

April 30,
2021

Economy

Pakistan's weight may remain around 0.02pc in MSCI EM

Capital Markets | Neutral

Pakistan's weight is likely to remain around 0.02 percent in MSCI EM in the MSCI May 2021 Semi Annual Index Review, experts said. MSCI will be releasing the results of the MSCI May 2021 Semi-Annual Index Review on May 11, 2021. (BR) | [Click for more info.](#)

Performance in SDG sectors; Pakistan lags behind its emerging market peers: IMF

Economy | Neutral

Pakistan's performance in critical Sustainable Development Goals (SDGs) sectors including education, water and sanitation lags that of its emerging market peers and achieving its SDGs by 2030 would require nine percent of the GDP in additional financing each year, says the International Monetary Fund (IMF). (BR) | [Click for more info.](#)

Balance of payment (BoP) stability; Tapping expatriates only way in absence of export boost: PM

Economy | Neutral

Prime Minister Imran Khan Thursday said that the overseas Pakistanis, especially workers are an asset of the country, and keeping the economy of the country moving must be the priority of the Pakistani embassies. (BR) | [Click for more info.](#)

PKR's Real Effective Exchange Rate Index increases by 3.37 percent in March

Economy | Positive

Pak Rupee's Real Effective Exchange Rate Index (REER) increased by 3.37 percent in March 2021 to a provisional value of 100.50 from the revised value of 97.22 in February 2021. According to data published by the State Bank of Pakistan (SBP), the REER index has increased by 3.45 percent compared to March 2020. (Mettis) | [Click for more info.](#)

Foreign exchange: SBP reserves rise \$384m to \$16.4b

Economy | Neutral

The foreign exchange reserves held by the central bank rose 2.39% on a weekly basis, according to data released by the State Bank of Pakistan (SBP) on Thursday. On April 23, the foreign currency reserves held by the SBP were recorded at \$16,427.8 million, up \$384 million compared with \$16,043.9 million in the previous week. (ET) | [Click for more info.](#)

Autos

INDU: Unbeatable

INDU | Positive

Indus Motor Company Limited (INDU) has posted a 68.8% YoY increase in net profits for 9MFY21 to Rs8.4bn (EPS: Rs107.07) as against the profits of Rs4.98bn (EPS: Rs63.4) in the corresponding period last year. The upsurge in INDU's profitability was mainly attributable to higher sales volumes and an increase in other income, due to the improved cash fund position of the Company. (Mettis) | [Click for more info.](#)

Roshan Apni Car Scheme Allows Families of Overseas Pakistanis to Get Discounted Rates

Autos | Positive

Prime Minister Imran Khan has unveiled the Roshan Car Scheme to facilitate overseas Pakistanis from different countries. This will also push the auto sales of the local brands in the future, attracting investment while enhancing the production capacity of the existing units. According to the scheme, cars will be available at lower financing rates (7%) for overseas Pakistanis whose families are willing to buy cars in the (Propakistani) | [Click for more info.](#)

Pakistan Stock Exchange Overview

| | Open | Close | Chg. | % |
|---------|----------|----------|--------|-------|
| KSE All | 30,485.5 | 30,372.5 | -113.0 | -0.4% |
| KSE100 | 45,059.1 | 44,863.1 | -196.0 | -0.4% |
| KSE30 | 18,464.4 | 18,351.3 | -113.1 | -0.6% |
| KMI30 | 72,955.3 | 72,485.6 | -469.7 | -0.6% |

Top Five Gainers

| | Open | Close | Chg. | % |
|--------|---------|---------|------|------|
| COLG | 2,750.0 | 2,800.0 | 50.0 | 1.8% |
| GATI | 475.5 | 509.0 | 33.5 | 7.0% |
| BTL | 350.0 | 376.0 | 26.0 | 7.4% |
| HINOON | 595.2 | 616.0 | 20.8 | 3.5% |
| SALT | 309.6 | 329.8 | 20.2 | 6.5% |

Top Five Volume Leaders

| | Open | Close | Chg. | Vol. |
|--------|-------|-------|------|-------|
| HASCOL | 8.8 | 9.6 | 0.8 | 43.87 |
| GGL | 43.5 | 40.4 | -3.1 | 32.64 |
| TELE | 16.3 | 15.8 | -0.6 | 19.56 |
| TRG | 177.4 | 178.3 | 0.9 | 16.97 |
| GGGL | 16.9 | 16.5 | -0.4 | 13.54 |

Portfolio Investments – Net Position

| FIPI | Buy | Sell | Net |
|---------------------|---------------|----------------|--------------|
| F-Individuals | 0.32 | -0.05 | 0.28 |
| F-Corporates | 0.52 | -2.78 | -2.26 |
| O/S Pakistanies | 7.67 | -7.54 | 0.14 |
| Net | 8.52 | -10.37 | -1.85 |
| LIPI | | | |
| Individuals | 113.88 | -112.42 | 1.46 |
| Companies | 6.88 | -7.64 | -0.77 |
| Comm. Banks | 1.25 | -1.01 | 0.24 |
| NBFC | 0.09 | -0.09 | 0.01 |
| Mutual Funds | 11.06 | -11.94 | -0.87 |
| Other | 5.74 | -0.27 | 5.46 |
| Brokers Proprietary | 29.50 | -32.04 | -2.53 |
| Insurance | 1.22 | -2.36 | -1.14 |
| Net | 169.62 | -167.77 | 1.85 |

Commodity Outlook

| | Unit | Close | % chg. |
|-------------------|-----------|---------|--------|
| Crude oil | USD/bbl. | 65.01 | 1.8% |
| Brent oil | USD/bbl. | 68.56 | 10.1% |
| Gold | USD/t oz. | 1772.18 | -0.5% |
| Silver | USD/t oz. | 26.10 | -0.4% |
| Coal | USD/ton | 93.00 | 0.2% |
| Steel Scrap (LME) | USD/ton | 429.00 | -0.5% |
| Steel Rebar (LME) | USD/ton | 642.50 | 0.4% |
| USD/PKR | Interbank | 153.63 | -0.5% |

News Source: Local / Int'l Newspapers and websites

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REP-055



Apni Car scheme lifts manufacturers' spirits

Autos | Neutral

Car stakeholders appear highly upbeat over Prime Minister Imran Khan's announcement regarding the option of 'Roshan Apni Car' for overseas Pakistanis who have opened Roshan Digital Accounts (RDAs) that recently crossed the \$1 billion mark. (Dawn) | [Click for more info.](#)

17% Sales Tax Waived Off for Buyers of Cars Auctioned by Govt

Autos | Neutral

The buyers of old and used vehicles from the sale/auction of government departments /autonomous bodies would not be legally required to pay 17 percent sales tax where sales tax has already been paid at the time of local or import stage. (Propakistani) | [Click for more info.](#)

Proton X70 CBUs to Arrive in Pakistan Next Month

Autos | Neutral

In a piece of rather promising news, especially for the Proton customers, the Proton X70 is set to hit the shores of Pakistan soon. The news has been announced by Hanif Memon, who added that more than 200 CBUs of the vehicle are en route to Pakistan from Malaysia and will arrive next month. (Propakistani) | [Click for more info.](#)

Miscellaneous

Ignoring int'l consultants, recommendations for sale of NGMS spectrum at high prices approved

Tech. & Communication | Positive

The Spectrum Advisory Committee (SAC) on Thursday, neglecting the international consultants, approved the recommendations for the sale of Next Generation Mobile Service (NGMS) to telecommunication companies (telcos). Sources said that the consultant, Frontier Economics Ltd, had recommended \$30 million and \$27.5 million as the base price for 1,800 MHz and 2,100 MHz bands keeping up with the international best practices. (PT) | [Click for more info.](#)

3G and 4G users reach 95.38m: PTA

Tech & Communication | Positive

The number of 3G and 4G users in Pakistan reached 95.38 million by end February 2021 compared to 92.99 million by end January 2021, registering an increase of 2.39 million, said the Pakistan Telecommunication Authority (PTA). (BR) | [Click for more info.](#)

German foreign minister arrives in Pakistan on official visit

Economy | Neutral

German Foreign Minister Heiko Maas arrived in Islamabad on Thursday on an official visit. In a meeting, the two ministers discussed issues of mutual interest including the challenges posed by the coronavirus, bilateral relations, situation in the region and the Afghan peace process. (ET) | [Click for more info.](#)

International News

Asia Stocks Point Lower After GDP Spurs U.S. Gains: Markets Wrap

Asian stocks slipped Friday as China's crackdown on technology firms dented sentiment despite another all-time record for the U.S. market overnight amid solid economic growth data. (Bloomberg) | [Click for more info.](#)

Oil climbs to fresh 6-week high on bullish demand

Oil prices rose to fresh six-week highs on Thursday as strong U.S. economic data, a weak dollar and an expected recovery in demand outweighed concerns about higher COVID-19 cases in Brazil and India. (Reuters) | [Click for more info.](#)

World Indices

| | Last | Chg. | Chg. % |
|------------------|----------|---------|--------|
| US - Dow 30 | 34,060.4 | 239.98 | 0.71% |
| HK - Hang Seng | 29,303.3 | 231.92 | 0.80% |
| INDONESIA - IDX | 6,013.0 | 38.48 | 0.64% |
| INDIA - SENSEX | 49,765.9 | 32.10 | 0.06% |
| US - S&P 500 | 4,211.5 | 28.29 | 0.68% |
| PHILIP - PSEi | 6,487.5 | 18.37 | 0.28% |
| CHINA - Shanghai | 3,474.9 | 17.83 | 0.52% |
| Taiwan - TWII | 17,566.7 | -0.87 | 0.00% |
| KSA - Tadawul | 10,419.0 | -112.24 | -1.07% |
| PAK (KSE-100) | 44,863.1 | -196.01 | -0.44% |

Board Meetings

| Script | Day | Agenda | Time |
|--------|--------|-------------------|----------|
| KOIL | Friday | 3Q A/c 31-Mar-21 | 9:30 AM |
| GGGL | Friday | 3Q A/c 31-Mar-21 | 9:30 AM |
| AGL | Friday | 1Q A/c 31-Mar-21 | 10:00 AM |
| DBCI | Friday | 3Q A/c 31-Mar-21 | 10:00 AM |
| NCPL | Friday | 3Q A/c 31-Mar-21 | 10:00 AM |
| ATLH | Friday | ANN A/c 31-Mar-21 | 10:00 AM |
| HUBC | Friday | 3Q A/c 31-Mar-21 | 10:00 AM |
| SERF | Friday | 3Q A/c 31-Mar-21 | 10:00 AM |
| LPGL | Friday | 3Q A/c 31-Mar-21 | 10:00 AM |
| PAKL | Friday | 3Q A/c 31-Mar-21 | 10:00 AM |
| AVN | Friday | 1Q A/c 31-Mar-21 | 10:00 AM |
| DBSL | Friday | 3Q A/c 31-Mar-21 | 10:30 AM |
| SERT | Friday | 3Q A/c 31-Mar-21 | 10:30 AM |
| PAKRI | Friday | ANN A/c 31-Dec-21 | 10:30 AM |
| SHCM | Friday | 1Q A/c 31-Mar-21 | 10:30 AM |
| NCL | Friday | 3Q A/c 31-Mar-21 | 10:30 AM |
| KOHP | Friday | 3Q A/c 31-Mar-21 | 10:30 AM |
| GGL | Friday | 3Q A/c 31-Mar-21 | 10:30 AM |
| PKGI | Friday | 1Q A/c 31-Mar-21 | 11:00 AM |
| FRCL | Friday | 3Q A/c 31-Mar-21 | 11:00 AM |
| CTM | Friday | 3Q A/c 31-Mar-21 | 11:00 AM |
| ESBL | Friday | 3Q A/c 31-Mar-21 | 11:00 AM |
| UNIC | Friday | 1Q A/c 31-Mar-21 | 11:30 AM |
| RUBY | Friday | 3Q A/c 31-Mar-21 | 11:00 AM |
| ADOS | Friday | 3Q A/c 31-Mar-21 | 11:00 AM |
| SSML | Friday | 3Q A/c 31-Mar-21 | 11:30 AM |
| ANTM | Friday | 3Q A/c 31-Mar-21 | 11:00 AM |
| AMTEX | Friday | 3Q A/c 31-Mar-21 | 11:00 AM |
| SLCL | Friday | 3Q A/c 31-Mar-21 | 11:00 AM |

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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