

31st March, 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
CNERGY	3.72	0.81%	7.07

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## Reserves drop after six weeks on the rise

The central bank's foreign exchange reserves dropped for the first time in six weeks, shrinking by some \$354 million during the week that ended on March 24, it said on Thursday. Meanwhile, China is working on a request from cash-strapped Pakistan to roll over a \$2 billion loan that matured last week, a top finance ministry official told Reuters, amid a stalemate in bailout talks with the International Monetary Fund (IMF). The State Bank of Pakistan (SBP) said the reserves fell because of external debt repayment and stood at \$4.24 billion — almost near where they were at the beginning of the month. [Click to see more](#)

## Dar says IMF seeking \$3bn 'guarantees'

Ishaq Dar on Thursday said that Pakistan didn't delay a single day in repayments. "We didn't defer a day in repayments," the finance minister said while speaking on the floor of the Senate. "All technical discussions have been completed, an agreement nearing with the International Monetary Fund (IMF)," he said. "The IMF is demanding, what was committed during the fifth and sixth review of the bailout," Dar said. "The lender wants guarantees of three billion dollars from the UAE and Saudi Arabia," the finance minister told the Senate. [Click to see more](#)

## NTDC failure to cost consumers Rs80b

National Transmission & Despatch Company (NTDC)'s failure to lay transmission lines to evacuate electricity from Thar coal-based power plants has come under fire again, with concerns that this could burden consumers with a cost of up to Rs80 billion. Despite the reduction in electricity rates for February 2023, on account of fuel adjustment charges, consumers of power distribution companies (Discos) may still face higher tariffs if previous adjustments of Rs6.3 billion due to system constraints are allowed. [Click to see more](#)

## ECC okays outsourcing of airports

The government on Thursday approved an advisory service agreement with an arm of the World Bank Group to hand over operations of three of Pakistan's international airports to a foreign country, providing its political backing to conclude the deal at the earliest. According to a handout from the Ministry of Finance, the Economic Coordination Committee (ECC) of the Cabinet approved the draft Transaction Advisory Agreement (TASA) reached with the International Finance Corporation (IFC) by Pakistan Civil Aviation Authority (PCCA) to outsource three airports. [Click to see more](#)

## Garments industry for stopping audit notices

Pakistan Readymade Garments Manufacturers and Exporters Association (PRGMEA) has asked the Federal Board of Revenue (FBR) to help strengthen the industry and exporters by timely releasing sales tax refunds, instead of sending them audit notices. In a statement, the association pointed out that more than 51% of tax revenue was being collected from the manufacturing sector, though its share in gross domestic product (GDP) was just 13%. [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%

## 'GSP Plus not being adequately utilised'

Former Governor Punjab Chaudhry Muhammad Sarwar said that he had played an active role in getting the GSP-plus scheme from the European Union for Pakistan and is still working hard to get an extension of this scheme. Addressing the business community during his visit to the Islamabad Chamber of Commerce and Industry (ICCI), he said, "Pakistan will hopefully get the EU GSP-Plus facility for the next ten years. However, Bangladesh has increased its exports by five times with the GSP plus scheme, while Pakistan has not yet taken full advantage of this facility." [Click to see more](#)

## Senate panel urged to direct SBP to assist CCP

The Competition Commission of Pakistan (CCP) Chairperson Rahat Kaunain Hassan has approached the Senate Standing Committee on Finance to direct the State Bank of Pakistan (SBP) to assist the CCP by providing data during an ongoing inquiry into treasury bills. The CCP is suspecting cartelisation by primary dealers (PDs) including banks in the auctions of Market Treasury Bills (T-bills) carried out by the government of Pakistan. [Click to see more](#)

## Punjab govt willing to take over Discos

The government of Punjab has expressed willingness to take over Punjab-based power Distribution Companies (Discos) subject to transfer of assets and not liabilities, along with management control. This was conveyed by Punjab Finance Departments and endorsed by Chief Secretary of the province on a summary of Punjab Energy Department. Finance department, in its comments on the summary of Energy Department has reiterated its earlier viewpoint that a holistic approach may be adopted in review and prior due diligence. [Click to see more](#)

## Pakistan awaits China's decision on rollover of \$2bn loan that matured last week

China is working on a request by Pakistan to roll over a \$2-billion loan that matured last week. The rollover is critical for the country as its foreign exchange reserves have dipped to just four weeks' worth of imports at a time when it is locked in talks with the International Monetary Fund (IMF) to secure bailout funds. "It is a work in progress," the official said in a text message on Wednesday, on condition of anonymity. "Formal documentation is underway." [Click to see more](#)

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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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