

26th April, 2023

KSE -100 Index



Source: PSX & WE Research

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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Dwindling purchasing power hurts e-commerce

Dwindling purchasing power amid record-high inflation and massive devaluation has put a serious strain on e-commerce companies operating in Pakistan. According to a soon-to-be-released research report on the state of business-to-consumer (B2C) e-commerce in Pakistan, firms are struggling to even maintain their existing sales levels, let alone grow their operations. "Discussions with e-commerce executives reveal a pretty bleak picture... percentage change compared to 2021 levels shows a clear declining trend up until September, before making a slight recovery in O-N-D [October, November and December]," said the report prepared jointly by Data Darbar. [Click to see more](#)

Pact for IMF loan programme revival to be finalised in next 7-10 days

Interior Minister Rana Sanaullah has said he expects the long-awaited staff-level agreement with the International Monetary Fund to be finalised within a week to 10 days' time — a pact that would pave the way for the revival of a \$7 billion bailout programme. The minister made this statement while speaking to the media in Faisalabad on Monday. "The conditions of that [IMF agreement] are fulfilled and it will be completed in a week to 10 days' time," Sanaullah said. [Click to see more](#)

Govt's bank borrowings surge 182pc to Rs3tr

Banks' lending to the federal government surged by 182 per cent while lending to the private sector fell by 83pc in first nine months of the current fiscal year. The State Bank of Pakistan (SBP) data showed that banks were keen to invest in government papers instead of lending to the private sector. While it reflects the government's growing need for liquidity due to a shortfall in revenue collection, it also showed the increased risks involved in lending to the private sector due to unprecedentedly high-interest rates. [Click to see more](#)

Pakistan Steel Mills rejects SSGC's land valuation

Amid delays in the resolution of legal issues, the board of directors of defunct Pakistan Steel Mills (PSM) has refused to accept the unilateral evaluation of its land by Sui Southern Gas Company Ltd (SSGCL). The board in its meetings held on March 29 and April 7 "has shown great concern over delay in issuance of No -Objection-Certificate (NOC) for transferring PSM's core operating assets to Steel Corp Private Ltd (SCPL) and non-withdrawal of litigation," wrote the PSM to the SSGCL last week. [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%

PSX asks five firms to explain substantial price change

The compliance department of the Pakistan Stock Exchange (PSX) has sought a clarification from five listed companies for a “substantial” change in their share prices between March 16 and April 13. One of the five companies is Pakistan Services Ltd (PSEL), which owns and manages the chain of Pearl Continental hotels in Pakistan. It has a free-float of 60 per cent, which means the company’s sponsors control only 40pc shareholding while the rest is available to the public for trading. [Click to see more](#)

ADB lists factors that continue to pose challenges

The devastating floods in 2022, impact of the Covid-19 pandemic, security issues, structural risks, and adverse external shocks continue to pose major economic challenges to Pakistan, said the Asian Development Bank (ADB). The bank in its report, “Factsheet on Pakistan,” stated that uncertainties and institutional factors continue to weigh on project implementation. These included land acquisition procedures, procurement delays caused by restrictions, and price fluctuations affecting the importation of construction material. [Click to see more](#)

FBR set to meet Rs586bn revenue target this month

Federal Board of Revenue (FBR) Chairman Asim Ahmad Tuesday shared a detailed plan with Finance Minister Ishaq Dar for meeting the assigned revenue collection target of Rs586 billion in April 2023 through taxation measures of the mini-budget, withholding taxes, recovery of disputed taxes from courts, and administrative and enforcement measures. The finance minister chaired a meeting on the revenue performance of the FBR following considerable shortfall in revenue collection during the first nine months of the current fiscal year (July-March 2022-23). The FBR chairman gave a detailed presentation on the revenue targets and the performance of the FBR for the period July 2022 to March 2023. [Click to see more](#)

Central banks signal end of bank turmoil

The world’s top central banks are cutting the frequency of their dollar liquidity operations with the US Federal Reserve from May, sending the clearest signal yet that last month’s financial market volatility is essentially over. The Fed started offering dollars in daily tenders from late March after the failure of Silicon Valley Bank and the sale of Credit Suisse sent jitters across financial markets and raised the risk of liquidity shortages that could have morphed into a broader financial crisis. But the central banks of the euro zone, Japan, Britain and Switzerland will now revert to their usual weekly tenders, indicating that the extraordinary backstop is no longer needed as markets are functioning as intended. [Click to see more](#)

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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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