

10th November, 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 |

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'Erratic' rupee fills IMF with concern

The frequent rupee depreciations against the US dollar amid a supply-demand mismatch is a serious concern for the International Monetary Fund (IMF). The sources said that the continued devaluation of PKR has changed the view about the exchange rate stability which emerged in the wake of a crackdown launched in early September against the illegal currency business and dollar smuggling. "The IMF has concerns about the frequent devaluation of PKR and found the current exchange rate unreal," said a high-placed source in the financial sector, adding that the second tranche of \$710 million under the \$3bn Standby Arrangement (SBA) would be released with some more strings. [Click to see more](#)

Govt, IMF agree on backup steps in review talks

The caretaker government and the International Monetary Fund (IMF) have reached a consensus on backup measures to activate by the year's end if significant deviations from fiscal and monetary objectives threaten the broader aims of the ongoing \$3 billion loan programme. a visiting mission of the IMF and the Pakistani authorities would be concluding technical-level discussions on Friday that involve an exchange of the latest data, not only limited to the end-September quarterly performance, and queries and clarifications on all macroeconomic areas and their forward-looking outcomes. [Click to see more](#)

Exports to Europe fall despite GSP

Pakistan's exports to European nations witnessed a 12.13 per cent decline in the first quarter of the current fiscal year compared to the same period last year, primarily due to a reduced demand for Pakistani goods in western and northern Europe. The export revenue from these countries fell to \$1.929 billion in July-September FY24, a noticeable drop from the \$2.212bn recorded in the corresponding months of the previous year, according to figures compiled by the State Bank of Pakistan. This development underscores the challenges faced by Pakistani exporters in these economically uncertain times despite having preferential access to 27-member EU countries. [Click to see more](#)

Prices of steel bars go up as rupee loses value

A reverse trend in the rupee-dollar equation has again forced manufacturers to raise prices of steel bars after a drop last month on account of the rupee's gains. Syed Wajid Bukhari, General Secretary of the Pakistan Association of Large Steel Producers (PALSP), claimed on Thursday that steel bar prices had plunged to Rs245,000 per tonne last month after hitting a peak of over Rs300,000 per tonne. But the trend is now changing and the rebar prices currently hover between Rs265,000 and Rs268,000 after a rising trend in domestic prices, he added, fearing that rates would go up in case the dollar continues to rise. [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% |

Gas price hike notified

Pakistan's gas and power regulators on Wednesday jacked up the prices of the two significant necessities, making life further difficult for the inflation-hit people of the country. The Oil and Gas Regulatory Authority (Ogra) notified a substantial increase in the prices of natural gas effective from November 1 this year, "in accordance with the policy guidelines of the federal government" -- meeting yet another condition set by the International Monetary Fund (IMF) for the release of its \$710 million second tranche. While the tariff for protected consumers, who make up 57% of the domestic users, remains unchanged, there has been a significant adjustment in the fixed monthly charges for this category -- from the existing Rs10 to Rs400 per month. This will jump the annual bill of this category by up to 150%. [Click to see more](#)

PM for 'actions' to achieve ECO objectives

Caretaker Prime Minister Anwaar-ul-Haq Kakar on Thursday, reiterating Pakistan's commitment to the ECO Vision 2025, called for collective efforts and accelerated reforms to achieve the Organisation's objectives and region's trade potential for bringing "colossal" economic and peace dividends. "Let us make ECO an organisation, not just of words, but actions, not just commitments but implementation. It is crucial for us to work collectively and diligently to realise the goals and objectives of the Organisation... Our region, if well connected, can bring colossal economic and peace dividends for our people," the prime minister said addressing the 16th Summit of the Economic Cooperation Organisation (ECO). [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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