



April 13,
2021

Economy

IMF, govt discuss situation

Economy | Neutral

The International Monetary Fund (IMF) and Pakistan, on Monday, held discussions on state of economy, reforms agenda and external financing needs. The IMF MD stated, "Great to speak with Pakistan's @Hammad_Azhar and @DRezaBaqir today. I commended Pakistan's response to the health and economic crisis, and we discussed the way forward for vital economic reforms and external financing needed to build a better future for Pakistan's people". (BR) | [Click for more info.](#)

July-March remittances up 26pc YoY

Economy | Positive

Workers' remittance sent by overseas Pakistanis rose by 26 percent during the first nine months of this fiscal year. According to the State Bank of Pakistan (SBP), cumulatively, Pakistan received home remittance inflows amounting to \$21.5 billion during July-March FY21 compared to \$17.1 billion during the same period of last fiscal year (FY20), depicting an increase of \$4.4 billion. (BR) | [Click for more info.](#)

SBP confident of 3% growth in FY21

Economy | Positive

Pakistan's central bank has expressed confidence that the country's economy would grow by 3% during the current fiscal year 2020-21 despite the ongoing battering faced in wake of third wave of Covid-19. (ET) | [Click for more info.](#)

Rs89.56bn project recommended; CDWP approves Rs3.72bn project

Economy | Positive

The Central Development Working Party (CDWP) has approved a project at the cost of Rs3.72 billion and has recommended another project valued at Rs89.56 billion to the Executive Committee of the National Economic Council (Ecne) for further consideration. (BR) | [Click for more info.](#)

'Terror financing': FO says UK move to include Pakistan among high-risk countries not fact based

Economy | Neutral

Foreign Office (FO) spokesperson Zahid Hafeez Chaudhri said on Monday that the United Kingdom's decision to include Pakistan in the list of Money Laundering and Terrorist Financing High-Risk Countries was not based on facts. (BR) | [Click for more info.](#)

Oil & Gas

PPL receives a pay order for Rs.903.2 mn from NAB against its outstanding receivables from BYCO

PPL | Positive

Pakistan Petroleum Limited (PPL) through Exchange informed that it has received a pay order for Rs.903.218 million from the National Accountability Bureau (NAB) against long outstanding receivables of the Company from Byco Petroleum Pakistan Limited (Byco). The Company had recognized a provision against the debts due from Byco to the tune of the principal amount of Rs.1,156.220 million. (Mettis) | [Click for more info.](#)

Banking

Banks' deposits grow by 18pc YoY in 1Q 2021

Banks | Positive

Deposits of Pakistan banks have grown by 18% Year-on-Year (YoY) to Rs17.9trn in 1Q2021 which is the highest growth in March quarter in the last 14 years, said the latest State Bank of Pakistan (SBP) data. (BR) | [Click for more info.](#)

Pakistan Stock Exchange Overview

	Open	Close	Chg.	%
KSE All	30,709.5	30,500.2	-209.3	-0.7%
KSE100	45,186.5	44,978.1	-208.4	-0.5%
KSE30	18,484.9	18,442.9	-42.0	-0.2%
KMI30	74,473.3	73,866.5	-606.8	-0.8%

Top Five Gainers

	Open	Close	Chg.	%
AKDCL	382.6	411.3	28.7	7.5%
SHEZ	305.0	315.0	10.0	3.3%
TRG	159.6	168.7	9.1	5.7%
PMRS	370.0	378.3	8.3	2.3%
GLPL	228.6	236.3	7.7	3.4%

Top Five Volume Leaders

	Open	Close	Chg.	Vol.
WTL	1.4	1.5	0.1	73.75
TRG	159.6	168.7	9.1	42.17
GGL	28.3	30.2	1.9	38.84
TELE	8.5	9.5	1.0	38.53
BYCO	10.3	10.0	-0.3	18.90

Portfolio Investments – Net Position

FIPI	Buy	Sell	Net
F-Individuals	0.04	-0.03	0.01
F-Corporates	1.86	-1.13	0.73
O/S Pakistanies	9.53	-10.39	-0.86
Net	11.42	-11.55	-0.12
LIPI			
Individuals	150.34	-147.18	3.16
Companies	4.37	-7.39	-3.03
Comm. Banks	1.60	-3.60	-2.00
NBFC	0.01	-0.02	-0.01
Mutual Funds	5.48	-5.94	-0.47
Other	4.00	-0.31	3.69
Brokers Proprietary	33.60	-33.65	-0.05
Insurance	0.69	-1.87	-1.18
Net	200.09	-199.97	0.12

Commodity Outlook

	Unit	Close	% chg.
Crude oil	USD/bbl.	59.70	0.6%
Brent oil	USD/bbl.	63.28	0.5%
Gold	USD/t oz.	1732.76	-0.6%
Silver	USD/t oz.	24.82	-1.8%
Coal	USD/ton	94.50	-0.7%
Steel Scrap (LME)	USD/ton	438.00	-1.0%
Steel Rebar (LME)	USD/ton	636.00	-0.5%
USD/PKR	Interbank	153.11	0.1%

News Source: Local / Int'l Newspapers and websites

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REP-055



SBL shares transferred into SNB

SBL | Neutral

Samba Bank Limited (SBL) has received intimation that 852,040,531 ordinary shares constituting approximately 84.51 percent of the issued and paid-up capital of Samba Bank Limited, previously held by its substantial shareholder, i.e., Samba Financial Group (SFG) have been transferred to/vested in Saudi National Bank (SNB) (formerly National Commercial Bank - NCB) by operation of law, i.e., as a consequence of the merger of Samba Financial Group with and into SNB. (BR) | [Click for more info.](#)

Cement

Dandot Cement plans to increase Authorized Share Capital from Rs.1 bln to Rs.5 bln

DNCC | Positive

The Board of Directors of Dandot Cement Company Limited, in its meeting held on April 12, 2021, has decided to recommend an increase of authorized share capital of the Company from Rs.1 billion divided into 100 million shares of Rs.10 each to Rs.5 billion divided into 500 million shares of Rs.10 each. (Mettis) | [Click for more info.](#)

Miscellaneous

SGFL IPO; AHL offers 10,221,875 shares for sale

SGFL | Positive

Arif Habib Limited has announced that 10,221,875 shares of Service Global Footwear Limited (SGFL) are being offered to general public from 12th and 13th April, 2021 at the strike price of Rs 53.2 per share as determined through the book building process. (BR) | [Click for more info.](#)

Operational losses brought down to Rs680m in 2020: PIA

PIAA | Neutral

Pakistan International Airlines (PIA) has announced its financial results for 2020 as it submitted audited accounts with the Stock Exchange of Pakistan, claiming that it had reduced its operational losses from Rs6.130 billion in 2019 to less than Rs680 million in 2020. (Dawn) | [Click for more info.](#)

Govt plans to rationalize duties, taxes on food items

Economy | Neutral

The government is planning to rationalize duties and taxes on essential food items, reduction in sales tax on locally-produced dairy products, and discourage import of raw materials which are locally manufactured or produced such as coal in the next budget (2021-22). (BR) | [Click for more info.](#)

International News

Asia shares cautious ahead of U.S. earnings and inflation data

Asia share markets were cautious on Tuesday after U.S. markets weakened as investors anticipated the start of corporate earnings seasons and the release of key inflation data to indicate how the global recovery from the pandemic will emerge. (Reuters) | [Click for more info.](#)

Oil edges higher on Mideast tension, likely crude stocks drawdown

Oil prices edged higher on Tuesday on tensions in the Middle East after the Yemen-based Houthi movement said it fired missiles on Saudi oil sites and on an expected drawdown in crude oil inventory in the United States. (Reuters) | [Click for more info.](#)

World Indices

	Last	Chg.	Chg. %
Taiwan - TWII	16,859.7	5.60	0.03%
US - S&P 500	4,128.0	-0.81	-0.02%
PHILP - PSEi	6,518.6	-26.53	-0.41%
KSA - Tadawul	9,907.6	-30.70	-0.31%
CHINA - Shanghai	3,413.0	-37.73	-1.09%
US - Dow 30	33,745.4	-55.20	-0.16%
INDONESIA - IDX	5,948.6	-121.64	-2.00%
PAK (KSE-100)	44,978.1	-208.43	-0.46%
HK - Hang Seng	28,453.3	-245.52	-0.86%
INDIA - SENSEX	47,883.4	-1707.94	-3.44%

Board Meetings

Scrip	Day	Agenda	Time
BWHL	Tuesday	3Q A/c 31-Mar-21	11:00 AM
SIBL	Tuesday	1Q A/c 31-Mar-21	12:30 PM
FDIBL	Tuesday	3Q A/c 31-Mar-21	3:00 PM
EPQL	Wednesday	1Q A/c 31-Mar-21	10:00 AM
BPL	Wednesday	ANN A/c 31-Jun-20	11:30 AM
AWTX	Thursday	3Q A/c 31-Mar-21	12:30 PM
DCR	Thursday	3Q A/c 31-Mar-21	2:00 PM
MCBAH	Friday	3Q A/c 31-Mar-21	11:00 AM
NEXT	Friday	3Q A/c 31-Mar-21	11:30 AM
EPCL	Friday	1Q A/c 31-Mar-21	2:30 PM
PSX	Friday	3Q A/c 31-Mar-21	2:30 PM
MARI	Monday	3Q A/c 31-Mar-21	10:00 AM
EFERT	Monday	1Q A/c 31-Mar-21	12:30 PM
CYAN	Monday	1Q A/c 31-Mar-21	3:30 PM
FCEPL	Tuesday	1Q A/c 31-Mar-21	10:30 AM
ISL	Tuesday	3Q A/c 31-Mar-21	10:30 AM
TRIPF	Tuesday	1Q A/c 31-Mar-21	11:00 AM
MEBL	Tuesday	1Q A/c 31-Mar-21	12:30 PM
AVN	Tuesday	ANN A/c 31-Mar-21	7:30 PM
UBL	Wednesday	1Q A/c 31-Mar-21	3:00 PM
KAPCO	Thursday	3Q A/c 31-Mar-21	10:30 AM
AGIL	Thursday	3Q A/c 31-Mar-21	12:30 PM
FCCL	Thursday	3Q A/c 31-Mar-21	2:00 PM
PAKT	Thursday	1Q A/c 31-Mar-21	2:00 PM
PKGS	Friday	1Q A/c 31-Mar-21	11:00 AM
BUXL	Saturday	3Q A/c 31-Mar-21	11:00 AM
OML	Monday	3Q A/c 31-Mar-21	11:00 AM
HAFL	Tuesday	3Q A/c 31-Mar-21	11:30 AM
UPFL	Wednesday	1Q A/c 31-Mar-21	2:30 PM
INDU	Wednesday	3Q A/c 31-Mar-21	3:00 PM
PICT	Thursday	1Q A/c 31-Mar-21	11:45 AM
AATM	Thursday	3Q A/c 31-Mar-21	2:00 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 FCF based DCF methodology.

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