

13th September, 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
CNERGY	3.72	0.81%	7.07

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Sharp drop in worker remittances

The inflow of workers' remittances sent home by overseas Pakistanis through official channels remained low at \$2.09 billion in August 2023, adding to pressure on the country's capacity to pay for imports and repay the maturing foreign debt. According to the State Bank of Pakistan (SBP)'s data released on Monday, the remittances from expatriate Pakistanis dropped by almost 24% to \$2.09 billion compared to inflows of \$2.74 billion in August 2022. The apparent strengthening of the illicit Hawala and Hundi network restricted remittances through official channels as many non-resident Pakistanis opted for grey markets, which were offering a Rs20-25 higher price for each dollar compared to the price quoted by official channels including commercial banks and authorized foreign exchange companies. [Click to see more](#)

Oil crisis brews as depots run dry

The government on Tuesday feared oil crisis as retail outlets of some oil marketing companies (OMCs) were reportedly found dry at a few locations in the country. Keeping in view this situation, the Petroleum Division called upon the Oil and Gas Regulatory Authority (Ogra) chairman to take regulatory action against those companies operating dry retail outlets. In a letter dated September 12, Oil Director General Imran Ahmed informed the Ogra chairman that the energy minister had taken serious notice of the development, and directed that the regulatory authority may mobilize its enforcement team to ensure that all OMCs keep their retail outlets wet and well-supplied with the petroleum products. [Click to see more](#)

Crackdown on smuggling stabilises sugar prices

With the caretaker government launching a massive crackdown and showing 'zero-tolerance' towards smuggling and hoarding of essential commodities, the price and availability of sugar are gradually becoming stable and normal. As part of its strategy, the government plans to offer cash rewards to citizens who provide information leading to the identification of elements involved in smuggling and hoarding. A toll-free number has been established at the Federal Investigation Agency (FIA) and the Ministry of Interior for reporting such activities. [Click to see more](#)

Whitefly attack giving Punjab cotton growers sleepless nights

The cotton crop in Punjab is facing an onslaught from whiteflies, which is proving to be a nightmare for growers and agriculture department high-ups, as well who have so far been expecting a good harvest this year, mainly because of supportive weather. The scale of the [whitefly attack](#), which experts say has been caused by a sudden hike in temperatures across the cotton belt during the last couple of weeks, has raised fears of an extraordinary decrease in per acre crop yield that is contrary to the general expectation lint production target may not be achieved this year too. [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%

Committee formed to boost corporatisation

The Securities and Exchange Commission of Pakistan (SECP) has formed a committee in collaboration with the Institute of Chartered Accountants of Pakistan (ICAP) and the Pakistan Institute of Development Economics (Pide) to promote corporatisation. It will be headed by SECP Executive Director Mussarat Jabeen and will have two more officers from the commission. Dr Nadeem-ul-Haq will head the committee from Pide. The committee is tasked to review the existing regulatory structure and identify impediments to the registration of companies.

[Click to see more](#)

Dollar below 300 after over two weeks

The rupee continued to strengthen against the dollar in the interbank market on Tuesday, rising 0.42 per cent to below 300, a barrier it crossed for the first time ever on Aug 24. According to the State Bank of Pakistan's data, the rupee closed at 299.89 on Tuesday compared to 301.16 a day ago. In the open market, however, the rupee remained unchanged at 300 to the dollar. The local currency has significantly gained in the past few days, with analysts attributing the rise to an ongoing crackdown on illegal dollar outflows. [Click to see more](#)

Zyp raises \$1.2m in seed funding

Zyp Technologies, a Pakistani electric vehicles startup, announced on Tuesday that it had raised \$1.2 million in seed funding led by Indus Valley Capital (IVC). "With this key investment, Zyp is driving mass-market adoption of electric mobility in Pakistan by addressing three key hurdles to adoption: high upfront cost, range anxiety and long charging times," a press release issued by the startup said. "Zyp achieves this through their indigenously developed product portfolio that includes purpose-built electric motorcycles, innovative battery swap stations, proprietary and patent pending battery architecture, cloud software and mobile apps," the press release added. [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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