

December 15, 2022

Economy

Talks on 9th review productive so far: IMF

Economy | Neutral

International Monetary Fund (IMF) Resident Representative for Pakistan Esther Perez Ruiz has said that discussions between Islamabad and the international lender on the 9th review of the \$7 billion Extended Fund Facility had been 'productive' so far, Dawn.com reported on Wednesday. (Dawn) | [Click for more info.](#)

IMF wants to observe 3 more quarters, examine flood rehab plan: Dar

Economy | Neutral

Finance Minister Ishaq Dar has said that the International Monetary Fund (IMF) wanted to see not only the previous quarter but also the next three quarters, besides how the country would meet the \$16 billion reconstruction and rehabilitation phase of floods. (BR) | [Click for more info.](#)

Remittances decline 14pc in November

Economy | Negative

Remittances sent by overseas Pakistanis declined by 14 per cent in November this year. The inflows fell by 9.6 per cent during the first five months of the current fiscal year (FY23). (Dawn) | [Click for more info.](#)

Govt raises Rs1,666bn via T-bill auction

Economy | Neutral

The government raised Rs1,666 billion through auctioning of market treasury bills on Wednesday against the target of Rs1,350bn. (Dawn) | [Click for more info.](#)

Oil & Gas

OGDCL produces 33,443bpd oil ,779mmcf gas 1QFY23

ODGC | Neutral

Oil and Gas Development Company Limited (OGDCL) has produced around 33,443bpd, 779mmcf gas, and 722 TDP Liquefied Petroleum Gas (LPG) during the first quarter of the current fiscal year, compared to 37,347bpd oil, 845mmcf gas, and 805TPD LPG during the same period last year. The drop introduction is mainly attributed to torrential rains and floods and natural decline in Sinjhero, Nashpa, KPD-TAY, Chanda, Mela, and 6 Dhok Hussain fields. (Mettis) | [Click for more info.](#)

Saudi Arabia to double its oil supply on credit: FM Dar

Oil | Neutral

Saudi Arabia may increase the amount of oil supply to Pakistan on deferred payments to \$2.4 billion a year, Finance Minister Ishaq Dar said to during an interview with a news channel. (Mettis) | [Click for more info.](#)

Experts see significant cut in prices of petrol, diesel

Oil | Neutral

The price of petrol is likely to go down significantly in the range of Rs10.11 per litre while the price of high-speed diesel (HSD) may be lowered by Rs13.97 per litre for the second half of December 2022, according to estimates of energy experts. However, there will be no reduction in petrol and HSD price in the next fortnight if the government increases the petroleum levy (PL) and adjusts the arrears of exchange loss on the FoB basis. (BR) | [Click for more info.](#)

Pakistan Stock Exchange Overview

	Open	Close	Chg.	%
KSE All	28,110.0	28,073.0	-37.0	-0.1%
KSE100	41,714.3	41,737.6	23.3	0.1%
KSE30	15,430.7	15,463.4	32.7	0.2%
KMI30	70,063.1	70,292.2	229.1	0.3%

Top Five Gainers

	Open	Close	Chg.	%
BHAT	988.9	1,063.0	74.1	7.5%
PSEL	1,211.9	1,279.2	67.2	5.5%
SAPL	890.1	944.0	53.9	6.1%
SFL	1,128.8	1,155.1	26.3	2.3%
MEHT	863.0	883.0	20.0	2.3%

Top Five Volume Leaders

	Open	Close	Chg.	Vol.
TPLP	19.4	19.7	0.3	15.76
UNITY	15.6	16.0	0.4	8.26
DFML	17.7	16.5	-1.2	7.98
WTL	1.3	1.4	0.0	7.13
FCCL	12.1	12.0	-0.1	5.81

Portfolio Investments – Net Position

FIPI	Buy	Sell	Net
F-Individuals	0.00	0.00	0.00
F-Corporates	0.70	-1.02	-0.32
O/S Pakistanies	1.04	-0.77	0.27
Net	1.73	-1.79	-0.05
LIPI			
Individuals	13.31	-13.64	-0.33
Companies	1.26	-0.38	0.88
Comm. Banks	1.43	-0.73	0.71
NBFC	0.00	-0.05	-0.05
Mutual Funds	0.82	-2.15	-1.32
Other	0.16	-0.39	-0.23
Brokers Proprietary	4.21	-3.97	0.23
Insurance	0.61	-0.45	0.16
Net	21.81	-21.76	0.05

Commodity Outlook

	Unit	Close	% chg.
Crude oil	USD/bbl.	77.27	2.8%
Brent oil	USD/bbl.	82.81	3.0%
Gold	USD/t oz.	1807.74	-0.1%
Silver	USD/t oz.	23.88	0.7%
Coal	USD/ton	229.50	-1.5%
Steel Scrap (LME)	USD/ton	389.50	-0.4%
Steel Rebar (LME)	USD/ton	669.50	0.1%
USD/PKR	Interbank	6.50	1.4%

News Source: Local / Int'l Newspapers and websites

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MORNING BRIEFING

Power

Power tariff for Karachiites cut by Rs2.45 per unit

Power | Positive, KEL | Neutral

The regularity authority approved a reduction of Rs2.45 per unit for KE consumers on account of fuel cost adjustment (FCA) for electricity consumed in October. (The News) | [Click for more info.](#)

Term of provisional distribution; Nepra extends licences' term of eight Discos

Power | Neutral

National Electric Power Regulatory Authority (Nepra) has extended term of provisional distribution licences of eight Distribution Companies (Discos) till April 30, 2023 or till the final determination of the Authority in the matter is made, whichever is earlier. (BR) | [Click for more info.](#)

Miscellaneous

SAB allows export of up to half a million tons of sugar

Sugar | Positive

The Sugar Advisory Board (SAB) has finally allowed the sugar industry to export up to half a million tons of sugar phase-wise. (BR) | [Click for more info.](#)

Textile maker suspends production amid economic downturn

KOSM | Negative

Kohinoor Spinning Mills Ltd said on Wednesday it's temporarily shutting down production owing to multiple reasons, including the "prevailing global and economic downturn," high production cost and low demand. (Dawn) | [Click for more info.](#)

Consignments stuck at ports: MoC to hold talks with SBP

Economy | Neutral

Commerce Ministry has decided to hold a detailed meeting with State Bank of Pakistan (SBP) to sort issues related to release of import consignments stuck at ports, as importers are bearing heavy demurrages, and foreign exchange is being pocketed by foreign shipping lines. (BR) | [Click for more info.](#)

Political News

PTI to announce date for dissolution of Punjab, KP assemblies on Dec 17

Pakistan Tehreek-e-Insaf (PTI) Chairman Imran Khan Wednesday said he would announce the date of dissolving Punjab and Khyber Pakhtunkhwa assemblies on December 17 (Saturday) during his public gathering at Liberty Chowk. (The News) | [Click for more info.](#)

International News

Asian Stocks Fall, Dollar Edges Up on Hawkish Fed: Markets Wrap

Asian stocks followed US equities lower after the Federal Reserve signaled interest rates will climb higher than anticipated next year. (Bloomberg) | [Click for more info.](#)

Oil prices climb by \$2 amid forecasts for 2023 demand uptick

Oil settled up more than \$2 on Wednesday after OPEC and the International Energy Agency (IEA) forecast a rebound in demand over the course of next year and as U.S. interest rate hikes are expected to ease further alongside slowing inflation. (Reuters) | [Click for more info.](#)

World Indices

	Last	Chg.	Chg. %
Taiwan - TWII	14,739.4	216.40	1.49%
INDIA - SENSEX	62,677.9	144.61	0.23%
HK - Hang Seng	19,673.5	77.25	0.39%
PHILP - PSEi	6,615.1	32.69	0.50%
KSA - Tadawul	10,248.1	26.98	0.26%
PAK (KSE-100)	41,737.6	23.32	0.06%
CHINA - Shanghai	3,176.5	0.20	0.01%
INDONESIA - IDX	6,801.8	-8.57	-0.13%
US - S&P 500	3,995.3	-24.33	-0.61%
US - Dow 30	33,966.4	-142.29	-0.42%

Board Meetings

Scrp	Day	Agenda	Time
AMBL	Thursday	3rd Qtr A/c for 30-Sep-22	2:30 PM
AGP	Thursday	Other Matters	2:30 PM
HBL	Friday	Other Matters	10:00 AM
MIRKS	Friday	Ann A/c for 30-Sep-22	2:30 PM
PNSC	Friday	Other Matters	3:00 PM
HINOON	Monday	Other Matters	10:30 AM
HASCOL	Monday	Other Matters	11:30 AM
JSML	Monday	Ann A/c for 30-Sep-22	11:30 AM
DAWH	Monday	Other Matters	3:00 PM
PSYL	Monday	Other Matters	4:00 PM
CYAN	Monday	Other Matters	5:00 PM

Source: PSX

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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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