

14th 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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Exports to nine regional states dip over 14pc

The first month of the current fiscal year saw a decline of 14.55 per cent in exports to nine regional countries, mainly driven by a drop in shipments to China, data compiled by the State Bank of Pakistan showed. The country's exports to Afghanistan, China, Bangladesh, Sri Lanka, India, Iran, Nepal, Bhutan and the Maldives dipped to \$260.983 million — just 12.62pc of total exports of \$2.068bn in July. The decline is not confined to exports but imports especially from China also saw a steep decline in July from a year ago. In FY23, exports to regional countries dipped 21.1pc to \$3.331bn on a year-on-year basis. [Click to see more](#)

Oil steadies on surprise US stockbuild

Oil prices were near flat on Wednesday, after earlier hitting a 10-month high, as a surprise build in US crude inventories offset expectations of tight crude supply for the rest of the year. International benchmark Brent futures dropped 7 cents to \$91.99 a barrel by 12:48 p.m. EDT (1648 GMT). Its session high of \$92.84 a barrel was the highest since November. US West Texas Intermediate crude (WTI) edged 11 cents lower to \$88.73. Its session high of \$89.64 a barrel was also the highest since November. Front-month Brent futures contracts traded as high as \$4.90 a barrel above those for delivery six months further out LCOc1-LCOc7, the widest spread since November, indicating tightening supply. [Click to see more](#)

Another big fuel price shock in the offing

With no let-up in the rising energy rates, the prices of petroleum products are estimated to rise again later this week owing to a combination of currency depreciation and higher international oil prices. The prices of both major petroleum products — petrol and high-speed diesel (HSD) — could go up by about Rs10-14 and Rs14-16 per litre, respectively, on Sept 15 for the next fortnight, while kerosene price would also get costlier by about Rs10 per litre, based on the existing tax rates and import parity price. [Click to see more](#)

Rupee turns in mixed performance

The rupee continued to strengthen against the US dollar in the interbank market on Wednesday but fell in the open market. The development comes a day after the rupee rose 0.42 per cent in the interbank market to below 300, a barrier it crossed for the first time on Aug 24. According to the State Bank of Pakistan, the rupee gained 1.07 against the greenback, from yesterday's close of 299.89, to close at 298.82 today. Meanwhile, the Forex Association of Pakistan (FAP) said that the rupee depreciated in the open market. The dollar was changing hands at Rs301 after remaining unchanged on Tuesday at 300. [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% |

Auto sales rise 49% after end to import controls

Automobile sales surged to 7,579 units in August 2023, posting a staggering 49% month-on-month (MoM) increase. However, on a year-on-year (YoY) basis, sales of vehicles decreased by 36%. According to data released by the Pakistan Automobile Manufacturers Association (PAMA), sales of cars in the first two months (July-August) of current financial year dropped by 47% as compared to the same period of last year and reached 12,671 units. [Click to see more](#)

World Trade on rise despite tensions

Global trade and international cooperation are still on the rise despite the new narrative of decoupling and increasing trade disputes following the eruption of Ukraine war that impacted \$85 billion worth of trade, says the new World Trade Report. Negative headlines are obscuring a more optimistic global trade picture as even trade between the United States and China – the two largest trade partners – reached its highest level last year despite escalation of trade tensions between them since 2018, according to the report launched by the World Trade Organisation (WTO) on Tuesday. The report underlined the threats to the multi-lateral trading system from the Ukraine war and fragmentation of trade on geo-political and like-minded countries' lines. [Click to see more](#)

ECC advocates beleaguered PIA's sell-off

The Economic Coordination Committee (ECC) of the Cabinet has directed that emphasis should be given to PIACL's privatisation instead of restructuring as the national flag-carrier is on active list of privatization. Ministry of Aviation briefed the ECC on September 6, 2023 that PIACL, the national flag carrier was owned by the government of Pakistan to the extent of 92 percent shares. PIA had a glorious past and a series of achievements, but from the late nineteen nineties PIA started to incur losses as it could not compete well with the emerging regional airlines. PIA's problems were exacerbated due to absence of entrepreneurship, rising extraneous influences, internal mismanagement as well as its inability to finance the cost of fleet expansion. [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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