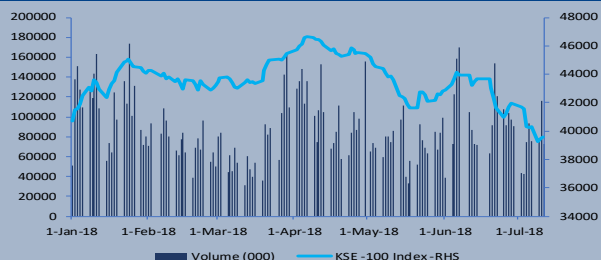


23rd Feb, 2023

KSE -100 Index



Market- Key Statistics

	Current	Previous	Change
KSE100 Index	41,167.60	40,949.84	217.76
All Shares Index	27,175.12	27,079.88	95.24
KSE30 Index	15,528.28	15,432.64	95.64
KMI30 Index	70,846.63	70,750.65	95.98
Volume (mn)	196,330.54	96,480.52	9,985.0

Source: PSX

Top Losers-KSE100 Index

Symbol	Price	% Change	Volume
TSMF	4	(-9.09%)	1,000
CMML	596.63	(-7.50%)	100
STJT	80.6	(-6.39%)	500
ALNRS	47	(-6.02%)	500
BTL	360	(-4.59%)	100

Top Winners-KSE100 Index

Symbol	Price	% Change	Volume
MERIT	9.8	10.86%	62,500
HAEL	6.2	8.77%	500
QUET	19.07	7.50%	17,500
SSOM	102.47	7.33%	1,000
SITC	281	7.23%	500

Volume Leaders KSE-All Index

Symbol	Price	% Change	Volume
MLCF	23.8	(-0.96%)	1,476,330
KAPCO	28.8	1.77%	1,383,952
HUBC	68.45	0.16%	618,445
UBL	110.55	0.36%	569,970
WTL	1.25	(-0.79%)	539,747

Volume Leaders KMI-30 Index

Symbol	Price	% Change	Volume (mn)
MLCF	23.81	-0.92%	22.37
OGDC	90.40	-0.42%	10.35
TPLP	14.89	0.07%	10.22
PIOC	57.70	-1.85%	6.03
UNITY	13.90	0.43%	5.24

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Pakistan looks to export mangoes, software to US

The United States and Pakistan will hold their first ministerial-level meeting on trade in Washington on Thursday which, Islamabad hopes, will gain greater access to the US market for its mangoes and software. US Trade Representative (USTR) "Ambassador Katherine Tai will host a meeting under the US-Pakistan Trade and Investment Framework Agreement (TIFA) with Pakistan's Minister of Commerce Syed Naveed Qamar" in Washington on Thursday, her office said in a statement. [Click to see more](#)

Belt-tightening ordered to avert economic storm

Prime Minister Shehbaz Sharif has asked his ministers and advisers to forego their salaries, benefits and luxury cars and fly economy class as part of an austerity drive aimed at saving the government Rs200 billion a year. The belt-tightening comes as the government is trying to resume a stalled loan programme of the International Monetary Fund (IMF) to secure funds worth \$1 billion. The premier said an agreement with the Fund was in its final stages. [Click to see more](#)

Pakistan expected to receive \$700 million loan from Chinese bank this week

Finance Minister Ishaq Dar announced on Wednesday that the board of the China Development Bank (CDB) has approved a loan facility of \$700 million for Pakistan and formalities in this regard have been completed. The State Bank of Pakistan (SBP) was expected to receive the money this week, which would help shore up the country's dwindling foreign exchange reserves, Dar wrote on Twitter. Pakistan is in dire need of funds as it battles a worsening economic crisis with the country's foreign exchange reserves dropping to around \$3 billion, barely enough to cover three weeks of controlled imports. [Click to see more](#)

Impasse in talks with IMF on debt surcharge

Pakistan and the International Monetary Fund (IMF) on Wednesday failed to break impasse on a new contentious issue of permanently imposing a Rs3.82 per unit debt surcharge to recover Rs284 billion more from electricity consumers. Against the government's decision to impose the new surcharge for eight months (March-October 2023), the IMF has asked the government to keep the levy as a permanent fixture in electricity bills until the government settles the Rs800 billion circular debt parked in a company. [Click to see more](#)

Inflation, financial sector top priorities

Pakistan's central bank has said that controlling inflation and having a vibrant financial sector are the top two priorities while supporting the government for implementing its economic growth policies comes at third place. State Bank of Pakistan (SBP) Deputy Governor Sima Kamil said that the central bank had three clear objectives at present. "First (is) price stability, second (is) financial sector stability, (and third is) supporting the government's economic growth policies as long as first two objectives are not compromised." [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 (22-Feb-23)	(0.104)
Individuals (22-Feb-23)	0.359
Companies (22-Feb-23)	0.837
Banks/DFI (22-Feb-23)	(0.018)
NBFC (22-Feb-23)	(0.000111)
Mutual Fund (22-Feb-23)	(0.412)
Other Organization (22-Feb-23)	0.195
Brokers (22-Feb-23)	(0.0064)
Insurance Comp: (22-Feb-23)	(0.852)

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\$	263	264.5	-0.57%
PKR / EUR	279	282	-1.06%
PKR / GBP	316.5	314.8	0.54%
PKR / JPY	2.06	2.06	0.00%
PKR / SAR	69.8	70.1	-0.43%
PKR / AED	71.8	72.1	-0.42%
PKR / AUD	179	178	0.56%

T-bill yields rise to 26-year high

Commercial banks have jacked up interest rate aggressively by almost two percentage points to a 26-year high close to 20% on financing to the cash-strapped government, signalling that the central bank is all set to increase key policy rate soon. The high interest rate compelled the government to raise only Rs258 billion through the sale of its debt securities namely T-bills against the target of Rs300 billion. [Click to see more](#)

Govt, KE ink deal to settle Rs312.7m dispute

The federal government and K-Electric (KE) are said to have inked a pact to settle 27-year old dispute of Rs 312.733 million, after litigation, a part of which has already been deposited with Collectorate of Customs Karachi Sharing the details, sources said, KESC (now K-Electric) imported high voltage equipment and electrical material for rehabilitation and expansion of Transmission, Grid and Distribution system during 1995-96. However, owing to non-payment of custom duty amounting to Rs. 321.733 million by KESC, 40 consignments of equipment remained blocked at port for some time. [Click to see more](#)

Automakers pass on GST hike to buyers

While continuously increasing the prices on the pretext of rupee devaluation and rising raw material prices, assemblers on Tuesday passed on the impact of one per cent hike in general sales tax to the consumers. Indus Motor Company (IMC) had already raised prices thrice in one month. In the fourth price jump, the company has announced new price of Yaris 1.3 MT, 1.3 CVT, 1.3 H MT, 1.3 H CVT, 1.5 MT and 1.5 CVT to Rs4.316 million, Rs4.588m, Rs4.558m, Rs4.790n, Rs4.911m and Rs5.213m from Rs4.279m, Rs4.549m, Rs4.519m, Rs4.749m, Rs4.869m and Rs5.169m. [Click to see more](#)

IMF likely to announce EFF deal this week

Federal Minister of Commerce Syed Naveed Qamar said on Wednesday that the International Monetary Fund (IMF) was likely to announce its staff-level agreement on the Extended Fund Facility (EFF) with Pakistan this week. "Pakistan has taken all the measures needed to unfreeze a \$6.5 billion credit line and expects to clinch the deal 'any day now'," the minister said in an interview with Bloomberg. After formal announcement by the fund, Pakistan will get a \$1.2 billion tranche under the EFF. [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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