

11th May, 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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Rupee slides 1.3pc against US dollar amid unrest after Imran's arrest

The rupee weakened 1.3 per cent to a new record low of Rs288.5 against the US dollar in the interbank market on Wednesday, a day after former prime minister Imran Khan was arrested by the National Accountability Bureau in Islamabad. Following the arrest, clashes erupted between Imran's supporters and police, leaving at least one protester dead. The interior ministry has suspended mobile broadband services in the country. Pakistan's international bonds nudged lower with the 2024 issue down 0.4 cents on the dollar, according to Tradeweb data. The bonds trade at deeply distressed levels with shorter-dated maturities priced at 49 cents on the dollar while longer-dated ones changed hands at around 33 cents. [Click to see more](#)

Panasonic sees high profit on robust battery sales

Japan's Panasonic Holdings Corp on Wednesday said it expects net profit to rise to a record high this year on robust auto battery sales and a hefty tax credit in the United States. The industrial conglomerate, which supplies batteries to US electric vehicle (EV) leader Tesla Inc, is expanding its energy business just as persistently high inflation rates worldwide dampen consumer sentiment. Panasonic predicts net profit will grow 32% from a year earlier to a record 350 billion yen (\$2.59 billion) as it expects a tax credit for EV battery operations under the US Inflation Reduction Act to boost its bottom line by 100 billion yen. [Click to see more](#)

Rs9.2tr new tax target likely

The federal government has planned to fix the new tax target at Rs9.2 trillion amid disclosure by the Reforms and Revenue Mobilisation Commission (RRMC) that the Federal Board of Revenue (FBR) collected three-fourths of income tax from just 13,958 taxpayers. The scathing interim report of the commission exposes the FBR's shallow performance. Findings of the report suggest that without reshaping the tax reform structure, the FBR will again put the burden of Rs9.2 trillion target for fiscal year 2023-24 on the same limited number of taxpayers. [Click to see more](#)

Envoy for sustainable veg oil production

An international seminar focused on "Sustainable Production of Healthy Vegetable Oils: Policies and Practices to Achieve SDGs" was inaugurated by Indonesian Ambassador Adam M Tugio along with University of Agriculture Faisalabad (UAF) Vice Chancellor Prof Dr Iqar Ahmad Khan. The seminar was organised by the embassy of Indonesia in collaboration with the UAF faculty of food, nutrition and home sciences. During the inaugural address, the ambassador said that the global population is growing at an unprecedented rate and estimates predict that "we will need to produce 70% more food by 2050 to feed the growing population". [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%

Exporters oppose ban on rice cultivation in various Sindh districts

Rice exporters have strongly opposed a ban on rice cultivation in the various districts of Sindh province. Chela Ram Kewlani Chairman, Haseeb Ali Khan Senior Vice Chairman, Habibur Rehaman, Vice Chairman and Managing Committee Members of Rice Exporters Association of Pakistan (REAP) in an urgent meeting held on Wednesday strongly opposed the decision of Sindh Government regarding ban on rice cultivation in various districts of Sindh Province. Chela Ram said that nowadays, the country was facing a severe economic crisis and direly needed foreign exchange to avoid the default and support the country's economy. However, on the other side the government policies are discouraging exports. [Click to see more](#)

FBR imposes conditions on importers

The goods imported for the Special Technology Zones (STZs) must be retained for a period of at least ten years and cannot be sold without prior approval of the Federal Board of Revenue (FBR). On Wednesday, the FBR laid down conditions on the importers of the STZs under the SRO 536(I)/2023 notified to issue draft amendments in the Customs Rules, 2001. Under the FBR's conditions on the STZs, the tax benefits shall be provided only if import thereof is made for a period of ten years commencing from the date of signing of the development agreement or issuance of license, as the case may be, for consumption within zones by the eligible importers under these Rules. [Click to see more](#)

Military reacts strongly

Pakistan military on Wednesday took a strong note of the chaotic situation across the country, saying that May 9 will be remembered as a "black chapter" and promised "strict action" against the identified facilitators, planners, and political activists involved in the acts of "vandalism" in a bid to push Pakistan "into a civil war". "May 9 will be remembered as a dark chapter. Chairman PTI [Imran Khan] was detained according to law from Islamabad High Court according to NAB's statement. Immediately after his arrest, army properties and installations were attacked in a systematic manner and anti-army slogans were chanted," the military's media wing – Inter-Service Public Relations (ISPR) – said in a strongly-worded press release. [Click to see more](#)

Army deployed in Islamabad, Punjab and KP

The army has been called in by two provinces, Punjab and Khyber-Pakhtunkhwa, as well as, in the federal capital to assist the local administration and police in maintaining the law and order situation that emerged in the province after the arrest of Pakistan Tehreek-e-Insaf (PTI) Chief Imran Khan. Sources said that the federal cabinet approved the deployment of army personnel in Punjab, Khyber-Pakhtunkhwa, and Islamabad to help local administration and police in maintaining law and order. [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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