

17th April, 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

WE Financial Services Ltd.

TREC Holder - Pakistan Stock Exchange Ltd.
506-508 5th Floor, Pakistan Stock Exchange Building
Stock Exchange Road, Karachi-74000, Pakistan
Email: research@we.com.pk

Uplift plan cut by a quarter to Rs600bn

The government has officially clipped the size of the Public Sector Development Progra-mme (PSDP) by a quarter to just Rs600 billion compared to the Rs800bn allocation, citing fiscal constraints. This will be the second year in a row that the country's underfunded infrastructure development will remain constrained by drastic cuts even in funds allocated by the parliament. In the previous fiscal year (2021-22), the development programme was contained at about Rs550bn against a budget allocation of about Rs900bn — almost a 40pc cut — as no funds were released for spending throughout the last quarter (April-June) amid political transition. [Click to see more](#)

IMF wants 'more guarantees' as PM insists all demands met

Prime Minister Shehbaz Sharif on Saturday said the International Monetary Fund (IMF) has no reason to delay the approval of the staff-level agreement after financial assurances from friendly countries, even as a Fund official said the lender looked forward to "necessary financing assurances" as soon as possible to pave way for the completion of the ninth review of the \$7 billion programme. The statement came from IMF Mission Chief to Pakistan Nathan Porter, a day after Finance Minister Ishaq Dar announced the confirmation of \$1bn in bilateral financial support to Pakistan, believed to be the last prior action for staff-level agreement with the global lender. [Click to see more](#)

Poll funding errand puts central bank in a bind

The State Bank of Pakistan (SBP) seems to be caught between a rock and a hard place in the aftermath of the Supreme Court's order of April 14. The apex court has directed the central bank to "allocate and release" Rs21 billion on Monday for elections in two provinces from the Federal Consolidated Fund (FCF) "lying under its control and management". Experts that *Dawn* spoke to believe the SBP neither controls nor manages the specific fund that the highest court of law wants it to release for an exercise that the National Assembly has formally opposed already. [Click to see more](#)

Stocks post marginal weekly gains

The stock market commenced the trading week on a negative note mainly because of uncertainty over the resumption of the International Monetary Fund (IMF) programme. The positive statement issued by the IMF's director for the Middle East and Central Asian department about a staff-level agreement with Pakistan helped restore some confidence in the market. [Click to see more](#)

IMF puts a damper on early deal hopes

The International Monetary Fund (IMF) on Saturday said that it was still waiting for the "necessary financing assurances" for the successful conclusion of the review talks -- dampening the expectations for a deal until Pakistan arranges the remaining \$3 billion. In an early morning statement, Nathan Porter, IMF Mission Chief to Pakistan, said that the IMF "looks forward to obtaining the necessary financing assurances as soon as possible to pave the way for the successful completion of the 9th EFF review". [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%

Rs5.5bn tax evasion detected in steel sector

The Federal Tax Ombudsman (FTO) has unearthed glaring discrepancies in rules that facilitated a tax evasion of Rs5.5 billion in the steel sector and suggested ways for recovery from evaders. The ombudsman in its findings recommended to the Federal Board of Revenue (FBR) to re-locate the jurisdiction of steel cases from the Corporate Tax Office (CTO) Lahore to Large Taxpayers Office (LTO) or Regional Tax Office (RTO) Lahore for more independent and effective recovery proceedings. [Click to see more](#)

G7 pledges to quit fossil fuels faster, but no new deadline

The G7 pledged on Sunday to quit fossil fuels faster and urged other countries to follow suit, but failed to agree to any new deadlines on ending polluting power sources like coal. The language reflects the depth of disagreements among the allies on the balance between climate action and energy security, with host Japan leading a pushback against the most ambitious proposals discussed. After two days of talks in the northern city of Sapporo, the bloc's climate and environment ministers vowed to "accelerate the phase-out of unabated fossil fuels so as to achieve net zero in energy systems by 2050 at the latest ... and call on others to join us in taking the same action". [Click to see more](#)

In response to SC order SBP acts obligingly

Following the directives of the Supreme Court, the State Bank of Pakistan (SBP) has attached/ allocated Rs 21 billion from the government's treasury for election in Punjab and KPK. Sources in SBP told *Business Recorder* on Sunday that on the Supreme Court's order, the SBP has decided to hold the required amount from the government's account to ensure the availability of the funds for the elections in the two provinces on May 14, 2023. The SC on Friday directed the State Bank to release Rs 21 billion to the Election Commission of Pakistan (ECP) to enable it to hold elections in Punjab and KPK. [Click to see more](#)

Rs129bn released for development projects

Despite financial constraints and disruptions caused by super floods last year, the Ministry of Planning, Development & Special Initiatives has released Rs 129 billion for development projects under Public Sector Development Programme (PSDP) for the fourth quarter of (2022-23). The Water Resource Division and Higher Education Commission (HEC) have been given top priority. It is worth noting that in the last quarter of (2021-22), there was a zero release for PSDP, which resulted in the government shrinking the PSDP from Rs 700b to Rs 550b. [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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