

22nd August, 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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Foreign financing soars by 27 times

Buoyed by the IMF stimulus, Pakistan's foreign financing inflows rose by more than 27 times to \$5.1 billion in July compared to less than \$186 million a year ago, official data showed on Monday. In its monthly report on foreign economic assistance, the finance ministry's Economic Affairs Division said total foreign economic assistance in July amounted to \$2.89bn compared to just \$185.6m of the same month last year, showing an increase of 1,454 per cent. This was in addition to \$1.2bn released by the International Monetary Fund on July 13 as the first tranche of the \$3bn Standby Arrangement (SBA) and \$1bn by the United Arab Emirates, which are separately accounted for by the State Bank of Pakistan. [Click to see more](#)

PKR slides by Rs1.35 against dollar in interbank

The Pakistani rupee fell by Rs1.35 against the US dollar during interbank trade on Monday, extending its losses from the previous week. The local currency closed at Rs297.13, rising by Rs1.35 from the last week's close of Rs295.78, according to data shared by the Exchange Companies Association of Pakistan (ECAP). In the open market, the dollar was changing hands for Rs307. [Click to see more](#)

China LNG buyers expand trading

China's liquefied natural gas (LNG) importers are starting up or expanding trading desks in London and Singapore to better manage their growing and diversified supply portfolios in an increasingly volatile global market. The beefed-up trading presence of Chinese importers puts them in direct competition with such global heavyweights as Shell, BP, Equinor and TotalEnergies for a market that the International Energy Agency says doubled in value to \$450 billion last year. [Click to see more](#)

Over \$5b received for project financing, building reserves

Pakistan got over \$5 billion in fresh loans in July, which was the highest amount received in any month, to meet project and foreign exchange reserve requirements, as the interim government sought a review of the annual financing plan in light of the prevailing economic conditions. According to provisional statistics compiled by the Ministry of Economic Affairs and the State Bank of Pakistan (SBP), there was a massive jump in inflows of foreign loans after Islamabad struck a nine-month deal with the International Monetary Fund (IMF). [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%

Govt collects Rs75bn PL in July

The government collected Rs 75 billion in July 2023 on account of petroleum levy (PL), a key source of revenue for the federal government as it is not part of the divisible pool, due to an increase in the levy to Rs 55 per litre on petrol. If this trend is sustained for the remaining 11 months of the current year, the government will be able to exceed its ambitious PL budgeted target of Rs 869 billion by Rs 31 billion. Petroleum consumption declined by 6 percent in July, the first month of the current fiscal year, compared to the same month last fiscal year. On month-on-month basis, consumption of petroleum products remained unchanged in July 2023 compared to the previous month. [Click to see more](#)

\$2.89bn borrowed from multiple financing sources in July

The country borrowed \$2.890 billion from multiple financing sources during the first month (July) of the current fiscal year 2023-24 compared to \$185 million borrowed during the same period of 2022-23, revealed the Economic Affairs Division (EAD) data. The government had budgeted \$2.4 billion from the International Monetary Fund (IMF) for the current fiscal year 2023-24 and received \$1.2 billion as the first tranche of the \$3 billion stand-by arrangement (SBA) in July 2023, however, the EAD data does not reflect it. If the IMF inflows is added, the total inflows would reach \$4.09 billion during the first month of the current fiscal year. [Click to see more](#)

All govt agencies required to implement PCA of imports, exports

The Federal Board of Revenue (FBR) has made it compulsory for all the government agencies integrated with the Pakistan Single Window (PSW) system to implement Post Clearance Audit (PCA) of imports and exports. Under the new Pakistan Single Window Integrated Risk Management System (IRMS) Rules, 2023, all the government agencies integrated with the PSW system shall put in place a mechanism for PCA of transactions processed through IRMS to ensure compliance with the Customs and other trade related laws and regulations. The feedback in the light of such audit shall be communicated to the respective Governing Council (GA) Risk Management Committees to review and update risk rules. [Click to see more](#)

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WE Financial Services Ltd. uses three rating categories, depending upon return from 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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