

Economy News

FDI in Pakistan edges up 2.56pc in January (Positive)

Economy | Positive

The Foreign Direct Investment in Pakistan posted a growth of 2.56 percent to US \$132.2 million in January this year compared to the FDI worth of \$128.9 million recorded in January 2018. On average, the FDI however recorded a decline of 17.6 percent is fell from \$1.761 billion in July-January 2017-18 to \$1.451 billion in first seven months of current fiscal year. | [Click for more info.](#)

Oil & Gas

Mega deep conversion oil refinery, petrochemical complex: Pakistan, KSA agree to establish JWG

Economy, Oil | Positive

Both sides agreed to establish a Joint Working Group (JWG) aiming to exchange information that is critical to carry out feasibility studies of the project expeditiously, says a press release issued here. Other areas of cooperation including supply of petroleum products on deferred payment basis and supply of LNG were also discussed. | [Click for more info.](#)

Gwadar refinery to help Pakistan achieve autarky in petroleum sector

Economy | Positive

A state-of-the-art oil refinery and petrochemical complex, being established at Gwadar deep seaport with around \$11 billion Saudi investment, would open new energy vistas in Pakistan, improving the national economy and achieving autarky in the petroleum sector. | [Click for more info.](#)

Power

CPPA seeks Rs1.938 per unit increase in electricity tariff

IPPs | Positive

The CPPA-G asked the NEPRA for transferring the burden of increased transmission losses and expensive furnace oil-based power generation to the consumers, and proposed an increase of Rs1.94 per unit in the power tariff, under fuel price adjustment, for the month of January for ex-Wapda DISCOs. | [Click for more info.](#)

Autos

General hold up against token tax defaulters on 20th

Autos | Neutral

The Rawalpindi Excise and Taxation Department has finalised its arrangements to launch a general hold up against token tax defaulters and those driving unregistered vehicles. | [Click for more info.](#)

Banks

Over Rs 1 billion personal loans disbursed through HBL mobile

HBL | Positive

Habib Bank Limited (HBL), Pakistan's largest bank in the private sector, has made history by disbursing personal loans of over PKR 1 billion through its mobile app. | [Click for more info.](#)

NBP launches EMV/contactless debit card

NBP | Positive

National Bank of Pakistan (NBP) on Monday launched NBP EMV/contactless debit cards powered by UnionPay International and Mobile Banking App. | [Click for more info.](#)

Pakistan Stock Exchange Overview

	Open	Close	Chg.	%
KSE All	29,331.2	29,189.6	-141.7	-0.5%
KSE100	40,486.7	40,219.5	-267.2	-0.7%
KSE30	19,454.4	19,338.9	-115.5	-0.6%
KMI30	67,988.2	67,556.2	-432.1	-0.6%

Top Five Gainers

	Open	Close	Chg.	%
NESTLE	8,800.0	8,900.0	100.0	1.1%
WYETH	1,065.0	1,101.6	36.5	3.4%
SITC	320.0	330.0	10.0	3.1%
EFUL	217.2	225.5	8.3	3.8%
ATLH	386.0	394.0	8.0	2.1%

Top Five Volume Leaders

	Open	Close	Chg.	Vol.
KEL	6.5	6.4	-0.1	6.34
PAEL	26.7	26.0	-0.6	5.44
FFL	33.6	33.6	0.0	5.42
LOTCEM	16.3	15.9	-0.5	5.12
STPL	22.2	22.0	-0.2	4.74

Portfolio Investments – Net Position

FIPI	Buy	Sell	Net
F-Ind.	0.00	-0.09	-0.09
F-Corp.	3.64	-2.16	1.48
O/S Pak	2.06	-1.55	0.52
Net	5.71	-3.80	1.91
LIPI			
Indv.	35.83	-34.86	0.97
Cos.	5.38	-6.61	-1.23
Banks	1.21	-1.28	-0.06
NBFC	0.02	-0.01	0.01
M-Funds	4.24	-4.47	-0.23
Other	0.72	-0.52	0.20
Broker	11.46	-12.48	-1.02
Insur.	0.86	-1.41	-0.55
Net	59.72	-61.63	-1.91

Source: NCCPL

Commodity Outlook

	Unit	Close	% chg.
Crude oil	USD/bbl.	55.72	0.2%
Brent oil	USD/bbl.	66.06	-0.7%
Gold	USD/t oz.	1324.76	-0.2%
Silver	USD/t oz.	15.79	-0.1%
Coal	USD/ton	82.85	0.0%
Steel Scrap (LME)	USD/ton	327.50	0.8%
Steel Rebar (LME)	USD/ton	478.00	1.1%
USD/PKR	Interbank	138.69	-0.2%

Source: Bloomberg/SBP

News Source: Local / Int'l Newspapers and websites

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Miscellaneous

AkzoNobel Pakistan joins hands with Nihon Parkerizing

AKZO | Positive

AkzoNobel Pakistan's products are driven by an unwavering focus on their customers, and can be found at different stages of the production process: Pre-Treatment, Primer, Top Coat and Plastic Parts. In their drive to provide best in class technologies to the customers, they established an exclusive partnership with Nihon Parkerizing, world's leading surface treatment chemicals provider based out of Japan. | [Click for more info.](#)

HBFC to get R3.6bn for low-cost housing

Cements | Positive

Pakistan Mortgage Refinance Company (PMRC) will provide Rs3.6 billion to House Building Finance Company (HBFC) for the provision of low-cost housing in the country. | [Click for more info.](#)

Saudi govt shows interest in Punjab textile, automobile industry

Textile, Autos | Positive

The Saudi Arabian government during visit of the Crown Prince Mohammed bin Salman showed interest in making investment in textile and automobile industry in Punjab. | [Click for more info.](#)

Pakistan seeks FTA with GCC states: Dawood

Economy | Positive

Advisor to Prime Minister on Commerce, Abdul Razak Dawood Monday said that relationship with Saudi Arabia and quantity of investment by it in Pakistan are moving to a higher level. | [Click for more info.](#)

Political News

Saudis to help reduce Pak-India tension

Saudi Arabia on Monday vowed to try to reduce tensions between Pakistan and India as Crown Prince Mohammed bin Salman completed his two-day visit to Pakistan. At a joint press briefing with Imran Khan, Prince Mohammed bin Salman said before his departure that Pakistan has the potential to become a big economy by 2030. | [Click for more info.](#)

Money laundering scam: Banking court seeks comments on NAB's plea

The Karachi banking court on Monday summoned responses from the defence for Pakistan People's Co-chairman Asif Ali Zardari and others over a request by the National Accountability Bureau's chairman to transfer the money laundering case against them to Rawalpindi. | [Click for more info.](#)

International News

Asian Stocks Mixed; Treasury Yields Edge Higher: Markets Wrap

Asian stocks traded mixed Tuesday with little direction after a muted session in Europe and a holiday in the U.S. The dollar edged higher alongside Treasury yields. (Bloomberg)
[Click for more info.](#)

Brent oil eases from 2019 highs as markets await trade talks outcome

Brent crude oil prices eased away from 2019 highs on Tuesday on caution that economic growth may dent fuel demand this year, although supply cuts led by producer cartel OPEC still meant markets were relatively tight. (Reuters)
[Click for more info.](#)

World Indices

	Last	Chg.	Chg. %
PAK (KSE-100)	40,219.5	-267.20	-0.7%
INDIA - SENSEX	35,498.4	-310.51	-0.9%
HK - Hang Seng	28,347.0	446.17	1.6%
CHINA - Shanghai	2,754.4	71.97	2.7%
Taiwan - TWII	10,145.3	12.12	0.3%
INDONESIA - IDX	6,497.8	108.73	1.7%
PHILP - PSEI	7,971.3	62.44	0.8%
KSA - Tadawul	8,569.8	-22.18	-0.3%
US - Dow 30	25,883.3	443.86	1.7%
US - S&P 500	2,775.6	29.87	1.1%

Source: Investing.com

Board Meetings

Scrip	Day	Agenda	Time
ENGRO	TUESDAY	Ann. A/c Dec-31, CY'18	10:00 AM
KAPCO	TUESDAY	HY A/c Dec-31, FY'19	10:00 AM
OTSU	TUESDAY	HY A/c Dec-31, FY'19	10:30 AM
KOHE	TUESDAY	HY A/c Dec-31, FY'19	11:00 AM
NICL	TUESDAY	HY A/c Dec-31, FY'19	11:00 AM
EMCO	TUESDAY	HY A/c Dec-31, FY'19	11:30 AM
BIPLS	TUESDAY	Ann. A/c Dec-31, CY'18	2:00:00 NOON
JSGCL	TUESDAY	Ann. A/c Dec-31, CY'18	12:45 PM
GASF	TUESDAY	HY A/c Dec-31, FY'19	2:00 PM
DYNO	TUESDAY	HY A/c Dec-31, FY'19	3:00 PM
NATF	TUESDAY	HY A/c Dec-31, FY'19	3:00 PM
PIBTL	TUESDAY	HY A/c Dec-31, FY'19	3:00 PM
MLCF	TUESDAY	HY A/c Dec-31, FY'19	3:30 PM
ORIXM	TUESDAY	HY A/c Dec-31, FY'19	4:00 PM
MARI	WEDNESDAY	HY A/c Dec-31, FY'19	9:00 AM
UBL	WEDNESDAY	Ann. A/c Dec-31, CY'18	9:00 AM
DINT	WEDNESDAY	HY A/c Dec-31, FY'19	10:00 AM
HBL	WEDNESDAY	Ann. A/c Dec-31, CY'18	10:00 AM
MCB	WEDNESDAY	Ann. A/c Dec-31, CY'18	11:00 AM
PSX	WEDNESDAY	HY A/c Dec-31, FY'19	11:00 AM
SLCL	WEDNESDAY	HY A/c Dec-31, FY'19	11:00 AM
SPL	WEDNESDAY	HY A/c Dec-31, FY'19	11:00 AM
DAWH	WEDNESDAY	Ann. A/c Dec-31, CY'18	11:30 AM
NPL	WEDNESDAY	HY A/c Dec-31, FY'19	11:30 AM
FATIMA	WEDNESDAY	Ann. A/c Dec-31, CY'18	2:00:00 NOON
SBL	WEDNESDAY	Ann. A/c Dec-31, CY'18	2:00:00 NOON
ADAMS	WEDNESDAY	1Q A/c Dec-31, MY'18	12:30 PM
KTML	WEDNESDAY	HY A/c Dec-31, FY'19	3:30 PM
TPLP	WEDNESDAY	HY A/c Dec-31, FY'19	3:45 PM

Source: PSX Announcement



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Rating Criteria

Rating - Expected Total Return
Buy - Greater than 10%
Hold - Neither Buy nor Sell
Sell - Less than and equal to -10%

Valuation Methodology

To arrive at our 12-months Price Target, ABA Ali Habib Research uses different valuation methods which include: 1). DCF methodology, 2). Relative valuation methodology, and 3). Asset-based valuation methodology. In this report, our PT is founded on FCF based DCF methodology.

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