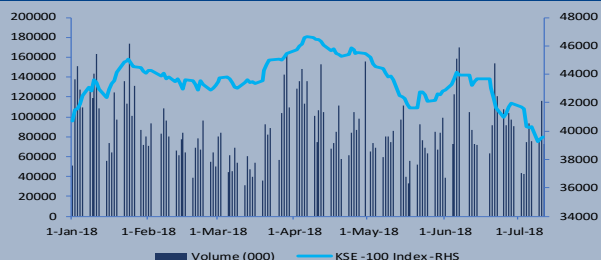


15 Nov, 2022

### KSE -100 Index



Source: PSX & WE Research

### Market- Key Statistics

	Current	Previous	Change
KSE100 Index	42,850.83	43,092.95	(242.12)
All Shares Index	29,120.02	29,300.49	(180.47)
KSE30 Index	15,729.04	15,798.48	(69.44)
KMI30 Index	72,333.03	73,105.09	(772.06)
Volume (mn)	185.51	232.77	(47.26)

Source: PSX

### Top Losers-KSE100 Index

Symbol	Price	% Change	Volume
FTMM	10.24	-8.90	28,500
INKL	11.51	-7.99	1000
AWTX	2629.38	-7.50	140
KHTC	402.46	-7.50	14200
MQMT	57.53	-7.50	20000

### Top Winners-KSE100 Index

Symbol	Price	% Change	Volume
OBOY	6.65	+17.70	3.5 mn
HSPI	8.09	+14.10	22500
AWWAL	8.82	+12.64	500
PGLC	9.68	+11.52	74000
GRYL	3.40	+10.75	1000

### Volume Leaders KSE-All Index

Symbol	Price	% Change	Volume (Mn)
HASCOL	7.88	+3.55	26.56
PTC	7.60	+2.84	10.83
LOTCEM	30.76	+7.48	10.23
TRG	146.17	+7.49	10.08
WTL	1.55	0.0	8.83

### Volume Leaders KMI-30 Index

Symbol	Price	% Change	Volume (Mn)
CENERGY	5.13	+0.79	21.14
OGDC	77.97	+5.29	12.53
PPL	58.98	+5.79	10.75
GHAN	17.11	+0.29	6.74
ARL	177.91	+1.49	4.52

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### Oil prices may be jacked up slightly

The government is likely to slightly increase prices of petroleum products to collect more revenue from oil consumers in the next fortnight from November 16 to 30, 2022. Prices of petroleum products may be increased by Rs3 to Rs4 per litre," an official of the Petroleum Division said. (Tribune) [Click here for more...](#)

### Pakistan's default risk spikes

Pakistan's risk of default, measured through the five-year currency default swap (CDS) index, on Monday spiked 4.2 percentage points to a new high at 64.2%, suggesting that the country lacked resources to meet the growing import payments and foreign debt repayments on time. Pakistan is scheduled to repay \$1 billion against a five-year Sukuk (Shariah-compliant bond) maturing on December 5, 2022. (Tribune) [Click here for more...](#)

### Gas prices to be increased

As Sui Northern Gas Pipeline Limited (SNGPL) prepares to seek a massive price hike to meet its revenue shortfall, gas prices for consumers in Punjab and Khyber Pakhtunkhwa (KP) are likely to see an increase. (Tribune) [Click here for more...](#)

### Oil falls \$2 on China Covid surge

Oil prices fell by \$2 on Monday, dragged down by a firmer US dollar while surging coronavirus cases in China dashed hopes of a swift reopening of the economy for the world's biggest crude importer. Brent crude futures were down \$2.25, or 2.5%, at \$95.23 a barrel by 1700 GMT after gaining 1.1% on Friday. WTI crude futures fell \$2.25, or 2%, to \$88.03 after advancing 2.9% on Friday. (Tribune) [Click here for more...](#)

### Govt to provide low-cost homes to the vulnerable

Ministry of Housing and Works Secretary Iftikhar Ali Shallwani has said that the government is planning to provide affordable housing units to the low-income people and an upcoming exhibition will help make positive progress towards this goal. (Tribune) [Click here for more...](#)

### Pakistan out of UK's 'high-risk countries' list

The United Kingdom has removed Pakistan from its 'high-risk third countries' list through a statutory instrument, effectively meaning the UK foreign office recognises the progress Pakistan has made to be removed from FATF's grey list. A notification by the Foreign, Commonwealth and Development Office on Monday marked this development, saying the UK recognizes Pakistan's efforts to improve money laundering and terror financing curbs. (Dawn) [Click here for more...](#)

### Gold flat as investors seek rupee's direction

Gold prices remained subdued on Monday as investors remained on the sidelines keeping a close watch on the rupee-dollar parity. The price of gold edged upward by Rs100 per tola and Rs84 per 10 grams to settle at Rs156,000 and Rs133,744, respectively, Data released by the All Pakistan Sarafa Gems and Jewellers Association (APSGJA) showed. However, despite gold trading in a tight range, physical demand for the precious metal is high amid the ongoing wedding season. (News) [Click here for more...](#)

### Russia ready to offer coal, not LNG

Russia has reportedly declined to sell Liquefied Natural Gas (LNG) to Pakistan on short notice but is ready to offer coal, well informed sources in Ministry of Energy (Petroleum Division) told Business Recorder. (BR) [Click here for more...](#)

## Key Economic Data

Reserves (04-Nov-22)	\$14.68bn
Inflation CPI Oct'22	26.6%
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 (14-Nov-22)	0.60
Individuals (14-Nov-22)	(1.77)
Companies (14-Nov-22)	2.728
Banks/DFI (14-Nov-22)	(0.37)
NBFC (14-Nov-22)	0.04
Mutual Fund (14-Nov-22)	(0.51)
Other Organization (14-Nov-22)	0.27
Brokers (14-Nov-22)	(0.75)
Insurance Comp: (14-Nov-22)	(0.23)

Source: NCCPL

## Commodities

Commodities	Current	Previous	Change
Cement (Rs./bag)	1,040	1,039	0.10%
DAP (PKR/bag)	10,989	11,555	-4.90%
Urea Fertilizer (PKR/bag)	2,476	2,476	0.00%
Gold Spot (USD/oz)	1,771.24	1,771.42	-0.01%
Gold Future (USD/oz)	1,776.90	1,769.40	0.42%
WTI Spot (USD/bbl)	85.50	89.23	-4.18%
WTI Future (USD/bbl)	85.87	88.96	-3.47%
FOREX Reserves (USD bn)	13.72	14.68	-6.54%

## Exchange Rates– Open Market Bids

Local (PKR)	Current	Previous	Change
PKR / US\$	225.60	225.50	0.04%
PKR / EUR	240.50	239.00	0.63%
PKR / GBP	274.30	274.00	0.11%
PKR / JPY	1.53	1.50	2.00%
PKR / SAR	60.86	62.50	-2.62%
PKR / AED	64.70	64.70	0.00%
PKR / AUD	148.29	142.90	3.77%

## More banks investigated for rupee devaluation

Pakistan's central bank has expanded its scope of investigation beyond the eight banks allegedly involved in undervaluing the rupee to an all-time low of Rs240 against the US dollar. The banks found guilty will face "regulatory actions" in December 2022, says the central bank. (Tribune) [Click here for more...](#)

## Power sector needs 315,730 MTs of fuel in 3 months

National Power Control Centre (NPPC) has determined the accumulated fuel requirement of 315,730 MTs for power sector for three months, i.e., November and December 2022 and January 2023, subject to supply of 165 MMCFD of RLNG each month, official sources told Business Recorder. (BR) [Click here for more...](#)

## Govt borrowing from banks up 4.6%

Lending from commercial banks to the government increased by 4.6% to a total of Rs18.28 trillion despite a decline in deposits, leaving little room for businesses in the private sector to borrow in October 2022. (Tribune) [Click here for more...](#)

## Pakistan, Indonesia engage in economic diplomacy

Indonesia's Deputy Foreign Minister for Asia-Pacific and African Affairs Abdul Kadir Jailani has said that Pakistan and Indonesia have a huge potential to increase economic, trade and diplomatic ties. (Tribune) [Click here for more...](#)

## Sufficient forex stocks available: SBP

Governor State Bank of Pakistan (SBP) Jameel Ahmad has said that the State bank has sufficient stocks of foreign exchange reserves and Letter of Credits (LC) cases up to 100,000 will be cleared by end of this week. "There are no specific banks. We are looking at the business volume of foreign exchange of the banks and the scope of investigation has expanded to several banks," he added. (BR) [Click here for more...](#)

## MCB added to MSCI Frontier Market Small Cap Index

MSCI in its semi-annual review announcement on November 10, removed MCB Bank (MCB) from main FM Index and added it to MSCI frontier market Small Cap Index. Pakistan has now only two constituents left in MSCI FM index which are Lucky Cement (LUCK) and Oil and Gas Development Company (OGDC). (BR) [Click here for more...](#)

## Export-oriented textile sector sends out an 'SOS'

All Pakistan Textile Association (APTMA) has urged Prime Minister for intervention to save export-oriented textile industry of Sindh and Balochistan from total closure due to unavailability of gas. (BR) [Click here for more...](#)

## SNGPL reports a shortfall in revenue of Rs178bn: OGRA

The Sui Northern Gas Pipelines Limited (SNGPL) filed a petition on 14th Oct'22 to review its estimated revenue requirement or prescribed prices for the fiscal year 2022-2023, the statement issued by OGRA spokesperson. (MG) [Click here for more...](#)

## EFERT reports loss of 0.4% due to technical issue

Engro Fertilizer Limited (EFERT) on Monday reported a loss of approximately 0.4% of the annual production due to a technical issue in the EnVen plant, the company's filings on the stock exchange showed on Monday. The issue was fixed, and the plant resumed operations on Sunday, 13 Nov'22, resulting in an estimated production loss of 0.4% of the annual production", the report added. (MG) [Click here for more...](#)

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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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