

October 27, 2022

## Economy

**Asian Bank releases \$1.5bn to Pakistan**
**Economy | Positive**

The Asian Development Bank (ADB) on Wednesday released \$1.5 billion to Pakistan, which is facing a daunting task of arranging about \$32bn for debt servicing during the current financial year. (Dawn) | [Click for more info.](#)

**Think-tank LSE cuts GDP forecast on catastrophic flood**
**Economy | Negative**

Pakistan's gross domestic product (GDP) may decline to 2.38 percent in the current fiscal year 2022-23, compared to 6 percent achieved in the last financial year, tracking losses by unprecedented floods across the country, a report stated on Wednesday. The size of the economy in dollar terms might go up from \$347.9 billion in FY2021-22 to \$355.9 billion in FY2022-23, the report on Pakistan's State of Economy from The Lahore School of Economics said. (The News) | [Click for more info.](#)

**Rupee weakens despite \$1.5bn inflows from ADB**
**Economy | Negative**

The rupee reversed its upward trend on Wednesday, tracking political unrest following announcement by former prime minister Imran Khan to begin a protest march to Islamabad in support of calling for early elections. In the interbank market, the local unit fell 0.43 percent to 220.68 against the dollar. It weakened 1.50 rupees to close at 224.40 per dollar in the open market where it had settled at 222.90 in the previous session. (The News) | [Click for more info.](#)

## Oil & Gas

**Gas load management plan for winter: Govt to give top priority to domestic sector**
**Gas | Negative**

The government has decided to extend top priority to the domestic sector in the winter season for ensuring gas supply three times for cooking purposes with full pressure under the gas load management plan to be implemented from November 1, 2022 till February end of 2023. (The News) | [Click for more info.](#)

## Power

**Discos allowed to recover extra Rs2.5bn for electricity consumption in September**
**Discos | Positive**

The National Electric Power Regulatory Authority (Nepra) on Wednesday allowed ex-Wapda Distribution Companies (Discos) to charge about nine paise per unit higher rates to their consumers under monthly fuel cost adjustment (FCA) for electricity consumed in September. (Dawn) | [Click for more info.](#)

**Imported coal; SBP reluctant to approve forex payments: CPPA-G**
**Power | Negative**

Central Power Purchasing Agency-Guaranteed (CPPA-G) on Wednesday revealed that State Bank of Pakistan (SBP) is reluctant to approve forex payments of imported coal due to pressure on reserves. (BR) | [Click for more info.](#)

### Pakistan Stock Exchange Overview

	Open	Close	Chg.	%
KSE All	28,710.2	28,376.0	-334.2	-1.2%
KSE100	42,190.0	41,540.0	-650.0	-1.5%
KSE30	15,537.3	15,273.6	-263.7	-1.7%
KMI30	71,384.5	70,188.1	-1196.5	-1.7%

### Top Five Gainers

	Open	Close	Chg.	%
RMPL	10,680.0	11,480.0	800.0	7.5%
SAPL	1,070.0	1,124.9	54.9	5.1%
GATI	378.0	404.9	27.0	7.1%
SFL	1,084.4	1,108.9	24.4	2.3%
PRET	659.2	678.8	19.6	3.0%

### Top Five Volume Leaders

	Open	Close	Chg.	Vol.
WTL	1.6	1.4	-0.1	35.39
GTECHBR	0.3	0.0	-0.3	14.52
KEL	2.9	2.8	-0.1	12.33
TRG	118.7	109.8	-8.9	11.78
HASCOL	6.8	6.4	-0.4	11.76

### Portfolio Investments – Net Position

FIPI	Buy	Sell	Net
F-Individuals	6.27	-5.78	0.48
F-Corporates	0.24	-0.36	-0.12
O/S Pakistanies	3.45	-3.32	0.14
<b>Net</b>	<b>9.96</b>	<b>-9.46</b>	<b>0.50</b>
LIPI			
Individuals	50.29	-52.45	-2.17
Companies	1.74	-2.19	-0.46
Comm. Banks	2.62	-0.77	1.85
NBFC	0.04	-0.06	-0.02
Mutual Funds	1.92	-2.75	-0.83
Other	2.21	-1.02	1.19
Brokers Proprietary	17.16	-17.32	-0.15
Insurance	0.35	-0.25	0.10
<b>Net</b>	<b>76.32</b>	<b>-76.82</b>	<b>-0.50</b>

### Commodity Outlook

	Unit	Close	% chg.
Crude oil	USD/bbl.	88.17	3.9%
Brent oil	USD/bbl.	93.79	2.7%
Gold	USD/t oz.	1664.49	0.7%
Silver	USD/t oz.	19.62	1.5%
Coal	USD/ton	238.00	-1.0%
Steel Scrap (LME)	USD/ton	363.50	-0.3%
Steel Rebar (LME)	USD/ton	670.00	0.0%
USD/PKR	Interbank	5.86	1.8%

News Source: Local / Int'l Newspapers and websites

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## Financial closure of 3 power projects

### Power | Neutral

Pakistan has requested M/s Sinosure, Chinese insurance company, to support pending financial closure of certain energy projects. According to sources, on Wednesday, Pakistani team and M/s Sinosure team led by its Vice President, Xu Xinwei held detailed discussions on the issues in financial closure of a few projects as the Chinese insurance company is unwilling to extend any further assistance due to the treatment meted out to existing power projects despite GoP's consistent efforts. (BR) | [Click for more info.](#)

## Miscellaneous

### HUMNL authorized to explore feasibility of Tower Sports, Sphere Ventures' potential acquisition

#### HUMNL | Positive

Tower Sports is currently holding the landing rights licenses of Ten Sports and Ten Sports 2. It is also responsible for overseeing the sales and distribution of both channels. Meanwhile, Sphere Ventures (Private) Limited deals in kids' content. (Metts) | [Click for more info.](#)

### Paracetamol production resumes as govt, pharma firms strike deal GSKCH | Positive

The major manufacturer of Paracetamol products in Pakistan Wednesday announced plan to resume full production of paracetamol tablets and syrups following an agreement on the price of essential medicine with the government, which also said pharmaceutical companies had agreed to reduce prices of paracetamol products, which is almost half of the price increase demanded by the industry. (The News) | [Click for more info.](#)

### Russia Looking to Increase Rice Imports from Pakistan

#### MATCO, Economy | Neutral

A Russian delegation Wednesday told Federal Minister for National Food Security Tariq Bashir Cheema that Russia is looking to increase rice imports from Pakistan. The delegation also offered an opportunity of wheat import for Pakistan in the form of barter trade while exchanging food basket commodities. (Propakistani) | [Click for more info.](#)

### Pakistan gets offers in wheat tender

#### Food, Economy | Neutral

The lowest price offered in the tender from Pakistan to purchase 500,000 tonnes of wheat which closed on Wednesday was believed to be \$373.00 a tonne c&f, European traders said in initial assessments. (Dawn) | [Click for more info.](#)

## Political News

### Govt seeks help from army under Article 245 for PTI's long march: Rana Sanaullah

Interior Minister Rana Sanaullah Wednesday said the federal government has decided to seek help from the armed forces — including the Pakistan Army and rangers — to deal with the participants of the rally in order to deal with any unforeseen situations amid the PTI's upcoming long march. (The News) | [Click for more info.](#)

## World Indices

	Last	Chg.	Chg. %
HK - Hang Seng	15,317.7	152.08	1.00%
Taiwan - TWII	12,729.1	62.93	0.50%
PHILP - PSEI	6,121.5	48.12	0.79%
CHINA - Shanghai	2,999.5	23.22	0.78%
US - Dow 30	31,839.1	2.37	0.01%
INDONESIA - IDX	7,043.9	-4.44	-0.06%
US - S&P 500	3,830.6	-28.51	-0.74%
KSA - Tadawul	11,798.8	-175.09	-1.46%
INDIA - SENSEX	59,544.0	-261.43	-0.44%
PAK (KSE-100)	41,540.0	-650.00	-1.54%

## Board Meetings

Scrip	Day	Agenda	Time
PCAL	Thursday	1QA/c as at 30-Sep-22	9:00 AM
OTSU	Thursday	1QA/c as at 30-Sep-22	9:15 AM
CASH	Thursday	1QA/c as at 30-Sep-22	10:00 AM
HUBC	Thursday	1QA/c as at 30-Sep-22	10:00 AM
ITTEFAQ	Thursday	1QA/c as at 30-Sep-22	10:00 AM
LPGL	Thursday	1QA/c as at 30-Sep-22	10:00 AM
ASL	Thursday	1QA/c as at 30-Sep-22	10:30 AM
ECOP	Thursday	1QA/c as at 30-Sep-22	10:30 AM
ZHCM	Thursday	1QA/c as at 30-Sep-22	10:30 AM
AICL	Thursday	3QA/c as at 30-Sep-22	11:00 AM
ARPL	Thursday	ANn A/c as at 30-Sep-22	11:00 AM
ARPAK	Thursday	1QA/c as at 30-Sep-22	11:00 AM
ELCM	Thursday	1QA/c as at 30-Sep-22	11:00 AM
FABL	Thursday	3QA/c as at 30-Sep-22	11:00 AM
FHAM	Thursday	1QA/c as at 30-Sep-22	11:00 AM
FIBLM	Thursday	1QA/c as at 30-Sep-22	11:00 AM
FPRM	Thursday	1QA/c as at 30-Sep-22	11:00 AM
HINOON	Thursday	3QA/c as at 30-Sep-22	11:00 AM
MSOT	Thursday	1QA/c as at 30-Sep-22	11:00 AM
MUBT	Thursday	1QA/c as at 30-Sep-22	11:00 AM
OLPL	Thursday	1QA/c as at 30-Sep-22	11:00 AM
SAPL	Thursday	3QA/c as at 30-Sep-22	11:00 AM
DMTX	Thursday	1QA/c as at 30-Sep-22	1:00 PM
KOIL	Thursday	1QA/c as at 30-Sep-22	1:00 PM
FTMM	Thursday	1QA/c as at 30-Sep-22	1:30 PM
HICL	Thursday	3QA/c as at 30-Sep-22	1:30 PM
SNBL	Thursday	3QA/c as at 30-Sep-22	1:30 PM
AASM	Thursday	1QA/c as at 30-Sep-22	2:00 PM
DSIL	Thursday	1QA/c as at 30-Sep-22	2:00 PM
JLICL	Thursday	3QA/c as at 30-Sep-22	2:00 PM
PTL	Thursday	1QA/c as at 30-Sep-22	2:00 PM
GHNI	Thursday	1QA/c as at 30-Sep-22	2:30 PM
INIL	Thursday	1QA/c as at 30-Sep-22	2:30 PM
KOHP	Thursday	1QA/c as at 30-Sep-22	2:30 PM
NML	Thursday	1QA/c as at 30-Sep-22	2:30 PM
PSEL	Thursday	1QA/c as at 30-Sep-22	2:30 PM
PASL	Thursday	1QA/c as at 30-Sep-22	2:30 PM
TOMCL	Thursday	1QA/c as at 30-Sep-22	2:30 PM
TREET	Thursday	1QA/c as at 30-Sep-22	2:30 PM

Source: PSX

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MORNING BRIEFING

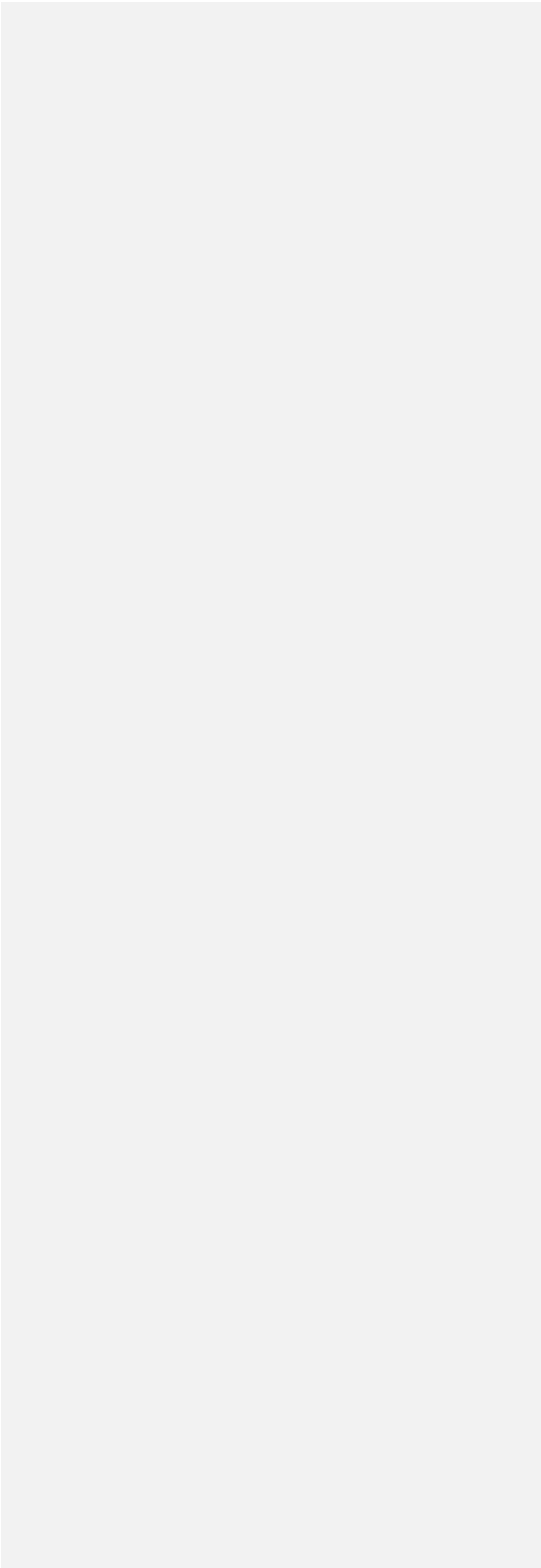
## International News

### Oil prices continue climb on strong crude demand, weaker dollar

Oil prices continued to rise in early Asian trade on Thursday after surging more than 3% in the previous session, driven by record U.S. crude exports and a weaker U.S. dollar. (Reuters) | [Click for more info.](#)

### Global Stocks Mixed Amid China Gains, US Tech Woes: Markets Wrap

Global equity investors parsed mixed messages Thursday as Chinese shares looked set for further recovery while weak tech earnings clouded the outlook for US stocks. Treasury yields fell. (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.

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