

11th January, 2024

KSE -100 Index



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
CNERGY	3.72	0.81%	7.07

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Govt eyes major gas policy reforms

The interim government has decided to make major changes in Pakistan's two gas exploration and production policies, aiming to reverse an exodus of foreign firms and lessen reliance on expensive imported fuels that have consumed more than \$23 billion in less than a decade. A meeting of the Council of Common Interests, the country's highest constitutional body dealing with issues jointly owned by the Centre and the provinces, is expected to be convened soon to approve amendments in the Petroleum Policy 2012 and the Tight Gas Exploration and Production Policy of 2011. President Arif Alvi reconstituted the eight-member CCI on Tuesday, making the Minister for Privatisation, Minister for Finance, and Minister for Law its members, along with four provincial chief ministers. [Click to see more](#)

Croatia seeks better trade relationship

The Ambassador of the Republic of Croatia, Dr Drago Stambuk, acknowledged that although Croatia and Pakistan maintain friendly relations, the trade exchange between them is 'not strong enough to be proud of.' The Croatian Embassy is actively working to enhance this trade relationship, stated Stambuk during a meeting at the Karachi Chamber of Commerce and Industry (KCCI). Stambuk highlighted his duty to bring together business representatives from both sides. He expressed plans to organise political and economic consultations between the two countries to improve bilateral trade. [Click to see more](#)

Remittances increase to \$2.38 billion in December 2023

The inflow of workers' remittances sent by overseas Pakistanis increased by 13% to \$2.38 billion in December 2023 as funds were dispatched through official channels following the return of stability in the rupee-dollar parity and the crackdown against illegal currency networks. The improvement in the remittances is expected to fuel the ongoing gradual rally in the rupee against the US dollar and strengthen the market as the current account is expected to be in surplus for the second consecutive month of December 2023. The State Bank of Pakistan (SBP) reported that remittances rose 13% compared to \$2.10 billion when compared to December 2022. [Click to see more](#)

PC okays 51% PIA stake sale

The Privatisation Commission (PC) board on Tuesday approved the transaction structure to sell a minimum of 51% stake in Pakistan International Airlines (PIA) after cleansing its balance sheet by transferring almost three-fourths of the Rs825 billion to a new company. Reconvening on Tuesday, the board by and large endorsed the "legal segregation" of PIA into good and bad PIA and approved the transaction structure, according to privatisation ministry officials. The financial advisors' report remained incomplete and was submitted without the valuation of the assets. [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%

\$600m loan linked to IPP debt

Two Chinese commercial banks have linked their \$600 million loans with the prior settlement of the debt that Pakistan owes to the Chinese power plants—a condition that Islamabad has refused to accept because of its implications on the budget and setting a wrong precedent. Pakistan was in negotiations with the Industrial and Commercial Bank of China (ICBC) and the Bank of China for a total loan of \$600 million. Each bank had been approached for \$300 million in financing. Pakistan authorities had hoped that they would get the loans in December. Ministry of Finance spokesman Qamar Abbasi did not respond to questions sent to him. [Click to see more](#)

Bilawal shares his economic plan with businessmen

After the Pakistan Muslim League-Nawaz, the Pakistan Peoples Party also sees Charter of Economy vital for stabilising the financial system of the country as PPP Chairman Bilawal Bhutto-Zardari shares his economic plan with the business community of Punjab. Talking to members of the United Business Group at the residence of former Lahore Chamber president Shahzad Ali Malik here on Wednesday, he said that it was the PPP that had taken the initiative of signing the Charter of Democracy (CoD) and it would also initiate the process for signing the Charter of Economy after coming to power. Sharing his economic vision with the business leaders, he said if voted to power the PPP would revamp the tax system and introduce a 'participatory' approach in which the federating units would be empowered to collect taxes instead of the federal authorities. [Click to see more](#)

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Stock Ratings

WE Financial Services Ltd. uses three rating categories, depending upon return form 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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