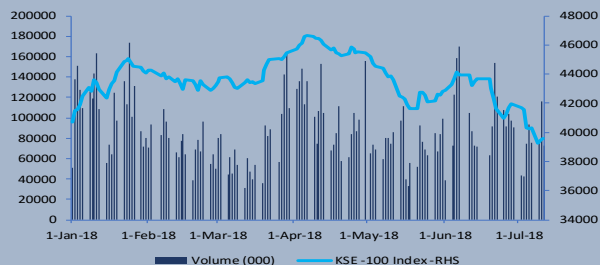


24 June, 2022

KSE -100 Index



KSE -100 Index- Key Statistics

Open	42,555.23
High	42,987.88
Low	42,539.32
Closing	42,716.97
Change	258.83
Volume	185,691,810

Source: PSX

Key Economic Data

Reserves (13-May-22)	\$16.16bn
Inflation CPI (Jul'21-Mar'22)	10.75%
Exports - (Jul'21-Mar'22)	\$23.29bn
Imports - (Jul'21-Mar'22)	\$58.6bn
Trade Balance- (Jul'21-Mar'22)	\$(35.39)bn
Current A/C- (Jul'21-Feb'22)	\$(12.10)bn
Remittances - (Jul'21-Feb'22)	\$20.14bn

Source: SBP

FIPI/LIPI (USD Million)

FIPI (23-Jun-22)	(1.05)
Individuals (23-Jun-22)	1.97
Companies (23-Jun-22)	0.513
Banks/DFI (23-Jun-22)	(1.28)
NBFC (23-Jun-22)	(0.15)
Mutual Fund (23-Jun-22)	0.99
Other Organization (23-Jun-22)	0.85
Brokers (23-Jun-22)	0.51
Insurance Comp: (23-Jun-22)	(2.35)

Source: NCCPL

WE Financial Services Ltd.

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

Amreli Steel diversifying into Non-ferrous segment

Source: Augaf

POSITIVE

The Board of Directors of Amreli Steels Limited in their meeting held today, Thursday, 23 June 2022, has approved investment into non-ferrous operations as a first step to diversify the Company's business portfolio. The stock gains PKR 1.89 or 7.49% to hit upper limit at PKR 25.99 per share after the announcement. The approval includes establishing a new facility for producing aluminum ingots with initial production capacity of 18,000 MT per annum as a first phase. The detailed technical feasibility has been conducted along with the financial close.

SBP's forex reserves fall \$748m to \$8.24b

Source: Tribune Express

NEGATIVE

The foreign exchange reserves held by the central bank decreased 8.32% on a weekly basis, according to data released by the State Bank of Pakistan (SBP) on Thursday. On June 17, the foreign currency reserves held by the SBP were recorded at \$8,237.7 million, down \$748 million compared with \$8,985.3 million on June 10. According to the central bank, the decrease came mainly due to external debt repayments. However, it added that "SBP reserves are expected to increase in coming days on realisation of proceeds of CDB (China Development Bank) loan."

Inflation seen at highest level in a decade in June

Source: The News

NEGATIVE

Consumer price inflation likely sped up to over a decade high in June on runaway food and energy prices and currency devaluation, a group of analysts said on Wednesday, reinforcing expectations that the central bank will raise its key interest rate for the sixth consecutive time next month. Analysts suggested inflation, as measured by the consumer price index (CPI), will rise in the range of 18.1-19.5 percent in June on an annual basis, from 13.8 percent in May. That would be the highest reading since 2009.

Fertilizer offtake drops by 21.8% YoY in May

Source: Mettis Global

NEGATIVE

The country's overall nutrients offtake dropped by 21.8% to 302,000 tonnes during May 2022 compared to the same month last year, the latest monthly report of fertilizer offtake issued by the National Fertilizer Development Company (NDFC) showed today. Among the nutrients, nitrogen, and phosphate offtake decreased by 18.5% YoY and 32.9% YoY to stand at 239,000, and 60,000 tonnes, respectively during May 2022. While Potash offtake also moved down by 19.1% over May 2021.

PKR gains Rs4.7 against dollar in interbank after news of \$2.3bn China rollover

Source: Dawn

POSITIVE

The rupee further recovered against the dollar on Thursday, gaining Rs4.7 in the interbank market, with analysts attributing the development to the announcement of a \$2.3 billion loan from Chinese banks. According to the Forex Association of Pakistan, the rupee appreciated by Rs4 to reach Rs206.50 at 12:37pm from the previous day's close of Rs210.50. The rupee subsequently closed at Rs207.23, appreciating by Rs4.7 from Wednesday's close of Rs211.93, according to the State Bank of Pakistan.

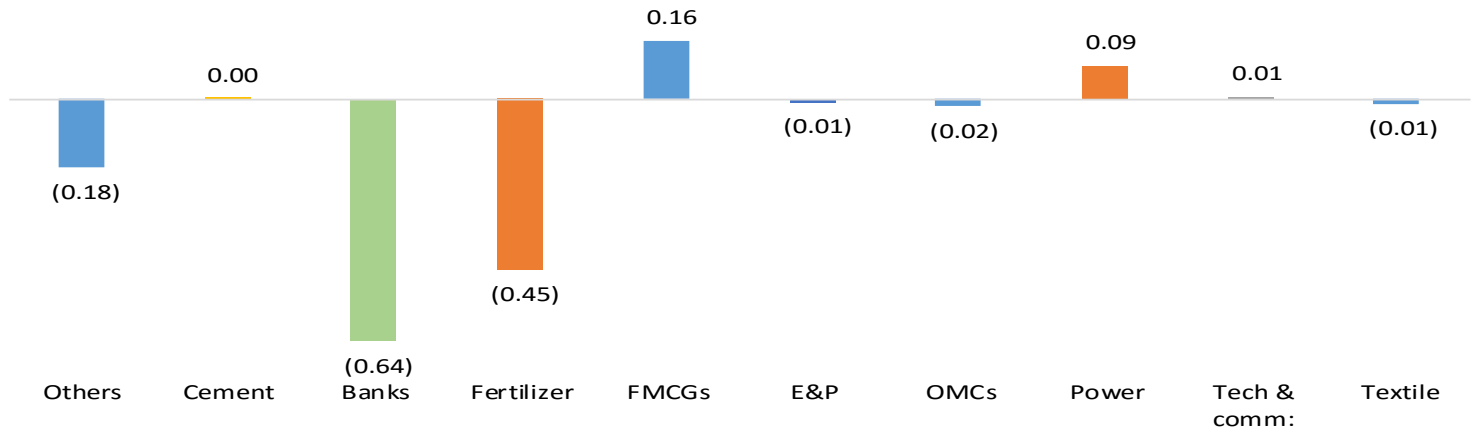
KE proposes Rs11.33 per unit hike for May

Source: The News

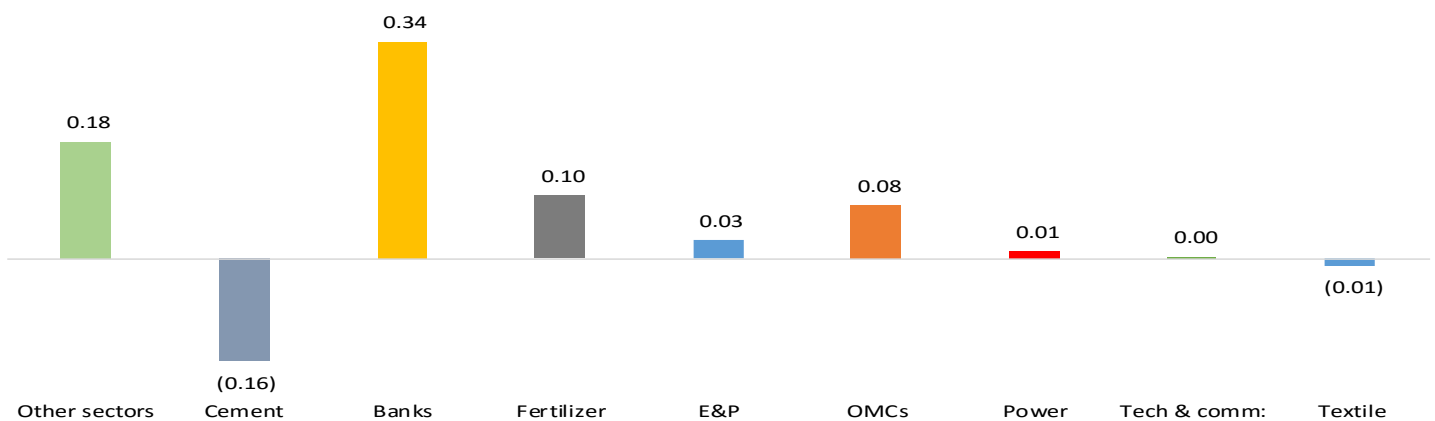
POSITIVE

The K-Electric has sent a proposal for an increase of Rs11.33 per unit on account of fuel charges adjustment for the billing month of May. The power regulatory body, National Electric Power Regulatory Authority (NEPRA), will conduct monthly hearing on July 4 to scrutinise K-Electric's submission. According to K-Electric, the prices of furnace oil increased by 38 percent from March 2022, to May 2022. He added that the prices of RLNG jumped by 50 percent during the corresponding period. KE proposes Rs11.33 per unit hike for May.

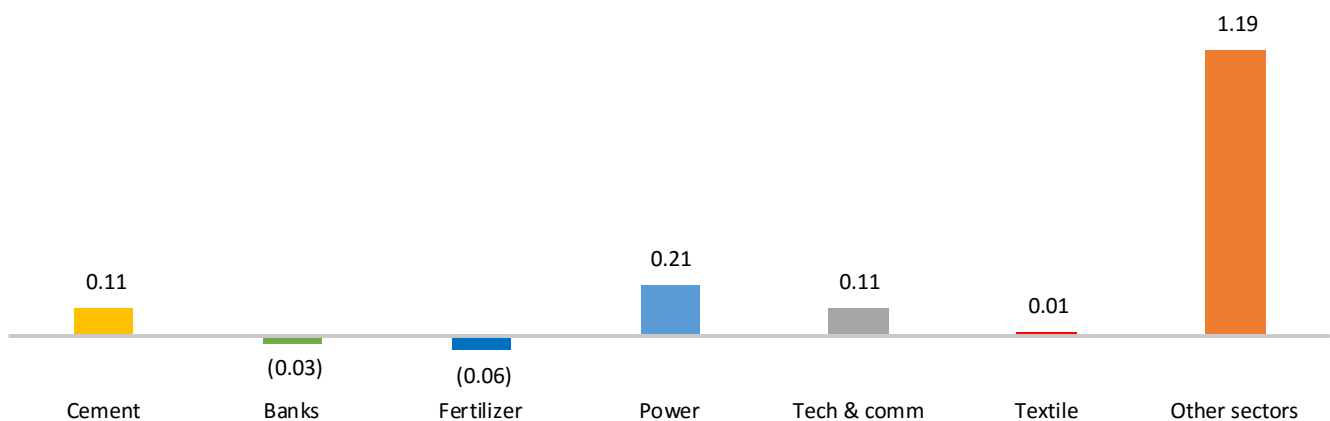
FIIPI Sector Wise USD (Mil)



Mutual Funds Sector Wise USD (Mil)



Banks/DFIs Sector Wise USD (Mil)



Source: NCCPL

Analyst Certificate:

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Stock Ratings

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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