

November 8, 2022

Economy

MBS may announce investment projects during his visit

Economy | Positive

Saudi Crown Prince and the Prime Minister of the Kingdom, Mohammad bin Salman is expected to visit Pakistan in the third week of this month, probably on November 21 and may announce various investment projects. (BR) | [Click for more info.](#)

No firm schedule by IMF for finishing 9th review

Economy | Neutral

Without committing any firm schedule for the completion of the pending 9th review, the International Monetary Fund (IMF) on Monday stated that the fund would continue engagement with Pakistani authorities for providing relief to flood-affected people while ensuring sustainable policies. (The News) | [Click for more info.](#)

Govt mulls measures to improve revenues, end rupee volatility ahead of IMF meet

Economy | Neutral

The government is grappling with the issue of collecting additional revenues to make up for declining tax collections amid the slowing national economy so that the International Monetary Fund (IMF) could be brought to the table for the completion of the 9th review under the ongoing extended fund facility (EFF) and ensure foreign exchange inflows from other multilateral lenders as well. (Dawn) | [Click for more info.](#)

PM seeks int'l community's support as flood losses estimated at \$32b

Economy | Neutral

Prime Minister Shehbaz Sharif on Monday said that according to the Post Disaster Needs Assessment (PDNA), the total estimated damage caused by the recent floods in Pakistan was over \$32 billion that is around 10% of the country's GDP. (ET) | [Click for more info.](#)

RDA inflows rise to \$5.3bn

Economy | Positive

Inflows of Roshan Digital Accounts (RDA) rose to \$5.3 billion at the end of October 2022 since its launching. Despite the political uncertainty in the country overseas Pakistanis are investing in RDA mainly due to attractive profit rates. (BR) | [Click for more info.](#)

Rupee stable on dollar inflows

Economy | Neutral

The rupee on Monday maintained an uptrend against the dollar on the back of matching demand and supply of the greenback and positive triggers in the market, dealers said. (The News) | [Click for more info.](#)

Oil & Gas

POL sales increase in November

Oil | Positive

The Oil Companies Advisory Council (OCAC) has reported an increase in sales trend of fuel products in the country in November 2022, driven by ongoing agri season and escalating pace of infrastructure rehabilitation by the government in flood stricken areas. (The News) | [Click for more info.](#)

Pakistan Stock Exchange Overview

	Open	Close	Chg.	%
KSE All	28,552.8	28,639.3	86.6	0.3%
KSE100	41,856.3	42,047.4	191.1	0.5%
KSE30	15,226.8	15,299.9	73.1	0.5%
KMI30	70,590.0	70,984.6	394.5	0.6%

Top Five Gainers

	Open	Close	Chg.	%
KHTC	403.0	433.2	30.2	7.5%
BHAT	982.1	1,000.0	17.9	1.8%
HINO	250.0	265.0	15.0	6.0%
AKDHL	174.5	187.6	13.1	7.5%
SRVI	341.0	351.8	10.8	3.2%

Top Five Volume Leaders

	Open	Close	Chg.	Vol.
WTL	1.6	1.6	0.0	43.51
DFML	11.2	11.4	0.3	17.75
HASCOL	8.4	8.2	-0.2	16.65
SSGC	10.4	11.2	0.8	14.88
TPLP	18.0	18.3	0.3	11.98

Portfolio Investments – Net Position

FIPI	Buy	Sell	Net
F-Individuals	0.00	0.00	0.00
F-Corporates	0.19	-0.81	-0.62
O/S Pakistanies	1.47	-1.63	-0.16
Net	1.66	-2.44	-0.78
LIPI			
Individuals	26.18	-24.71	1.47
Companies	0.51	-0.68	-0.17
Comm. Banks	1.05	-0.68	0.37
NBFC	0.04	-0.08	-0.04
Mutual Funds	1.15	-1.60	-0.45
Other	0.32	-0.06	0.26
Brokers Proprietary	5.50	-5.86	-0.36
Insurance	0.03	-0.33	-0.30
Net	34.78	-34.01	0.78

Commodity Outlook

	Unit	Close	% chg.
Crude oil	USD/bbl.	91.91	-0.8%
Brent oil	USD/bbl.	97.94	-0.6%
Gold	USD/t oz.	1674.24	-0.5%
Silver	USD/t oz.	20.77	-0.5%
Coal	USD/ton	195.65	-6.4%
Steel Scrap (LME)	USD/ton	341.00	-2.3%
Steel Rebar (LME)	USD/ton	626.50	-1.0%
USD/PKR	Interbank	5.92	0.1%

News Source: Local / Int'l Newspapers and websites

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MORNING BRIEFING

Upper limit of premium raised to \$15/barrel; OMCs allowed to recover Rs10/litre on HSD for 2 months

OMCs | Positive

The government has allowed Oil Marketing Companies (OMCs) to recover Rs10 per litre on High-Speed Diesel (HSD) for the next two months (November-December 2022) by increasing the upper limit of premium to \$15 per barrel. (BR) | [Click for more info.](#)

Pakistan Refinery to stop HSFO production in 5 years

PRL | Neutral

Pakistan Refinery Limited (PRL) would reduce the production of high sulphur furnace oil (HSFO) to zero in the next four to five years under its refinery up-grade and expansion project. "We have made turnaround by brining change in crude recipe and become pioneer by being the first refinery to go for expansion and upgradation," two top officials of PRL informed The News in an exclusive interview. (The News) | [Click for more info.](#)

Power

World Bank to provide more than \$3bn for energy infrastructure development in Pakistan

Power | Positive

The World Bank (WB) has agreed to provide more than \$3 billion to Pakistan for infrastructure development in the energy sector, according to a press release issued by the Power Division on Monday. (Dawn) | [Click for more info.](#)

NTDC plans to evacuate power from 3 key HPPs

Power | Neutral

The National Transmission and Despatch Company (NTDC) has prepared plans to evacuate power from three key hydropower projects, i.e., Dasu Hydropower Project (stage-1, 2160-MW), Mohmand Dam, 800-MW, and Diamer Basha Dam, 4500-MW, well informed sources told. (BR) | [Click for more info.](#)

Autos

Dewan group to assemble Kia vehicles

DFML | Neutral

Dewan Farooque Motors Ltd said on Monday it's signed a technology transfer agreement with Kia Corporation of the Republic of Korea for the production/assembly of vehicles. The announcement resulted in an increase in the automaker's stock by 2.24 per cent from the preceding day to Rs11.41, even though the company is on the exchange's defaulter counter. The company made a net loss of Rs105 million in the latest three-month period versus a net loss of Rs63.8m a year ago. The production of vehicles at the company's factory remains suspended as of now. (Dawn) | [Click for more info.](#)

Chemical

Descon Oxychem Ltd production increases by 23.57pc

DOL | Positive

Descon Oxychem Limited (DOL), the leading manufacturer and exporter of hydrogen-peroxide (H2O2) and allied products, witnessed a 23.57 percent increase in production as per the company's financial-year 2022 (FY22) results. (BR) | [Click for more info.](#)

World Indices

	Last	Chg.	Chg. %
HK - Hang Seng	16,595.9	434.77	2.69%
US - Dow 30	32,827.0	423.78	1.31%
INDIA - SENSEX	61,185.2	234.79	0.39%
Taiwan - TWII	13,223.7	197.02	1.51%
PAK (KSE-100)	42,047.4	191.05	0.46%
PHILP - PSEi	6,295.6	110.05	1.78%
KSA - Tadawul	11,598.8	77.48	0.67%
INDONESIA - IDX	7,102.4	56.87	0.81%
US - S&P 500	3,806.8	36.25	0.96%
CHINA - Shanghai	3,077.8	7.02	0.23%

Board Meetings

Scrip	Day	Agenda	Time
TSML	Tuesday	HY A/c as at 31-Mar-22	2:00 PM
FPJM	Wednesday	Multiple Periods	11:00 AM
HASCOL	Thursday	Multiple Periods	12:00 PM
PGLC	Thursday	Ann A/c as at 30-Jun-22	3:00 PM
HCAR	Wednesday	HY A/c as at 30-Sep-22	11:30 AM

Source: PSX

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Miscellaneous

TPL REIT gets go-ahead for Rs200bn project

TPLP | Positive

A subsidiary of TPL REIT Management Company Ltd has received approval for a master plan to build a gated residential community on 40 acres in Korangi Creek at an estimated cost of “more than Rs200 billion”. (Dawn) | [Click for more info.](#)

Reko Diq Project: Centre, Balochistan have to invest \$8bn to reap benefits, SC told

Economy | Neutral

The Supreme Court on Monday questioned what benefits could Pakistan get from the new project of Reko Diq as a foreign expert told the court that the federal and Balochistan governments will have to invest \$8 billion to reap benefits. (The News) | [Click for more info.](#)

Tax evasion; FBR lacks capacity to analyze big data: WB

Economy | Neutral

The Federal Board of Revenue (FBR) lacks the capacity to analyze big data to detect tax evasion and also unable to share data of key systems, ie, Sales Tax Realtime Invoice Verification (STRIVE) system and the Web-Based One Custom (WeBOC) system, says the World Bank. (BR) | [Click for more info.](#)

Political News

Long march to resume on Thursday

The Pakistan Tehreek-e-Insaf (PTI) has announced that its ‘Haqeeqi Azadi’ march will resume on Thursday (November 10) instead of November 8. Keeping this in mind and reviewing the current situation, the party has decided that its immediate focus should be on the FIR. Hence, the long march has been postponed till November 10. (BR) | [Click for more info.](#)

Imran asks president to rein in military

Upping the ante in his confrontation with the country’s powerful military establishment, former prime minister Imran Khan on Monday wrote to his own party leader and supreme commander of the armed forces of Pakistan, President Dr Arif Alvi, demanding an inquiry against two senior military officers for holding a “political presser” and asked him to place limits on the powers of the Inter-Services Public Relations (ISPR). (Dawn) | [Click for more info.](#)

International News

Asian Stocks, US Futures Rise Before Midterms: Markets Wrap

Equities advanced in early Asian trading on Tuesday after the S&P 500 closed near session highs. Japanese, South Korean and Australian shares opened higher while US and European futures also climbed. (Bloomberg) | [Click for more info.](#)

Oil prices steady as supply woes offset recession fears

Oil prices were little changed early on Tuesday as supply worries offset recession fears and China’s commitment to its zero-COVID policy. (Reuters) | [Click for more info.](#)

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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 FCFF based DCF methodology.

Analyst Certification ^{AC}

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