

26th June, 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

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Govt waits for IMF nod after revising budget

After revising the budget in line with International Monetary Fund's demands, the government expects a breakthrough announcement from the global lending agency over the next few days to get direly needed bailout funds. "Almost all the irritants between the IMF staff and the Ministry of Finance were addressed hours before the finance minister's wind-up speech on Saturday," an official said, adding that the announcement about the successful completion of the ninth review was an IMF's privilege and just a formality now. [Click to see more](#)

Power outages galore as shortfall exceeds 6,000MW

People across Pakistan have been hit by a double whammy of extremely hot weather and prolonged power outages, with many distribution companies (Discos) resorting to observe loadshedding after the power shortfall crossed 6,000 megawatts on Saturday. In urban areas, three to six hours of loadshedding was reported while rural areas of the country experienced up to 12 hours of outages. In addition to scheduled outages, brownouts (tripping, fluctuation, low voltage etc) caused by the overloaded transmission and distribution system also forced load management. Similarly, shutdowns on the pretext of maintenance also continued, making people's lives miserable as they braved the hot and humid weather. [Click to see more](#)

CDWP clears 28 projects worth Rs309 billion

The Central Development Working Party (CDWP) on Saturday cleared 28 development projects worth Rs309.14 billion in the areas of education, technology, energy, physical planning and communications. The CDWP met under the chairmanship of Federal Minister for Planning, Development and Special Initiatives Ahsan Iqbal, said a press release. The meeting was attended by the Secretary Planning Ministry, members Planning Commission and representatives from the various ministries. The forum principally approved a programme for Flood Response Through Reconstruction of Education Facilities in Sindh, assisted by JICA worth Rs1.566bn. [Click to see more](#)

Inflows increase as rupee stabilises in open market

The inflows of dollars increased significantly during the week ended on Friday, as the rupee's appreciation against the greenback has narrowed the price gap between the open and interbank markets, currency dealers said. The dollar was traded in the range of Rs288 to Rs291 in the open market on Saturday, which narrowed the dollar price gap with interbank market. According to currency dealers, inflows from exports and remittances have significantly exceeded the daily average of \$3-\$5 million. During the week, the inflows increased by at least 20pc due to a narrow gap between the open and interbank market. [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%

Stocks extend losses in depressed week

The stock market experienced subdued activity in the outgoing week primarily because of the prevailing uncertainty surrounding the completion of the International Monetary Fund (IMF) programme. On the economic front, Pakistan recorded a current account surplus of \$255 million in May versus a surplus of \$78m in April. Additionally, the government raised over Rs2.4 trillion through the auction of treasury bills. Foreign reserves held by the State Bank of Pakistan (SBP) fell by \$482m week-on-week to \$3.5 billion. Meanwhile, the rupee appreciated against the dollar by 0.16 per cent on a week-on-week basis. As a result, the dollar rate closed at 286.74. [Click to see more](#)

Pakistan's wheat yield may decline 16pc due to climate change

Wheat yield in South Asian countries, including Pakistan, is feared to decline by 16 per cent by 2050 due to climate change, reveals a new study released by the International Maize and Wheat Improvement Centre (CIMMYT) on Saturday. Simulations for South Asian countries suggested a different magnitude of climate change impacts with India and Pakistan being the most affected countries with a general decline of wheat yields of 16pc, particularly due to warmer temperatures. However, areas in western Iran, Afghan-istan, Nepal, and Myanmar could experience a positive response to climate change. [Click to see more](#)

Govt agencies allowed to import pharma raw material

The Economic Coordination Committee (ECC) of the Cabinet has decided to amend the Import Policy Order (IPO) 2022 to allow government agencies to import pharmaceutical (allopathic) raw materials. The Minister of Commerce in the summary informed the ECC meeting presided over by Finance Minister Ishaq Dar on Wednesday (June 21, 2023) that as per Import Policy Order 2022, import of pharmaceutical (allopathic) raw material of pharmaceutical grade in the form of unprocessed ingredients is allowed only to pharmaceutical industries holding a valid pharmaceutical manufacturing license. [Click to see more](#)

Advance tax on registration of vehicles above 2000cc hiked

The government has increased the advance income tax on the registration of vehicles above 2000cc under the amended Finance Bill 2023. Under the amended Finance Bill 2023, the government has imposed a fixed tax on imported and locally manufactured vehicles from 2001cc to above 3000cc. Under the new income tax slabs, the fixed rate of tax would be 6 percent of the value of a vehicle having engine capacity 2001cc to 2500cc. The fixed rate of tax would be 8 percent of the value of a vehicle with engine capacity of 2501cc to 3000cc. Under the third revised slab, the fixed rate of tax would be 10 percent of the value of a vehicle having engine capacity above 3000cc. [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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