

7th March, 2023

## KSE -100 Index



## Market- Key Statistics

	Current	Previous	Change
KSE100 Index	41,434.33	41,337.00	97.33
All Shares Index	27,064.95	27,044.44	20.51
KSE30 Index	15,576.03	15,583.79	-7.76
KMI30 Index	70,874.69	70,737.61	137.08
Volume (mn)	221,476.72	152,153.15	69,324

Source: PSX

## Top Losers-KSE100 Index

Symbol	Price	% Change	Volume
SMBL	1.9	(-9.95%)	500
BECO	8.25	(-5.17%)	17,500
YOUW	2.92	(-3.95%)	500
DYNO	100.02	(-2.07%)	5,500
NICL	44.39	(-2.03%)	500

## Top Winners-KSE100 Index

Symbol	Price	% Change	Volume
NEXT	5.59	9.61%	500
DATM	4.3	7.77%	36,500
GATI	344.9	6.13%	100
ALNRS	60.45	5.90%	500
GOC	63.9	5.55%	500

## Volume Leaders KSE-All Index

Symbol	Price	% Change	Volume
TELE	7.18	3.61%	3,581,000
PPL	70.5	0.56%	728,016
UNITY	12.77	(-0.47%)	307,503
OGDC	86.75	0.30%	256,021
KAPCO	25.98	1.96%	144,902

## Volume Leaders KMI-30 Index

Symbol	Price	% Change	Volume (mn)
TELE	6.93	16.86%	17.56
TPLP	14.72	1.73%	10.63
OGDC	86.75	-1.55%	8.76
PPL	70.25	3.80%	8.01
MLCF	24.45	0.66%	6.53

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## Rs3.8 surcharge imposed on power users

The National Electric Power Regulatory Authority (Nepra) on Monday rubber-stamped the government decision of imposing Rs3.82 per unit surcharge on electricity consumers across the country for four months with retrospective effect from March 1 and then continue it at a reduced rate of Rs1.43 per unit throughout the next fiscal year. The additional surcharges have been imposed on the demand of the International Monetary Fund (IMF) to finance the debt servicing cost of the power sector and gradually reduce circular debt that stood at Rs2.6 trillion by end-December 2022. [Click to see more](#)

## Pakistan improves risk score on global AML index

Following Pakistan's exit from the Financial Action Task Force's (FATF) grey list, a global body of banking supervisory authorities has acknowledged the progress made by the country in the overall regulation of the financial affairs slightly lowering the risk score of the country. However, experts believe that the recently-released Basel AML [anti-money laundering] Index briefing on Pakistan would hardly benefit the country's overall economy amid larger challenges which have "overshadowed" the progress it's making on the regulatory front. [Click to see more](#)

## Pakistan has to give assurances on financing balance of payments deficit

Pakistan will be required to give an assurance that its balance of payments deficit is fully financed for the remaining period of an International Monetary Fund (IMF) programme, the lender's resident representative said. The external financing is one of the last in a string of prior actions the lender wants Islamabad to complete before it clears funding stalled since late last year. [Click to see more](#)

## PKR jumps 54 paise in interbank in anticipation of IMF agreement

The rupee continued to recover in the interbank market on Monday, closing at Rs277.92 per dollar, data shared by the State Bank of Pakistan showed. This equates to an appreciation of 54 paise, or 0.19 per cent, from Friday's close of Rs278.46 a dollar. [Click to see more](#)

## Stocks gain 97.3 points on expected IMF deal, rupee recovery

Shares at the Pakistan Stock Exchange (PSX) rose on Monday, with analysts attributing it to expectations of a deal with the International Monetary Fund (IMF) this week as well as the rupee's recovery. The benchmark KSE-100 index closed at 41,434.33 points, up 97.33 points or 0.24 per cent. It reached an intraday high of 460.71 points or 1.11 points around 1:15pm. [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 (06-Mar-23)	(1.298)
Individuals (06-Mar-23)	0.338
Companies (06-Mar-23)	(0.126)
Banks/DFI (06-Mar-23)	0.990
NBFC (06-Mar-23)	(0.0023)
Mutual Fund (06-Mar-23)	(0.458)
Other Organization (06-Mar-23)	(0.156)
Brokers (06-Mar-23)	0.124
Insurance Comp: (06-Mar-23)	0.589

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\$	278.8	279	-0.07%
PKR / EUR	294.6	294.6	0.00%
PKR / GBP	332.4	332.4	0.00%
PKR / JPY	2.06	2.06	0.00%
PKR / SAR	74.2	74.2	0.00%
PKR / AED	76.2	76.2	0.00%
PKR / AUD	186.4	186.4	0.00%

## Litigation looms as Iran claims \$18b for IP pipeline

Once again, Pakistan faces the threat of litigation in an international court – this time, however, it is regarding the Iran-Pakistan Gas Pipeline Project (IP). Prime Minister Shehbaz Sharif has taken up the matter and intends to use diplomatic channels to avoid a legal battle between the two countries. The premier has been sensitised to the situation. Officials familiar with the development said that Iran claims that it has already spent \$2 billion to complete its part of the pipeline in its territory. Pakistan, on the other hand, has not even begun working on the construction. [Click to see more](#)

## ECC approves Hajj Policy 2023 with \$90m forex cover

The Economic Coordination Committee (ECC) of the Cabinet has approved the Hajj Policy for 2023 with foreign exchange cover of US\$ 90 million and decided to provide Rs12 billion for conducting the 7th Population and Housing Census in the country. The meeting of the ECC presided over by Finance Minister Ishaq Dar considered and approved a summary moved by the Ministry of Religious Affairs on Hajj Policy-2023. The ECC agreed to provide foreign exchange cover of US\$ 90 million. [Click to see more](#)

## Pakistan's textile exports plunge 28% in February

Pakistan's textile sector exports witnessed a significant decline of 28%, clocking in at \$1.2 billion in February 2023 in comparison to \$1.67 billion recorded in the same month of the previous year, showed provisional data released by the All Pakistan Textile Mills Association (APTMA) on Monday. The association added that the country's textile exports in the first eight months of FY23 decreased by 11% to \$11.24 billion, declining from \$12.60 billion recorded in 8MFY22. [Click to see more](#)

## SBP Governor, Senate chairman discuss economic situation

Governor of State Bank of Pakistan (SBP) Jameel Ahmad met Chairman Senate Sadiq Sanjrani, and discussed matters of mutual interest, "specifically the economic situation of the country and the State Bank of Pakistan's role in promoting financial stability and inclusive economic growth," a press release said on Monday. During the meeting, the chairman Senate praised the SBP for its efforts in facilitating small and medium-sized enterprises, improving access to finance, and supporting the agriculture sector. [Click to see 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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