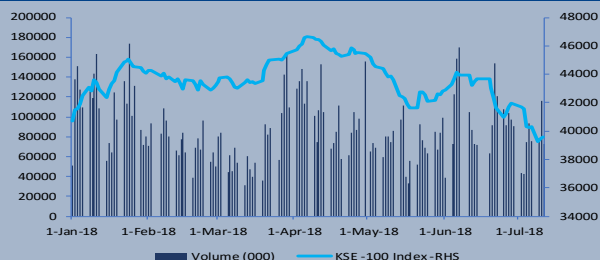


26 Dec, 2022

KSE -100 Index



Market- Key Statistics

	Current	Previous	Change
KSE100 Index	39,669.20	39,838.33	(169.13)
All Shares Index	26,796.02	26,952.04	(156.02)
KSE30 Index	14,600.58	14,683.24	(82.66)
KMI30 Index	66,824.56	67,003.64	(179.08)
Volume (mn)	132.42	193.57	(61.15)

Source: PSX

Top Losers-KSE100 Index

Symbol	Price	% Change	Volume
RICL	4.82	-13.46	500
ASL	6.51	-10.21	25000
FIBLM	3.55	-8.97	500
GHNL	36.15	-6.66	2500
MDTL	1.85	-6.09	67000

Top Winners-KSE100 Index

Symbol	Price	% Change	Volume
SHNI	3.20	+14.29	14000
MSOTPS	8.26	+13.77	00
DSIL	2.71	+12.45	289000
ESBL	3.93	+10.70	36000
FECM	3.29	+9.67	4000

Volume Leaders KSE-All Index

Symbol	Price	% Change	Volume (Mn)
HUBC	62.89	+3.56	8.32
PPL	57.47	+5.76	6.85
PRL	12.63	-4.53	6.11
WTL	1.20	0	5.34
DFML	12.09	+6.15	5.23

Volume Leaders KMI-30 Index

Symbol	Price	% Change	Volume (Mn)
CNERGY	3.84	-0.26	0.14
UNITY	13.85	-0.72	4.66
GHAN	11.10	-6.25	3.82
TELE	6.50	+1.40	3.21
HUBC	62.89	+3.56	8.32

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

Country needs vision to break through economic trap

AS finance minister Ishaq Dar publicly defied the IMF earlier this month and overlooked tough economic conditions across Pakistan, a wider crisis continued with no signs of abating any time soon. (News) [Click here for more...](#)

PTI resignations: Plan to approach NA speaker likely to hit a snag

The PTI leadership's plan to send its members of National Assembly to the lower house on Wednesday for approaching the speaker to accept their resignations seems to be ineffective as the custodian of the house won't be in the capital on the day. (News) [Click here for more...](#)

SBP forex reserves fall to level less than 40 days of imports

The foreign exchange reserves held by the State Bank of Pakistan (SBP) plunged over \$500 million to their lowest level since April 2014 during the week that ended on December 16, the central bank said on Thursday. (News) [Click here for more...](#)

Political uncertainty to impact economic stability

Pakistan's economy has been facing structural inflation where the average Consumer Price Index (CPI) is currently hovering around 25%. In the first five months of FY 2023, the average Sensitive Price Index (SPI) is around 28%. The worrisome aspect is that the SPI has been in double digits since July 2018. This implies that the price of essential commodities has almost doubled in the last four years. (Tribune) [Click here for more...](#)

Exports to Middle East fall with demand slowing in UAE

Pakistan's exports to the Middle East dipped 5.57 per cent on a year-on-year basis to \$951.78 million in the first five months of FY23 from \$1.008bn mainly led by a substantial decline in exports to the United Arab Emirates. (Dawn) [Click here for more...](#)

Pakistan received \$5.1bn in July-November

Amid external account challenges, Pakistan borrowed about \$5.115 billion in foreign loans in the first five months (July-November) of the current fiscal year, almost 14pc higher than the foreign loans it received in the comparable period last year. (Dawn) [Click here for more...](#)

Govt fails to achieve growth, price stability

The countries that prioritise growth at the expense of price and financial stability are not able to sustain growth and face repeated boom-bust cycles, says the annual report issued by the central bank recently. (Dawn) [Click here for more...](#)

Weekly inflation drops by 0.11%

The Weekly Sensitive Price Indicator (SPI) for the Combined Group decreased by 0.11% during the week ended December 22, 2022, while the SPI increased by 28.76% compared to the corresponding period from last year, as per the latest data released by the Pakistan Bureau of Statistics (PBS). (MG) [Click here for more...](#)

Key Economic Data

Reserves (16-Dec-22)	\$12.0bn
Inflation CPI Nov'22	23.8%
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-Dec-22)	0.54
Individuals (22-Dec-22)	(0.59)
Companies (22-Dec-22)	0.897
Banks/DFI (22-Dec-22)	(0.52)
NBFC (22-Dec-22)	0.04
Mutual Fund (22-Dec-22)	(0.34)
Other Organization (22-Dec-22)	0.21
Brokers (22-Dec-22)	(0.48)
Insurance Comp: (22-Dec-22)	0.24

Source: NCCPL

Commodities

Commodities	Current	Previous	Change
Cement (Rs./bag)	1,043	1,038	0.48%
DAP (PKR/bag)	9,527	9,653	-1.31%
Urea Fertilizer (PKR/bag)	2,531	2,544	-0.51%
Gold Spot (USD/oz)	1,818.52	1,814.13	0.24%
Gold Future (USD/oz)	1,827.80	1,825.40	0.13%
WTI Spot (USD/bbl)	78.75	78.59	0.20%
WTI Future (USD/bbl)	78.80	78.24	0.72%
FOREX Reserves (USD bn)	12.57	12.58	-4.53%

Exchange Rates– Open Market Bids

Local (PKR)	Current	Previous	Change
PKR / US\$	232.25	231.80	0.19%
PKR / EUR	257.00	254.50	0.98%
PKR / GBP	295.50	295.00	0.17%
PKR / JPY	2.24	2.06	8.74%
PKR / SAR	64.50	63.80	1.10%
PKR / AED	68.00	66.40	2.41%
PKR / AUD	151.01	151.49	-0.32%

Toll rates in Pakistan relatively low, claims ADB

A new report of the Asian Development Bank (ADB) on road funds and user charges claims that toll rates in Pakistan are relatively low and increase in toll rates is not considered a viable option because toll roads have relatively low usage in the country, and it is expected that the users will opt to use non-tolled highways. (Dawn) [Click here for more...](#)

Mobile phone banking grows to Rs12tr

The value of mobile phone banking transactions surged by 141 per cent to Rs11.9 trillion in FY22, according to the Annual Payment Systems Report released by the State Bank of Pakistan on Friday. (Dawn) [Click here for more...](#)

T4HP: Govt seeks another extension in closing date of World Bank loan

The government has requested the World Bank for extending the closing date of credit for Tarbela Fourth Hydropower project for fifth time, aimed at enabling Water and Power Development Authority (Wapda) to finance remaining payments on ongoing contracts, complete activities to support sustainable operation of project and address remedial measures for fixing issue identified at the intake of the power tunnels constructed under the project. (BR) [Click here for more...](#)

Instability, 'pause' in IMF programme deepening economic crisis: BMP

As the central bank has lowered its projected GDP growth from the previously announced range of 3-4 percent for the current fiscal year, the Federation of Pakistan Chambers of Commerce & Industry's Businessmen Panel (BMP) on Sunday asked the government to formulate long-term and consistent policies for high industrial growth and sizeable improvement in exports, as Pakistan's export has been stagnant for a long time. (BR) [Click here for more...](#)

'Pakistan Trade House' in Kyrgyzstan to help promote trade: envoy

Ambassador of Kyrgyzstan to Pakistan Ulanbek Totuiaev on Sunday underlined the importance of the opening of the Pakistan Trade House in Kyrgyzstan for promoting Pakistani products besides attracting investors and buyers in the market and further moving to the Eurasian economic union. (BR) [Click here for more...](#)

OMO Result: SBP Injects Rs858.7bn Into Market

The State Bank of Pakistan (SBP) conducted an Open Market Operation (OMO), and Shariah-compliant Mudarabah OMO today, in which it cumulatively injected a total of Rs858.7 billion into the market, from which Rs170.7bn injected into the market for 7 days at 16.27% and Rs600bn for 70 days at 0%. (MG) [Click here for more...](#)

Petroleum products drops by 26% YoY in 5MFY23

Petroleum products in the country during the period from July to November slipped by 26% to 7.035 million tons (MTs) as compared with 9.537MT in the same period last year. The decline in demand was mainly due to a significant decrease in all three petroleum products, including Crude Oil imports, Gasoline imports, and Furnace Oil (FO) dropped by 16%, 20%, and 52.5% respectively. (MG)

[Click here for more...](#)

Analyst Certificate:

The Research Report is prepared by the research analyst at WE Financial Services Ltd. It includes analysis and views of our research team that precisely reflects the personal views and opinions of the analysts about the subject security(ies) or sector (or economy), and no part of the compensation of the research analyst(s) was, is, or will be directly or indirectly related to the specific recommendations and views expressed by research analyst(s) in this report. In addition, we currently do not have any interest (financial or otherwise) in the subject security(ies). The views expressed in this report are unbiased and independent opinions of the Research Analyst which accurately reflect his/her personal views about all of the subject companies/securities and no part of his/her compensation was, is or will be directly or indirectly related to the specific recommendations or views expressed in this report.

Disclaimer:

The Report is purely for information purposes and the opinions expressed in the Report are our current opinions as of the date of the Report and may be subject to change from time to time without notice. Past performance should not be taken as an indication or guarantee of future performance, and no representation or warranty, express or implied, is made regarding future performance. Information, opinions and estimates contained in this report reflect a judgment of its original date of publication by WE Financial Services Ltd. and are subject to change without notice. The price, value of and income from any of the securities or financial instruments mentioned in this report can fall as well as rise. The value of securities and financial instruments is subject to exchange rate fluctuation that may have a positive or adverse effect on the price or income of such securities or financial instruments. The information provided in the Report is from publicly available data, which we believe, are reliable.

This document does not constitute an offer or solicitation for the purchase or sale of any security. This publication is intended only for distribution to the clients of the Company who are assumed to be reasonably sophisticated investors that understand the risks involved in investing in equity securities. The information contained herein is based upon publicly available data and sources believed to be reliable. While every care was taken to ensure accuracy and objectivity, WE Financial Services Ltd. does not represent that it is accurate or complete and it should not be relied on as such. In particular, the report takes no account of the investment objectives, financial situation and particular needs of investors. The information given in this document is as of the date of this report and there can be no assurance that future results or events will be consistent with this information. This information is subject to change without any prior notice. WE Financial Services Ltd. reserves the right to make modifications and alterations to this statement as may be required from time to time. However, WE Financial Services Ltd. is under no obligation to update or keep the information current. WE Financial Services Ltd. is committed to providing independent and transparent recommendation to its client and would be happy to provide any information in response to specific client queries. Past performance is not necessarily a guide to future performance. This document is provided for assistance only and is not intended to be and must not alone be taken as the basis for any investment decision. The user assumes the entire risk of any use made of this information. Each recipient of this document should make such investigation as it deems necessary to arrive at an independent evaluation of an investment in the securities of companies referred to in this document (including the merits and risks involved) and should consult his or her own advisors to determine the merits and risks of such investment. WE Financial Services Ltd. or any of its affiliates shall not be in any way responsible for any loss or damage that may arise to any person from any inadvertent error in the information contained in this report.

Stock Ratings

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

Disclaimer: This document has been prepared by Research Analysts at WE Financial Services Ltd.