

Market closes at ~91k points

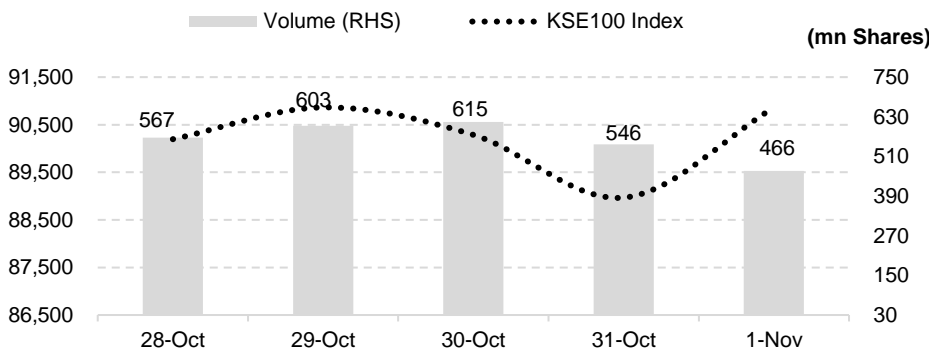
The market commenced on a positive note this week on the back of the expectation of a rate cut in the upcoming monetary policy next week along with robust financial results, due to which the market reached an all-time high of 91,358 points in the intraday on 29th Oct'24. On the economic front, Pakistan achieved a budget surplus of PKR 1.7trn (the first time since the 2QFY04). Moreover, the primary surplus settled at PKR 3trn. In addition to this, Saudi Arabia agreed to invest a further USD 600mn in Pakistan, which took the total investment amount to USD 2.8bn. However, a correction was witnessed on Thursday, which was superseded by a 1,893-point rally the next day. Meanwhile, the SBP reserves climbed up by USD 116mn WoW to arrive at USD 11.2bn. The market closed at 90,860 points, up 866 points | +0.96% WoW.

Sector-wise positive contributions came from i) E&Ps (391pts), ii) Technology (319pts), iii) Cement (244pts), iv) OMCs (189pts) and v) Pharmaceuticals (174pts). Meanwhile, the sectors that mainly contributed negatively were i) Fertilizer (331pts), ii) Leather & Tanneries (73pts), and iii) Engineering (45pts). Scrip-wise positive contributors were SYS (345pts), PPL (345pts), UBL (223pts), PSO (173pts), and CHCC (154pts). Meanwhile, scrip-wise negative contributions came from EFERT (209pts), MARI (144pts), NBP (119pts), ENGRO (109pts), and MEBL (105pts).

Foreigner buying was witnessed during this week, clocking in at USD 1.97mn compared to a net sell of USD 16.36mn last week. Major buying was witnessed in all other sectors (USD 4.7mn) followed by cements (USD 2.4mn). On the local front, selling was reported by Banks / DFIs (USD 13.1mn) followed by Other Organizations (USD 1.1mn). Average volumes arrived at 559mn shares (down 16.5% WoW), while the average value traded settled at USD 95mn (down 9.3% WoW).

Other major news: i) Hubco to establish nationwide electric vehicle charging network, ii) LSM negativity falls to 0.19pc; C/A surplus drops to \$98m in Q1, iii) Govt raises petrol price by Rs1.35, high-speed diesel up by Rs3.85, iv) Profit, dividend repatriation jumps to \$393m in Q1FY25, and v) Indus Motor Company temporarily shuts operations.

Figure: KSE100 Index and PSX Volume



Source (s): PSX, AHL Research

Outlook and Recommendation

We anticipate the market to have a positive momentum in the coming week. The major highlight of the upcoming week is the monetary policy meeting, which will be closely monitored by the investors. We project a 200 bps rate cut, which will take the policy rate to 15.50%. Our preferred stocks are OGDC, MCB, UBL, MEBL, FABL, HBL, LUCK, MLCF, FCCL, FFC, PPL, PSO and SYS. The KSE-100 is currently trading at a PER of 4.6x (2025) compared to its 5-year average of 5.9x offering a dividend yield of ~9.6% compared to its 5-year average of ~8.1%.

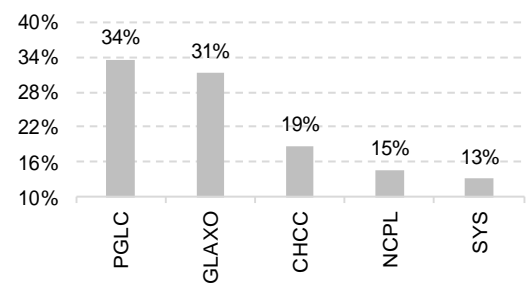
PSX Indices Performance

Index	Current	WoW (%)	CY24TD (%)
KSE100	90,860	1.0	45.5
KSEAll	57,872	0.7	38.1
KSE30	28,458	0.2	37.0
KMI30	137,043	0.7	30.9
BKTI	21,993	(1.8)	47.0
OGTI	22,360	3.0	50.5

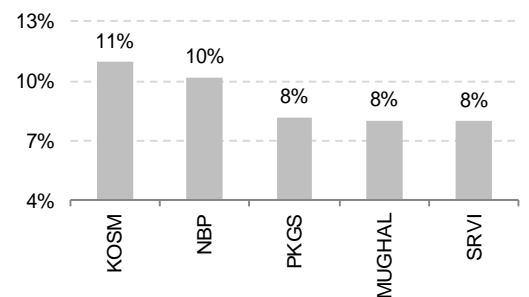
PSX Volume Leaders

	Avg. Vol. (mn)	Closing
SILK	40.3	0.9
KEL	39.1	4.7
WTL	26.9	1.2
FFL	25.3	10.2
SSGC	18.0	13.8

Major Gainers (KSE100 Index)



Major Losers (KSE100 Index)



Analyst

AHL Research

research@arifhabibltd.com

+92-21-32462589

EUROMONEY

'24
Best for Research
Best for Diversity & Inclusion
'23
Best Investment Bank

ASIAMONEY

'23
Best Securities House
Best Investment Bank

CFA Society Pakistan

'23 - '21
Best Brokerage House
Best Economic Research

'23 - '13
Corporate Finance House

'22 - '20
Best Equity Research Analyst

Business and Economic News of the Week

PIA sale hits turbulence as lone bidder offers less than govt minimum (The News)

Pakistan is targeting around \$1 billion in a formal request for funding from the International Monetary Fund (IMF) facility that helps low and middle income countries manage external shocks, Finance Minister Muhammad Aurangzeb told Reuters. "We have formally requested to be considered for this facility," Aurangzeb said in an interview on the sidelines of the IMF/World Bank autumn meetings in Washington.

IMF lowers Pakistan's inflation forecast to 9.5% (Tribune)

The Oil and Gas Regulatory Authority (Ogra) has approved the import of 76,000 metric tonnes of high-speed diesel (HSD) by Gas & Oil Pakistan Ltd (GO) and 190,000 metric tonnes by Pakistan State Oil (PSO) for November 2024. This decision, however, has been met with opposition from the refining sector, which deems the import unnecessary given the country's sufficient HSD stock levels. Ogra made this decision during the product review meeting (PRM) held on October 22, 2024, sparking criticism from the refining sector, particularly regarding the allowance for GO to import HSD when there is already enough stock in the country.

Saudi firm Wafi Energy becomes majority shareholder in Shell Pakistan (The News)

Wafi Energy Holding Limited (Wafi Energy) has become the majority shareholder of Shell Pakistan Limited (SPL) after The Shell Petroleum Company Limited, a subsidiary of Shell plc (Shell), completed the sale of its 77.42 per cent interest in SPL. Wafi Energy, an established Saudi company and affiliate of the Asyad Group, now holds approximately 87.78 per cent of the total issued share capital of SPL, according to a statement released on Thursday. The Shell brand will continue in Pakistan through retail and brand licencing agreements, with SPL acting as the exclusive brand licensee.

Govt restructures debt with long-term bonds to cut interest burden (Profit)

The government has continued its debt re-profiling strategy by retiring costly, short-term loans from commercial banks and issuing new, lower-interest, long-term debt. According to a news report, this approach aims to reduce the heavy burden of interest payments to financial institutions and stabilize the country's debt profile. As per reports, in the latest round of auctions, the Ministry of Finance repaid Rs200 billion in six- and 12-month Treasury bills maturing on December 12, 2024, which carried high interest rates of 15.09% and 15.29%, respectively. There were no bids for T-bills maturing on December 26, 2024.

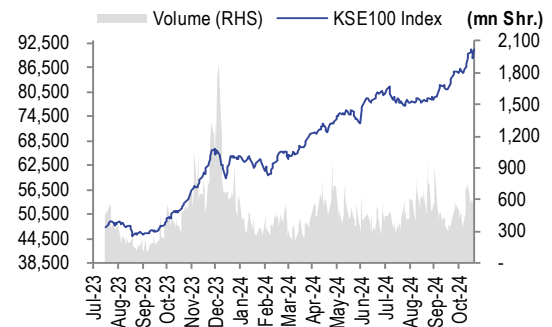
S Arabia to finalise \$1.2bn oil facility in December (The News)

In the aftermath of giving confirmation to the IMF for the provision of an oil facility, the Kingdom of Saudi Arabia's high-level delegation is expected to visit Pakistan by December 2024 to finalise modalities to provide \$1.2 billion Saudi Oil Facility (SOF). The Kingdom of Saudi Arabia (KSA) has granted its confirmation for a fresh SOF, paving the way for securing approval from the IMF for \$7 billion Extended Fund Facility (EFF). Pakistan has also made a request to the IMF for augmentation of loans with a \$1 billion climate finance facility.

Qatar visit to 'boost' bilateral ties, says PM Shehbaz (Dawn)

Prime Minister Shehbaz Sharif on Thursday met his Qatari counterpart Sheikh Mohammed bin Abdul-rahman Al Thani, wherein they discussed avenues to strengthen bilateral relations, particularly cooperation in areas such as trade, investment, energy, and cultural exchange. In the "very extensive and productive" meeting, both leaders agreed to promote understanding, foster cooperation, and identify new areas for growth, according to a statement issued by the PM's Office. The premier, who is on a two-day official visit to Qatar, acknowledged Doha's contributions to Pakistan's eco-nomic growth and expressed his gratitude for the Gulf country's continued support in various sectors.

PSX Volume and KSE100 Index



Top Contributors in KSE100 Index

Companies	Index Contribution
Bullish Companies	
SYS	345.4
PPL	344.6
UBL	223.4
PSO	173.2
CHCC	153.9
	1,240.6

Bearish Companies	
EFERT	(208.6)
MARI	(144.0)
NBP	(119.3)
ENGRO	(109.0)
MEBL	(105.4)
	(686.2)

Sectors	Index Contribution
Bullish Sectors	
Oil & Gas Exploration Companies	391.1
Technology & Communication	318.7
Cement	243.6
Oil & Gas Marketing Companies	188.8
Pharmaceuticals	173.5
	1,315.6

Bearish Sectors	
Fertilizer	(330.6)
Leather & Tanneries	(72.8)
Engineering	(45.0)
Refinery	(44.2)
Paper & Board	(29.6)
	(522.2)



'23

Best Brokerage House

FinanceAsia

Best Investment Bank: '22



Excellence Award Leading
Brokerage House for RDA '21



'24

Best Gender Equality Bond

'21

Best Equity Advisor



Best Money Market
Broker- (Islamic) '21

AHL Universe - Performance

Code	Closing	WoW (%)	MTD (%)	CYTD (%)	90-Days		180-Days		365-Days	
					High	Low	High	Low	High	Low
NCPL	31.30	14.74	6.72	11.91	32.11	24.41	32.98	24.41	32.98	23.27
KAPCO	29.48	12.95	0.37	39.23	29.48	24.39	29.77	24.39	29.77	17.20
PPL	151.90	11.55	7.33	38.62	151.90	104.78	151.90	104.78	151.90	76.64
NPL	30.85	10.69	2.83	36.36	35.44	24.11	35.44	24.11	35.44	18.27
POWER	6.15	9.43	1.32	3.19	6.15	4.89	6.23	4.75	6.43	4.75
AHCL	67.20	8.30	10.00	87.08	67.20	50.50	67.20	39.75	67.20	29.80
SNGP	81.03	7.94	7.52	17.65	81.03	62.13	81.03	56.92	81.03	48.40
SAZEW	1,049.60	6.36	0.43	504.70	1,154.98	930.50	1,154.98	678.37	1,154.98	157.08
INDU	1,918.78	5.55	1.06	68.89	1,935.29	1,659.23	1,935.29	1,487.60	1,935.29	928.84
PSO	237.02	5.35	6.87	40.94	237.02	148.49	237.02	147.41	237.02	132.90
ABL	120.16	5.27	0.96	63.96	120.16	106.74	121.55	91.52	121.55	63.61
UBL	320.58	5.16	6.53	118.76	320.58	236.83	320.58	179.29	320.58	128.10
AGHA	12.76	4.93	0.16	(10.33)	15.20	8.43	15.20	8.43	16.16	8.43
LOTCHEM	17.34	4.90	1.76	(30.39)	17.77	15.67	18.43	15.67	26.39	15.67
POL	576.91	3.87	0.63	61.23	622.88	515.64	622.88	403.89	622.88	346.49
BAFL	67.63	3.48	3.22	68.03	67.63	54.09	67.63	52.75	67.63	31.83
FFBL	66.26	3.29	1.11	116.09	66.86	43.22	66.86	30.01	66.86	17.72
BOP	5.69	2.89	(2.23)	4.88	5.82	4.98	5.93	4.63	6.34	3.56
MLCF	38.78	2.35	3.39	(0.36)	38.82	32.15	40.91	32.15	42.71	32.15
OGDC	179.49	2.22	4.28	69.14	179.49	128.24	179.49	116.03	179.49	93.15
FML	71.00	2.16	-	(21.33)	81.66	66.37	87.03	66.37	94.68	66.37
ASTL	18.98	1.77	2.15	(17.69)	24.91	16.65	28.96	16.65	28.96	16.65
LUCK	922.41	1.43	4.44	19.24	932.24	813.32	940.92	813.32	940.92	627.16
EPCL	31.75	1.21	0.79	(30.27)	42.34	30.70	48.08	30.70	50.08	30.70
MCB	250.05	0.61	2.42	70.91	254.44	204.81	254.44	182.69	254.44	120.46
ILP	63.15	0.56	0.98	(6.71)	75.38	62.09	81.28	62.09	81.28	49.96
FATIMA	63.99	0.09	0.09	102.14	65.49	48.45	65.49	44.82	65.49	27.59
DGKC	87.00	(0.03)	3.22	12.40	91.72	73.30	95.32	73.30	95.32	54.93
FCCL	33.91	(0.24)	4.15	86.08	33.99	19.35	33.99	19.27	33.99	13.33
FFC	283.76	(0.25)	0.84	184.36	287.08	164.69	287.08	128.74	287.08	87.33
HUBC	103.85	(0.73)	0.31	(0.97)	145.98	97.36	157.47	97.36	157.47	88.85
ITTEFAQ	5.47	(0.91)	(0.55)	(29.78)	6.70	5.40	7.02	5.40	8.62	5.40
FABL	50.00	(0.93)	(1.42)	74.46	52.08	44.50	54.95	35.26	54.95	20.75
MTL	551.03	(0.97)	2.29	(1.22)	633.80	510.73	661.99	510.73	661.99	438.80
KOHC	395.82	(1.93)	6.34	68.99	416.82	235.53	416.82	206.32	416.82	179.18
HTL	38.46	(2.81)	1.26	46.85	40.24	33.58	41.75	26.50	41.75	22.49
MEBL	231.53	(2.88)	(0.15)	63.36	241.33	206.61	241.33	199.27	241.33	118.71
NML	69.54	(3.47)	1.09	(5.45)	74.05	58.47	74.05	58.47	80.18	58.47
HBL	133.93	(3.49)	2.43	38.03	139.86	112.17	139.86	98.44	139.86	81.59
HUMNL	13.50	(3.78)	1.73	97.08	14.41	9.30	14.41	9.03	14.41	5.60
ENGRO	304.58	(3.88)	1.74	9.65	327.86	299.38	353.13	299.38	356.03	257.46
MARI	413.00	(4.40)	1.61	92.42	457.49	336.17	457.49	271.04	457.49	162.69
LCI	1,170.00	(4.81)	(0.32)	60.70	1,257.56	875.58	1,257.56	769.91	1,257.56	593.77
HCAR	247.64	(4.83)	1.18	18.38	308.61	244.74	316.49	244.74	328.79	167.95
APL	439.27	(5.21)	0.05	24.26	463.41	380.77	463.41	364.94	463.41	305.92
EFERT	194.30	(5.50)	0.21	97.66	205.61	155.27	205.61	140.82	205.61	76.65
AKBL	28.40	(5.77)	(1.49)	29.38	30.14	23.25	30.97	20.38	30.97	16.21
AIRLINK	124.01	(7.47)	1.84	117.58	145.24	116.73	145.24	70.09	145.24	35.15
ACPL	162.59	(7.73)	7.31	81.56	176.21	87.49	176.21	87.49	176.21	74.42
SGF	63.25	(9.62)	(2.98)	8.49	76.48	63.25	84.20	63.25	84.20	35.90
NCL	28.87	(9.87)	1.87	11.25	32.03	22.76	32.03	22.76	32.03	22.76
NBP	60.70	(10.17)	0.75	89.04	69.89	43.72	69.89	34.94	69.89	23.30

Source (s): Bloomberg, AHL Research

Forward Estimates

Country	Indonesia	India	Vietnam	Philippines	Sri Lanka	Thailand	China	Taiwan	S.Korea	Peer Avg	Pakistan	Prem/(Disc)
DY (%)	4.6	1.3	2.9	2.8	3.6	3.6	3.3	3.4	2.0	3.1	9.6	213.0%
P/E (x)	13.4	18.2	10.0	10.9	11.7	14.5	11.8	16.3	9.1	12.9	4.6	-64.3%
P/B (x)	1.8	3.1	1.6	1.5	1.0	1.4	1.2	2.5	0.8	1.7	0.8	-49.0%

Source: Bloomberg, AHL Research

Local & Foreign Investors Portfolio Investment (USD mn)

LIPI Normal Current Week					Last Week				
Category	Gross Buy	Gross Sell	Net	Net	Category	Gross Buy	Gross Sell	Net	Net
Individuals	411.41	411.84	SELL	(0.43)	Individuals	554.07	558.70	SELL	(4.63)
Companies	23.24	22.94	BUY	0.30	Companies	29.46	24.04	BUY	5.42
Banks / DFIs	21.52	34.58	SELL	(13.07)	Banks / DFIs	19.31	22.86	SELL	(3.55)
NBFC	0.31	0.36	SELL	(0.06)	NBFC	0.44	0.21	BUY	0.23
Mutual Funds	40.63	35.46	BUY	5.17	Mutual Funds	67.17	55.03	BUY	12.14
Other Organizations	3.55	4.65	SELL	(1.10)	Other Organizations	13.78	5.43	BUY	8.34
Broker Proprietary Trading	75.23	75.08	BUY	0.15	Broker Proprietary Trading	107.09	108.87	SELL	(1.78)
Insurance Companies	11.83	4.76	BUY	7.07	Insurance Companies	6.57	6.38	BUY	0.19
Total	587.71	589.68	SELL	(1.97)	Total	797.89	781.54	BUY	16.36

LIPI Sector Wise Current Week					Last Week				
Sector	Gross Buy	Gross Sell	Net	Net	Sector	Gross Buy	Gross Sell	Net	Net
Commercial Banks	34.84	30.24	BUY	4.59	Commercial Banks	44.22	35.72	BUY	8.50
Fertilizer	37.49	36.89	BUY	0.60	Fertilizer	37.56	37.09	BUY	0.46
Cement	52.51	54.94	SELL	(2.43)	Cement	72.01	71.54	BUY	0.47
Power Generation & Distribution	29.95	29.46	BUY	0.50	Power Generation & Distribution	49.51	48.10	BUY	1.41
Exploration & Production	95.20	95.39	SELL	(0.19)	Exploration & Production	91.70	90.38	BUY	1.33
Oil & Gas Marketing Companies	67.02	66.13	BUY	0.89	Oil & Gas Marketing Companies	46.59	43.95	BUY	2.64
Food and Personal Care Products	17.51	17.55	SELL	(0.04)	Food and Personal Care Product	21.93	21.81	BUY	0.12
Textile Composite	5.73	6.13	SELL	(0.39)	Textile Composite	10.05	10.07	SELL	(0.02)
Technology and Communication	51.14	51.88	SELL	(0.74)	Technology and Communication	82.79	82.27	BUY	0.52
Debt	9.54	9.54	SELL	(0.00)	Debt	36.13	36.13	BUY	0.00
All other Sectors	186.80	191.55	SELL	(4.75)	All other Sectors	305.40	304.47	BUY	0.92
Total	587.71	589.68	SELL	(1.97)	Total	797.89	781.54	BUY	16.36

FIPI Normal Current Week					Last Week				
Category	Gross Buy	Gross Sell	Net	Net	Category	Gross Buy	Gross Sell	Net	Net
Foreign Individuals	0.09	0.02	BUY	0.07	Foreign Individuals	1.67	1.57	BUY	0.10
Foreign Corporates	86.02	84.71	BUY	1.31	Foreign Corporates	19.64	32.30	SELL	(12.67)
Overseas Pakistani	31.75	31.16	BUY	0.59	Overseas Pakistani	39.01	42.80	SELL	(3.78)
Total	117.86	115.89	BUY	1.97	Total	60.32	76.67	SELL	(16.36)

FIPI Sector Wise Current Week					Last Week				
Sector	Gross Buy	Gross Sell	Net	Net	Sector	Gross Buy	Gross Sell	Net	Net
Commercial Banks	3.47	8.06	SELL	(4.59)	Commercial Banks	4.44	12.95	SELL	(8.50)
Fertilizer	4.99	5.59	SELL	(0.60)	Fertilizer	2.71	3.18	SELL	(0.46)
Cement	5.59	3.16	BUY	2.43	Cement	4.04	4.51	SELL	(0.47)
Power Generation & Distribution	1.79	2.29	SELL	(0.50)	Power Generation & Distribution	2.97	4.38	SELL	(1.41)
Exploration & Production	4.82	4.64	BUY	0.19	Exploration & Production	5.71	7.04	SELL	(1.33)
Oil & Gas Marketing Companies	74.53	75.41	SELL	(0.89)	Oil & Gas Marketing Companies	1.77	4.41	SELL	(2.64)
Food and Personal Care Products	1.20	1.15	BUY	0.04	Food and Personal Care Product	15.40	15.52	SELL	(0.12)
Textile Composite	0.71	0.32	BUY	0.39	Textile Composite	0.70	0.68	BUY	0.02
Technology and Communication	4.37	3.63	BUY	0.74	Technology and Communication	7.65	8.17	SELL	(0.52)
Debt	-	-	SELL	0.00	Debt	-	-	SELL	0.00
All other Sectors	16.39	11.64	BUY	4.75	All other Sectors	14.93	15.85	SELL	(0.92)
Total	117.86	115.89	BUY	1.97	Total	60.32	76.67	SELL	(16.36)

Source (s): NCCPL, AHL Research

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

Country	Index	Index Closing*	WTD (%)	MTD (%)	CY24TD (%)	Country	Index	Index Closing*	WTD (%)	MTD (%)	CY24TD (%)
Dubai	DFMGI Index	4,621	3.2	0.7	13.8	Thailand	SET Index	1,464	(0.5)	(0.3)	4.3
Sri Lanka	CSEALL Index	12,864	3.0	0.7	33.5	South Africa	JALSH Index	86,083	(0.5)	1.3	16.4
Iceland	ICEX Index	2,293	2.4	0.2	6.9	Hong Kong	HSI Index	20,506	(0.5)	0.9	20.8
Portugal	PSI20 Index	6,583	1.7	0.9	1.1	Ghana	GGSECI Index	4,388	(0.5)	0.0	2.8
Uae	ADSMI Index	9,349	1.6	0.2	(2.4)	France	CAC Index	7,410	(0.6)	0.9	(3.5)
Bulgaria	SOFIX Index	853	1.2	0.5	9.5	Mongolia	MSETOP Index	48,994	(0.6)	(0.2)	19.3
Pakistan	KSE100 Index	89,994	0.9	2.2	47.7	Kazakhstan	KZKAK Index	5,212	(0.6)	(0.2)	16.1
Ukraine	PFTS Index	500	0.9	(0.3)	(9.1)	Germany	DAX Index	19,214	(0.7)	0.8	12.7
Tunisia	TUSISE Index	9,858	0.8	0.2	11.8	Austria	ATX Index	3,537	(0.7)	0.4	1.2
Greece	ASE Index	1,393	0.8	0.8	5.8	Europe	SX5E Index	4,870	(0.9)	1.0	5.8
Lebanon	BLOM Index	2,173	0.7	1.1	8.9	UK	UKX Index	8,193	(0.9)	1.7	7.5
Czech Republic	PX Index	1,650	0.6	0.8	11.8	Finland	HEX Index	9,888	(0.9)	0.9	(3.8)
Romania	BET Index	17,464	0.5	0.2	11.6	Netherland	AEX Index	883	(1.1)	1.1	10.3
Latvia	RIGSE Index	873	0.5	(0.0)	(35.8)	Singapore	FSSTI Index	3,555	(1.2)	(0.2)	9.4
Vietnam	VNIndex Index	1,255	0.5	(0.8)	6.6	China	SHSZ300 Index	3,890	(1.6)	0.0	13.2
Spain	IBEX Index	11,795	0.5	1.1	14.7	New Zealand	NZSE Index	1,837	(1.6)	(0.2)	(2.5)
India	SENSEX Index	79,770	0.5	0.5	9.3	Malaysia	FBMKLCI Index	1,604	(1.7)	0.2	15.6
Estonia	TALSE Index	1,739	0.4	1.2	(3.4)	Australia	AS51 Index	8,119	(1.7)	(0.4)	2.9
Ireland	ISEQ Index	9,741	0.4	1.2	9.3	Mauritius	SEMDEX Index	2,429	(1.7)	(0.8)	15.0
Japan	NKY Index	38,054	0.3	(2.7)	5.2	Brazil	IBOV Index	129,836	(1.9)	(0.3)	(19.0)
Serbia	BELEX15 Index	1,132	0.3	(0.8)	27.1	Switzerland	SMI Index	11,950	(2.0)	1.1	3.9
Italy	FTSEMIB Index	34,646	0.2	1.2	12.2	Taiwan	TWSE Index	22,780	(2.0)	0.1	21.7
Luxembourg	LUXXX Index	1,358	0.2	0.1	(12.5)	Sweden	OMX Index	2,557	(2.0)	0.6	0.3
Turkey	XU100 Index	8,910	(0.1)	0.3	2.7	Nigeria	NGSEINDX Index	97,489	(2.1)	(0.2)	(27.7)
Denmark	KFX Index	2,447	(0.2)	1.8	5.3	Norway	OBXP Index	613	(2.2)	0.7	(1.5)
South Korea	KOSPI Index	2,542	(0.4)	(0.5)	(10.4)	Indonesia	JCI Index	7,505	(2.8)	(1.3)	0.8

Source (s): Bloomberg, AHL Research, * Last Closing

Key Economic Data & Commodities Prices

Month end	Units	Nov-23	Dec-23	Jan-24	Feb-24	Mar-24	Apr-24	May-24	Jun-24	Jul-24	Aug-24	Sep-24	Oct-24	Current*
Money Market Data														
03-M T-Bill	%	21.33	21.28	20.70	21.21	21.72	21.62	20.44	19.97	19.41	18.05	15.52	13.41	13.41
06-M T-Bill	%	21.33	21.37	21.00	21.50	21.54	21.20	20.81	19.91	19.09	17.61	14.64	13.03	13.03
12-M T-Bill	%	21.30	21.32	20.84	20.76	20.73	20.80	19.92	18.68	18.06	16.95	13.48	12.65	12.65
03-Y PIB	%	16.50	16.54	16.73	16.90	16.74	16.61	16.59	16.50	16.25	15.34	12.30	11.81	11.81
05-Y PIB	%	15.90	15.90	15.47	15.58	15.57	15.45	15.39	15.37	15.25	14.79	12.19	12.01	12.01
10-Y PIB	%	14.97	14.91	14.17	14.32	14.22	14.18	14.14	14.09	14.07	13.44	12.12	12.01	12.01
06-M KIBOR	%	21.47	21.49	20.97	21.73	21.70	21.54	21.02	20.14	19.39	17.91	15.20	13.56	13.56
Policy Rate	%	22.00	22.00	22.00	22.00	22.00	22.00	22.00	20.50	19.50	19.50	17.50	17.50	17.50
Inflation (YoY)														
Headline (CPI New Base)	%	29.2	29.7	28.3	23.1	20.7	17.3	11.8	12.6	11.1	9.6	6.9	7.2	7.2
Monetary Sector														
M1	PKR bn	26,717	27,130	27,085	27,421	28,168	28,505	29,134	30,518	30,100	30,377	30,763	n/a	30,763
M2	PKR bn	32,000	32,594	32,466	32,997	33,750	34,130	34,843	36,499	36,070	36,315	36,741	n/a	36,741
M3	PKR bn	35,180	35,741	35,584	36,119	36,861.2	37,240	37,949	39,608	39,195	39,447	39,888	n/a	39,888
Banking Sector														
Deposits	PKR bn	26,798	27,841	27,541	27,886	28,322	28,416	29,349	31,122	30,603	30,654	31,342	n/a	31,342
Advances	PKR bn	11,964	12,352	12,095	12,062	11,964	12,028	12,169	12,435	11,872	11,666	12,305	n/a	12,305
Investment	PKR bn	24,587	25,280	25,603	25,449	26,270	27,282	28,923	30,171	30,431	30,521	30,699	n/a	30,699
WALR	%	19.3	14.7	19.04	18.9	18.9	18.9	19.0	19.0	18.1	17.9	19.3	n/a	19.3
WADR	%	11.7	8.4	12.02	12.0	11.8	11.8	11.8	11.8	11.2	11.1	11.4	n/a	11.4
Spread	%	7.6	6.3	7.02	7.0	7.0	7.1	7.1	7.3	6.8	6.8	7.9	n/a	7.9
External Sector														
Forex Reserves	USD bn	12.0	13.2	13.3	12.4	12.8	13.8	13.7	14.0	14.0	14.8	15.4	n/a	16.0
With SBP	USD bn	7.4	8.2	8.2	8.0	8.0	9.1	9.1	9.4	9.2	9.4	10.7	n/a	11.2
With Banks	USD bn	4.6	5.0	5.0	4.5	4.7	4.6	4.5	4.6	4.7	5.3	4.7	n/a	4.9
Exchange rate	PKR/USD	285.2	281.9	279.5	279.1	277.9	278.3	278.3	278.3	278.7	278.5	277.7	277.9	277.7
C/A Balance	USD mn	(148.0)	279.0	(404.0)	71.0	387.0	421.0	(347.0)	(426.0)	(246.0)	29.0	119.0	n/a	119.0
Exports	USD bn	2.7	2.8	2.7	2.5	2.5	2.6	3.0	2.4	3.0	3.1	3.3	n/a	3.3
Imports	USD bn	4.4	4.1	4.6	4.4	4.6	4.4	5.0	4.6	5.6	5.6	5.6	n/a	5.6
Trade Balance	USD bn	(1.7)	(1.3)	(1.9)	(1.8)	(2.0)	(1.8)	(2.0)	(2.2)	(2.6)	(2.5)	(2.3)	n/a	(2.3)
Remittances	USD bn	2.3	2.4	2.4	2.2	3.0	2.8	3.2	3.2	3.0	2.9	2.8	n/a	2.8
Key Commodities Prices														
International														
Coal	USD/ton	108.0	101.0	95.0	101.1	98.3	104.5	107.5	106.5	110.3	115.5	112.8	110.4	110.4
Steel (HRC)	USD/ton	560.2	574.4	567.0	559.4	517.3	527.1	527.5	510.2	477.7	455.8	523.6	503.0	503.0
PTA	USD/ton	765.0	780.0	800.0	785.0	775.0	800.0	805.0	810.0	780.0	730.0	690.0	675.0	675.0
Gold	USD/oz	2,036.4	2,063.0	2,039.5	2,044.3	2,229.9	2,286.3	2,327.3	2,326.8	2,447.6	2,503.4	2,634.6	2,744.0	2,744.0
Cotton (COTLOOK A)	USd/lb	89.7	91.4	93.3	105.3	95.6	88.3	86.8	84.7	79.6	81.2	84.7	82.6	82.6
Crude oil (WTI)	USD/bbl	76.0	71.7	75.9	78.3	83.2	81.9	77.5	81.5	77.9	73.6	68.2	69.3	69.3
Crude oil (Arab Light)	USD/bbl	87.7	80.4	84.9	82.5	88.3	89.5	84.4	88.1	82.1	79.4	74.7	73.0	73.0
Crude oil (Brent)	USD/bbl	82.8	77.0	81.7	83.6	87.5	87.9	81.6	86.4	80.7	78.8	71.8	73.2	73.2
Local														
Cotton	PKR/maund	17,200.0	17,300.0	20,000.0	21,500.0	21,500.0	20,000.0	19,700.0	18,500.0	17,200.0	19,000.0	18,000.0	18,000.0	18,000.0
Cement	PKR/bag	1,241.3	1,232.5	1,213.0	1,234.8	1,220.9	1,218.0	1,237.9	1,277.1	1,462.1	1,481.3	1,460.0	1,447.2	1,447.2
Gold	PKR/10 grms	186,474	187,930	189,300	188,920	198,910	201,820	205,980	206,670	216,440	228,740	237,920	250,430	250,430

*Current Price

Disclaimer

Analyst Certification: The research analyst(s) is (are) principally responsible for preparation of this report. The views expressed in this research report accurately reflect the personal views of the analyst(s) about the subject security (ies) or sector (or economy), and no part of the compensation of the research analyst(s) was, is, or will be directly or indirectly related to the specific recommendations and views expressed by research analyst(s) in this report. In addition, we currently do not have any interest (financial or otherwise) in the subject security (ies). Furthermore, compensation of the Analyst(s) is not determined nor based on any other service(s) that AHL is offering. Analyst(s) are not subject to the supervision or control of any employee of AHL's non-research departments, and no personal engaged in providing non-research services have any influence or control over the compensatory evaluation of the Analyst(s).

Equity Research Ratings

Arif Habib Limited (AHL) uses three rating categories, depending upon return form current market price, with Target period as Jun'25 for Target Price. In addition, return excludes all type of taxes. For more details kindly refer the following table;

Rating	Description
BUY	Upside* of subject security(ies) is more than +15% from last closing of market price(s)
HOLD	Upside* of subject security(ies) is between -15% and +15% from last closing of market price(s)
SELL	Upside* of subject security(ies) is less than -15% 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**

This document has been prepared by Research analysts at Arif Habib Limited (AHL). This document does not constitute an offer or solicitation for the purchase or sale of any security. This publication is intended only for distribution to the clients of the Company who are assumed to be reasonably sophisticated investors that understand the risks involved in investing in equity securities. The information contained herein is based upon publicly available data and sources believed to be reliable. While every care was taken to ensure accuracy and objectivity, AHL does not represent that it is accurate or complete and it should not be relied on as such. In particular, the report takes no account of the investment objectives, financial situation and particular needs of investors. The information given in this document is as of the date of this report and there can be no assurance that future results or events will be consistent with this information. This information is subject to change without any prior notice. AHL reserves the right to make modifications and alterations to this statement as may be required from time to time. However, AHL is under no obligation to update or keep the information current. AHL is committed to providing independent and transparent recommendation to its client and would be happy to provide any information in response to specific client queries. Past performance is not necessarily a guide to future performance. This document is provided for assistance only and is not intended to be and must not alone be taken as the basis for any investment decision. The user assumes the entire risk of any use made of this information. Each recipient of this document should make such investigation as it deems necessary to arrive at an independent evaluation of an investment in the securities of companies referred to in this document (including the merits and risks involved), and should consult his or her own advisors to determine the merits and risks of such investment. AHL or any of its affiliates shall not be in any way responsible for any loss or damage that may be arise to any person from any inadvertent error in the information contained in this report.

© 2023 Arif Habib Limited: Corporate Member of the Pakistan Stock Exchanges. No part of this publication may be copied, reproduced, stored or disseminated in any form or by any means without the prior written consent of Arif Habib Limited.

Disclosure required under Research Analyst Regulations, 2015:

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

Arif Habib Limited (AHL) has a shareholding in PPL, OGDC, HBL, NBP, BOP and HUBC.