

21st September, 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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## IMF chief urges Pakistan to tax the rich, protect the poor on sidelines of UN-GA

International Monetary Fund (IMF) Managing Director Kristalina Georgieva has urged Pakistan to "collect more taxes from the wealthy and protect the poor people" amidst soaring inflation following the nation's securing of a last-minute bailout in July. Pakistan's year-on-year inflation for the month of August leapt to 27.4pc, contracting household budgets. That same month, exorbitant electricity bills led to a protests across the country. The rattled government had initially promised some relief for the public, but later ruled it out citing Pakistan's commitments with the IMF. [Click to see more](#)

## UAE bans meat imports from Pakistan via sea

The United Arab Emirates (UAE) has banned the import of frozen meat from Pakistan through sea route after allegedly finding fungus in a consignment of meat. The meat consignment had been sent by a Karachi-based company by sea and the whole shipment was destroyed by the UAE authorities, while a ban was imposed on all further imports of frozen meat from Pakistan through maritime channels at least up till Oct 10. However, meat exports by air will continue without any break. Pakistan exports meat worth around \$144 million per year to the UAE. [Click to see more](#)

## ADB trims growth outlook amid lingering uncertainty

While the South Asian region will be growing at 5.4 per cent and maintaining single-digit inflation (at 6.6pc), the Asian Development Bank (ADB) forecasts Pakistan limping at 1.9pc growth rate and its population will continue reeling under elevated cost of living, reflected by a 25pc rate, during the current fiscal year. In its flagship Asian Development Outlook (ADO) released on Wednesday, the ADB lowered the growth rate and increased the inflation outlook for Pakistan. "Pakistan's gross domestic product (GDP) growth is projected to recover modestly to 1.9pc (instead of 2pc it forecast in April) in 2023-24 from 0.3pc in FY23, with price pressures remaining elevated," the ADB said while simultaneously warning that "significant downside risks to the outlook remain, including from global price shocks and slower global growth". [Click to see more](#)

## 'Move to replace forex firms with banks wrong'

The move to replace the existing foreign exchange companies could be counterproductive and allow banks to exploit the situation as they did in the recent past by manipulating the exchange rate, said currency dealers on Wednesday. Granting licences to banks for setting up exchange companies has threatened the existence of exchange companies. The latest development after a crucial meeting of high-ups in Islamabad shocked currency dealers when a leading businessman was told about the increasing pressure to close down exchange companies. [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%

## IT exporters raise hell with bankers

IT professionals working for overseas clients unleashed a barrage of remittance related complaints on Wednesday at a seminar attended by representatives of the State Bank of Pakistan (SBP) and commercial banks. Organised by the Pakistan Software Export Board (PSEB) and the Ministry of Information Technology and Telecommunication in collaboration with the SBP and the Pakistan Software Houses Association (P@SHA), the seminar let IT freelancers confront officials from the banking industry on the perceived effectiveness of the regime governing inward and outward dollar payments. [Click to see more](#)

## Non-textile exports flat

The exports of non-textile products witnessed a paltry negative growth of 0.54 per cent in the first two months of the current fiscal year from a year ago, according to data compiled by the Pakistan Bureau of Statistics. The start of 2023-24 saw a continued downward trend in the export of value-added products, contributing significantly to the decline in non-textile products. The export proceeds from the non-textile sector had been stagnant since the beginning of FY23 due to demand contraction in the buyers' market. Exports showed no growth since September 2022 on a year-on-year basis. [Click to see more](#)

## Govt slashes T-bill yields by up to 217bps

The government lowered the cut-off yields by up to 217 basis points for different tenors at the treasury bills auction held on Wednesday after the State Bank left its policy rate unchanged at 22 per cent on Sept 14. The government raised Rs2.369 trillion against total bids of Rs4.577tr. The massive offers for buying risk-free government papers reflect the banking trend in the country. The cut-off yield for 12-month papers was slashed by 217 basis points to 22.9pc, for six-month by 199bps and for three-month papers by 171bps. [Click to see more](#)

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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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