

20th October, 2023

KSE -100 Index



Source: PSX & WE Research

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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Food exports rise 18pc in July-Sept

Pakistan's food exports grew more than 18 per cent in the first quarter of fiscal year 2023-24 to \$1.28 billion, according to data released by the Pakistan Bureau of Statistics (PBS). The surge in food products exports can be attributed to the unprecedented rupee depreciation. In addition, persistent disruptions in the supply chain and higher prices in the international market have led to a soaring demand for food products. In September, Pakistan's annual food inflation was over 34pc. PBS data showed the country's rice exports rose 0.98pc in the first three months of FY24 owing to higher exports of basmati rice. Rice exports had been falling for the past year. [Click to see more](#)

Central Power Purchasing Agency seeks 55-paise FCA for Discos

The Central Power Purchasing Agency (CPPA) on Thursday sought about 55 paise per unit additional fuel cost adjustment (FCA) for ex-Wapda distribution companies (Discos) to mop up another Rs7bn from consumers next month, despite a record 77pc electricity generation from cheaper domestic fuels, on top of a 26pc increase in the annual base tariff and an 18pc hike under the currently in-place quarterly tariff adjustment (QTA). In a petition filed before the National Electric Power Regulatory Authority (Nepra), the CPPA acting as commercial agent of the Discos, demanded an additional FCA of 55 paise per unit in billing month of November for electricity consumed in September. [Click to see more](#)

Association resumes issuance of gold rates

All Pakistan Gem and Jewellers Association (APGJA) Chairman Haji Haroon Rasheed Chand deviated from his earlier stance by issuing daily gold rates on Thursday even though his body announced a day ago that it was suspending the rate announcements for one week. The association issued on Thursday the rates for 10-gram and one-tola gold at Rs176,869 and Rs206,300, respectively. The latest rates showed a drop of Rs171 and Rs200 from the prices announced on Wednesday even though the world gold rate saw a rise of \$13 per ounce to \$1,971. [Click to see more](#)

K-Electric inks deal to double national grid supply

K-Electric (KE) has reached an agreement with the federal government for an almost 100 per cent boost in supply from the national grid, the power utility said on Thursday. The announcement comes amid stiff opposition from Karachi-based business leaders who have objected to KE's push for a higher quarterly tariff. They have also raised concerns over KE's six-year power acquisition plan, which forecasts an addition of 2,050 megawatts, predominantly from local coal and renewable sources. [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%

Cement maker to hold second share buyback

Maple Leaf Cement Factory Ltd announced on Thursday its second share buy back of up to 100 million shares constituting about 9.3 per cent of the total shareholding. The size of the transaction should hover around Rs3.5 billion at the prevailing share price of Rs34.93 apiece. The purpose of the exercise is to cancel the bought-back shares, reducing the outstanding shareholding available in the open market. [Click to see more](#)

Current account reaches breakeven in September

Pakistan's current account balance almost reached breakeven with a nominal deficit of \$8 million for September 2023, slightly missing market expectations of a surplus. According to State Bank of Pakistan's (SBP) data, the current account deficit of \$8 million was 95% lower than the deficit of \$164 million in August and 98% lower compared to the gap of \$360 million in September last year. Overall, in the first three months (Jul-Sept) of current fiscal year 2023-24, the current account deficit reached \$947 million, down 58% against the deficit of \$2.26 billion in the same period of last year. [Click to see more](#)

Rupee recovers nearly Rs1.5 in inter-bank

Pakistani currency, while dismissing the negative sentiment, quickly recovered to slightly below Rs279 against the US dollar in inter-bank market on Thursday as the "authorities concerned did not find any unusual demand for the green-back." According to State Bank of Pakistan's (SBP) data, the currency regained 0.53%, or Rs1.48, and closed at Rs278.81 to a dollar. A day ago, the rupee dropped 1.16%, or Rs3.26, to the one-week low at Rs280.29/\$ on reports of a surge in demand for dollars from importers and for making coupon payments to the global investors who had invested in Pakistan's Eurobonds and Sukuk in the international market. [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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