

18th December, 2023

KSE -100 Index



Market- Key Statistics

	Current	Previous	Change
KSE100 Index	59,260.43	58,899.84	360.59
All Shares Index	39,685.95	39,473.92	212.03
KSE30 Index	19,701.16	19,562.81	138.35
KMI30 Index	100,970.07	100,182.52	787.55
Volume (mn)	272,723.39	229,035.21	43,688

Source: PSX

Top Losers-KSE100 Index

Symbol	Price	% Change	Volume
TRETR2	4.86	(-14.74%)	8,606,075
POWERPS	7.49	(-11.78%)	1,500
LSEPL	3.05	(-6.73%)	20,000
ABL	77.11	(-5.96%)	500
FTMM	3.5	(-5.66%)	1,500

Top Winners-KSE100 Index

Symbol	Price	% Change	Volume
CWSM	1.8	(7.78%)	15,500
CLOV	20.01	(7.52%)	131,500
BNWM	33.33	(7.52%)	4,500
AGIL	92.24	(7.51%)	30,500
GLPL	182.91	(7.50%)	600

Volume Leaders KSE-All Index

Symbol	Price	% Change	Volume
TRETR2	4.86	(-14.74%)	8,606,075
AVN	65.6	-4.91%	2,379,580
SYM	4.22	-2.93%	1,468,000
PRL	25.61	-0.31%	1,458,861
NETSOL	114.3	-2.77%	1,349,241

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

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

Declining inflows signal tough year for rupee, experts warn

The rupee is in for a rough ride next year, industry sources and currency experts have warned, insisting that the local currency might face a significant devaluation as its current facade of stability is not backed by economic fundamentals. To back up their assertion, experts point to the current fiscal year's data indicating troubling trends. For instance, remittances dropped by 10.3 per cent year-on-year during the five months from July to November, resulting in a \$1.3 billion loss compared to the year-ago period. This decline followed a \$4bn decrease in remittances in the last fiscal year. [Click to see more](#)

MoUs signed for \$10bn Chinese investment

Pakistan and China have signed several memoranda of understanding (MoUs) for a hefty investment of \$10 billion in four major export-oriented sectors signifying a robust commitment to the country's economic growth. The joint ventures (JVs) are aimed at establishing industries in key sectors including textiles, agriculture, food, and car spare parts manufacturing. The MoUs were signed between the private sectors of the two countries. For boosting exports to China, Pakistan is set to despatch its first shipment of fresh chillies from Karachi on coming Tuesday, according to the minister. [Click to see more](#)

Stocks drift lower in jittery week

The stock market observed a roller coaster ride in the outgoing week. The highlight of the week was the policy rate announcement by the State Bank of Pakistan, which kept the key interest rate at 22 per cent in line with expectations. Moreover, there was a treasury bill auction, which saw no significant change in cut-off yields across all tenors. Further-more, global credit ratings agency Fitch chose to keep Pakistan's Long-Term Foreign-Currency Issuer Default Rating unchanged at CCC despite favourable economic signs like the strengthening of the local currency and the continuation of a Stand-by Arrangement with the International Monetary Fund (IMF). [Click to see more](#)

PC board approves rules to accelerate PIA privatisation

The Privatisation Commission (PC) board has approved new rules to sell state entities through direct negotiations to foreign nations after setting their minimum price under a competitive process – in a move that will help fast-track the sale of Pakistan International Airlines (PIA). The privatisation ministry announced this week that the board had approved draft of the Privatisation Commission (Government to Government Agreement Mode – Manner and Procedure) Rules, 2023. The new rules minimise procedural requirements for selling any entity. [Click to see more](#)

Key Economic Data

Reserves (25-Nov-23)	\$9.45bn
Inflation CPI Nov'23	24.5%
Exports - (Jul'22-Jun'23)	\$31.79bn
Imports - (Jul'22-Jun'23)	\$80.18bn
Trade Balance- (Jul'22-Jun'23)	\$(44.77)bn
Current A/C- (Jul'22-Jun'23)	\$(17.4)bn
Remittances - (Jul'22-Jun'23)	\$29.45bn

Source: SBP

FIPI/LIPI (USD Million)

FIPI (27-Nov-23)	0.565
Individuals (27-Nov-23)	0.444
Companies (27-Nov-23)	2.934
Banks/DFI (27-Nov-23)	(0.036)
NBFC (27-Nov-23)	0.00695
Mutual Fund (27-Nov-23)	(0.836)
Other Organization (27-Nov-23)	0.399
Brokers (27-Nov-23)	(2.856)
Insurance Comp: (27-Nov-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%

Investment in govt debt hits record

The parking of bank deposits in the safe-haven government debt securities hit a new high at 92% in November 2023, leaving very little financing for the private sector, which has remained the engine of economic growth. According to State Bank of Pakistan's (SBP) latest data on commercial bank deposits, investments and advances, the banks lent Rs24.58 trillion to the government through investment in debt securities like T-bills and Pakistan Investment Bonds (PIBs). The investment constituted around 92% of the total bank deposits of Rs26.79 trillion by the end of November. [Click to see more](#)

Despite reduction, oil prices still higher

Hyderabad Chamber of Small Traders and Small Industry President Muhammad Farooq Shaikhani has praised the government's decision to reduce petroleum product prices, stating that this step will help mitigate the wave of inflation in the country. He said the announcement made on Friday by the Ministry of Finance, on the recommendation of the Oil and Gas Regulatory Authority (Ogra), to reduce petrol prices by Rs14 per litre and high-speed diesel prices by Rs13.50 per litre "is a satisfactory news for both the business community and the public", according to a press release issued on Saturday. [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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