

8th December, 2023

KSE -100 Index



Source: PSX & WE Research

Market- Key Statistics

	Current	Previous	Change
KSE100 Index	59,260.43	58,899.84	360.59
All Shares Index	39,685.95	39,473.92	212.03
KSE30 Index	19,701.16	19,562.81	138.35
KMI30 Index	100,970.07	100,182.52	787.55
Volume (mn)	272,723.39	229,035.21	43,688

Source: PSX

Top Losers-KSE100 Index

Symbol	Price	% Change	Volume
TRETR2	4.86	(-14.74%)	8,606,075
POWERPS	7.49	(-11.78%)	1,500
LSEPL	3.05	(-6.73%)	20,000
ABL	77.11	(-5.96%)	500
FTMM	3.5	(-5.66%)	1,500

Top Winners-KSE100 Index

Symbol	Price	% Change	Volume
CWSM	1.8	(7.78%)	15,500
CLOV	20.01	(7.52%)	131,500
BNWM	33.33	(7.52%)	4,500
AGIL	92.24	(7.51%)	30,500
GLPL	182.91	(7.50%)	600

Volume Leaders KSE-All Index

Symbol	Price	% Change	Volume
TRETR2	4.86	(-14.74%)	8,606,075
AVN	65.6	-4.91%	2,379,580
SYM	4.22	-2.93%	1,468,000
PRL	25.61	-0.31%	1,458,861
NETSOL	114.3	-2.77%	1,349,241

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
CENERGY	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, Karchahi-74000, Pakistan
Email: research@we.com.pk

Lawmakers' schemes get biggest chunk of PSDP releases

The parliamentarians' development schemes of the PDM coalition government continue to overshadow the federal Public Sector Development Programme (PSDP) in the first five months of 2023-24 by utilising the biggest share of expenditure. The latest data from the Planning Commission, however, apparently showed a relative slowdown in the utilisation of PSDP funds for MNAs' schemes in November after substantial spending in the first four months. The total expenditure in the first five months (July-November) on PSDP increased to Rs117 billion, up from Rs76bn in four months until end-October, showing a healthy utilisation of about Rs41bn in November. [Click to see more](#)

Economic blueprint set for next govt: PM Kakar

Reiterating the government's commitment to providing a conducive environment and streamlining regulations, Caretaker Prime Minister Anwaarul Haq Kakar on Thursday urged the business community to take advantage of the [Special Investment Facilitation Council](#) (SIFC). Addressing a ceremony for the distribution of Pakistan Stock Exchange (PSX) Awards to the top 25 companies for 2022, Mr Kakar said the interim set-up's ultimate goal was to provide a blueprint for the next government. He said the government had sought help from the Pakistan Army to facilitate the business environment through the SIFC forum. [Click to see more](#)

SBP forex reserves fall \$237m in a week

The State Bank's foreign exchange reserves dropped by \$237 million to \$7 billion in the week ending Dec 1, the central bank said in a statement on Thursday, as debt servicing on foreign loans continues to eat up SBP's holdings. The country's total liquid foreign reserves stood at \$12.1bn, including \$5.09bn held by commercial banks, the central bank said. The SBP has now lost more than \$1.7bn since mid-July. The exchange rate looks stable, but increasing debt servicing costs without significant inflows have put the economy at risk. [Click to see more](#)

Steps to boost meat exports suggested to Punjab govt

Meat exporters seek soft loans and subsidies, foot-and-mouth disease-free zones and restricted animal feed export. In written recommendations submitted to the caretaker chief minister of Punjab, the All-Pakistan Meat Exporters & Processors Association says the government should provide soft loans to the meat industry and land on lease for animal breeding and fattening farms to ensure sustainable supplies in future. It suggests a couple of more initiatives on the financial front that include increasing e-form reporting time from the current 21 days to 60 days as per international practice, abolishing sales tax on packed meat, subsidy on energy tariff and entry to new markets. [Click to see more](#)

Key Economic Data

Reserves (25-Nov-23)	\$9.45bn
Inflation CPI Nov'23	24.5%
Exports - (Jul'22-Jun'23)	\$31.79bn
Imports - (Jul'22-Jun'23)	\$80.18bn
Trade Balance- (Jul'22-Jun'23)	\$(44.77)bn
Current A/C- (Jul'22-Jun'23)	\$(17.4)bn
Remittances - (Jul'22-Jun'23)	\$29.45bn

Source: SBP

FIPI/LIPI (USD Million)

FIPI (27-Nov-23)	0.565
Individuals (27-Nov-23)	0.444
Companies (27-Nov-23)	2.934
Banks/DFI (27-Nov-23)	(0.036)
NBFC (27-Nov-23)	0.00695
Mutual Fund (27-Nov-23)	(0.836)
Other Organization (27-Nov-23)	0.399
Brokers (27-Nov-23)	(2.856)
Insurance Comp: (27-Nov-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%

PSX to hold first-ever Sukuk auction today

The Ministry of Finance is issuing for the first time a one-year Islamic bond through the Pakistan Stock Exchange (PSX) on Friday to raise Rs30 billion. As opposed to the earlier practice where commercial banks would place bids for the government debt, the new method will allow the general public to participate directly in the bond auctions. This is expected to bring the interest or profit rate on the government debt down because of mass participation from a cross-section of investors, including retail ones who'll get to make risk-free investments through the stock exchange easily. Moreover, the listed status of the government debt will enable investors to buy and sell the bonds on the exchange just like ordinary shares. [Click to see more](#)

Revenue spike helps contain deficit

A one-off sudden spike in non-tax revenues has helped the government restrict the budget deficit to just Rs900 billion during the first four months of this fiscal year, despite a surge in interest payments to a staggering Rs2.3 trillion. The higher non-tax revenues, which multiplied to Rs1.6 trillion, have also camouflaged the poor fiscal performance by the provinces that are seemingly on a spending spree ahead of general elections. Government sources said that the central bank has given close to Rs1 trillion in profits in October, pulling the Centre's non-tax income to Rs1.6 trillion during the first four months. Non-tax revenues were equal to 54% of the annual target after the federal government decided to tap the SBP profits beforehand. [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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