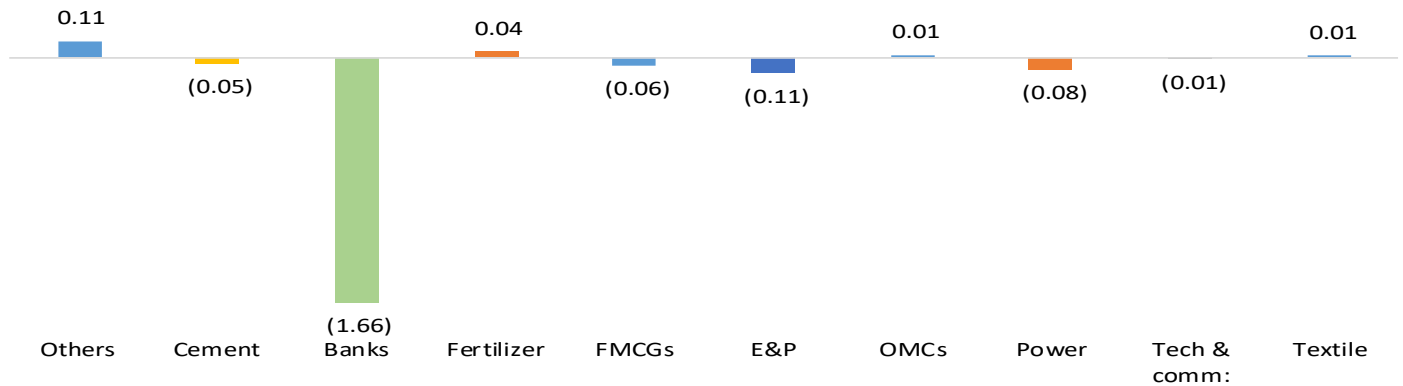
Govt expects slowdown in FY23 growth

Source: Business Recorder

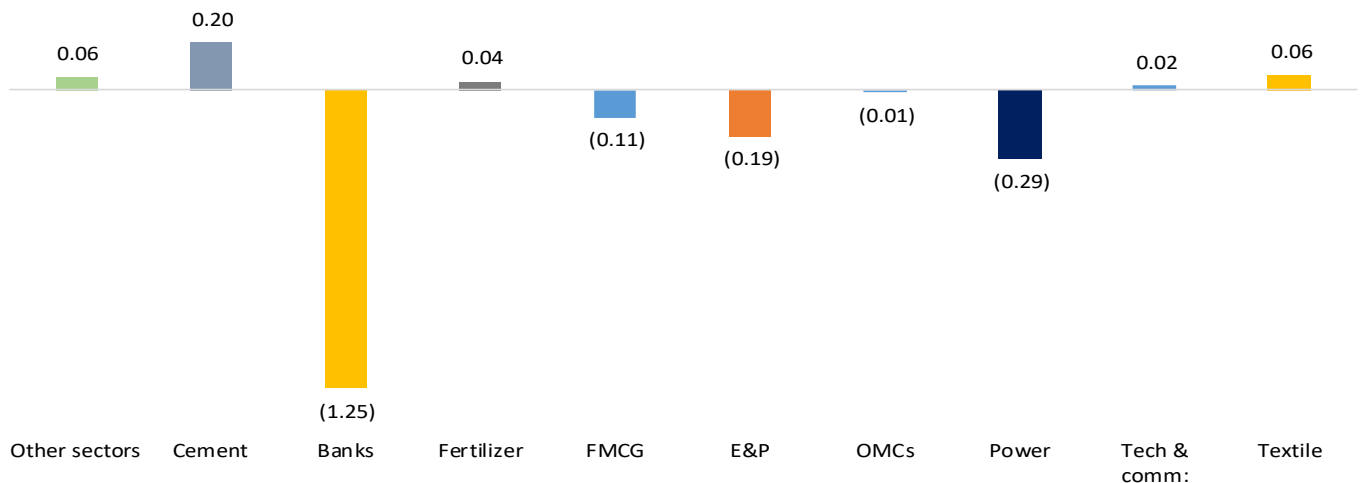
NEGATIVE

The government expects a slowdown in economic growth in the next fiscal year 2022-23 subsequent to the likely resumption of the International Monetary Fund (IMF) programme, fiscal adjustment efforts, addressing worsening trade balance, and mitigating political and economic uncertainty. Annual Plan Coordination Committee (APCC) meeting held on Saturday, fiscal adjustment efforts, addressing worsening trade balance, and mitigating political and economic uncertainty will result in a slowdown.

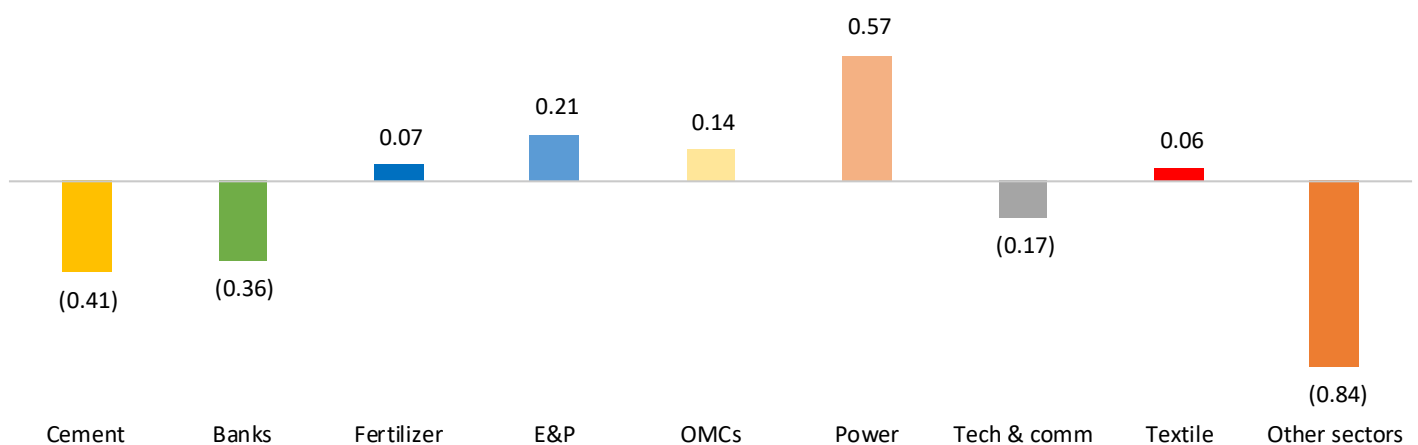
FII Sector Wise USD (Mil)



Mutual Funds Sector Wise USD (Mil)



Banks/DFIs Sector Wise USD (Mil)



Source: NCCPL

Analyst Certificate:

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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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