

March 16,  
2022

## Economy

**Dollar scales new peak against rupee**

**Economy | Negative**

Amid mounting geopolitical tensions, the rupee plunged to an all-time low against the US dollar at Rs179.22 in the interbank market on Tuesday. (Dawn) | [Click for more info.](#)

**Foreigners withdraw \$166m from T-bills, bonds**

**Economy | Negative**

The foreign investment in the domestic bonds flew to the safe havens on a large scale during the first two weeks of this month reflecting the uncertainty on international as well as domestic fronts. The latest data of the State Bank of Pakistan (SBP) showed that the outflows from Market Treasury Bills (T-bills) and Pakistan Investment Bonds (PIBs) were \$165.7 million against a net inflow of just \$7.4m. (Dawn) | [Click for more info.](#)

**ECC allows EAD to sign 15 debt rescheduling agreements**

**Economy | Neutral**

The Economic Coordination Committee (ECC) on Tuesday allowed the Ministry of Economic Affairs to sign 15 debt rescheduling agreements with various credit countries, finalized under the Debt Service Suspension Initiative (DSSI). (Mattis) | [Click for more info.](#)

## Oil & Gas

**ECC approved allocation of 110 MMCFD gas from Mari Field to SNGPL**

**SNGP | Positive**

On a proposal of Petroleum Division for allocation of gas from Mari (Deep) gas reservoir to M/s SNGPL, the ECC approved in principle upto 110 MMCFD gas from Mari deep (Goru-B) gas reservoir allocation to SNGPL till 30-06-2024 on firm basis with direction for the determination of price mechanism of gas. (Augaf) | [Click for more info.](#)

**Faysal Bank to provide PKR 21 billion to SSGC at lower mark up**

**SSGC | Positive**

ECC approved the proposal of Petroleum Division regarding issuance of sovereign guarantee amounting to Rs. 21,000 million in favour of M/s Faysal Bank Limited at considerably lower mark up rate for the remaining tenor of the loan i.e 4 and ½ years along with issuance of letter of comfort for new finance agreement w.r.t pipeline infrastructure development project LNG-II. (Augaf) | [Click for more info.](#)

**OMCs' PDCs up to Mar 31<sup>st</sup>; ECC approves another Rs11.73bn as suppl grant OMCs | Positive**

The Economic Coordination Committee (ECC) of the Cabinet Tuesday approved an allocation of additional Rs11.73 billion as supplementary grant to meet the expenditure on payment of Price Differential Claims (PDCs) up to 31st March 2022 to Oil Marketing Companies (OMCs) and refineries to keep the petroleum prices unchanged. (BR) | [Click for more info.](#)

**Government kept petroleum prices unchanged for next fifteen days**

**Oil | Neutral**

Despite rising petroleum product prices globally, the Prime Minister of Pakistan has kindly rejected the proposal for enhancement in the prices and desired that the prices of petroleum products from 16th March 2022 shall remain the same as notified on 1st March 2022 for providing maximum relief to the general public. (Augaf) | [Click for more info.](#)

### Pakistan Stock Exchange Overview

	Open	Close	Chg.	%
KSE All	29,773.1	29,939.7	166.6	0.6%
KSE100	43,366.9	43,719.8	352.9	0.8%
KSE30	16,820.8	16,922.4	101.6	0.6%
KMI30	70,001.1	70,632.3	631.1	0.9%

### Top Five Gainers

	Open	Close	Chg.	%
UPFL	21,400.0	21,899.0	499.0	2.3%
BATA	2,088.9	2,178.0	89.1	4.3%
COLG	2,200.0	2,289.0	89.0	4.0%
WYETH	2,100.5	2,150.0	49.5	2.4%
SIEM	605.0	649.0	44.0	7.3%

### Top Five Volume Leaders

	Open	Close	Chg.	Vol.
TELE	10.4	11.4	0.9	19.57
TPLP	21.7	22.7	1.0	15.29
TREET	30.0	31.0	1.0	13.73
WTL	1.7	1.7	0.0	13.52
SSGC	8.6	9.0	0.3	10.91

### Portfolio Investments – Net Position

FIPI	Buy	Sell	Net
F-Individuals	5.99	-9.94	-3.95
F-Corporates	101.04	-97.09	3.95
O/S Pakistanies	1.85	-1.79	0.05
<b>Net</b>	<b>3.72</b>	<b>-4.48</b>	<b>-0.76</b>
<b>LIPI</b>			
Individuals	22.40	-22.99	-0.59
Companies	3.68	-2.65	1.03
Comm. Banks	0.64	-0.19	0.45
NBFC	0.01	0.00	0.01
Mutual Funds	1.86	-1.72	0.14
Other	0.33	-0.41	-0.08
Brokers Proprietary	5.84	-6.52	-0.68
Insurance	0.50	-0.02	0.48
<b>Net</b>	<b>35.26</b>	<b>-34.50</b>	<b>0.76</b>

### Commodity Outlook

	Unit	Close	% chg.
Crude oil	USD/bbl.	96.44	-6.4%
Brent oil	USD/bbl.	99.91	-5.7%
Gold	USD/t oz.	1917.82	-1.7%
Silver	USD/t oz.	24.89	-0.6%
Coal	USD/ton	345.65	-7.8%
Steel Scrap (LME)	USD/ton	645.00	4.0%
Steel Rebar (LME)	USD/ton	925.00	2.9%
USD/PKR	Interbank	179.22	0.1%

**News Source:** Local / Int'l Newspapers and websites

**Research Team**

[research@abaalihabib.com](mailto:research@abaalihabib.com)

Aba Ali Habib Securities (Pvt) Limited

(021) 32429665, Ext. 106

**REP-055**



## Pakistan's Oil Import Bill Breaks All Previous Records

**Oil | Negative**

The petroleum group imports witnessed an increase of 100.78 percent, as it reached \$12.941 billion in July-February 2021-22, which is the highest ever. Pakistan had imported \$6.445 billion during the same period of the last fiscal year, says the Pakistan Bureau of Statistics (PBS). (Propakistani) | [Click for more info.](#)

## Power

**Lack of loan insurance cover; Gwadar power project hits a snag**

**Power | Neutral**

The government has reportedly failed to convince Chinese government to restart suspended work on 300MW coal-fired power project at Gwadar as M/s Sinosure, Chinese loan insurance company, in unwilling to cover governmental breach risk under the medium and long term buyer credit insurance largely due to delayed payments to CPEC IPPs and delay in opening of revolving account, sources close to Managing Director Private Power and Infrastructure Board (PPIB). (BR) | [Click for more info.](#)

## Autos

**11th generation Honda Civic: Official delivery time for two variants after 11 months**

**HCAR | Positive**

Honda Atlas Cars (Pakistan) Limited is currently saying that delivery for two higher-end variants of its 11th-generation Civic will be made in February 2023, confirmed dealers. (BR) | [Click for more info.](#)

**Country Transport Imports keep on sliding to USD 300 million in February 2022: PBS**

**Autos | Positive**

As per the latest data released by Pakistan Bureau of Statistics (PBS), Pakistan Transport imports witnessed a decrease of 8 percent month on month during February 2022. (Augaf) | [Click for more info.](#)

## Miscellaneous

**Textile exports jump 26pc to \$12.6bn**

**Textile | Positive**

Textile and clothing exports grew 26.08 per cent year-on-year to \$12.60 billion in the first eight months of this fiscal year (8MFY22), mainly on the back of a massive depreciation in the rupee's value and a steady rise in global demand. (Dawn) | [Click for more info.](#)

**PVMA to provide cooking oil, ghee at lower rates**

**Economy, Vanaspati | Positive**

Pakistan Vanaspati Manufacturers Association (PVMA) has announced to provide cooking oil and ghee Rs 10 per kilograms lower than the open market rate at 317 Ramzan Bazars to facilitate the faithful during the sacred month. (BR) | [Click for more info.](#)

**ECC approves Ramazan package for entire population**

**Economy | Positive**

The Economic Coordination Committee (ECC) of the Cabinet has approved Rs8.2 billion Ramzan Relief Package for the whole population instead of 20 million households registered with Ehsaas Roshan Riayat Programme. (BR) | [Click for more info.](#)

### World Indices

	Last	Chg.	Chg. %
US - Dow 30	33,544.3	599.10	1.82%
PAK (KSE-100)	43,719.8	352.93	0.81%
PHILP - PSEi	7,019.9	202.97	2.98%
US - S&P 500	4,262.5	89.34	2.14%
INDONESIA - IDX	6,918.2	-34.02	-0.49%
KSA - Tadawul	12,407.6	-84.54	-0.68%
CHINA - Shanghai	3,064.0	-159.56	-4.95%
Taiwan - TWII	16,926.1	-336.98	-1.95%
INDIA - SENSEX	55,776.9	-709.17	-1.26%
HK - Hang Seng	18,415.1	-1116.58	-5.72%

### Board Meetings

Scrip	Day	Agenda	Time
SHEL	Wednesday	ANN A/c - 31Dec21	10:00 AM
HINOON	Wednesday	ANN A/c - 31Dec21	11:00 AM
KSBP	Wednesday	ANN A/c - 31Dec21	11:00 AM
PABC	Wednesday	ANN A/c - 31Dec21	1:00 PM
IBFL	Thursday	HY A/c - 31Dec21	4:00 PM
PSMC	Tuesday	ANN A/c - 31Dec21	10:00 AM
EFGH	Tuesday	ANN A/c - 31Dec21	4:00 PM
SIBL	Tuesday	ANN A/c - 31Dec21	4:30 PM

Source: PSX



## Funds for Mega Public Projects Can be Raised Through PSX

### Capital Market | Neutral

Pakistan Stock Exchange (PSX) is the equity and debt market which could offer immense potential for the government to raise appropriate funds for mega public sector projects such as dams. (Propakistani) | [Click for more info.](#)

## 'Landmark resolution': UNGA declares March 15 as International Day to Combat Islamophobia

### Economy | Neutral

The United Nations General Assembly (UNGA) on Tuesday adopted by consensus a resolution introduced by Pakistan on behalf of the Organisation of Islamic Cooperation (OIC) that proclaims March 15 as International Day to Combat Islamophobia. The resolution was sponsored by 57 members of the OIC, and eight other countries, including China and Russia. (Dawn) | [Click for more info.](#)

## Political News

### Parvez Elahi says opposition alliance has more lawmakers than needed to oust PM

Pakistan Muslim League-Q leader Chaudhry Parvez Elahi on Tuesday said that the opposition alliance Pakistan Democratic Movement (PDM) has the support of “more than required” lawmakers to pass the no-confidence motion against Prime Minister Imran Khan in the National Assembly, warning that there are “plenty of surprises in store”. (Dawn) | [Click for more info.](#)

## International News

### Asia Stocks to Lift on Easing China Rout, Oil Drop: Markets Wrap

Asian stocks may get a fillip Wednesday from an easing rout in Chinese shares and a slide in oil, though investors also remain braced for volatility surrounding Russia’s war in Ukraine and a looming Federal Reserve decision. (Bloomberg) | [Click for more info.](#)

### Oil price benchmarks fall below \$100, first time in weeks

Oil prices tumbled more than 6% on Tuesday to their lowest in almost three weeks, as Russia suggested it would allow a revival of the Iran nuclear deal to go forward and as traders worried growing pandemic lockdowns in China could dent demand. (Reuters) | [Click for more info.](#)



## Disclaimer

This report has been prepared by Aba Ali Habib Securities and is provided for information purposes only. Under no circumstances this is to be used or considered as an offer to sell or solicitation of any offer to buy. While reasonable care has been taken to ensure that the information contained therein is not untrue or misleading at the time of publication, we make no representation as to its accuracy or completeness and it should not be relied upon as such. From time to time, Aba Ali Habib Securities and/or any of its officers or directors may, as permitted by applicable laws, have a position, or otherwise be interested in any transaction, in any securities directly or indirectly subject of this report. This report is provided only for the information of professional advisers who are expected to make their own investment decisions without undue reliance on this report. Investments in capital markets are subject to market risk and Aba Ali Habib Securities accepts no responsibility whatsoever for any direct or indirect consequential loss arising from any use of this report or its contents.

In particular, the report takes no account of the investment objectives, financial situation and particular needs of investors, who should seek further professional advice or rely upon their own judgment and acumen before making any investment. The views expressed in this report are those of Aba Ali Habib Securities' Research Department and do not necessarily reflect those of the company or its directors. Aba Ali Habib as a firm may have business relationships, including investment- banking relationships, with the companies referred to in this report. Aba Ali Habib Securities or any of its officers, directors, principals, employees, associates, close relatives may act as a market maker in the securities of the subject company, may have a financial interest in the securities of the subject company to an amount exceeding 1% of the value of the securities of the subject company, may serve or may have served in the past as a director or officer of the subject company, may have received compensation from the subject company for corporate advisory services, brokerage services or underwriting services or may expect to receive or intend to seek compensation from the subject company for the aforesaid services, may have managed or co-managed a public offering, take-over, buyback, delisting offer of securities or various other functions for the subject company.

All rights reserved by Aba Ali Habib Securities. This report or any portion hereof may not be reproduced, distributed or published by any person for any purpose whatsoever. Nor can it be sent to a third party without prior consent of Aba Ali Habib Securities. Action could be taken for unauthorized reproduction, distribution or publication.

## 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.

## Analyst Certification <sup>AC</sup>

The research Analyst(s) hereby certify that the views about the company/companies and the security/securities discussed in this report accurately reflect his or her or their personal views and that s/he has not received and will not receive direct or indirect compensation in exchange for expressing specific recommendation or views in this report. The analyst(s) is/are principally responsible for preparation of this research report and that s/he or his/her close relative/family member doesn't own 1% or more of a class of common equity securities of the following company/companies covered in this report.

## THE TEAM

### CEO

Zahid Ali Habib  
[Zahid@abaalihabib.com](mailto:Zahid@abaalihabib.com)  
(021) 32425022

### RESEARCH TEAM

**Contact:** (021) 32429665, Ext. 106

Ayesha Abid – Research Analyst  
[ayesha.abid@abaalihabib.com](mailto:ayesha.abid@abaalihabib.com)

Muhammad Usman - Research Analyst  
[usman@abaalihabib.com](mailto:usman@abaalihabib.com)

### SALES TEAM

Zaheer Ahmed - Head of Institutional Sales  
[Zaheer.ahmed@abaalihabib.com](mailto:Zaheer.ahmed@abaalihabib.com)  
(021) 32418693-94

Salman Ahmed - Head of Retail Sales  
(021) 32412491

Syed Khalid Ahmed - Equity Trader  
[Syedkhalid@abaalihabib.com](mailto:Syedkhalid@abaalihabib.com)  
(021) 32429664

Muhammad Faisal - Equity Trader  
[faisal@abaalihabib.com](mailto:faisal@abaalihabib.com)  
(021) 32464835

### Office (PSX Building)

Room # 419, 419 A & 421, 4<sup>th</sup> Floor, Pakistan Stock Exchange, I.I. Chundrigarh Road, Karachi  
Contact: 021-32429665  
Cell: [+92 3312766771](tel:+923312766771)



[https://twitter.com/Aba\\_Ali\\_Habib](https://twitter.com/Aba_Ali_Habib)



<https://www.facebook.com/aah162>



<https://www.linkedin.com/company/aba-ali-habib-securities/>