

28th August, 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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Additional grants plugged, except for 'severe disasters'

The caretaker government has tightened the fiscal policy, banning supplementary grants except in case of severe natural calamities and setting strict conditions for diverting funds to other objectives until an elected government takes charge. "No Supplementary Grants for any additional unbudgeted spending over the parliamentary approved level in FY24 [current fiscal year] will be approved in order to remain within the approved budgetary allocation, at least until the formation of a new government after the elections (except if needed to respond to a severe natural disaster)," the Ministry of Finance told all ministries, divisions and associated departments and entities in a memorandum.

[Click to see more](#)

Pakistan seeks \$300m ADB loan for water project

Pakistan has requested the Asian Development Bank for \$300 million loan for the Kurram Tangi Integrated Water Resources Development project which aims to improve energy, water and food security in the country. The ADB is expected to approve the loan in 2024, according to the project document released by the bank. The proposed project will directly contribute to the two strategic pillars of Pakistan's National Poverty Reduction Strategy: "Increasing productivity and value addition in agriculture" and "Integrated Energy Development Programme". [Click to see more](#)

Another increase in sugar, flour prices shocks consumers

Already struggling to find ways to pay inflated electricity bills, consumers suffered another shock due to a further hike in the prices of sugar and different varieties of flour. Just two days after the takeover of the new caretaker government, consumers had seen a Rs8 per kg rise in wholesale prices of sugar to Rs153 per kg, thus pushing up the retail rates up to Rs160 per kg and up to Rs170 per kg in online stores. On Saturday, wholesalers further raised the rate by Rs4 per kg to Rs157, thus pushing up retail prices to Rs170 per kg. At online stores, sugar rates are now quoted at Rs172 per kg, while some stores are offering the 500kg pouch at Rs95, which means two bags or one kg would cost Rs190 per kg. [Click to see more](#)

Grey market, IMF blamed as rupee goes into free fall

As the rupee's alarming descent against the US dollar continues unabated, experts and stakeholders point fingers at the powerful grip of the grey market and the International Monetary Fund's (IMF) "significant interference" in the country's banking and currency sectors. Some said it was unprecedented that the IMF had allegedly got deeply involved in the country's financial framework, interacting at granular levels with local exchange companies and banks. [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%

FTO probe results in Rs2bn demand against NHA

The investigation completed by Dr Asif Mahmood Jah Federal Tax Ombudsman (FTO) has resulted in huge tax demand of Rs2.1287 billion withholding tax (WHT) raised by the Federal Board of Revenue (FBR) against the National Highway Authority (NHA) for past tax years 2021, 2022 & 2023. Sources informed that instant recovery move is based on a public interest request forwarded by Waheed Shahzad Butt Advocate before FTO against discriminatory application of withholding taxes under section 236A of the Income Tax Ordinance, 2001 by this state owned unit. [Click to see more](#)

Fund to review FBR's performance under SBA

The Federal Board of Revenue (FBR) will resume virtual talks with the International Monetary Fund (IMF) on Monday to review revenue collection performance in the first two months of the current fiscal year, as well as projections for the coming months. The IMF team will discuss the performance of the FBR and revenue measures taken in March, followed by further tax measures in the last budget. "We will brief the IMF team on the revenue performance of first two months — July and August," the official said. [Click to see more](#)

LCOY marks historic milestone

Against a backdrop of climate-induced hardships that continue to grip the country, Pakistan witnessed a historic moment in climate activism as it hosted its first-ever Local Conference of Youth (LCOY) from August 24-25 at National University of Science and Technology, Islamabad. Organised under the ambit of YOUNGO, the official youth constituency of the United Nations Framework Convention on Climate Change (UNFCCC), LCOY Pakistan brought together passionate young minds from across Pakistan to collectively address the urgent challenges posed by climate change. [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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