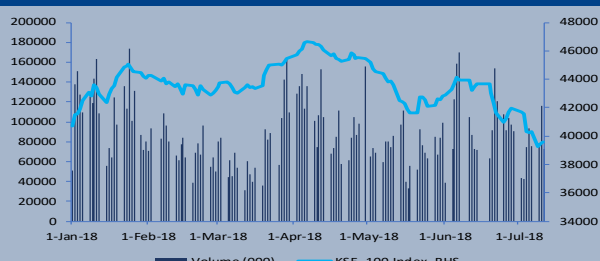


23rd October, 2023

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 |

WE Financial Services Ltd.

TREC Holder -Pakistan Stock Exchange Ltd.
506-508 5th Floor, Pakistan Stock Exchange Building
Stock Exchange Road, Karchi-74000, Pakistan
Email: research@we.com.pk

'For-sale' PIA hit by worst-ever fuel crisis

Once a profitable entity and the pride of a nation, the national flag carrier's fortunes plummeted to an all-time low on Sunday, when its operations ground to a halt yet again, due to a lack of fuel. While Pakistan International Airlines (PIA), suffering losses to the tune of Rs750 billion, is no stranger to recurring crises, the current situation is probably the most dire in recent years as 77 flights were cancelled on Sunday after Pakistan State Oil (PSO) cut the carrier's fuel supply. This was the second time in less than seven days that the two state entities have come face to face with each other. [Click to see more](#)

Govt set to ratify soaring gas charges before IMF review

Before seeking final dates for the second review of the ongoing IMF loan programme, the government has convened a special meeting of the Economic Co-ordination Committee (ECC) on Monday (today) to discuss and clear an unprecedented surge of 3,900 per cent in fixed monthly charges and a 194pc hike in consumer rates for natural gas. These price adjustments, set for cabinet's ratification on Tuesday, aim to be implemented retroactively from Oct 1. This is on top of the petroleum division's request to shift towards a new gas pricing mechanism on the pattern of the weighted average cost of local and imported gas (WACOG) to ensure the actual cost of gas supply and eradicate the flow of the gas sector's circular debt. [Click to see more](#)

Uptick in quarterly non-textile exports

Pakistan's exports of non-textile products saw a paltry growth of 1.33 per cent in the first quarter of the current fiscal year from a year ago. The growth was observed despite a sharp drop in the country's main exports of textiles and clothing in the same period, 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, significantly impacting non-textile products as well. [Click to see more](#)

Pak-Iranian border can be turned into 'economic border'

Iranian Ambassador in Pakistan Dr Reza Amiri Mughaddam on Sunday suggested that 950-km long Pakistan and Iran common borders can be turned into the economic border, which will bring economic prosperity and peace in the region. He was talking to group of reporters after meeting with foreign affairs expert Muhammad Mehdi. On this occasion Consulate General of Iran Lahore Mehran Movahed Far and First Consul S Fallah were also present. [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% |

Prices of daily-use items remain high despite cut in fuel rates

Prices of daily use items like vegetables, pulses, sugar, flour, live chicken/meat are still high in the retail market despite reduction in fuel prices. Buyers said authorities concerned failed to implement the recently issued official price-list and provide relief after massive reduction in prices of petroleum commodities. District administration issued a new price-list following an unprecedented cut in PoL prices by the caretaker government last week. However, the implementation was nowhere in the city and vendors continuously squeezed buyers with self-imposed rates. [Click to see more](#)

From Libor to SOFR: DFIs anxiously waiting for transition

Nearly a dozen Development Finance Institutions (DFIs) are anxiously waiting for transition from USD London Interbank Offer Rate (Libor) to Secured Overnight Financing Rate (SOFR) in the Pakistani energy sector, as a consensus has already evolved between the DFIs and concerned Pakistani entities. The ten DFI comprising Asian Development Bank (ADB), British International Investment plc (BI), DEG - Deutsche Investitions- und Entwicklungsgesellschaft mbH (DEG), US International Development Finance Corporation (DFC), Nederlandse Financiëring- Maatschappij voor Ontwikkelingslanden N.V. (FMO), International Finance Corporation (IFC), Islamic Corporation for the Development of the Private Sector (ICD), Islamic Development Bank (IsDB), The Export-Import Bank of Korea (KEXIM) and Societe De Promotion Et De Participation Pour La Coopération Economique S.A. (Proparco) in a joint letter written to Pakistani authorities have referred to their earlier letters of November 22, 2022, April 5, 2023 and May 29 2023, regarding the transition from USD LIBOR to SOFR in the Pakistani energy sector (LIBOR Transition). [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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