



April 14,
2021

Economy

Govt revises growth estimate upward to nearly 3pc of GDP

Economy | Positive

The federal cabinet has approved its budget strategy paper for the next fiscal year, envisaging 4.2 percent GDP growth, six percent fiscal deficit and revised upward GDP growth for the current fiscal year to 2.9 percent and fiscal deficit to 7.9 percent. (BR) | [Click for more info.](#)

Foreign investors promised tax relief, incentives in FY22 budget

Economy | Positive

The Federal Board of Revenue (FBR) Tuesday assured top foreign investors maximum tax relief and incentives in the upcoming federal budget (2021-22) including abolition of withholding taxes, reduction in sales tax on the import of raw materials/inputs and procedural and legal changes in the sales tax and income tax regime to facilitate investment. (BR) | [Click for more info.](#)

Auction Result: SBP sells PIBs worth Rs.210.49 Billion

Economy | Neutral

The State Bank of Pakistan (SBP) conducted an auction on Tuesday in which it sold fixed rate PIBs worth Rs.210.49 billion for 3, 5, 10, 15 and 20 years. Auction target was Rs.125 billion, against which the SBP received bids of Rs.527.894 billion. No bids were made for the 30 year PIB. (Mettis) | [Click for more info.](#)

Oil & Gas

HTL to enter into new business

HTL | Neutral

The management of High-Tech Lubricants (HTL) has decided to enter new business opportunities in the plastic packaging industry by venturing into the production of plastic products for external customers and third parties. (The News) | [Click for more info.](#)

Power

LNG-fired power plants; ECC all set to approve amendments in PPAs, GSAs

Power | Neutral

The Economic Coordination Committee (ECC) is all set to approve amendments in Power Purchase Agreements (PPAs) and Gas Supply Agreements (GSAs) of three LNG-fired power plants. Sources said Cabinet Committee on Energy (CCoE) considered the summary submitted by the Power Division regarding the waiver of minimum 66% take-or-pay commitment in Power Purchase Agreement(s) (PPAs & Gas Supply Agreement(s) (GSAs) of three RLNG public sector power plants namely, Quaid-e-Azam Thermal Power Plant, Balloki Power Plant and Haveli Bahadur Shah Power Plant. (BR) | [Click for more info.](#)

Govt decides to withdraw Kapco from PC's portfolio

KAPCO | Positive

The Federal Government has decided to amend Facilitation Agreement and guarantee of Kot Addu Power Company (Kapco) and withdraw it from Privatisation Commission's portfolio. (BR) | [Click for more info.](#)

Autos

NTC Mulling on Removing Duty on Imported Bus/Light Truck Tyres

GTJR | Neutral

The National Tariff Commission (NTC) has started an investigation on the proposal of an importer of tyres for removal of Regulatory Duty (RD) on the import of Light Truck/Bus Radial and Bias Tyres. (Propakistani) | [Click for more info.](#)

Pakistan Stock Exchange Overview

	Open	Close	Chg.	%
KSE All	30,500.2	30,566.1	65.8	0.2%
KSE100	44,978.1	45,048.6	70.5	0.2%
KSE30	18,442.9	18,436.4	-6.5	0.0%
KMI30	73,866.5	73,873.9	7.4	0.0%

Top Five Gainers

	Open	Close	Chg.	%
AKDCL	411.3	442.2	30.8	7.5%
NESTLE	5,820.0	5,850.0	30.0	0.5%
ATLH	437.0	460.0	23.0	5.3%
PAKT	1,522.0	1,541.0	19.0	1.2%
GHNI	240.5	258.5	18.0	7.5%

Top Five Volume Leaders

	Open	Close	Chg.	Vol.
FNEL	12.9	11.9	-1.0	106.56
UNITY	30.8	31.1	0.3	29.89
BYCO	10.0	10.1	0.1	28.55
TRG	168.7	162.4	-6.3	28.50
WTL	1.5	1.4	-0.1	28.28

Portfolio Investments – Net Position

FIPI	Buy	Sell	Net
F-Individuals	0.01	0.00	0.01
F-Corporates	2.42	-3.71	-1.29
O/S Pakistanies	9.36	-9.60	-0.24
Net	11.79	-13.31	-1.52
LIPI			
Individuals	129.36	-126.39	2.97
Companies	3.55	-6.25	-2.70
Comm. Banks	3.16	-1.14	2.02
NBFC	0.03	-0.02	0.01
Mutual Funds	2.45	-5.47	-3.02
Other	0.27	-0.15	0.12
Brokers Proprietary	27.80	-26.43	1.37
Insurance	3.13	-2.40	0.73
Net	169.76	-168.24	1.52

Commodity Outlook

	Unit	Close	% chg.
Crude oil	USD/bbl.	60.18	0.8%
Brent oil	USD/bbl.	63.67	0.6%
Gold	USD/t oz.	1745.51	0.7%
Silver	USD/t oz.	25.35	2.1%
Coal	USD/ton	94.85	0.4%
Steel Scrap (LME)	USD/ton	437.00	-0.2%
Steel Rebar (LME)	USD/ton	635.00	-0.2%
USD/PKR	Interbank	153.02	-0.1%

News Source: Local / Int'l Newspapers and websites

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REP-055



Auto Industry: Passenger cars sales grow by 26% MoM in March 2021

Autos | Positive

The sale of passenger cars during the month of March 2021 was recorded at 17,105 units against a total production of 17,442 units, showing an increase of 26.05% as compared to the 13,570 units sold in February 2021. The cumulative sales for the ongoing Fiscal Year 2021 amounted to 112,244 units, which is nearly 31.5% higher than the units sold in the same period of last year. (Mettis) [Click for more info.](#)

Miscellaneous

Big industrial output expands 4.85pc in February

Economy | Neutral

Large-scale manufacturing (LSM) grew by 4.85 per cent in February reflecting a slowdown in the industrial output, data released by Pakistan Bureau of Statistics showed on Tuesday. On a month-on-month basis, big industry production contracted by 4.15pc. (Dawn) | [Click for more info.](#)

Political News

TLP's protests demonstrations continue for second day

The protests demonstrations continued in several parts of the country including twin cities of Rawalpindi and Islamabad for the second consecutive day after police took into custody the leader of far-right Tehreek-e-Labbaik Pakistan (TLP). (BR) | [Click for more info.](#)

International News

Asia Stocks Steady as U.S. Shrugs Off Inflation: Markets Wrap

Asian stocks look calm heading into the open following gains in U.S. equities and bonds, as investors shrugged off a higher-than-forecast rise in U.S. inflation to focus on the path of the global recovery. (Bloomberg) | [Click for more info.](#)

Oil rises on drawdown in U.S. oil stocks, OPEC demand outlook

Oil prices rose in early trade on Wednesday, adding to overnight gains, after industry data showed U.S. oil inventories declined more than expected and OPEC raised its outlook for oil demand. (Reuters) | [Click for more info.](#)

World Indices

	Last	Chg.	Chg. %
INDIA - SENSEX	48,544.1	660.68	1.38%
PAK (KSE-100)	45,048.6	70.52	0.16%
HK - Hang Seng	28,497.3	43.97	0.15%
US - S&P 500	4,141.6	13.60	0.33%
CHINA - Shanghai	3,396.5	-16.48	-0.48%
INDONESIA - IDX	5,927.4	-21.14	-0.36%
Taiwan - TWII	16,824.9	-34.79	-0.21%
PHILP - PSEi	6,457.8	-60.85	-0.93%
US - Dow 30	33,677.3	-68.13	-0.20%
KSA - Tadawul	9,838.3	-69.34	-0.70%

Board Meetings

Scrip	Day	Agenda	Time
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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