

18th January, 2024

KSE -100 Index



Source: PSX & WE Research

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
KEL	5.35	(-14.74%)	8,606,075
WTL	1.27	-4.91%	2,379,580
PIBTL	6.99	-2.93%	1,468,000
PIAA	10.21	-0.31%	1,458,861
PTC	13.53	-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
CNERGY	3.72	0.81%	7.07

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Current account posts \$397m surplus

Pakistan's current account posted a significant surplus of \$397 million in December 2023, bringing the entire second quarter of the current fiscal year FY24 into positive territory with a surplus of \$198m. The December surplus was primarily attributed to higher exports, increased remittances, and a significant decline in imports, helping the country gain control over the most pressing economic issue that had brought it to the brink of default at the beginning of FY24. According to the latest data from the State Bank of Pakistan (SBP), issued on Wednesday, the December surplus contrasted with a net deficit of \$365m in December 2022. [Click to see more](#)

FDI rises 35pc on low outflows in July-Dec

Foreign direct investment (FDI) jumped by 35 per cent in the first half of the current fiscal year as the power sector remained the biggest recipient of these inflows. The State Bank of Pakistan (SBP) data issued on Wednesday showed that the country received a net FDI of \$862.6 million during July-December FY24 against \$640m in the same period last year, an increase of \$222.6m. However, the FDI inflows surged six times to \$211.1m in December 2023 from just \$33.1m in the same month last year. This steep increase made a significant contribution helping the country post a 35pc growth in FDI. [Click to see more](#)

SBP confirms receiving \$700m tranche from IMF

The International Monetary Fund (IMF) has released the much awaited \$700 million tranche, shoring up the State Bank of Pakistan's (SBP) foreign reserves. The SBP confirmed the development in a statement, adding that the tranche equivalent to \$705.6 million was released on January 16 (Tuesday) "following the successful completion of the first review by the Executive Board of IMF under Stand By Arrangement (SBA). [Click to see more](#)

Senate opposes FBR overhaul before elections

An arm of the Senate expressed its opposition on Wednesday to the interim government's decision to overhaul the Federal Board of Revenue (FBR) and summoned the interim ministers of law and finance to justify their manoeuvres in introducing new legislation. The Senate Standing Committee on Finance made this decision after the Chairman of the Federal Board of Revenue, Malik Amjad Zubair Tiwana, confirmed that the proposed restructuring of the organisation would necessitate wholesale legal changes, breaking it into six to seven pieces. "The initial working showed that around 1,000 amendments would be required in the laws and rules to implement the restructuring approved by the Special Investment Facilitation Council (SIFC)," said the FBR chairman. [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%

CA surplus hits six-month high

Pakistan experienced a surge in its current account surplus, reaching a six-month high at \$397 million in December 2023. While this has improved the country's capacity for international payments, it comes at the expense of economic activities. The increase in the current account surplus is attributed to a rise in workers' remittances and a reduction in imports. This indicates that the supply of foreign currency has improved in the domestic economy, supporting the gradual upward rally of the rupee. The State Bank of Pakistan (SBP), in its latest monthly update released on Wednesday, revised down the balance of the current account to a deficit of \$15 million for November, compared to the earlier provisional surplus of \$9 million reported for the month. [Click to see more](#)

IT exports rise on fair policies

Pakistan's information technology exports rose 17% and reached \$303 million in December 2023 against exports of \$259 million in November, as the country's IT experts and freelancers continued to make inroads into international markets. This is in line with increased focus of the government and growing calls from analysts to capitalise on the high potential of Pakistan's IT industry that is believed to push annual exports to \$10 billion over the next three years. On a year-on-year (YoY) basis, IT exports surged 22.7% in December as compared to exports valuing at \$247 million in the corresponding month of last year. [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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