

Reduction in Commodity Prices Improves Sentiment

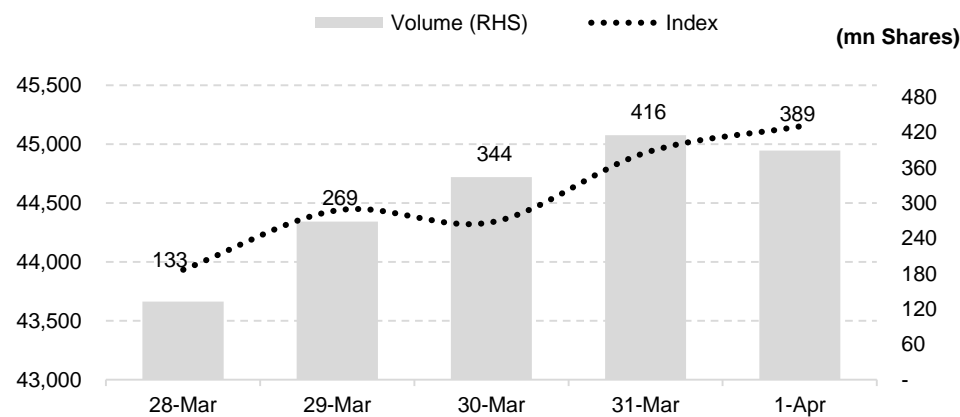
The market witnessed an eventful week as both, the incumbent government and opposition tried to gather allies amid vote of no-confidence motion against PM Khan in the National Assembly. We believe the market has largely digested the aforementioned which, coupled with decline in international oil and coal prices (which garnered interest in the cement sector) brought back the bulls, as concerns over inflation have ceded. Although some shuffling in support by minority parties in the mid-week added pressure, the market closed at 45,152 points, witnessing a noteworthy jump of 1,601 points (up by 3.7%) WoW. To highlight, this is the highest weekly return of the local bourse since 31st Jul'20.

Sector-wise positive contributions came from i) Cement (266pts), ii) Commercial Banks (241pts), iii) Technology & Communication (182pts), iv) Fertilizer (152pts), and v) Power Generation and Distribution (111pts). Whereas, sectors which contributed negatively were i) Leather & Tanneries (9pts) and ii) Leasing Companies (1pts). Scrip-wise positive contributors were SYS (129pts), LUCK (129pts), MTL (69pts), HUBC (68pts) and ENGRO (57pts). Meanwhile, scrip-wise negative contribution came from COLG (16pts), SRVI (9pts) and EFERT (6pts).

Foreign selling continued this week, clocking-in at USD 15.55mn compared to a net sell of USD 4.12mn last week. Major selling was witnessed in Commercial Banks (USD 13.7mn) and Fertilizer (USD 0.6mn). On the local front, buying was reported by Banks/DFI's (USD 15.7mn) followed by Individuals (USD 7.5mn). Average volumes clocked-in at 310mn shares (up by 116% WoW) while average value traded settled at USD 44mn (up by 72% WoW).

Other major news: i) Lucky Cement unveils solar project, ii) ECC nods local gas supply to two urea plants, iii) Ogra takes up issues relating to PDC, IFEM with stakeholders, iv) 'MPCL commences production at Sachal gas processing complex, v) Banks, DFIs approve Rs435bn loans under TERF: SBP governor, vi) ADB signs \$300mn loan deal for Pakistan's market development program, vii) Ghandhara commences booking for newly-launched SUVs.

Figure: KSE100 Index and PSX Volume



Source (s): PSX, AHL Research

Outlook and Recommendation

Political noise is expected to be pushed back after the vote of no-confidence against PM Khan on Sunday. Moreover, with Ukraine-Russia peace talks in progress, commodity prices are expected to further decline. Our preferred stocks are OGDC, PPL, MARI, HBL, MCB, UBL, MEBL, FABL, LUCK, MLCF, FCCL, ENGRO, FFC, HUBC, PSO, INDU, EPCL, and ASTL. The KSE-100 is currently trading at a PER of 4.9x (2022) compared to Asia Pac regional average of 12.3x while offering a dividend yield of ~8.4% versus ~2.5% offered by the region.

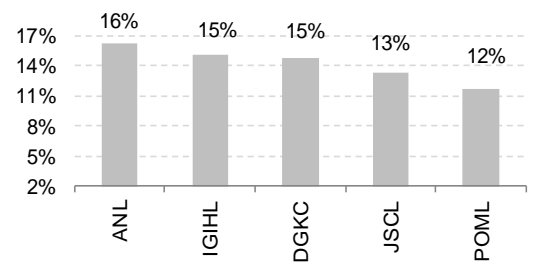
PSX Indices Performance

Index	Current	WoW (%)	CY22TD (%)
KSE100	45,152	3.7	1.2
KSEAll	30,856	3.3	0.4
KSE30	17,238	3.5	(1.5)
KMI30	73,239	4.5	2.2
BKTI	12,695	1.9	(1.6)
OGTI	11,320	1.0	(1.3)

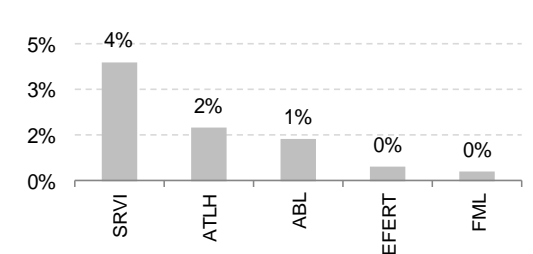
PSX Volume Leaders

	Avg. Vol. (mn)	Closing
KEL	23.6	3.1
GGL	20.0	17.4
TELE	19.2	14.3
TREET	16.1	34.1
WTL	15.9	1.7

Major Gainers (KSE100 Index)



Major Losers (KSE100 Index)



Analyst

AHL Research

research@arifhabibltd.com

+92-21-32462589



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Business & Economic developments during the week.

Macroeconomic stability: IMF, govt discuss new initiatives (BR)

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. This was stated by Esther Perez Ruiz, IMF resident representative in Pakistan, while responding to Business Recorder queries. She further stated the engagement for the 7th review under the Extended Fund Facility (EFF) remains constructive. She stated, "after the successful completion of the sixth review, the IMF staff and the authorities are further discussing on existing policies and new initiatives that will promote macroeconomic stability in Pakistan amidst a challenging external environment in the context of the Russia-Ukraine war."

Power companies allowed to charge Rs41.7bn more in April bills (Dawn)

Confirming a shortfall of about 5,400 megawatts leading to nationwide power cuts, the National Electric Power Regulatory Authority (Nepra) on Thursday finalised Rs4.68 per unit additional fuel cost adjustment (FCA) for ex-Wapda distribution companies (Discos) and notified Rs3.3 per unit additional FCA for K-Electric. The FCA of Rs4.68 per unit for electricity consumed in February for Discos was finalised by the regulator at a public hearing presided over by Nepra chairman Tauseef H. Farooqui against a demand for Rs4.95 per unit increase. This will yield about Rs38.3 billion additional funds to Discos in April.

Moody's terms no-confidence motion credit negative (Tribune)

Moody's Investor Service has termed the no-confidence motion against Prime Minister Imran Khan credit negative and expressed concern that it could act as a hurdle in the way of a smooth reform process in Pakistan. "We view the no-confidence motion as credit negative because it raises significant uncertainty over policy continuity, as well as the government's ability to continue to implement reforms to increase productivity growth and secure external financing, including from the International Monetary Fund (IMF)," the ratings agency stated in a report on Thursday. "The motion comes at a time when Pakistan is encumbered with surging inflation and widening current account deficit amid rising global commodity prices." A further deterioration in Pakistan's external position, including significant widening of the current account deficit and erosion of foreign exchange reserves, would threaten the government's external repayment capacity and heighten liquidity risks, it cautioned.

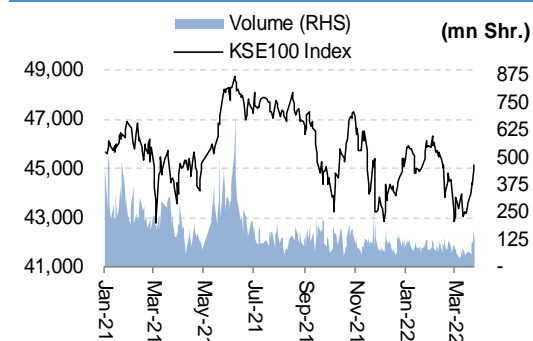
Pakistan's debt-to-GDP ratio highest in region at 86 percent (The News)

The Asian Development Bank (ADB) on Monday said Pakistan's debt-to-GDP ratio was the highest in the region at 86 percent in 2019, which further increased to 88 percent in 2020. An ADB Institute report titled "COVID-19 and Economic Recovery Potential in the CAREC Region" stated that Pakistan has the third highest debt service that was, \$15 billion or nearly 7 percent of the total for the CAREC (Central Asia Regional Economic Cooperation) region in 2020. All other countries except Mongolia had debt service of less than \$5 billion in 2020.

'Roshan Equity', 'RAAST' well executed by banks, CDC: SBP governor (BR)

State Bank Governor Dr Reza Baqir Tuesday visited CDC House to mark the successful operationalisation of important projects for Pakistan capital market, namely Roshan Equity and RAAST for dividend payments, which have been implemented recently by the SBP in collaboration with the capital market and commercial banks. It is indeed a moment to celebrate for CDC and the entire capital market as the successful rollouts of these key projects of market development have started yielding promising results besides effecting ease of doing business through innovative solutions, digitization and efficiency of processes.

PSX Volume & Index



Top Contributors in KSE100 Index

Companies	Index Contribution
Bullish Companies	
SYS	129.2
LUCK	128.7
MTL	69.1
HUBC	68.4
ENGRO	57.2
	452.5

Bearish Companies

COLG	(16.2)
SRVI	(8.8)
EFERT	(6.2)
ABL	(5.0)
ATLH	(2.2)
	(38.3)

Sectors

Sectors	Index Contribution
Bullish Sectors	
Cement	265.7
Commercial Banks	241.2
Technology & Communication	182.4
Fertilizer	152.2
Power Generation & Distribution	110.6
	952.1

Bearish Sectors

Leather & Tanneries	(8.8)
Leasing Companies	(0.8)
Textile Weaving	(0.2)
	(9.9)

Outstanding Company in the
Financial Sector 2021



Best Broker in Pakistan



Best Corporate &
Investment Bank: 2020



Top 25 Companies

AHL Universe - Recommendation Summary

Code	Company	Price	TP	Upside	Stance	EPS (PKR)			DPS (PKR)			P/E (x)		DY (%)		P/B (x)		ROE (%)		Indices	
		1-Apr-22	Dec-22	(%)		2021	2022	2023	2021	2022	2023	2022	2023	2022	2023	2022	2023	2022	2023		
Exploration & Production																					
PPL	Pakistan Petroleum Ltd.	73.2	158.8	117.0	Buy	19.3	24.6	25.8	3.50	4.50	5.00	3.0	2.8	6.1	6.8	0.4	0.4	16.0	14.8	KSE100, KSE30, KMI & MSCI	
OGDC	Oil and Gas Dev Co.	83.1	163.9	97.3	Buy	21.28	27.19	26.77	6.90	11.50	11.25	3.1	3.1	13.8	13.5	0.4	0.4	14.6	13.3	KSE100, KSE30 & KMI	
POL	Pakistan Oilfields Ltd.	373.2	546.5	46.5	Buy	47.1	72.3	68.8	50.00	69.00	62.00	5.2	5.4	18.5	16.6	2.4	2.5	49.5	45.3	KSE100, KSE30, KMI & MSCI	
MARI	Mari Petroleum Ltd	1,769.1	2,522.8	42.6	Buy	235.7	304.0	353.2	141.00	182.00	212.00	5.8	5.0	10.3	12.0	1.8	1.6	32.8	33.4	KSE100, KSE30, KMI & MSCI	
Commercial Banks																					
UBL	United Bank Ltd.*	140.7	217.2	54.4	Buy	24.8	28.2	31.6	18.00	18.00	20.00	5.0	4.5	12.8	14.2	0.8	0.7	15.4	16.9	KSE100, KSE30 & MSCI	
BAFL	Bank Alfalah*	35.0	53.4	52.4	Buy	8.1	9.4	10.6	4.00	5.00	6.00	3.7	3.3	14.3	17.1	0.6	0.5	15.9	16.7	KSE100 & MSCI	
MCB	MCB Bank Ltd.*	147.4	236.3	60.3	Buy	26.3	30.9	35.2	19.00	22.00	25.00	4.8	4.2	14.9	17.0	0.9	0.8	19.2	20.0	KSE100, KSE30 & MSCI	
HBL	Habib Bank Ltd.*	113.9	184.7	62.2	Buy	23.9	29.3	33.2	7.50	9.00	10.00	3.9	3.4	7.9	8.8	0.5	0.5	14.4	14.7	KSE100, KSE30 & MSCI	
ABL	Allied Bank Ltd.*	83.8	114.6	36.7	Buy	15.3	18.4	20.3	8.00	9.00	10.00	4.6	4.1	10.7	11.9	0.7	0.6	15.2	15.4	KSE100	
NBP	National Bank of Pakistan.*	31.4	52.3	66.7	Buy	13.4	17.1	18.7	1.00	-	-	1.8	1.7	-	-	0.2	0.2	11.5	11.2	KSE100	
AKBL	Askari Bank Ltd.*	19.0	34.3	80.2	Buy	7.7	8.8	9.6	-	2.50	3.00	2.2	2.0	13.1	15.8	0.3	0.3	17.7	16.7	KSE100	
BOP	The Bank of Punjab*	7.0	12.9	83.3	Buy	4.2	4.5	5.0	-	1.00	1.50	1.6	1.4	14.2	21.4	0.3	0.3	21.4	20.1	KSE100	
MEBL	Meezan Bank Ltd.*	132.5	220.5	66.4	Buy	17.4	20.3	23.1	6.00	8.00	12.50	6.5	5.7	6.0	9.4	2.0	1.7	33.7	32.5	KSE100, KSE30 & KMI	
FABL	Faysal Bank Ltd.*	26.8	38.9	45.2	Buy	5.4	6.7	7.5	1.50	2.00	2.00	4.0	3.6	7.5	7.5	0.6	0.5	14.5	14.8	KSE100	
Fertilizer																					
ENGRO	Engro Corporation*	271.1	343.2	26.6	Buy	48.5	55.5	57.4	25.00	29.00	30.00	4.9	4.7	10.7	11.1	0.6	0.6	13.0	12.8	KSE100, KSE30, KMI & MSCI	
FFBL	Fauji Fert. Bin Qasim	23.2	33.8	45.4	Buy	4.9	5.3	5.5	-	1.00	1.00	4.4	4.2	4.3	4.3	0.9	0.8	26.1	20.6	KSE100	
EFERT	Engro Fertilizer	90.6	83.0	(8.4)	Hold	15.8	9.2	8.0	16.50	7.50	7.50	9.8	11.3	8.3	8.3	1.2	1.2	17.0	10.7	KSE100, KSE30, KMI & MSCI	
FFC	Fauji Fertilizer Co.	114.6	145.1	26.6	Buy	17.2	18.8	19.9	14.50	15.00	16.00	6.1	5.8	13.1	14.0	2.8	2.5	47.9	46.2	KSE100, KSE30 & MSCI	
FATIMA	Fatima Fertilizer Co.	41.7	na	na	na	na	na	na	na	na	na	Group Company: No estimates are given					na	na	KSE100 & KMI		
AHCL	Arif Habib Corp. Ltd.	37.6	na	na	na	18.3	na	na	3.00	na	na	Group Company: No estimates are given					na	na	KSEALL		
Cement																					
LUCK	Lucky Cement Ltd.	643.6	1,004.4	56.0	Buy	43.5	53.1	89.6	-	-	26.00	12.1	7.2	-	4.0	1.6	1.3	14.1	20.0	KSE100, KSE30, KMI & MSCI	
LUCK	Lucky Cement Ltd.*	643.6	1,004.4	56.0	Buy	70.7	104.2	177.0	-	-	26.00	6.2	3.6	-	4.0	1.1	0.9	19.4	26.6	KSE100, KSE30, KMI & MSCI	
FCCL	Fauji Cement Co.	18.2	30.3	66.7	Buy	2.5	3.5	4.2	-	0.50	1.50	5.2	4.3	2.7	8.2	0.9	0.8	19.1	19.7	KSE100 & KMI	
ACPL	Attock Cement Ltd.	125.3	203.4	62.4	Buy	8.1	9.3	28.2	4.00	3.00	10.00	13.5	4.4	2.4	8.0	1.0	0.8	7.2	20.1	KSEALL & KMI	
DGKC	D.G. Khan Cement Co.	75.8	119.5	57.7	Buy	8.5	11.0	22.9	1.00	-	4.00	6.9	3.3	-	5.3	0.4	0.4	6.3	12.2	KSE100, KSE30 & KMI	
KOHC	Kohat Cement Co.	170.0	261.4	53.8	Buy	17.4	28.1	42.6	-	-	15.00	6.1	4.0	-	8.8	1.2	1.0	22.5	27.9	KSE100 & KMI	
MLCF	Maple Leaf Cement.*	35.6	54.1	52.1	Buy	3.5	5.4	6.7	-	1.00	3.00	6.6	5.3	2.8	8.4	0.9	0.8	14.5	16.2	KSE100, KSE30 & KMI	
POWER	Power Cement	6.6	na	na	na	0.2	na	na	-	na	na	Group Company: No estimates are given					na	na	KMI		
Oil & Gas Marketing																					
PSO	Pakistan State Oil	166.5	300.0	80.2	Buy	62.1	110.3	67.5	15.00	20.00	20.00	1.5	2.5	12.0	12.0	0.5	0.4	33.8	17.9	KSE100, KSE30, KMI & MSCI	
APL	Attock Petroleum Ltd.	302.6	436.0	44.1	Buy	49.4	58.5	53.9	27.00	32.50	32.50	5.2	5.6	10.7	10.7	1.2	1.1	24.3	20.3	KSE100 & KMI	
HTL	Hi-Tech Lubricants Ltd.	42.3	78.3	85.2	Buy	4.7	5.8	8.1	4.00	3.00	4.00	7.3	5.2	7.1	9.5	1.2	1.1	17.7	22.3	KMI	
SNGP	Sui Northern Gas Pipeline Ltd.	31.5	80.9	156.7	Buy	21.2	19.8	19.7	6.00	6.00	6.00	1.6	1.6	19.0	19.0	0.4	0.4	49.7	149.7	KSE100 & KMI	
Automobile Assemblers and Parts																					
PSMC	Pak Suzuki Motor Co.	222.2	327.9	47.6	Buy	32.6	41.3	51.4	6.50	17.00	21.00	5.4	4.3	7.7	9.5	0.7	0.6	12.6	14.4	KSE100 & KMI	
INDU	Indus Motor Co.	1,370.7	1,823.7	33.1	Buy	163.2	248.2	278.8	103.50	125.00	167.00	5.5	4.9	9.1	12.2	1.9	1.6	36.8	35.2	KSE100	
HCAR	Honda Atlas Cars (Pak)	206.7	316.5	53.1	Buy	12.6	22.6	30.5	4.52	8.00	11.00	9.1	6.8	3.9	5.3	1.5	1.3	16.8	20.1	KSE100 & KMI	
MTL	Millat Tractors Ltd.	875.5	1,153.0	31.7	Buy	71.6	75.5	87.9	100.00	90.00	101.00	11.6	10.0	10.3	11.5	7.7	7.5	66.9	76.4	KSE100, KMI & MSCI	
PTL	Panther Tyres Ltd.	34.2	53.3	55.8	Buy	5.1	5.2	8.2	2.00	1.00	2.00	6.5	4.2	2.9	5.8	0.8	0.7	12.4	17.0	KMI	
Power Generation & Distribution**																					
HUBC	Hub Power Company*	71.6	132.1	98.8	Buy	26.0	23.5	30.2	12.00	13.25	14.25	3.0	2.4	18.5	19.9	0.7	0.6	25.7	28.1	KSE100, KSE30, KMI & MSCI	
NCPL	Nishat Chu. Power Ltd.	17.0	14.5	(5.8)	Hold	6.8	6.4	6.1	-	1.50	1.50	2.6	2.8	8.8	8.8	0.3	0.3	10.7	9.6	KSEALL	
NPL	Nishat Power Limited	19.0	22.7	37.7	Buy	7.6	6.5	6.3	1.50	2.00	2.00	2.9	3.0	10.5	10.5	0.3	0.3	9.0	8.7	KSEALL	
KAPCO	Kot Addu Power Co.	30.6	50.2	64.0	Buy	11.6	11.9	na	10.00	10.00	na	2.6	na	32.7	na	0.5	na	17.0	na	KSE100 & KSE30	
Textile Composite																					
NML	Nishat Mills Ltd.	86.8	144.6	66.5	Buy	16.8	28.2	25.6	4.00	11.50	10.00	3.1	3.4	13.2	11.5	0.3	0.3	11.0	9.3	KSE100 & KMI	
NCL	Nishat (Chunian) Ltd.	53.8	58.4	8.7	Hold	23.3	29.6	14.6	5.00	6.00	4.00	1.8	3.7	11.2	7.4	0.6	0.5	34.2	14.7	KSE100	
FML	Feroze1888 Mills Ltd.	66.0	124.2	88.2	Buy	10.8	10.1	14.8	3.43	4.28	6.31	6.5	4.4	6.5	9.6	1.0	0.8	15.6	20.3	KSE100 & KMI	
ILP	Interloop Ltd.	74.0	92.7	25.2	Buy	7.0	10.6	12.8	2.50	4.00	4.50	7.0	5.8	5.4	6.1	2.5	1.9	40.6	37.7	KSE100 & KMI	
Chemicals																					
LOTCEM	Lotte Chemical Pak Ltd.	15.1	18.5	23.2	Buy	3.07	2.39	2.72	1.50	1.00	1.50	6.3	5.5	6.6	10.0	1.0	1.0	17.4	18.1	KSE100	
EPCL	Engro Polymer & Chem.	67.6	77.5	14.6	Buy	16.6	13.8	14.2	16.30	5.50	5.75	4.9	4.8	8.1	8.5	1.7	1.4	37.6	31.8	KSE100, KSE30 & KMI	
ICI	ICI Pakistan Ltd.*	780.4	1,064.7	36.4	Buy	60.7	91.9	90.9	40.00	40.00	45.00	8.5	8.6	5.1	5.8	2.2	1.7	29.4	22.7	KSE100 & KMI	
Leather																					
SGF	Service Global Footwear Limitec	47.0	71.3	51.8	Buy	2.0	4.8	7.2	2.00	2.50	3.50	9.8	6.6	5.3	7.5	1.3	1.2	14.4	19.2	KMI	
Engineering																					
ASTL	Amreli Steels Ltd.	33.0	61.2	85.4	Buy	4.6	8.2	12.9	-	0.50	0.50	4.0	2.6	1.5	1.5	0.6	0.5	16.0	21.1	KSEALL	
ITTEFAQ	Ittefaq Iron Industries Ltd.	10.2	13.7	34.9	Buy	1.8	3.4	5.2	-	-	-	3.0	2.0	-	-	0.3	0.3	10.5	14.1	KMI	
AGHA	Agha Steel Industries Ltd.	19.6	53.9	175.2	Buy	3.4	4.8	8.0	-	1.00	2.00	4.1	2.5	5.1	10.2	0.7	0.6	19.3	26.9	KMI	
Food & Personal Care Product																					
UNITY	Unity Foods Ltd.	26.7	38.8	45.3	Buy	2.8	2.8	4.1	-	1.00	1.00	9.6	6.5	3.7	3.7	1.9	1.6	22.3	26.4	KSE100, KSE30 & KMI	

Source: Bloomberg, AHL Research, *Earnings Consolidated Basis, **Upside is total return

AHL Universe - Performance

Code	Closing	WoW (%)	MTD (%)	CYTD (%)	90-Days		180-Days		365-Days	
					High	Low	High	Low	High	Low
DGKC	75.75	14.74	(0.39)	(8.67)	84.89	63.33	95.83	63.33	129.50	63.33
POWER	6.62	9.97	1.38	4.09	6.64	5.86	7.83	5.86	10.60	5.86
NML	86.83	9.63	1.34	9.11	96.77	77.94	96.77	77.03	100.20	76.32
KAPCO	30.62	9.24	(2.11)	6.76	31.99	27.13	31.99	23.61	32.78	23.61
NCL	53.75	9.18	3.44	25.14	53.75	43.86	53.75	37.24	53.75	36.86
HCAR	206.70	8.63	(0.26)	(12.70)	241.80	188.07	262.09	188.07	388.43	188.07
MTL	875.47	8.59	0.98	27.62	875.47	691.50	875.47	679.43	875.47	661.10
AGHA	19.60	7.93	(2.68)	(25.11)	27.62	17.77	32.48	17.77	34.28	17.77
EPCL	67.61	7.81	1.73	36.43	67.61	50.26	67.61	46.61	67.61	36.16
LUCK	643.64	7.69	1.15	(5.25)	701.27	552.60	790.31	552.60	940.74	552.60
ASTL	33.02	7.56	1.01	(26.23)	47.09	29.59	48.54	29.59	48.54	29.59
FABL	26.82	7.24	1.90	21.30	26.89	22.70	27.55	21.79	27.55	14.76
BAFL	35.03	7.16	3.27	7.26	36.39	32.24	36.39	30.45	36.39	25.62
PSMC	223.90	7.05	(0.81)	(4.01)	229.71	192.63	263.28	192.63	364.45	192.63
NPL	19.01	6.92	(1.66)	5.57	21.21	16.90	21.21	15.46	21.21	15.27
HTL	42.31	6.87	(0.12)	1.35	48.19	38.02	58.18	36.53	64.09	36.53
UNITY	26.70	6.71	1.79	0.87	32.42	22.95	32.56	21.04	49.36	21.04
ITTEFAQ	10.18	6.71	(1.64)	(14.95)	12.53	9.35	15.96	9.35	21.85	9.35
PSO	166.45	6.26	(0.13)	(8.49)	196.85	156.20	196.85	156.20	230.66	156.20
SNGP	31.53	5.77	(0.79)	(5.74)	37.14	29.70	45.11	29.70	50.47	29.70
KOHC	170.00	5.45	(1.11)	(9.86)	189.48	155.62	201.72	152.93	234.44	152.93
INDU	1,370.66	5.44	4.98	14.09	1,440.74	1,198.41	1,440.74	1,040.18	1,440.74	972.20
MLCF	35.58	4.55	(1.30)	(1.03)	36.97	30.11	40.01	30.11	49.25	30.11
PTL	34.19	4.21	-	(18.13)	42.35	32.25	49.32	32.25	63.09	32.25
FATIMA	41.69	4.15	(0.14)	15.84	41.78	34.56	41.78	28.85	41.78	26.01
HUBC	71.61	4.13	0.04	9.03	76.76	65.46	76.76	64.39	76.76	63.56
NCPL	16.98	3.54	4.11	6.13	18.67	13.68	18.67	11.74	18.67	11.74
ICI	780.39	3.46	0.21	5.27	780.39	718.20	791.08	690.98	874.55	690.98
FFBL	23.24	3.43	2.88	(6.21)	27.25	20.59	27.34	20.22	29.15	20.22
FCCL	18.20	3.29	0.44	(0.93)	19.07	16.57	21.49	16.18	24.54	16.18
AKBL	19.03	3.14	0.95	(13.58)	23.57	18.40	24.61	18.40	24.61	18.40
MEBL	132.54	2.78	1.21	0.00	141.33	126.49	151.79	126.49	151.79	88.83
ENGRO	271.05	2.77	1.29	(0.13)	289.30	262.62	289.30	260.73	293.69	260.73
MARI	1,769.06	2.74	(0.03)	10.92	1,800.13	1,589.49	1,800.13	1,444.31	1,800.13	1,354.97
UBL	140.65	2.73	3.12	7.33	143.74	131.37	143.74	110.38	143.74	100.01
APL	302.63	2.59	0.32	0.58	343.95	293.82	343.95	282.67	343.95	276.78
FFC	114.63	2.43	0.80	19.38	114.63	96.77	114.63	88.75	114.63	88.75
MCB	147.41	2.33	1.20	(0.61)	158.92	142.74	158.92	139.45	158.92	139.43
AHCL	37.60	2.23	5.12	4.94	37.60	33.10	37.66	32.19	37.66	31.70
NBP	31.39	2.01	0.64	(6.08)	35.83	29.12	35.83	29.12	36.63	29.12
ACPL	125.25	1.85	(1.00)	(8.46)	137.68	119.67	145.80	119.09	172.90	119.09
BOP	7.02	1.74	(0.57)	(6.76)	7.76	6.76	7.92	6.76	7.92	6.76
ILP	74.02	1.68	0.16	4.56	80.32	69.79	80.32	63.17	80.32	57.16
SGF	46.96	1.12	(0.61)	1.29	53.02	43.26	54.06	41.12	63.82	41.12
PPL	73.18	1.05	0.52	(5.70)	85.92	72.15	85.92	68.58	90.63	68.58
OGDC	83.05	0.52	(0.10)	(1.58)	92.98	82.49	92.98	76.38	94.42	76.38
LOTCHEM	15.05	0.40	0.07	10.18	15.57	14.01	15.57	12.72	15.57	12.03
HBL	113.91	0.35	0.89	(0.30)	122.17	108.39	125.38	104.10	130.17	104.10
POL	373.16	(0.07)	0.13	9.94	394.25	342.57	394.25	317.73	394.25	307.68
FML	66.00	(0.30)	0.75	(7.84)	72.01	63.68	99.21	63.68	104.59	63.68
EFERT	90.58	(0.46)	(1.30)	26.08	91.77	72.19	91.77	62.05	91.77	49.93
ABL	83.82	(1.39)	(3.60)	4.27	89.34	80.38	89.34	64.90	89.34	62.16

Source (s): Bloomberg, AHL Research

Local & Foreign Investors Portfolio Investment (USD mn)

LIPI Normal

Current Week

Category	Gross Buy	Gross Sell	Net	Net
Individuals	193.30	185.82	BUY	7.49
Companies	9.29	9.86	SELL	(0.57)
Banks / DFIs	28.53	12.83	BUY	15.70
NBFC	0.40	0.20	BUY	0.20
Mutual Funds	9.03	14.25	SELL	(5.22)
Other Organizations	2.22	0.82	BUY	1.40
Broker Proprietary Trading	47.23	48.40	SELL	(1.17)
Insurance Companies	3.38	5.65	SELL	(2.27)
Total	293.38	277.82	BUY	15.55

Last Week

Category	Gross Buy	Gross Sell	Net	Net
Individuals	125.88	123.25	BUY	2.63
Companies	10.99	12.95	SELL	(1.96)
Banks / DFIs	11.47	16.06	SELL	(4.59)
NBFC	0.12	0.08	BUY	0.04
Mutual Funds	15.39	10.06	BUY	5.33
Other Organizations	1.40	0.74	BUY	0.66
Broker Proprietary Trading	46.43	46.27	BUY	0.16
Insurance Companies	2.78	0.92	BUY	1.86
Total	214.45	210.33	BUY	4.12

LIPI Sector Wise

Current Week

Sector	Gross Buy	Gross Sell	Net	Net
Commercial Banks	25.33	11.58	BUY	13.75
Fertilizer	8.76	8.16	BUY	0.60
Cement	34.65	34.55	BUY	0.10
Power Generation & Distribution	6.80	6.49	BUY	0.31
Exploration & Production	6.56	6.72	SELL	(0.16)
Oil & Gas Marketing Companies	7.97	7.78	BUY	0.19
Food and Personal Care Products	34.57	34.56	BUY	0.01
Textile Composite	8.70	8.54	BUY	0.17
Technology and Communication	62.59	62.39	BUY	0.20
Debt	0.95	0.95	BUY	0.00
All other Sectors	96.51	96.11	BUY	0.40
Total	293.38	277.82	BUY	15.55

Last Week

Sector	Gross Buy	Gross Sell	Net	Net
Commercial Banks	14.18	8.28	BUY	5.90
Fertilizer	13.28	14.87	SELL	(1.60)
Cement	16.21	16.16	BUY	0.05
Power Generation & Distribution	3.66	3.59	BUY	0.08
Exploration & Production	10.45	9.68	BUY	0.77
Oil & Gas Marketing Companies	8.72	8.54	BUY	0.18
Food and Personal Care Products	28.69	28.60	BUY	0.08
Textile Composite	6.30	6.24	BUY	0.06
Technology and Communication	61.14	61.98	SELL	(0.83)
Debt	9.18	9.18	SELL	-
All other Sectors	42.64	43.20	SELL	(0.57)
Total	214.45	210.33	BUY	4.12

FIPI Normal

Current Week

Category	Gross Buy	Gross Sell	Net	Net
Foreign Individuals	0.02	0.10	SELL	(0.08)
Foreign Corporates	2.73	18.11	SELL	(15.38)
Overseas Pakistani	15.62	15.72	SELL	(0.10)
Total	18.37	33.93	SELL	(15.55)

Last Week

Category	Gross Buy	Gross Sell	Net	Net
Foreign Individuals	0.13	0.08	BUY	0.06
Foreign Corporates	10.45	15.61	SELL	(5.16)
Overseas Pakistani	12.24	11.25	BUY	0.98
Total	22.82	26.94	SELL	(4.12)

FIPI Sector Wise

Current Week

Sector	Gross Buy	Gross Sell	Net	Net
Commercial Banks	1.01	14.76	SELL	(13.75)
Fertilizer	1.54	2.14	SELL	(0.60)
Cement	2.14	2.24	SELL	(0.10)
Power Generation & Distribution	0.53	0.84	SELL	(0.31)
Exploration & Production	0.92	0.76	BUY	0.16
Oil & Gas Marketing Companies	0.33	0.52	SELL	(0.19)
Food and Personal Care Products	1.45	1.46	SELL	(0.01)
Textile Composite	0.46	0.63	SELL	(0.17)
Technology and Communication	3.93	4.13	SELL	(0.20)
All other Sectors	6.06	6.46	SELL	(0.40)
Total	18.37	33.93	SELL	(15.55)

Last Week

Sector	Gross Buy	Gross Sell	Net	Net
Commercial Banks	6.34	12.24	SELL	(5.90)
Fertilizer	2.89	1.30	BUY	1.60
Cement	1.46	1.50	SELL	(0.05)
Power Generation & Distribution	0.27	0.34	SELL	(0.08)
Exploration & Production	1.12	1.89	SELL	(0.77)
Oil & Gas Marketing Companies	1.28	1.46	SELL	(0.18)
Food and Personal Care Products	1.58	1.67	SELL	(0.08)
Textile Composite	0.28	0.34	SELL	(0.06)
Technology and Communication	4.91	4.08	BUY	0.83
All other Sectors	2.70	2.13	BUY	0.57
Total	22.82	26.94	SELL	(4.12)

Source (s): NCCPL, AHL Research

Forward Estimates

Country	Indonesia	India	Vietnam	Philippines	Sri Lanka	Thailand	China	Taiwan	S.Korea	Peer Avg	Pakistan	Prem/(Disc)
DY (%)	2.5	1.4	1.3	1.9	3.1	3.0	3.5	4.0	2.1	2.5	8.4	-70.1%
P/E (x)	6.4	21.3	10.8	14.3	11.2	15.7	8.7	12.5	9.5	12.3	4.9	-60.5%
P/B (x)	0.4	3.2	2.0	1.6	8.7	1.6	1.2	2.1	1.0	2.4	0.8	-67.7%

Source: Bloomberg, AHL Research

World's Major Stock Market Performance (\$ based return)

Country	Index	Index Closing*	WTD (%)	CY22TD (%)	Country	Index	Index Closing*	WTD (%)	CY22TD (%)
Russia	IMOEX Index	2,763	35.7	(34.3)	Philippines	PCOMP Index	7,153	1.4	(0.7)
Russia	RTSI\$ Index	1,045	25.9	(34.5)	Vietnam	VNIndex Index	1,516	1.3	1.1
Zimbabwe	ZHIALSH Index	16,098	7.3	51.8	South Africa	JALSH Index	75,618	1.2	11.8
Greece	ASE Index	889	5.9	(3.5)	Netherlands	AEX Index	729	1.2	(11.4)
Bulgaria	SOFIX Index	637	4.9	(2.2)	Saudi Arabia	SASEIDX Index	13,090	1.1	16.2
Denmark	KFX Index	1,764	4.8	(7.7)	Sweden	OMX Index	2,115	1.0	(15.4)
Kazakhstan	KZKAK Index	3,348	4.7	(16.7)	Switzerland	SMI Index	12,184	1.0	(6.6)
Turkey	XU100 Index	2,251	4.5	9.1	Australia	AS51 Index	7,494	1.0	3.8
Hungary	BUX Index	45,015	4.3	(13.3)	Indonesia	JCI Index	7,079	1.0	6.7
India	SENSEX Index	59,277	3.8	(0.2)	South Korea	KOSPI Index	2,740	0.9	(10.0)
Poland	WIG20 Index	2,160	3.8	(8.2)	Luxembourg	LUXXX Index	1,794	0.8	4.7
Dubai	DFMGI Index	3,537	3.6	10.7	Ireland	ISEQ Index	7,182	0.6	(17.5)
Romania	BET Index	12,790	3.6	(4.3)	USA	NDX Index	14,838	0.6	(9.1)
Iceland	ICEXI Index	2,600	3.5	(0.2)	Serbia	BELEX15 Index	836	0.4	(0.7)
Czech Republic	PX Index	1,373	3.4	(4.3)	Singapore	FSSTI Index	3,419	0.2	8.7
Brazil	IBOV Index	121,158	3.2	36.7	Latvia	RIGSE Index	1,134	0.2	(13.2)
Italy	FTSEMIB Index	25,221	3.2	(10.0)	Ukraine	PFTS Index	519	0.2	(8.0)
Finland	HEX Index	11,281	3.2	(14.4)	Bangladesh	DSEX Index	6,758	0.1	(0.5)
Portugal	PSI20 Index	5,999	3.0	4.5	Malaysia	FBMKLCI Index	1,602	(0.0)	1.0
Hong Kong	HSI Index	22,040	2.9	(6.3)	UK	UKX Index	7,523	(0.2)	(1.4)
Lebanon	BLOM Index	990	2.6	(3.9)	New Zealand	NZSE Index	1,934	(0.2)	(7.2)
Austria	ATX Index	3,336	2.6	(15.7)	Ghana	GGSECI Index	2,743	(0.3)	(19.4)
Spain	IBEX Index	8,503	2.5	(4.8)	USA	SPX Index	4,530	(0.3)	(4.9)
China	SHSZ300 Index	4,276	2.5	(13.5)	Nigeria	NGSEINDX Index	46,799	(0.4)	11.7
France	CAC Index	6,684	2.5	(9.4)	Taiwan	TWSE Index	17,626	(0.5)	(6.6)
Croatia	CRO Index	2,091	2.4	(2.3)	Canada	SPTSX Index	21,890	(0.5)	4.5
Pakistan	KSE100 Index	45,152	2.4	(2.9)	USA	INDU Index	34,678	(0.5)	(4.6)
Lithuania	VILSE Index	903	2.4	(8.7)	Qatar	DSM Index	13,533	(0.6)	17.1
Mexico	MEXBOL Index	56,537	2.2	9.1	Chile	IPSA Index	4,955	(0.9)	25.3
Belgium	BEL20 Index	4,190	2.2	(5.7)	Tunisia	TUSISE Index	7,090	(1.0)	(2.8)
Bahrain	BHSEASI Index	2,074	2.0	15.4	Norway	OBXP Index	604	(1.1)	7.7
Mauritius	SEMDEX Index	2,204	1.9	2.3	Jordan	JOSMGNFF Index	2,228	(1.4)	5.0
Thailand	SET Index	1,701	1.9	2.3	Oman	MSM30 Index	4,205	(1.8)	1.8
Europe	SX5E Index	3,921	1.8	(11.5)	Mongolia	MSETOP Index	38,528	(2.2)	(16.6)
Uae	ADSMI Index	9,929	1.6	17.0	Japan	NKY Index	27,666	(2.4)	(10.0)
Slovenia	SBITOP Index	1,207	1.6	(6.4)	Argentina	MERVAL Index	90,960	(2.7)	0.8
Germany	DAX Index	14,454	1.5	(11.2)	Kenya	NSEASI Index	156	(3.2)	(8.0)
Estonia	TALSE Index	1,904	1.4	(7.1)	Egypt	EGX30 Index	11,238	(3.8)	(19.2)

Source: Bloomberg, AHL Research, * Last Closing

Key Economic Data & Commodities Prices

Month end	Units	Apr-21	May-21	Jun-21	Jul-21	Aug-21	Sep-21	Oct-21	Nov-21	Dec-21	Jan-22	Feb-22	Mar-22	Current*
Money Market Data														
03-M T-Bill	%	7.3	7.4	7.3	7.2	7.2	7.6	8.2	9.7	10.4	10.2	10.5	11.8	11.8
06-M T-Bill	%	7.5	7.6	7.5	7.5	7.4	8.0	8.8	10.2	11.3	10.6	10.9	12.4	12.4
12-M T-Bill	%	7.7	7.7	7.8	7.7	7.6	8.7	9.1	10.7	11.4	10.8	11.0	12.5	12.5
03-Y PIB	%	8.9	9.0	9.0	8.9	8.7	9.7	9.9	11.4	11.4	10.8	10.9	12.2	12.2
05-Y PIB	%	9.4	9.4	9.5	9.4	9.3	10.0	10.2	11.5	11.5	10.9	11.0	12.0	12.0
10-Y PIB	%	10.0	9.9	9.9	10.0	9.9	10.5	11.0	11.9	11.6	11.1	11.1	11.9	11.9
06-M KIBOR	%	7.6	7.7	7.7	7.6	7.5	8.2	8.9	10.3	11.5	10.7	11.0	12.5	11.0
Policy Rate	%	7.0	7.0	7.0	7.0	7.0	7.3	7.3	8.8	9.8	9.8	9.8	9.8	9.75
Inflation (YoY)														
Headline (CPI New Base)	%	11.1	10.9	9.7	8.4	8.4	9.0	9.2	11.5	12.3	13.0	13.0	12.7	12.7
Monetary Sector														
M1	PKR bn	18,723	18,935	19,824	19,888	19,812	20,085	19,902	20,128	20,444	20,204	20,210	n.a	20,210
M2	PKR bn	22,213	22,476	23,722	23,576	23,537	23,904	23,646	23,933	24,369	24,211	24,176	n.a	24,176
M3	PKR bn	26,441	26,606	27,731	27,563	27,494	27,840	27,576	27,854	28,273	28,122	28,097	n.a	28,097
Banking Sector														
Deposits	PKR bn	17,561	17,955	19,796	18,839	19,208	19,829	19,344	19,668	20,972	19,949	19,914	n.a	19,914
Advances	PKR bn	8,665	8,811	8,996	8,878	8,936	9,290	9,394	9,646	10,149	9,944	9,961	n.a	9,961
Investment	PKR bn	12,418	13,068	13,742	14,102	13,902	14,096	13,796	13,556	14,124	14,424	14,541	n.a	14,541
WALR	%	8.0	7.9	8.0	7.8	7.8	7.7	7.9	8.0	8.7	9.3	9.6	n.a	9.6
WADR	%	3.5	3.5	3.5	3.6	3.6	3.6	3.7	3.8	4.6	5.08	5.00	n.a	5.0
Spread	%	4.5	4.5	4.5	4.2	4.3	4.1	4.2	4.2	4.1	4.26	4.62	n.a	4.6
External Sector														
Forex Reserves	USD bn	22.7	23.3	23.3	24.9	27.2	26.0	23.8	22.3	23.9	22.1	22.9	18.6	18.6
With SBP	USD bn	15.6	16.1	16.1	17.8	20.1	19.3	17.2	16.0	17.7	15.7	16.5	12.0	12.0
With Banks	USD bn	7.1	7.2	7.2	7.0	7.1	6.7	6.6	6.4	6.2	6.4	6.4	6.5	6.5
Exchange rate	PKR/USD	153.5	154.4	157.5	162.4	166.4	170.7	171.7	175.7	176.5	176.7	177.5	183.5	184.09
C/A Balance	USD mn	(188)	(650)	(1,619)	(814)	(1,473)	(1,134)	(1,760)	(1,908)	(1,863)	(2,531)	(545.0)	n.a	(545)
Exports	USD bn	2.3	2.1	2.5	2.3	2.3	2.6	2.4	2.7	2.9	2.5	2.9	n.a	2.9
Imports	USD bn	5.0	5.0	6.3	5.4	6.0	6.1	6.0	6.4	6.5	6.3	5.2	n.a	5.2
Trade Balance	USD bn	(2.7)	(2.8)	(3.8)	(3.4)	(3.7)	(3.4)	(3.7)	(3.7)	(3.6)	(3.8)	(2.3)	n.a	(2.3)
Remittances	USD bn	2.8	2.5	2.7	2.7	2.7	2.7	2.5	2.4	2.5	2.1	2.2	n.a	2.2
Key Commodities Prices														
International														
Coal	USD/ton	93.2	108.3	114.9	123.0	146.8	200.5	220.0	117.0	137.3	174.0	261.0	254.4	254.4
Steel (HRC)	USD/ton	888.4	886.2	836.9	918.7	887.4	900.1	848.0	744.9	747.2	766.4	785.8	830.8	830.8
PTA	USD/ton	695.0	695.0	745.0	750.0	745.0	745.0	780.0	735.0	725.0	815.0	875.0	935.0	935.0
Gold	USD/oz	1,769.1	1,906.9	1,770.1	1,814.2	1,813.6	1,757.0	1,783.4	1,774.5	1,829.2	1,797.2	1,909.0	1,937.4	1,937.4
Cotton (COTLOOK A)	USD/lb	91.9	89.7	96.6	100.3	103.7	110.2	123.1	123.3	125.9	135.9	135.2	153.6	153.6
Crude oil (WTI)	USD/bbl	63.6	66.3	73.5	74.0	68.5	75.0	83.6	66.2	75.2	88.2	95.7	100.3	100.3
Crude oil (Arab Light)	USD/bbl	66.1	68.7	75.0	75.4	72.2	79.0	83.9	72.8	79.2	91.1	99.9	109.3	109.3
Crude oil (Brent)	USD/bbl	67.3	69.3	75.1	76.3	73.0	78.5	84.4	70.6	77.8	91.2	101.0	107.9	107.9
Local														
Cotton	PKR/maund	11,300	12,300	12,600	13,000	14,200	14,100	15,400	17,500	18,000	19,400	20,000	20,500	20,500
Cement	PKR/bag	615	615	640	654	674	678	723	742	739	737	748	865	865
Gold	PKR/10 grms	89,510	93,020	92,770	93,880	92,250	97,310	102,280	101,680	107,940	108,880	111,460	110,940	110,940

*Current Price

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Rating	Description
BUY	Upside* of subject security(ies) is more than +10% from last closing of market price(s)
HOLD	Upside* of subject security(ies) is between -10% and +10% from last closing of market price(s)
SELL	Upside* of subject security(ies) is less than -10% from last closing of market price(s)

* Upside for Power Generation Companies is upside plus dividend yield.

Equity Valuation Methodology

AHL Research uses the following valuation technique(s) to arrive at the period end target prices;

- **Discounted Cash Flow (DCF)**
- **Dividend Discounted Model (DDM)**
- **Sum of the Parts (SoTP)**
- **Justified Price to Book (JPTB)**
- **Reserved Base Valuation (RBV)**

Risks

The following risks may potentially impact our valuations of subject security (ies);

- **Market risk**
- **Interest Rate Risk**
- **Exchange Rate (Currency) Risk**

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In order to avoid any conflict of interest, we hereby disclosed that;

Arif Habib Limited (AHL) has shareholding in OGDC, PPL, NBP, AKBL, FCCL, MLCF, PSO, UNITY and SNGP.