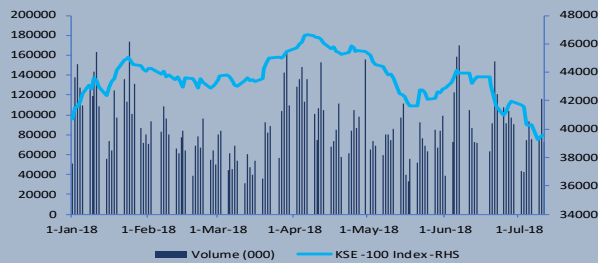


19th June, 2023

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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13 energy projects cleared amid poor bidding response

The federal government has cleared for implementation 13 old renewable energy (RE) projects of about 700 megawatts — commonly called Category-III projects — and has referred the matter to the Council of Common Interests (CCI) for formal approval as bidding for a lot of 600MW solar project at Muzaffargarh received poor investor response. Informed sources said a special cabinet committee led by Defence Minister Khawaja Asif recommended that the sponsors of 13 proposed RE plants in solar and wind technologies in Cat-III whose tariffs had been approved by the National Electric Power Regulatory Authority (Nepra) be given the go-ahead to start developing their projects. The committee also comprised Power Minister Khuram Dastgir Khan, Commerce Minister Syed Naveed Qamar and Human Rights Minister Riaz Hussain Pirzada. [Click to see more](#)

No 'special discount' on fuel purchase, says Russian minister

Petroleum Minister Musadik Malik has said that despite the increased yield of furnace oil during the refining as well as high operational costs of the import, the Russian fuel would be significantly beneficial for Pakistan, even as a Russian minister ruled out any sort of exclusive discount for Islamabad on the purchase of 'Urals' crude from Moscow. "Oil deliveries to Pakistan have begun. There is no special discount; for Pakistan, it is the same as for other buyers," Energy Minister Nikolai Shulginov told the Russian state media on Friday on the sidelines of an international economic conference in St. Petersburg, according to a VOA report. [Click to see more](#)

Over \$7bn lost in exports, remittances

As the PDM government keeps struggling to secure \$1.1 billion from the International Monetary Fund (IMF), the country lost \$7.15bn on account of shrinking exports and remittances during the first 11 months of FY23. Despite missing out on targets for the outgoing fiscal year, the government has fixed higher exports and remittances projections for FY24. Exports plunged by \$3.491bn, or 12 per cent, to \$25.380bn during July-May of FY23 compared to \$28.871bn in the same period of the last year, official data showed. [Click to see more](#)

China to roll over \$300m in three to four days: Dar

Finance Minister Ishaq Dar said on Saturday that Pakistan cleared the dues of Chinese banks ahead of time to secure refinancing, though the arrangement came at no extra cost to the country. Besides, another \$300 million would be rolled over in three to four days, he said. Mr Dar's statement came a day after the government announced that about \$2.3 billion in Chinese loans would be rolled over before the ongoing fiscal year ends on June 30. That included the repayment and refinancing of \$1.3bn loans and \$1bn State Administration of Foreign Exchange (SAFE) deposit. [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%

Gwadar coal-based power plant impasse

The Gwadar coal-power plant has reached an impasse. The project is being implemented under CPEC by a Chinese company. It is an important project affecting the progress and economics of projects in Gwadar. The project promoter company has designed and proposed a power plant of 300MW based totally on imported coal. Nepra and other relevant stakeholders rightly require the use of local coal in the backdrop of government's decision not to install any power plant on imported fuel due to the current account deficit crisis. [Click to see more](#)

Budget FY24: missing the bus again

The macroeconomic instability that plagues Pakistan today dates back to 1989 – the year which marked the end of Afghanistan's invasion and consequently, the stoppage/ slowdown of US aid through the Pressler Amendment. This was the exact time when we entered our first External Fund Facility (EFF) with the International Monetary Fund (IMF). Despite the repeated programmes, the growth in the 1990s remained around 2-3%. This growth, however, was accompanied by a relatively high inflation, low employment, low current account and budgetary deficits. [Click to see more](#)

Hike in power tariff widely expected

The federal government is mulling an increase in electricity tariff of up to Rs 5 per unit through rebasing to be implemented from July 1, 2023, as Power Purchase Price (PPP) payments will touch over Rs 3 trillion during FY 2023-24. The proposed rebasing to raise tariff between Rs 4 -5 per unit from next fiscal year is based on different assumptions including further Rupee devaluation, which according to one assumption will touch Rs 382/ \$ during the last quarter of FY 2023-24 against assumption of Rs 180 or Rs 190/\$ during the outgoing fiscal year. Discos have also sought over Rs 600 billion revenue requirements for FY 2023-24. [Click to see more](#)

World food imports to hit record on high prices

The world food import bill is forecast to reach a new record this year, though it is predicted to grow at a much slower pace compared to last year as rising world prices dampen demand, especially in the most economically vulnerable countries. The 'Food Outlook', a biannual report of the Food and Agriculture Organisation (FAO), estimates that the global food bill will rise to \$1.98 trillion in 2023, up 1.5 per cent from 2022. It rose by 11pc in 2022 and 18pc in 2021. While food imports by advanced economies continue to expand, the import bill for the group of Least Developed Countries is predicted to decline by 1.5pc this year and that for net food-importing developing countries (NFIDCs) to decline by 4.9pc, according to the FAO report. [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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