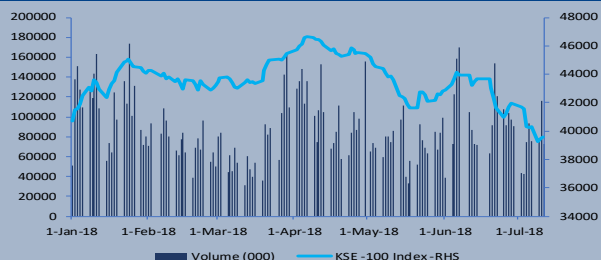


13th Feb, 2023

KSE -100 Index



Market- Key Statistics

	Current	Previous	Change
KSE100 Index	41,714.78	42,466.59	-724.81
All Shares Index	27,866.69	28,258.34	-391.65
KSE30 Index	15,682.28	16,021.36	-339.08
KMI30 Index	72,189.53	73,769.77	-1580.2
Volume (mn)	281,814.75	367,253.31	-8543.8

Source: PSX

Top Losers-KSE100 Index

Symbol	Price	% Change	Volume
PIM	8.99	(-10.01%)	3,000
SANSM	11.05	(-8.30%)	2,000
SAPT	950.1	(-7.45%)	40
TICL	222.25	(-7.44%)	200
SHJS	40.35	(-7.24%)	500

Top Winners-KSE100 Index

Symbol	Price	% Change	Volume
UCAPM	1.7	20.57%	500
KASBM	1.4	7.69%	500
PRET	526.23	7.50%	400
RCML	696	7.49%	100
STML	35.05	7.48%	500

Volume Leaders KSE-All Index

Symbol	Price	% Change	Volume
WTL	1.29	1.58%	6,477,045
SSGC	11.79	5.08%	5,980,128
SNGP	46.09	4.47%	4,965,595
OGDC	97.9	-3.13%	4,884,699
KEL	2.34	3.54%	2,196,821

Volume Leaders KMI-30 Index

Symbol	Price	% Change	Volume (mn)
OGDC	97.82	-3.16%	2.89
PPL	78.15	-2.27%	10.54
PSO	133.22	-0.33%	0.349
PIOC	58.89	1.03%	0.148
FCCL	11.96	-0.17%	0.135

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Govt implements revenue measures from Feb 15 to secure \$1.2bn IMF tranche early

In light of an unexpected relief in tax measures from the International Monetary Fund, the government has decided to take a proactive approach and implement tax and non-tax measures from Feb 15 instead of March 1 — the purported deadline proposed by the global lender — to secure quick release of \$1.2 billion tranche. [Click to see more](#)

Producers see oil rebound to \$100 a barrel

Oil may resume its rally in 2023 as Chinese demand recovers after Covid curbs were scrapped and lack of investment limits growth in supply, with a growing number seeing a possible return to \$100 a barrel. In 2022, oil soared above \$100 for the first time since 2014 as demand recovered from Covid-19 lockdowns in much of the world and Russia's invasion of Ukraine added to supply concerns. But Brent crude ended the year close to \$86 on fears of global recession. [Click to see more](#)

Tyre manufacturers need raw materials for survival

Amid the rising market share of smuggled tyres due to scarcity of raw materials hampering local manufacturing, Ghandhara Tyre and Rubber Company Ltd (GTR) has also suspended its production activities from Feb 13-17. The local manufacturers have warned the government that if remedial measures are not taken immediately there could be large-scale layoffs too as the recent plant shutdowns by auto assemblers have also caused ripple effects for the tyre industry. [Click to see more](#)

PM orders speedy completion of energy projects

Prime Minister Shehbaz Sharif on Sunday issued directives for speedy completion of solar and wind energy projects. While chairing a meeting on renewable energy, he said it was the government's main priority to encourage the production of electricity through solar and wind energy sources. The renewable sources would produce low-cost and environment-friendly electricity, he added. [Click to see more](#)

Stocks post weekly gains as investors pin hopes on IMF talks

Trading on the stock exchange started on a positive note in the outgoing week in anticipation of the staff-level agreement between Pakistan and the International Monetary Fund (IMF). Energy stocks, in particular, propelled the index of representative shares to recent highs as investors expected a resolution of the circular debt. Moreover, the rupee appreciated 2.7 per cent on a week-on-week basis against the dollar to close at 269.28. However, talks with the IMF concluded on Thursday and the mission of the Washington-based lender left Pakistan without reaching an agreement. The news threw the stock market into a spiral in the last trading session. [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-Feb-23)	0.816
Individuals (10-Feb-23)	1.98
Companies (10-Feb-23)	0.48
Banks/DFI (10-Feb-23)	1.28
NBFC (10-Feb-23)	(0.003074)
Mutual Fund (10-Feb-23)	(3.877)
Other Organization (10-Feb-23)	0.221
Brokers (10-Feb-23)	(0.120)
Insurance Comp: (10-Feb-23)	(0.785)

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\$	269.03	269.03	0.00%
PKR / EUR	288.93	288.93	0.00%
PKR / GBP	325.8	325.8	0.00%
PKR / JPY	2.06	2.06	0.00%
PKR / SAR	71.6	71.6	0.00%
PKR / AED	73.16	73.16	0.00%
PKR / AUD	184.5	184.5	0.00%

Tea crisis looms as prices surge ahead of Ramazan

Ahead of Ramazan the price of black tea (loose) has swelled to Rs1,600 per kg from Rs1,100 in the last 15 days as around 250 containers still stuck at the port that arrived from late December 2022 to early January. After Jan 21, banks had filed financial instruments thus allowing only those importers to pay duties who received 180 days defer payment telex from their suppliers. But the containers of those who failed to get this facility from their suppliers are still stranded at the port. [Click to see more](#)

FBR drafted no proposal to tax bank deposits

There was no proposal drafted by the Federal Board of Revenue (FBR) at any stage to impose tax on bank deposits of the general public to generate additional revenue under the upcoming mini-budget. There was no such proposal at any stage during the whole process of the drafting of Tax Laws Amendments Ordinance, 2023. There was news in circulation that such kind of proposal was drafted by the government for mini-budget. However, the flood levy would be replaced with regulatory duties and additional customs duties, sources said. [Click to see more](#)

Moody's paints bleak picture of Pakistan's external position

The International Monetary Fund (IMF) is likely to demand Pakistan to take revenue-raising measures among prior actions before it releases the next tranche of assistance to the crisis-hit country, Moody's Investors Service said. The talks between Pakistan and the global lender are set to begin virtually in the coming week, after 10 days of consistent talks in Islamabad in which Pakistan failed to secure a deal. "Pakistan's government liquidity and external vulnerability risks are elevated, and there remains considerable risks around Pakistan's ability to secure required financing to fully meet its needs for the next few years," a statement released by the credit rating company said. [Click to see more](#)

Rs170 billion in taxes will have to be imposed: Ishaq Dar

Under the deal with the International Monetary Fund (IMF), new taxes worth Rs170 billion will have to be imposed, for which a mini-budget will have to be introduced, Finance Minister Ishaq Dar announced Friday. Dar was addressing a press conference after an IMF mission left Pakistan without signing a staff-level agreement, which the country was relying on to revive its failing economy. Despite a failure in securing a deal with the IMF, the finance minister claimed the parleys with the global lender ended "positively". [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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