

November 17, 2022

Economy

World Bank to provide \$1.3 billion to Pakistan for emergency, agriculture and housing relief

Economy | Positive

The World Bank (WB) said on Wednesday that it was planning to provide Pakistan \$1.3 billion for emergency, agriculture and housing relief in the wake of catastrophic floods this year, according to a press release issued by the Ministry of National Food and Security. (Dawn) | [Click for more info.](#)

US govt-led 'Investment Promotion Activity' initiative launched

Economy | Neutral

The United States Ambassador to Pakistan, Donald Blome, together with Minister of State for Finance and Revenue Dr Aisha Ghaus Pasha on Wednesday formally launched the Investment Promotion Activity (IPA) – a US government-led initiative to enhance Pakistan-US bilateral trade. (BR) | [Click for more info.](#)

Govt raises Rs757bn from T-bills

Economy | Neutral

The government on Wednesday raised Rs757 billion from auction of treasury bills against a target of Rs750bn, result data published by the State Bank of Pakistan (SBP) showed. The SBP received bids worth Rs1.25 trillion, of which Rs986bn were for three-month papers, Rs139bn for six-month and Rs122bn for 12-month papers. Against this, the government accepted bids worth Rs745bn in three-month, Rs7bn in six-month and Rs5bn in 12-month papers. (Mettis) | [Click for more info.](#)

SC told new Reko Diq project to start within five years

Economy | Neutral

The Supreme Court was informed on Wednesday that the feasibility of the new Reko Diq project will be completed in two and a half years, while the project will start within five years. (The News) | [Click for more info.](#)

Q1 LSMI output down 0.4pc YoY

Economy | Neutral

The Large-Scale Manufacturing Industries (LSMI) output has declined by 0.4 percent during the first quarter (July-September) of the current fiscal year when compared with the same period of last year, says the Pakistan Bureau of Statistics (PBS). The QIM estimated for September 2022 is 115 and for July-September 2022-23 is 113.4. (BR) | [Click for more info.](#)

Q1 FY23; External debt, liabilities dip over \$3bn

Economy | Neutral

Pakistan's external debt and liabilities fell over \$3 billion during the first quarter (Jul-Sep) of this fiscal year (FY23) mainly due to massive debt servicing. (BR) | [Click for more info.](#)

Oil & Gas

Oil industry protests 'forced' price freeze

OMCs | Negative

The country's oil industry on Wednesday protested over the "manipulation" of the pricing mechanism by the government in its latest fortnightly review to maintain existing ex-depot rates of petroleum products for the next 15 days. (Dawn) | [Click for more info.](#)

Pakistan Stock Exchange Overview

	Open	Close	Chg.	%
KSE All	29,087.3	29,119.0	31.7	0.1%
KSE100	42,796.9	42,983.8	186.9	0.4%
KSE30	15,708.6	15,816.7	108.2	0.7%
KMI30	72,395.7	72,842.0	446.3	0.6%

Top Five Gainers

	Open	Close	Chg.	%
FASM	341.0	366.6	25.6	7.5%
AABS	325.0	345.0	20.0	6.2%
AABS	325.0	345.0	20.0	6.2%
ENGRO	244.5	258.9	14.4	5.9%
PSEL	667.3	680.0	12.6	1.9%

Top Five Volume Leaders

	Open	Close	Chg.	Vol.
UNITY	18.9	18.4	-0.6	19.42
HASCOL	7.8	8.0	0.2	16.15
TRG	140.8	148.3	7.5	11.50
SSGC	11.1	11.7	0.6	9.06
JSBL	4.8	5.1	0.3	8.81

Portfolio Investments – Net Position

FIPI	Buy	Sell	Net
F-Individuals	0.00	-0.04	-0.04
F-Corporates	0.88	-0.39	0.49
O/S Pakistanies	2.03	-1.81	0.22
Net	2.91	-2.24	0.67
LIPI			
Individuals	31.84	-29.18	2.66
Companies	1.18	-1.28	-0.10
Comm. Banks	1.07	-2.07	-1.00
NBFC	0.02	-0.04	-0.02
Mutual Funds	1.14	-2.10	-0.95
Other	0.02	-0.03	-0.01
Brokers Proprietary	7.99	-8.63	-0.65
Insurance	0.11	-0.72	-0.61
Net	43.38	-44.05	-0.67

Commodity Outlook

	Unit	Close	% chg.
Crude oil	USD/bbl.	86.92	-0.4%
Brent oil	USD/bbl.	92.67	-1.2%
Gold	USD/t oz.	1773.88	-0.4%
Silver	USD/t oz.	21.47	-0.3%
Coal	USD/ton	193.60	-3.2%
Steel Scrap (LME)	USD/ton	339.50	-0.6%
Steel Rebar (LME)	USD/ton	634.00	-0.3%
USD/PKR	Interbank	6.23	0.2%

News Source: Local / Int'l Newspapers and websites

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MORNING BRIEFING

Power Division refuses to collect fuel oil from refineries

Refineries | **Negative**

Power Division has refused to collect furnace oil (FO) from local refineries for power plants if they did not come on the merit list, The News learnt on Wednesday. (The News) | [Click for more info.](#)

Power

IPPs payment mode; MoF willing to pay GPPs Rs93.4bn

IPPs | **Neutral**

Finance Ministry has shown a willingness to pay Rs 93.438 billion to Government-owned Power Plants (GPPs) on the same mode adopted for payments to Independent Power Producers (IPPs), well informed sources in Finance Ministry told. (BR) | [Click for more info.](#)

S. Korea to gift solar power plant

Power | **Positive**

The Korean Government is to gift a modern solar power plant to Pakistan to mark forty years of friendly and prosperous diplomatic relations. The project would be established by the Economic Development Cooperation Fund (EDCFG) of South Korea. (BR) | [Click for more info.](#)

Autos

Govt to Offer Duty and Tax Concessions to Increase Production of Electric motorcycles

SAZEW | **Positive**

The government has decided to formulate a new strategy to enhance the market share of electric bikes or electric motorcycles (2/3 wheelers) through fiscal incentives including concessions in the duties and taxes regime. (Propakistani) | [Click for more info.](#)

Sazgar to launch first locally assembled hybrid crossover SUV

SAZEW | **Positive**

Sazgar Engineering Works Limited has assembled the country's first hybrid crossover SUV locally, which is being launched today, Thursday, November 17, a statement said on Wednesday. (The News) | [Click for more info.](#)

Banks

Govt to provide housing facilities to low, middle income groups at affordable prices: Dar

Banks | **Positive**

Federal Minister for Finance and Revenue Senator Mohammad Ishaq Dar chaired a meeting on Mera Pakistan Mera Ghar (MPMG) Scheme at Finance Division on Wednesday. He further extended present Government's all out support to the stakeholders in this regard. (Pakobserver) | [Click for more info.](#)

Banks not involved in dollar speculation during August: Deputy Governor SBP

Banks | **Neutral**

Though banks made a notable profit in the mid of this year (June and July) on dollar trading in August 2022 banks have not been involved in any profit-taking activity on dollar trading. (Mettis) | [Click for more info.](#)

World Indices

	Last	Chg.	Chg. %
PAK (KSE-100)	42,983.8	186.90	0.44%
INDIA - SENSEX	61,980.7	107.73	0.17%
KSA - Tadawul	11,151.2	54.66	0.49%
Taiwan - TWII	14,537.4	-8.96	-0.06%
CHINA - Shanghai	3,120.0	-14.10	-0.45%
INDONESIA - IDX	7,014.4	-21.12	-0.30%
PHILP - PSEi	6,392.1	-26.85	-0.42%
US - S&P 500	3,958.8	-32.94	-0.83%
US - Dow 30	33,553.8	-39.09	-0.12%
HK - Hang Seng	18,256.5	-86.64	-0.47%

Board Meetings

Script	Day	Agenda	Time
OBOY	Friday	1Q A/c as at 30-Jun-22	11:00 AM
SKRS	Friday	HY A/c as at 30-Sep-22	5:00 PM
BAPL	Wednesday	1Q A/c as at 30-Sep-22	2:00 PM
SIEM	Thursday	Ann A/c as at 30-Sep-22	11:00 AM
DADX	Friday	1Q A/c as at 30-Jun-22	11:30 AM

Source: PSX

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MORNING BRIEFING

Miscellaneous

TRG Pakistan has no direct holding in IBEX**TRG | Negative**

TRG Pakistan has no direct holding in IBEX, and its interest in IBEX is held indirectly through its shareholding in TRG International, the company said in a response letter to PSX. The trading of business process outsourcing provider Ibex Holdings Ltd. at Nasdaq halted on November 11, 2022, right after the surfacing of this news. (Mettis) | [Click for more info.](#)

Pakistan Cables acquires 3.9 acre land for new manufacturing facility**PCAL | Positive**

The board of directors of Pakistan Cables Limited (PCAL) has approved the acquisition of the plot of land measuring 3.9 acres in S.I.T.E area Nooriabad, for the new manufacturing facility of the company. (Mettis) | [Click for more info.](#)

Gas crisis likely to risk textile exports**Textile | Negative**

As the natural gas rationing hit domestic and industrial consumers alike with the onset of winter, industrialists fear that textile exports to the United States and the European Union (EU) could face restrictions due to use of wood and coal to power their units. (ET) | [Click for more info.](#)

FBR decides to fix forex limit for outgoing int'l passengers**Economy | Neutral**

The Federal Board of Revenue (FBR) has decided to fix a maximum limit of \$5,000 (per visit) and \$30,000 (annually) for outgoing international passengers (18 years and above) aboard. (BR) | [Click for more info.](#)

Political News

Imran claims he's taken a 'step back' on chief's appointment

PTI Chairman Imran Khan has 'stepped back' from the issue of new army chief's appointment and said "we are looking at the process from the fringes". (Dawn) | [Click for more info.](#)

International News

Stocks Edge Higher, Yield Curve Inverts Further: Markets Wrap

Stocks in Asia climbed Thursday and Treasuries held on to a rally that inverted the US yield curve by the most in four decades. (Bloomberg) | [Click for more info.](#)

Oil Extends Drop on Demand Concerns as Geopolitical Risks Ease

Oil extended losses as investors shifted their focus back to concerns over the demand outlook after geopolitical tensions eased. (Bloomberg) | [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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