

November 30, 2022

## Economy

**Pakistan receives \$500m from AIIB**

**Economy | Positive**

Finance Minister Ishaq Dar on Tuesday announced State Bank of Pakistan received \$500 million from the Asian Infrastructure Investment Bank (AIIB) that would help mitigate damages caused by devastating floods. The Beijing-based multilateral lending agency has transferred \$500 million today, as per their board's approval, to the State Bank of Pakistan as programme financing, the minister announced through his Twitter account. (Dawn) | [Click for more info.](#)

**Pakistan seeks support from Bank of China to bring back macroeconomic stability**

**Economy | Neutral**

Pakistan has sought support from the Bank of China to bring back macroeconomic stability, the South Asian country's finance ministry said on Tuesday. Pakistan's finance minister Ishaq Dar briefed the president of the Bank of China, Liu Jin, about the country's financial and fiscal conditions, the ministry said in a statement. Pakistan is facing a cash crunch and its foreign exchange reserves held by the State Bank of Pakistan (SBP) have declined to under \$8 billion. (BR) | [Click for more info.](#)

**Govt Raised Just 15% of Targeted Amount Through PIB Auction to Avoid Additional Cost**

**Economy | Neutral**

The government raised PKR 26.68 billion through an auction of fixed-rate Pakistan Investment Bonds (PIBs) compared to a target of PKR 175 billion to avoid higher interest cost, as per data published by the State Bank of Pakistan (SBP). Cut-off yields increased by 26 bps compared to the 12th October PIB Auction. (Augaf) | [Click for more info.](#)

**Govt sees marginal easing of inflation**

**Economy | Neutral**

The Ministry of Finance said on Tuesday that inflationary pressure is expected to marginally ease out month-on-month due to smooth domestic supplies, unchanged energy prices in November and a stable exchange rate. (Dawn) | [Click for more info.](#)

## Oil & Gas

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### Pakistan Stock Exchange Overview

	Open	Close	Chg.	%
KSE All	28,542.6	28,671.3	128.7	0.5%
KSE100	42,071.3	42,373.6	302.3	0.7%
KSE30	15,504.5	15,665.4	161.0	1.0%
KMI30	70,989.0	71,632.8	643.8	0.9%

### Top Five Gainers

	Open	Close	Chg.	%
RMPL	10,085.0	10,380.0	295.0	2.9%
NESTLE	5,850.0	5,900.0	50.0	0.9%
RCML	630.0	666.0	36.0	5.7%
PMRS	550.0	580.0	30.0	5.5%
MEHT	860.0	888.0	28.0	3.3%

### Top Five Volume Leaders

	Open	Close	Chg.	Vol.
WTL	1.4	1.4	0.0	18.58
UNITY	16.6	17.6	1.0	10.14
KEL	2.6	2.6	0.0	7.50
BAFL	31.8	32.2	0.3	6.74
DFML	11.9	12.0	0.1	6.04

### Portfolio Investments – Net Position

FIPI	Buy	Sell	Net
F-Individuals	0.00	0.00	0.00
F-Corporates	3.03	-2.49	0.55
O/S Pakistanies	1.06	-1.05	0.01
<b>Net</b>	<b>4.09</b>	<b>-3.54</b>	<b>0.55</b>
LIPI			
Individuals	16.78	-16.83	-0.06
Companies	3.75	-2.71	1.03
Comm. Banks	1.10	-0.81	0.29
NBFC	0.01	-0.01	0.00
Mutual Funds	1.98	-2.60	-0.62
Other	0.16	-0.19	-0.03
Brokers Proprietary	4.48	-5.15	-0.67
Insurance	0.09	-0.58	-0.49
<b>Net</b>	<b>28.34</b>	<b>-28.89</b>	<b>-0.55</b>

### Commodity Outlook

	Unit	Close	% chg.
Crude oil	USD/bbl.	78.75	2.9%
Brent oil	USD/bbl.	84.97	2.0%
Gold	USD/t oz.	1749.02	0.4%
Silver	USD/t oz.	21.22	1.4%
Coal	USD/ton	241.00	2.6%
Steel Scrap (LME)	USD/ton	348.50	0.0%
Steel Rebar (LME)	USD/ton	639.50	0.2%
USD/PKR	Interbank	6.31	-0.1%

News Source: Local / Int'l Newspapers and websites

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MORNING BRIEFING

## Govt Raised Just 15% of Targeted Amount Through PIB Auction to Avoid Additional Cost

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## Power

### Q4FY22 adjustment; KE tariff to go up by Rs1.55/unit

**KEL | Positive**

The government has decided to increase KE tariff by Rs 1.55 per unit for fourth quarter (April-June) 2021-22 under quarterly tariff adjustments to maintain uniform tariff across the country, well-informed sources told (BR) | [Click for more info.](#)

### Discos' tariff reduced by 32 paise

**Power | Neutral**

The National Electric Power Regulatory Authority (Nepra) on Tuesday approved 32 paise per unit reduction on account of fuel cost adjustment (FCA) for consumers of ex-Wapda distribution companies (Discos) for October. The reduction in tariff will not apply to K-Electric consumers. (Dawn) | [Click for more info.](#)

### ECC approves Kissan Package; Power tariff for tubewells reduced to Rs13 per unit

**IPPs | Positive**

The Economic Coordination Committee (ECC) of the Cabinet Tuesday approved Kissan Package-2022 with a reduction in electricity tariff for tubewells to Rs13 per unit from Rs16.60 per unit and Rs93.438 billion for settlement of payables to government-owned power plants at par with IPPs. (BR) | [Click for more info.](#)

## Autos

### HINO profits drastically decrease by 98.74% YoY in HY22

**HINO | Negative**

Hinopak Motors Limited (HINO) has unveiled its financial results for the half year ended on September 2022, under which the company posted a huge decrease in net profits by 98.74% YoY to Rs3.06 million as compared to Rs244mn profits in the same period last year (SPLY). (Mettis) | [Click for more info.](#)

## Miscellaneous

### SBP engaged with industry to resolve Google payments issue: spokesperson

**Economy | Neutral**

The State Bank of Pakistan (SBP) is engaged with the industry on the issue of users' payments to Google, and it will be resolved, chief spokesperson for the central bank, Abid Qamar told. (BR) | [Click for more info.](#)

### World Indices

	Last	Chg.	Chg. %
HK - Hang Seng	18,204.7	906.74	5.24%
PAK (KSE-100)	42,373.6	302.25	0.72%
INDIA - SENSEX	62,681.8	177.04	0.28%
Taiwan - TWII	14,709.6	152.77	1.05%
PHILP - PSEi	6,780.8	99.31	1.49%
CHINA - Shanghai	3,149.8	71.20	2.31%
KSA - Tadawul	10,752.0	5.37	0.05%
US - Dow 30	33,852.5	3.07	0.01%
INDONESIA - IDX	7,012.1	-5.29	-0.08%
US - S&P 500	3,957.6	-6.31	-0.16%

### Board Meetings

Scrip	Day	Agenda	Time
JOPP	Wednesday	1QA/c as at 30-Sep-22	11:00 AM
SNAI	Monday	Other Matters	11:00 AM
JSCL	Monday	Other Matters	12:00 PM
GSKCH	Monday	Other Matters	2:00 PM
MCB	Wednesday	Other Matters	11:00 AM
FFBL	Thursday	Other Matters	11:00 AM

Source: PSX

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MORNING BRIEFING

**Sugar board delays export decision, seeks current stock data****Sugar | Neutral**

Sugar Advisory Board (SAB) on Tuesday asked the provincial cane commissioners to submit sugar data and production estimates of for the current season so it can take a decision on allowing the export of the sweetener. (The News) | [Click for more info.](#)

**Textile exporters hope for revival after dull Christmas season****Textile | Neutral**

Textile exporters in Pakistan, like their regional counterparts, struggle to be merry this Christmas season, as a buying freeze abroad has hit all segments, from apparel, denim and knits to home textiles, though they hope things will get better in the coming months. (Dawn) | [Click for more info.](#)

**Political News****Despite public posturing, coalition partners discuss snap poll strategy**

Public posturing aside, major coalition partners behind the scene are discussing election strategy and contingency plan in case they are left with nothing but to go for snap polls in the wake of PTI Chairman Imran Khan's announcement of dissolving two provincial assemblies – in Punjab and Khyber-Pakhtunkhwa. (ET) | [Click for more info.](#)

**General election; ECC approves Rs15bn for ECP**

The Economic Coordination Committee (ECC) has approved Rs15 billion for the Election Commission of Pakistan (ECP) with immediate release of Rs5 billion against the demand of Rs47 billion for the conduct of general elections in the country. (BR) | [Click for more info.](#)

**International News****Oil up on China COVID hopes, but OPEC+ output concerns offset gains**

Oil rose on Tuesday on expectations for a loosening of China's strict COVID-19 controls, but concerns that OPEC+ would keep its output unchanged at its upcoming meeting limited gains. (Reuters) | [Click for more info.](#)

**Stocks Seesaw in Asia Amid Focus on China, Fed: Markets Wrap**

Volatile trading pushed stocks between losses and gains in Asia as investors weighed Covid developments in China and awaited a speech from Federal Reserve Chair Jerome Powell later Wednesday. (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 <sup>AC</sup>

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