



April 2,  
2022

## Bourse adds 1,601 points over the week as macro uncertainty remains

KSE-100 index saw steep addition of 223.28 points in the Friday's session and closed the benchmark at 45,152.11 points. Local equities witnessed one bearish session and four bullish session throughout the week as market took positive sentiments from the positive rumors surrounding the political situation prevailing in the country, coupled with the coolness witnessed in the overshooting international commodity prices. Moreover, PKR also depreciated against greenback on Friday by 0.33% DoD and closed at PKR 184.09/\$ in the interbank market, dented the investors' confidence.

During the week benchmark index rises sharply by significant 3.68% or 1,601 points on cumulative basis, while the average daily traded value in benchmark remained at PKR 5.31bn with average daily volume of 114.3mn shares.

Several factors influenced the bourse over the week which includes 1) Moody's Investor Service on Thursday warned that a no-confidence motion against Prime Minister Imran Khan would increase policy uncertainty amid rising inflation, widening current account deficit and depleting foreign exchange reserves. 2) Finance Ministry said on Wednesday that China has rolled over US\$2 billion SAFE deposits and US\$ 2.3 billion syndicate facility is being process for roll over. 3) The rupee sank to yet another record low against the dollar on Friday as it closed at 184.09, down 0.33 per cent from a day ago. 4) Country's exports to seven regional countries witnessed an increase of 26.47 percent in first eight months of the financial year (2021-22).

Amongst the market participants' foreigners remained net seller throughout the week amounting to USD -15.55mn, largely backed by foreign corporations amounting to USD -15.38mn. Whereas local investors remained net buyers amounting to USD 15.55mn, primarily contributed by the banks (USD 15.70mn), followed by individuals (USD 7.49mn) and others (USD 1.43mn).

## News of the week:

### Up to 100bps: NSS rates jump on rising PIBs yields

Economy | Positive

The government on Thursday increased the profit rates on almost all National Savings Schemes (NSSs) to absorb the benefit of a boost in its income from the Pakistan Investment Bonds. The raise in the rates is effective from March 25, 2022. (The News) | [Click for more info.](#)

### Political turmoil driving away foreign investors

Economy | Negative

An ongoing political crisis at home is putting pressure on the external economic front, as foreign investment outflows from equity, treasury bills and Pakistan Investment Bonds (PIBs) have sharply increased during the ongoing month. (Dawn) | [Click for more info.](#)

### IMF, govt discuss new initiatives

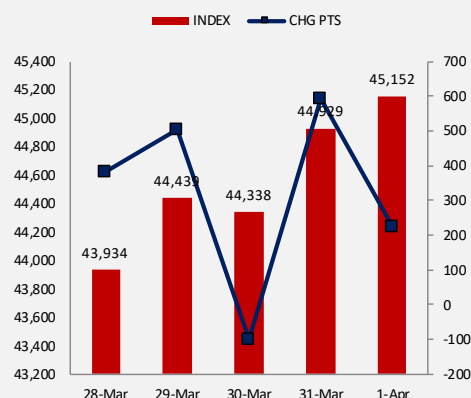
Economy | Neutral

The International Monetary Fund (IMF) and the Pakistani authorities are further discussing existing policies and new initiatives that will promote macroeconomic stability in Pakistan amid a challenging external environment in the context of the Russia-Ukraine war. (BR) | [Click for more info.](#)

| KSE-100            | L-WEEK | C-WEEK | CHNG   | % CHNG  |
|--------------------|--------|--------|--------|---------|
| INDEX              | 43,551 | 45,152 | 1,601  | 3.68%   |
| WEEK HIGH          | 43,686 | 45,396 | 1,710  | 3.91%   |
| WEEK LOW           | 42,936 | 43,291 | 355    | 0.83%   |
| VOLUME (MN)        | 235    | 572    | 337    | 143.24% |
| VALUE US\$ (MN)    | 78     | 146    | 68     | 86.55%  |
| AVERAGE            | 43,377 | 44,558 | 1,181  | 2.72%   |
| MKT CAP (PKR)      | 1.76   | 1.82   | 0.06   | 3.39%   |
| FIPI NET (US\$ MN) | -4.12  | -15.55 | -19.68 | N/A     |

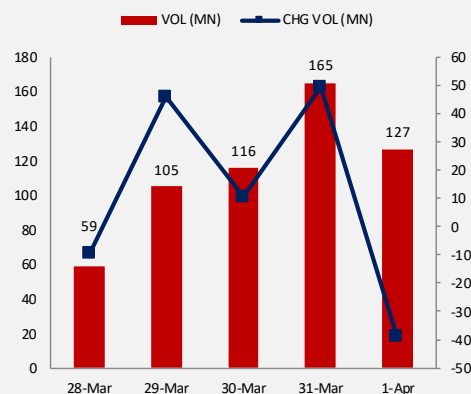
Source: PSX

### KSE-100 INDEX



Data Source: PSX

### KSE-100 INDEX VOLUME



Data Source: PSX



## Foreign investors pull out \$397mn from capital market in March

Economy | **Negative**

Pakistan's capital market outflows have touched a two-year high in the ongoing month of March, as investors pulled out \$397 million on account of political uncertainty, rupee volatility, and troubles with the International Monetary Fund (IMF) review. (The News) | [Click for more info.](#)

## Pakistan's regional exports jump 26.47pc in July-Feb

Economy | **Positive**

Country's exports to seven regional countries witnessed an increase of 26.47 percent in first eight months of the financial year (2021-22), a government data showed. China topped the list of countries in terms of Pakistan's exports to its neighbouring, followed by other countries such Bangladesh and Afghanistan. (The News) | [Click for more info.](#)

## Oil & Gas

High-speed diesel on a fortnightly basis, decides to revise premium mechanism for import

Oil | **Neutral**

The Economic Coordination Committee (ECC) of the Cabinet has decided to revise the premium mechanism for import of high-speed diesel on a fortnightly basis to avert shortage of HSD in the country because OMCs would incur Rs6.8/liter loss. (BR) | [Click for more info.](#)

## Petrol and Diesel Prices to Break All Previous Records in April

Oil | **Negative**

The Price Differential Claim (PDP) of the Oil Marketing Companies and Refineries is projected to reach Rs. 36.07 per liter for High-Speed Diesel (HSD) and Rs. 19.64 per liter for petrol during the next fortnight if the government decides to maintain the oil prices at the existing level. (Propakistani) | [Click for more info.](#)

## Autos

Honda raises prices by up to Rs0.4m

HCAR | **Positive**

Honda Atlas Cars Ltd (HACL) has increased the prices of various models by Rs250,000-400,000. The new retail price is effective on current back order and orders booked from March 26 onwards. (Dawn) | [Click for more info.](#)

## Fertilizer

Urea offtake up 30pc, DAP down 38pc in Feb

Fertilizer | **Positive**

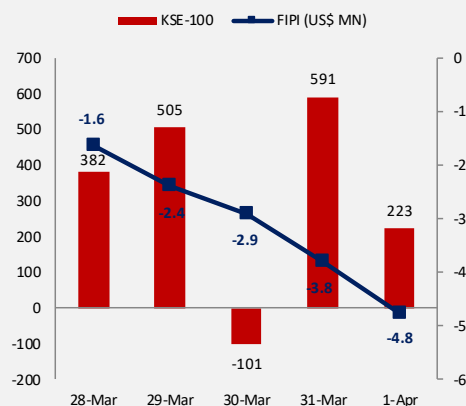
Urea fertilizer offtake during February 2022 increased 30 percent, while that of diammonium phosphate (DAP) declined 38 percent because of an unprecedented hike in the prices of these nutrients in international markets. (The News) | [Click for more info.](#)

FFC further increases urea prices by Rs70 per bag

FFC | **Positive**

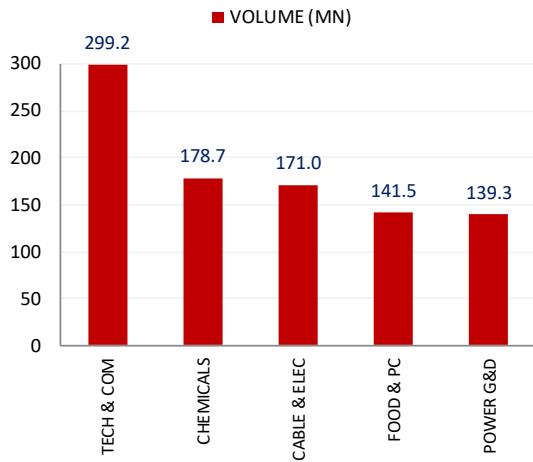
Fauji Fertilizer Company Limited (FFC) has increased urea prices by Rs70 per bag with effect from March 29, 2022, Ismail Iqbal Securities said today. With this increase, Sona Urea Prilled & Granular prices now stand at Rs1,933 & Rs1,953 per bag, respectively. (Mettis) | [Click for more info.](#)

### KSE-100 RETURN & FIPI FLOWS

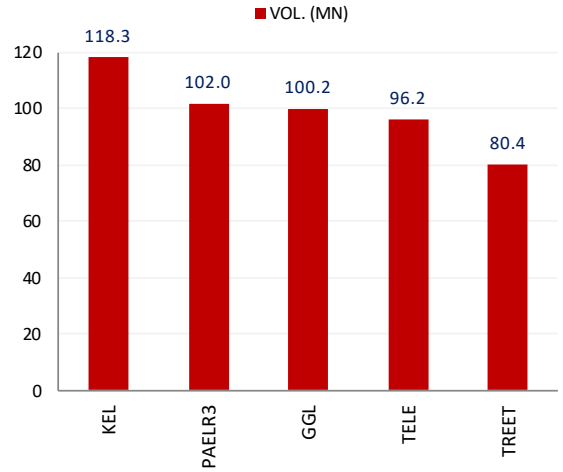




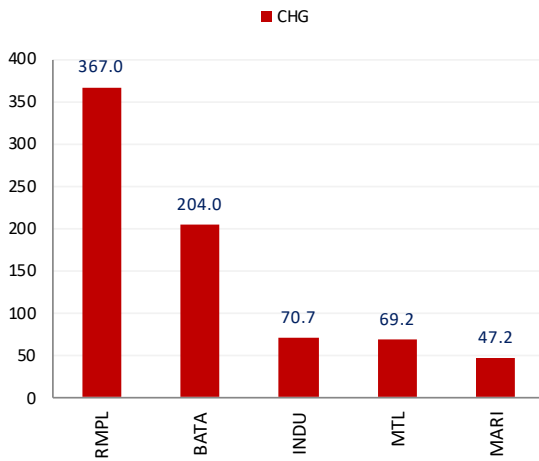
## TOP 5 SECTORS OF THE WEEK



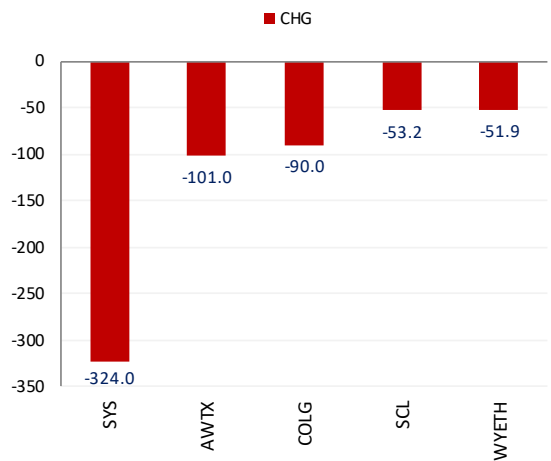
## TOP 5 VOLUME LEADERS OF THE WEEK



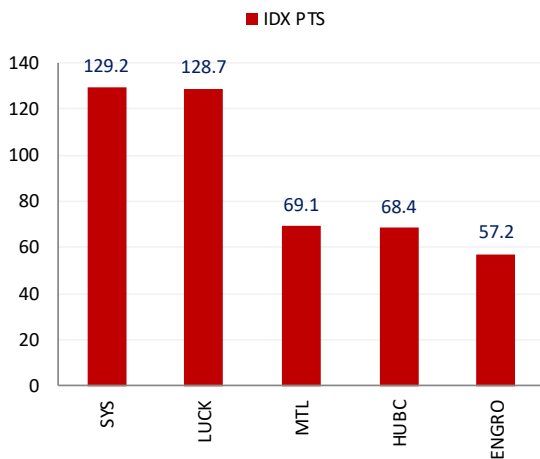
## TOP 5 PRICE GAINERS OF THE WEEK



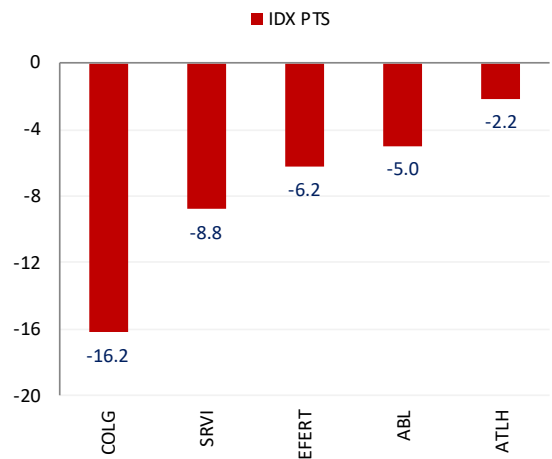
## TOP 5 PRICE LOSERS OF THE WEEK



## TOP 5 PARTICIPANTS OF THE WEEK (+ive)



## TOP 5 PARTICIPANTS OF THE WEEK (-ive)

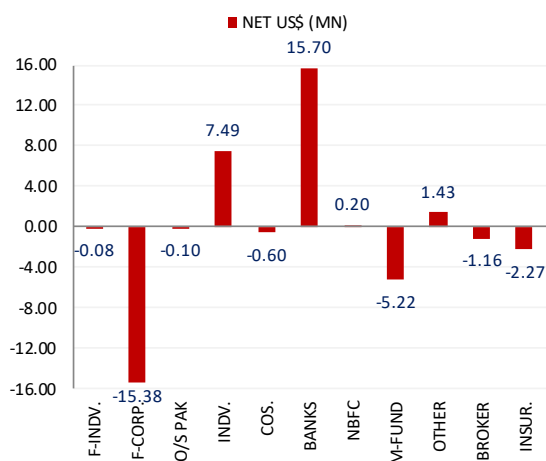




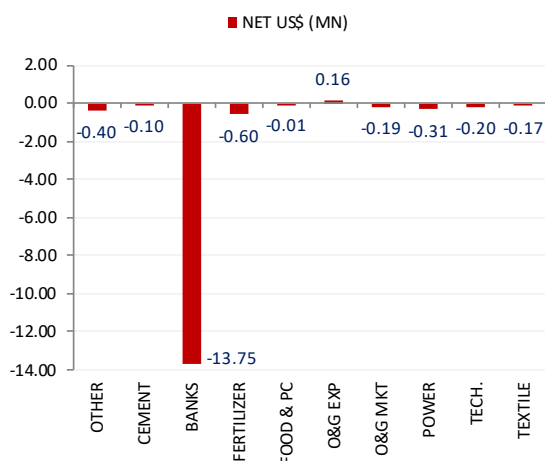
## Foreign & Local Portfolio Investments

| SECTOR          | F-INDV        | F-CORP        | O/S PAK      | NET US\$      | INDV.       | COS.         | BANKS        | NBFC        | M-FUND       | OTHER       | BROKER       | INSUR        |
|-----------------|---------------|---------------|--------------|---------------|-------------|--------------|--------------|-------------|--------------|-------------|--------------|--------------|
| OTHER           | 0.00          | -0.24         | -0.16        | <b>-0.40</b>  | 1.02        | -0.14        | 3.11         | -0.06       | -1.31        | -0.05       | -1.32        | -0.86        |
| CEMENT          | -0.01         | 0.10          | -0.19        | <b>-0.10</b>  | -0.50       | -1.53        | 2.64         | -0.02       | -1.44        | 0.00        | 0.54         | 0.39         |
| BANKS           | 0.00          | -13.88        | 0.14         | <b>-13.75</b> | 2.77        | 1.46         | 6.79         | 0.22        | 1.74         | 0.18        | -0.12        | 0.70         |
| FERTILIZER      | 0.00          | -0.87         | 0.27         | <b>-0.60</b>  | 0.45        | 0.47         | -0.76        | 0.01        | -1.06        | 1.39        | 0.13         | -0.03        |
| FOOD & PC       | -0.04         | 0.00          | 0.03         | <b>-0.01</b>  | 0.43        | 0.12         | 0.08         | 0.00        | -0.32        | 0.16        | -0.17        | -0.29        |
| O&G EXP         | 0.00          | 0.20          | -0.04        | <b>0.16</b>   | 0.99        | 0.13         | 0.39         | 0.01        | -0.64        | -0.03       | 0.43         | -1.44        |
| O&G MKT         | -0.04         | -0.03         | -0.12        | <b>-0.19</b>  | 0.19        | -0.02        | 1.29         | 0.00        | -0.37        | -0.13       | -0.17        | -0.60        |
| POWER           | 0.00          | -0.25         | -0.06        | <b>-0.31</b>  | -0.44       | 0.01         | 0.99         | 0.01        | -0.30        | 0.01        | -0.15        | 0.18         |
| TECH.           | 0.00          | -0.42         | 0.22         | <b>-0.20</b>  | 2.33        | -1.60        | 0.98         | 0.02        | -1.63        | -0.03       | 0.04         | 0.09         |
| TEXTILE         | 0.00          | 0.01          | -0.17        | <b>-0.17</b>  | 0.26        | 0.50         | 0.19         | 0.00        | 0.09         | -0.08       | -0.38        | -0.41        |
| <b>NET US\$</b> | <b>-0.082</b> | <b>-15.38</b> | <b>-0.10</b> | <b>-15.55</b> | <b>7.49</b> | <b>-0.60</b> | <b>15.70</b> | <b>0.20</b> | <b>-5.22</b> | <b>1.43</b> | <b>-1.16</b> | <b>-2.27</b> |

PORTFOLIO INVESTMENT BY CLIENT



PORTFOLIO INVESTMENT BY SECTORS





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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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