

16th October, 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
CENERGY	3.72	0.81%	7.07

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KE seeks another Rs3 per unit hike in quarterly adjustment

Kar-achi's power utility K-Electric has sought another Rs3.02 per unit in tariff adjustment for the April-June quarter of this year. The National Electric Power Regulatory Authority (Nepra) has accepted the petition for a public hearing on Oct 19 (Thurs-day) to examine whether KE's request was justified and whether the company's claim for Rs13.2 billion write-off against unrecovered bills should be allowed. K-Electric's demand for Rs3.02 per unit additional quarterly tariff adjustment is based on a revision in price settings at Rs2.57 per unit during April-June, followed by an annual inflationary impact of 87 paise per unit on operations and maintenance on top of already covered expenses in base tariff, and a couple of other previous positive and negative changes. [Click to see more](#)

Cotton farmers urged to hold out for 'fair prices'

The caretaker government has called for strict enforcement of the cotton support prices set earlier this year, with Prime Minister Anwaarul Haq Kakar on Sunday ordering action against those exploiting the situation and buying cotton below the predetermined rate of Rs8,500 per 40kg. Caretaker Punjab Chief Minister Mohsin Naqvi, who met PM Kakar to discuss the issue, also separately urged cotton farmers to resist selling their crops below the intervention price. [Click to see more](#)

Big drop in fuel rates a silver lining for inflation-hit masses

For the second fortnight in a row, the Caretaker Prime Minister Anwaarul Haq Kakar's government reduced petrol and high-speed diesel (HSD) prices for the next 16 days, ending Oct 31, as a result of decline in the international market and an appreciation in the rupee's value. The petrol price was cut by Rs40 per litre, and HSD lowered by Rs15 per litre. As a result, the ex-depot price of petrol fell to about Rs284 per litre. However, the government raised the petroleum levy on HSD by Rs5, reaching a historic high of Rs55 per litre, just below the Rs60 maximum permissible limit under the law. [Click to see more](#)

Govt moves to reduce cash reliance further

Pakistan will introduce the next generation of the Raast-supported digital public infrastructure (DPI) project, reducing reliance on cash and driving financial inclusion in the country, with the help of the Bill and Melinda Gates (BMG) Foundation. In this regard, the finance ministry signed a memorandum of understanding (MoU) with the BMG Foundation in Marrakesh on Friday on the sidelines of the annual meetings of the World Bank and IMF. [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%

Common man finally gets some relief

The federal caretaker government has made a substantial reduction in petrol prices, cutting them by up to Rs40 per liter, providing the much-needed relief to the people who have borne the brunt of a challenging economic crisis since mid-2022. The price of petrol has been reduced from Rs323.38 per liter to Rs283.38 per liter, effective from today, October 16. This reduction is in line with fluctuations in global oil prices and the strengthening of the Pakistani rupee against the US dollar. Petrol is predominantly used in motorbikes and cars as an alternative to compressed natural gas (CNG), especially in the Punjab province where indigenous gas is not available at CNG retail outlets. [Click to see more](#)

Punjab to take steps to boost agri output

Federal Minister for National Food Security and Research Dr. Kausar Abdullah Malik on Sunday called on Punjab Chief Minister Syed Mohsin Naqvi and exchanged views over the steps that could be taken to increase different crops' production in the province. The minister, on the occasion, congratulated the chief minister on getting record cotton production this year. Malik was also appreciative of CM Naqvi's decision to hold provincial cabinet meetings at divisional headquarters. Both also discussed fixing the prices of different crops. [Click to see more](#)

Pakistan Railways fails to earn Rs6bn in potential revenue

Pakistan Railways (PR), which is passing through its worst-ever financial crisis and even unable to clear monthly salary to its employees, pension payments to retired staff, and vendor payments on time, has failed to earn potential revenue amounting to Rs6.1 billion in track access charges in FY23. "This marks a deplorable example of incompetence, laziness, and a self-serving attitude among senior PR officers who lack an innovative approach, particularly in managing the freight sector. This attitude deprived the PR of Rs6.1bn in track access charge revenue," a former senior PR officer said. [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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