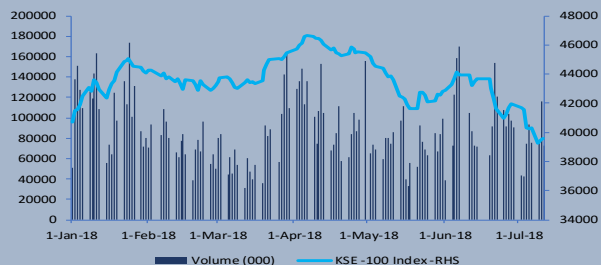


14 Sept, 2022

## KSE -100 Index



## KSE -100 Index- Key Statistics

Open	41,916.38
High	42,092.72
Low	41,885.28
Closing	42,001.34
Change	139.05
Volume	62,483,435

Source: PSX

## Key Economic Data

Reserves (15-July-22)	\$15.24bn
Inflation CPI (Jul'21-Jun'22)	21.3%
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 (13-Sept-22)	1.21
Individuals (13-Sept-22)	0.12
Companies (13-Sept-22)	(0.90)
Banks/DFI (13-Sept-22)	1.26
NBFC (13-Sept-22)	(0.04)
Mutual Fund (13-Sept-22)	(0.31)
Other Organization (13-Sept-22)	(0.013)
Brokers (13-Sept-22)	(1.15)
Insurance Comp: (13-Sept-22)	(0.98)

Source: NCCPL

## WE Financial Services Ltd.

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Stock Exchange Road, Karachi-74000, Pakistan  
Email: research@we.com.pk

## Remittances rise to \$2.72b in Aug

Source: Tribune Express

POSITIVE

In line with expectations, the flow of remittances sent home by overseas Pakistanis increased 8% to \$2.72 billion in August 2022 compared to July, improving outlook for the receipts in current fiscal year 2022-23. The end of holiday season partially helped to give a boost to the inflows in August. Besides, "the export of manpower is on the rise. This should also have played a role in improving the inflows and should keep remittances steady in FY23," pointed out Pak-Kuwait Investment Company Head of Research Samiullah Tariq while talking to The Express Tribune.

## Car sales plunge by 50% YoY in August

Source: Mettis Global

NEGATIVE

The passenger car sales witnessed a notable decline of 50% YoY in the month of August 2022, clocking in at 8,980 units, when compared to 17,899 units recorded in the same month last fiscal year due to higher interest rates, measures taken by the regulators to curb auto imports and cost-led price hikes, the latest data from the Pakistan Automotive Manufacturers Association (PAMA) showed on Tuesday. On a sequential basis, the total sales of passenger cars witnessed a decline of 13% from 10,378 units in July 2022. This takes the cumulative car sales to 19,358 units during 2MFY23, down by 50% YoY.

## Oil prices rise on concerns over tight supplies

Source: Dawn

NEUTRAL

Oil prices rose in volatile trade on Tuesday as worries about tight fuel supplies ahead of winter offset investor concerns about lower demand in China, the world's biggest crude importer, and further increases in US and European interest rates. Brent crude had risen 50 cents, or 0.5 per cent, to \$94.50 a barrel by 0644 GMT, while WTI crude increased by 52 cents, or 0.6pc, to \$88.30 a barrel. Both contracts fell by more than \$1 earlier in the session. Worries over tighter inventories continue to support prices.

## Italy eyes €6b trade with Pakistan

Source: Tribune Express

POSITIVE

Italian Embassy Deputy Head of Mission Dr Roberto Neccia on Tuesday said that Italy and Pakistan should work to increase bilateral trade at least up to €5-6 billion per annum. Speaking to business community at the Islamabad Chamber of Commerce and Industry (ICCI), the ambassador stressed that both countries had the potential to achieve the trade target. Current trade of €1.5 billion between Italy and Pakistan was much lower and did not correspond to the actual trade potential of both countries, he said.

## No DISCOs' sell-off despite Rs500b losses

Source: Tribune Express

NEUTRAL

The coalition government, on Tuesday, failed to take a clear policy stance on the privatisation of power distribution companies despite Rs536 billion being added to the circular debt in the previous fiscal year. For the second time in the past four months, the Cabinet Committee on Privatisation (CCOP) did not decide on a summary that had been resubmitted to hand over management of the power sector distribution companies to the private sector.

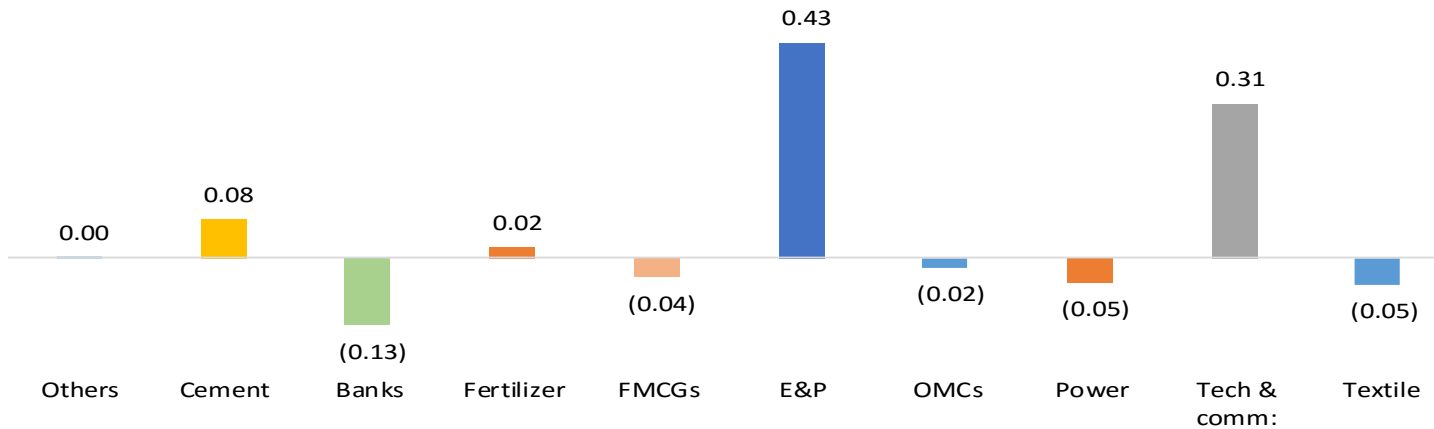
## PKR to dollar: Rupee continues free fall for eighth straight session

Source: The News

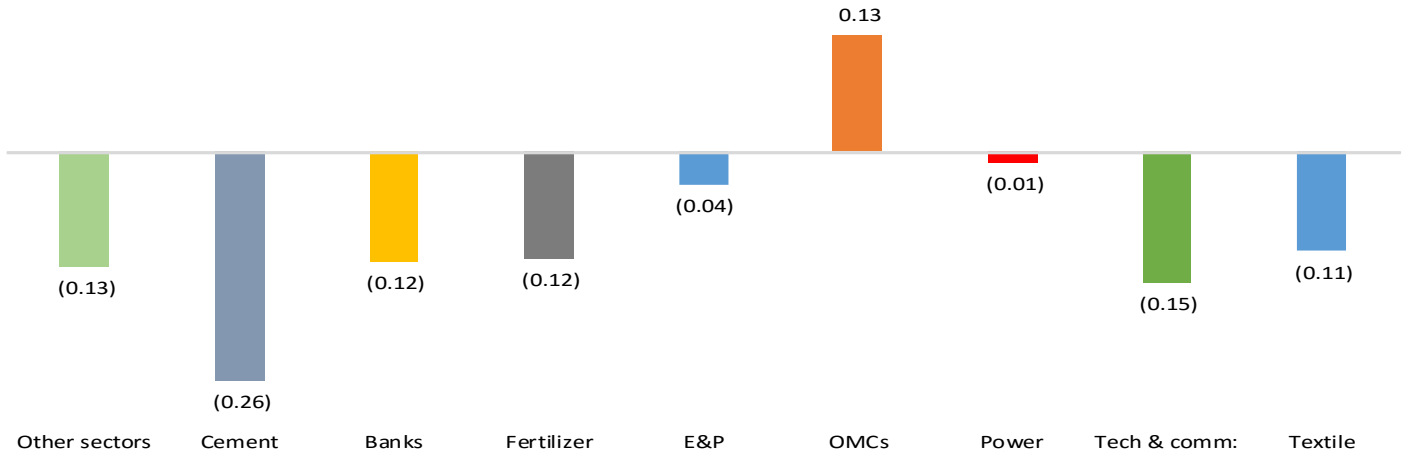
NEGATIVE

The local unit fell by Rs2.1 to Rs231.92 in the interbank market, down in value from yesterday's close of Rs229.82. The rupee also lost Rs9.21 or 4.2% against the green-back cumulatively last week. Hammered by cataclysmic floods and political uncertainty in the country, the Pakistani rupee continued its downward spiral for the eighth consecutive session against the US dollar Tuesday.

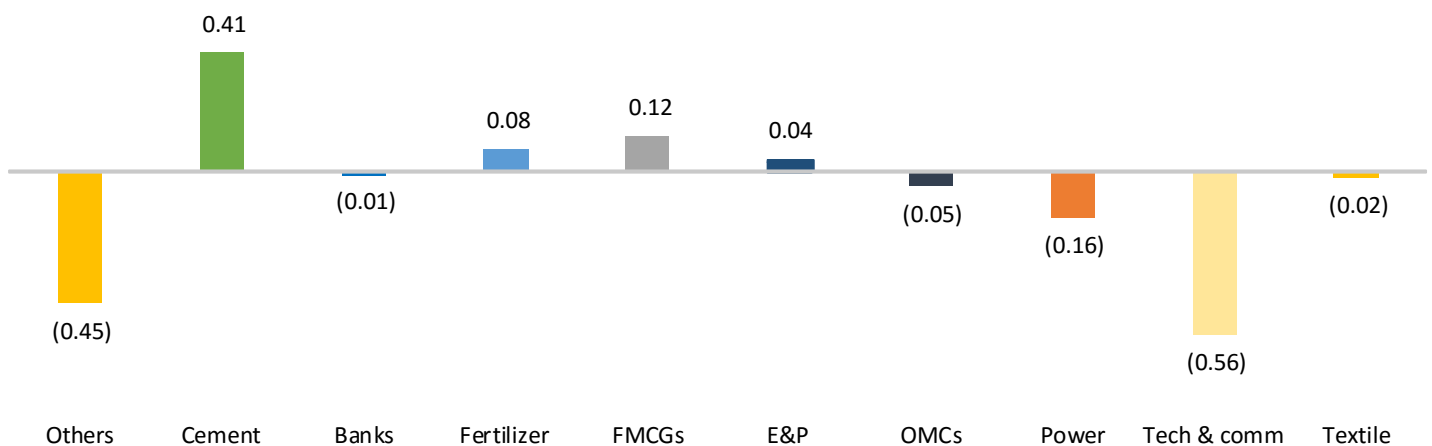
### FII Sector Wise USD (Mil)



### Mutual Funds Sector Wise USD (Mil)



### Banks/DFIs Sector Wise USD (Mil)



Source: NCCPL

## Analyst Certificate:

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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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