

10th August, 2023

## KSE -100 Index



## 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
CENERGY	3.72	0.81%	7.07

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## Nepra okays extra charges for August bills

The National Electric Power Regulatory Authority (Nepra) notified an additional fuel cost adjustment (FCA) of Rs1.81 per unit for power distribution companies (Discos) and Rs2.31 for the Karachi-based utility K-Electric on Wednesday, with a net financial impact of Rs29 billion. Consumers will see the surcharge separately in their August bills and it will be based on their power consumption in June. The adjustment of Rs1.81 per unit — equal to one kilowatt-hour, or kWh — would apply to all consumer categories except for electric vehicle charging stations and lifeline consumers, the power regulator said in a notification for Discos. [Click to see more](#)

## 'Old' force majeure notice on Iran gas project triggered confusion

On his day of farewell, Minister of State for Petroleum Dr Musadik Malik on Wednesday blamed his ministry's bureaucracy for creating confusion in the foreign media over a 'delicate geopolitical matter' of national importance and bilateral ties with Tehran through a casual policy statement given on his behalf in parliament about the Iran-Pakistan gas pipeline project. Speaking at a news conference, Mr Malik said he had not seen the statement given in writing to the National Assembly and was taken as read on his behalf. [Click to see more](#)

## Rs2.31 per unit tariff hike notified for KE consumers

The National Electric Power Regulatory Authority (Nepra) has notified an increase of Rs2.31 per unit in the tariff for K-Electric (KE) consumers on account of monthly fuel charges adjustment (FCA) for June 2023. The tariff revision is slightly lower than the hike of Rs2.34 per unit requested by KE. According to a notification, the tariff increase will be applicable only to the consumer bills of August. It would be recovered from all KE customers, except for lifeline consumers and electric vehicle charging stations, Nepra said. [Click to see more](#)

## Rupee stabilises around 287-288 to a dollar

Pakistani rupee exhibited signs of stabilising around Rs287-288 to a dollar in the inter-bank market as the currency continued to fluctuate in both positive and negative directions around that level for the past couple of weeks. On Wednesday, the rupee appreciated 0.16%, or Rs0.45, to Rs287.46 against the greenback, ending its nominal two-day losing streak. In the open market, the currency ticked up Rs0.25 to Rs294.50/\$, according to the Exchange Companies Association of Pakistan (ECAP). A seasoned businessman recently noted that the currency had depreciated by a net 1% over the past three months despite experiencing significant ups and downs. [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%

## Rice exports likely to hit record high

Pakistan will produce around 9 million tonnes of rice in the current year and this will help to export more commodity, noted Rafique Suleman, Convener of the Federation of Pakistan Chambers of Commerce and Industry's (FPCCI) Standing Committee on Rice. Owing to the flood-induced crop failure, rice export volumes shrank 25% in the last fiscal year. Pakistan exported 3.717 million tonnes of rice including Basmati and other varieties during July-June FY23 as against 4.97 million tonnes in the corresponding period of previous year. However, the expected bumper crops this year will bring hope to the industry. [Click to see more](#)

## Agriculture financing hits record Rs1.78tr

In a notable uptick for Pakistan's agricultural sector, domestic banks provided a staggering Rs1.78 trillion in financing for farming during the recently concluded fiscal year 2023. This marks a 25% increase from the loans extended in the previous fiscal year FY22. However, while this surge in disbursement is welcome news, farmers find the amount falling far short of their requirements, amounting to less than half of what they deem necessary. Pakistan's central bank, in its report on Wednesday, revealed that financial institutions disbursed agriculture loans equivalent to 97.6% of the set target of Rs1.82 trillion for the year. [Click to see more](#)

## 'CPEC attracted \$25b investment in 3 years

In a significant milestone for the China-Pakistan Economic Corridor (CPEC), Yang Yundong, China's Consul General for Pakistan, highlighted the substantial achievements of the project, citing an impressive investment of \$25.4 billion in Pakistan over the past three years. During a press conference held on Wednesday, Yundong underscored the project had witnessed remarkable accomplishments, particularly in the energy sector, solidifying its significance as a prime avenue for investment cooperation. The Sukkur-Multan Motorway, a flagship transport infrastructure venture under CPEC, has significantly cut travel time between the two cities from 11 hours to just 4 hours, while the Pakistan China Rail Track ML1 has also made noteworthy strides. [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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