

31st October, 2023

## KSE -100 Index



Source: PSX &amp; 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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## Power companies seek to charge Rs1.8 per unit more

While still reeling under the prolonged application of last year's Rs135 billion worth of quarterly adjustments, the ex-Wapda distribution companies (Discos) have come up with a fresh claim of another Rs22.6bn for the first quarter of FY24 to be charged to consumers across the country at the rate of about Rs1.8 per unit. The requests have come amid over prevailing over 31pc rate of inflation which suggests that official estimates of declining inflationary trends might not be as forthcoming as electricity and gas rates have a major contribution to the price baskets. [Click to see more](#)

## Dollar reaches close to Rs281

The rupee is gradually and slowly losing the strength it gained against the US dollar during the last couple of months in both the interbank and open markets. The State Bank of Pakistan on Monday re-ported that the greenback continued its appreciation drive against the local currency for the sixth day in a row and added another 38 paise to close at Rs280.95 in the interbank market. The State Bank of Pakistan on Monday re-ported that the greenback continued its appreciation drive against the local currency for the sixth day in a row and added another 38 paise to close at Rs280.95 in the interbank market. [Click to see more](#)

## FBR unearths Rs716m tax evasion in steel bar clearance

The Directorate General of Intelligence and Investigation of the Federal Board of Revenue (FBR) has unearthed duty and tax evasion of Rs716.27 million in the clearance of steel bars at Hyderabad Collectorate. Karachi's Customs Intelligence Regional Office has lodged a First Information Report (FIR) against the culprits. The steel, initially cleared at the Hyderabad Collectorate, was later found to be used in a construction project in Karachi. The FIR was submitted before the special judge (customs, taxation and anti-smuggling) in Karachi. As of June 30, 2023, the calculated surcharge amounted to a staggering Rs665.31m, with the value of the cleared goods reaching an impressive Rs2.178 billion. [Click to see more](#)

## SBP maintains key interest rate at 22pc

The State Bank of Pakistan (SBP) kept the key interest rate unchanged at 22 per cent on Monday, expecting inflation to decline significantly in October because of downward adjustments in fuel prices, easing rates of some major food commodities and a favourable base effect. The Monetary Policy Committee (MPC) of the SBP noted that headline inflation rose in September as expected. [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%

## Earnings of cement firms rise

Lucky Cement Ltd reported on Monday its unconsolidated earnings for July-September amounted to Rs6.9 billion, up 80 per cent year-on-year. However, its consolidated earnings surged 179pc to Rs19.3bn on an annual basis. The increase in consolidated income was attributable to higher revenue from cement operations, Lucky Electric Power Company and Lucky Core Industries Ltd. Separately, Pakistan Petroleum Ltd said its profit for July-September amounted to Rs29.6bn, up 11pc from a year ago. On a sequential basis, its bottom line swelled 84pc. [Click to see more](#)

## Gas tariffs increased

Federal government on Monday approved increase in price of natural gas for different categories of the consumers as advised by the Oil and Gas Regulatory Authority (OGRA) with effect from 1st November 2023. The Economic Coordination Committee (ECC) of the Cabinet earlier on 23rd October 2023 considered the summary submitted by the Petroleum Division and approved the increase in the natural gas prices. The Federal Cabinet in its meeting held on 30th October, 2023 referred back the summary for reconsideration of the ECC. The ECC in its meeting held on 30th October 2023 approved the revised natural gas prices. The rapidly dwindling natural gas reserves at 5-7 percent per year burdening the national gas basket with more expensive imported fuel (LNG). [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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