

December 29, 2022

Economy

\$15.722bn newpacts signed; Country received \$16.974bn foreign assistance: EAD

Economy | Neutral

The country received foreign assistance of \$16.974 billion while signed new agreements worth \$15.722 billion in the fiscal year 2021-22, says the Economic Affairs Division (EAD). (BR) | [Click for more info.](#)

Pakistan to repay around \$8.3bn in next three months

Economy | Negative

Amid the dwindling foreign exchange reserves, Pakistan will have to repay approximately \$8.3 billion in shape of external debt servicing over the next three months (Jan-March) of the current fiscal year. (The News) | [Click for more info.](#)

Profits on foreign investments nosedive

Economy | Negative

The outflow of profits and dividends on foreign investment drastically declined during the first five months of the current fiscal year (FY23), reflecting both positive sign for lower repatriation of dollars and negative one for the poor economic growth. (Dawn) | [Click for more info.](#)

Development spending drops 38pc in July-Nov

Economy | Negative

Pakistan's overall development spending dropped 38 per cent to Rs130.64 billion in the first five months (July-November) of the current fiscal year from Rs209.53bn a year ago to create a cushion for rising current expenditures. (Dawn) | [Click for more info.](#)

Rupee extends losses

Economy | Negative

The rupee posted more losses against the dollar in both currency markets on worries of a delay in IMF programme, depleting foreign exchange reserves, and lack of external funding, dealer said. In the interbank market, the local unit ended at 226.37 per dollar, 0.10 percent weaker than Tuesday's close of 226.15. The domestic currency fell 50 paisas to 235.50 versus the greenback in the open market. (The News) | [Click for more info.](#)

Oil & Gas

PSO's liabilities swell to Rs235.22 billion

PSO | Negative

Pakistan State Oil (PSO) liabilities, including payments to refineries and meeting letters of credit requirements for the import of diesel, have scaled up to Rs235.22 billion. The circular debt of Pakistan's energy sector, both gas and power, has swelled up to a total of Rs4,000 billion. According to the receivables and payables data of the PSO as of December 26, 2022, Sui Northern Gas Pipeline Limited (SNGPL) is the biggest defaulter, owing the oil marketing company a whopping Rs394.338 billion. (The News) | [Click for more info.](#)

Pakistan Stock Exchange Overview

	Open	Close	Chg.	%
KSE All	27,013.2	26,708.9	-304.3	-1.1%
KSE100	39,802.9	39,279.4	-523.5	-1.3%
KSE30	14,676.1	14,461.0	-215.1	-1.5%
KMI30	67,221.4	66,401.0	-820.4	-1.2%

Top Five Gainers

	Open	Close	Chg.	%
BATA	1,889.7	1,992.9	103.2	5.5%
BHAT	1,000.1	1,037.5	37.4	3.7%
PAKT	915.0	939.9	24.9	2.7%
AABS	325.0	349.4	24.4	7.5%
JDWS	415.0	435.0	20.0	4.8%

Top Five Volume Leaders

	Open	Close	Chg.	Vol.
BAFL	30.0	29.6	-0.4	57.89
WTL	1.2	1.1	-0.1	22.08
KEL	2.4	2.4	0.0	17.79
DFML	14.1	13.7	-0.4	8.60
PRL	13.0	13.0	0.0	8.32

Portfolio Investments – Net Position

FIPI	Buy	Sell	Net
F-Individuals	0.02	-0.01	0.01
F-Corporates	0.06	-7.33	-7.28
O/S Pakistanians	2.72	-2.82	-0.10
Net	2.79	-10.16	-7.37
LIPI			
Individuals	31.85	-36.45	-4.60
Companies	7.44	-5.72	1.73
Comm. Banks	14.34	-4.90	9.44
NBFC	0.00	-0.04	-0.04
Mutual Funds	1.98	-5.17	-3.20
Other	3.76	-0.34	3.43
Brokers Proprietary	11.72	-11.70	0.02
Insurance	2.40	-1.80	0.60
Net	73.50	-66.13	7.37

Commodity Outlook

	Unit	Close	% chg.
Crude oil	USD/bbl.	78.60	-1.5%
Brent oil	USD/bbl.	83.73	-1.1%
Gold	USD/t oz.	1805.85	-0.4%
Silver	USD/t oz.	23.54	-2.1%
Coal	USD/ton	207.00	1.8%
Steel Scrap (LME)	USD/ton	386.00	0.1%
Steel Rebar (LME)	USD/ton	673.00	0.9%
USD/PKR	Interbank	6.51	-0.6%

News Source: Local / Int'l Newspapers and websites

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MORNING BRIEFING

Power

Energy saving plan; Cabinet to expedite consultations with stakeholders

Power | Neutral

The federal cabinet Wednesday decided to expedite the process of consultation with all stakeholders, including the provincial governments to ensure the implementation of the energy saving plan. (BR) | [Click for more info.](#)

Fertilizer

Fertilizer offtake declines by 26.4% YoY during Rabi 2022

Fertilizer | Negative

Total nutrient offtake during first two months of the current Rabi 2022-23 (October-November) decreased by 26.4% YoY as compared with same time frame of last year, the latest monthly report of fertilizer offtake issued by the National Fertilizer Development Company (NDFC) showed. (Mettis) | [Click for more info.](#)

Banks

Islamic banking assets rise 41pc to Rs6.902tr in July-Sept

MEBL, FBL | Positive

The assets of the Islamic banking industry (IBI) increased 41.3 percent to Rs6.902 trillion in the third quarter of 2022 from Rs4.884 trillion a year ago, the central bank said on Wednesday. (The News) | [Click for more info.](#)

Miscellaneous

Arif Habib plans up to five REIT listings in 2023

AHL | Positive

The stock exchange will witness up to five listings of real estate investment trusts (REITs) in 2023 from the Arif Habib Group alone, a company official told. (Dawn) | [Click for more info.](#)

FBR Slashes Additional Customs Duty on Agricultural Tractors Import By 20%

MTL, AGTL | Neutral

In a major move to facilitate the tractor industry, the Federal Board of Revenue (FBR) has reduced additional customs duty from 35 percent to 15 percent on the import of Agricultural Tractors. (Propakistani) | [Click for more info.](#)

General Tyre eyes export avenues

GTJR | Neutral

In a corporate briefing held on Tuesday, General Tyre and Rubber Company Limited (GTRCL) revealed that the company is looking for export opportunities in Africa and Dubai. (ET) | [Click for more info.](#)

Textile giant Nishat Chunian to partially suspend operations from next month

NCL | Negative

One of the country's largest textile companies Nishat Chunian Limited (NCL) on Wednesday announced a partial shutdown of its operations from next month, blaming current market conditions. (The News) | [Click for more info.](#)

World Indices

	Last	Chg.	Chg. %
HK - Hang Seng	19,898.9	305.85	1.56%
KSA - Tadawul	10,485.3	126.03	1.22%
PHILP - PSEi	6,566.5	1.64	0.02%
CHINA - Shanghai	3,087.4	-8.17	-0.26%
INDIA - SENSEX	60,910.3	-17.15	-0.03%
US - S&P 500	3,783.2	-46.03	-1.20%
INDONESIA - IDX	6,850.5	-72.51	-1.05%
Taiwan - TWII	14,173.1	-155.33	-1.08%
US - Dow 30	32,875.7	-365.85	-1.10%
PAK (KSE-100)	39,279.4	-523.48	-1.32%

Board Meetings

Scrp	Day	Agenda	Time
TCORP	Thursday	Ann A/c for 30-Sep-22	10:00 AM
MRNS	Thursday	Ann A/c for 30-Sep-22	11:30 AM
MFFL	Thursday	1QA/c for 30-Sep-22	11:30 AM
SLL	Thursday	Multiple Periods	12:00 PM
DWSM	Thursday	Ann A/c for 30-Sep-22	3:30 PM
NONS	Friday	Ann A/c for 30-Sep-22	11:00 AM
ADAMS	Friday	Ann A/c for 30-Sep-22	11:30 AM
SHJS	Friday	Ann A/c for 30-Sep-22	12:00 PM
NCML	Saturday	1QA/c for 30-Sep-22	10:00 AM
SANSM	Saturday	Ann A/c for 30-Sep-22	12:30 PM

Source: PSX

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MORNING BRIEFING

Bumper wheat harvest expected**Food | Neutral**

Despite post-flood challenges 91.74 per cent of wheat crop sowing has been completed across the country to achieve the target of 22.58 million acres of wheat sowing target for the year 2022-23, said the Federal Minister for National Food Security and Research. (BR) | [Click for more info.](#)

Political News**Imran Khan doesn't see immediate fresh polls**

Pakistan Tehreek-e-Insaf (PTI) Chairman Imran Khan has made another prediction regarding the general elections and stated that he does not see immediate fresh polls. (The News) | [Click for more info.](#)

International News**Oil Extends Drop in Thin Trading as Fears Over Covid Wave Mount**

Oil extended losses on concerns that China's rapid dismantling of its Covid Zero policy could lead to a surge in cases across the world. (Bloomberg) | [Click for more info.](#)

Stocks in Asia Decline on Fresh Covid-19 Concerns: Markets Wrap

Stocks in Asia fell Thursday as fresh concerns about the spread of Covid-19 from China unnerved investors, dragging US shares lower for a second day. (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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