

Economic front in focus

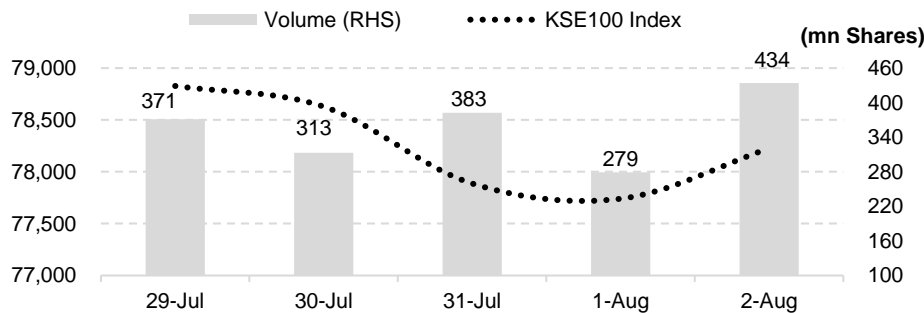
The week commenced on a positive note with the Monetary Policy Committee (MPC) meeting on Monday. The government announced a policy rate cut of 100bps, bringing the interest rate down to 19.5%. In a further boost to market sentiment, Fitch Ratings upgraded Pakistan's credit rating from CCC to CCC+ on the back of an improved external funding outlook. Moreover, CPI for month of Jul'24 stood at 11.1%, dropping to a 33-month low. However, Pakistan's trade deficit in Jul'24 increased by 19.7% YoY to USD 1.95bn. Meanwhile, the SBP raised USD 141bn through PIB auction, coupled with 3-year and 5-year PIB yields declining by 36bps and 15bps, respectively. Additionally, the SBP reserves increased by USD 75mn | 0.8% WoW to USD 9.1bn. Furthermore, Pak Rupee remained stable against the USD at 278.5. The market closed at 78,226 points, with increase of 196 points | 0.3% WoW.

Sector-wise positive contributions came from i) Fertilizer (417pts), ii) Refinery (68pts), iii) Power (63pts), iv) E&P's (58pts) and v) Pharmaceuticals (36pts). Meanwhile, the sectors that mainly contributed negatively were i) Cements (207pts), ii) Banks (135pts), iii) Technology (66pts), iv) OMC's (26pts) and Textile (21 pts) . Scrip-wise positive contributors were FFC (479pts), POL (70pts), MEBL (49pts), ATRL (34pts), and SEARL (31pts). Meanwhile, scrip-wise negative contributions came from BAFL (104pts), DAWH (72pts), SYS (57pts), KOHC (51pts), and EFERT (43pts).

Foreigner selling was observed during this week, clocking in at USD 2.2mn compared to a net buy of USD 4.6mn last week. Major selling was witnessed in Foods & Personal Care (USD 1.9mn) and Fertilizer (USD 0.6mn). On the local front, buying was reported by Insurance (USD 1.8mn) followed by Individuals (USD 1.5mn). Average volumes arrived at 356mn shares (up by 5.7% WoW), while the average value traded settled at USD 60.9mn (up by 8.4% WoW).

Other major news: i) Petrol price decreased by Rs6.17 per litre for next fortnight ii) PM talks about plan to attract FDI for IT iii) Highest profits repatriated to UK in FY24, iv) PD blamed for IPP agreements: Sovereign contracts cannot be opened unilaterally: Nepra, and v) Indus Motor begins export of vehicles.

Figure: KSE100 Index and PSX Volume



Source (s): PSX, AHL Research

Outlook and Recommendation

We anticipate the market to maintain its positive trajectory in the coming week. Key developments to watch include progress on reprofiling of existing debt and securing new funding commitments from KSA, UAE, and China, which are crucial for the approval of the IMF Extended Fund Facility (EFF) program. Moreover, with the ongoing result season, certain scrips are anticipated to be in the limelight amid the expectation of robust results. Our preferred stocks are OGDC, MCB, UBL, MEBL, FABL, HBL LUCK, MLCF, FCCL, FFC, HUBC, PSO and SYS. The KSE-100 is currently trading at a PER of 4.1x (2025) compared to its 5-year average of 5.9x offering a dividend yield of ~10.2% compared to its 5-year average of ~8.2%.

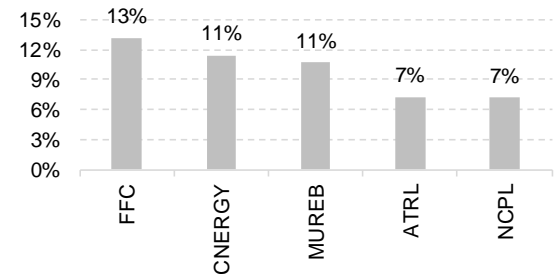
PSX Indices Performance

Index	Current	WoW (%)	CY24TD (%)
KSE100	78,226	0.3	25.3
KSEAll	49,751	0.3	18.7
KSE30	25,231	0.6	21.4
KMI30	123,759	(0.5)	18.2
BKTI	20,460	(0.7)	36.8
OGTI	17,302	0.6	16.4

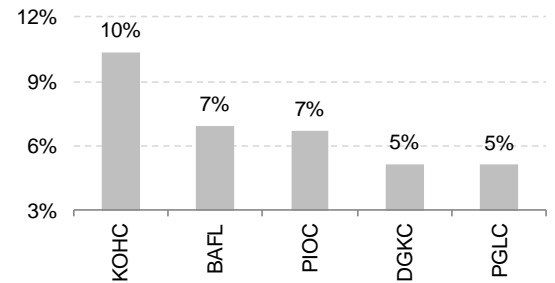
PSX Volume Leaders

	Avg. Vol. (mn)	Closing
WTL	28.2	1.3
CNERGY	17.4	4.0
TOMCL	13.5	44.7
KOSM	12.4	4.4
FCCL	11.6	21.0

Major Gainers (KSE100 Index)



Major Losers (KSE100 Index)



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2023

Best Brokerage House
Best Economic Research
Corporate Finance House
Best Equity Sales Person
(Runner up)

2022

Best Equity Research Analyst



2023

Best Securities House
Best Investment Bank



2022

Best Equity House

Business and Economic News of the Week

PPL discovers oil and gas in Kohat (The News)

Pakistan Petroleum Limited has discovered hydrocarbons (oil and gas) from the Razgir-1 exploratory well in Tal Block, Kohat, Khyber Pakhtunkhwa. Joint venture partners, Pakistan Petroleum Limited (PPL), Pakistan Oilfields Limited (POL) and Oil & Gas Development Company Limited (OGDCL), informed the Pakistan Stock Exchange (PSX), in separate notifications, about the discovery on Monday. "We are pleased to disclose that a gas condensate discovery has been made from the exploratory zone at its exploratory well Razgir-1 in Tal Block. The block is located in district Kohat, Khyber Pakhtunkhwa, and operated by MOL Pakistan Oil and Gas Co BV with a 10 per cent working interest in the exploratory phase along with its joint venture partners.

Russian collaboration: Feasibility study sought to set up a new steel mill (BR)

A high level Committee, headed by the Minister for Planning, Development and Special Initiatives Ahsan Iqbal has directed Ministry of Industries and Production (MoI&P) to share feasibility study and business plan to attract investors for setting up of new Steel Mills with Russian collaboration, well informed sources told Business Recorder. These instructions were issued during the fourth meeting of the Committee, which is preparing a wish list to be discussed during a high level visit of Pakistani authorities to Moscow, the sources added.

Finance ministry projects inflation moving towards single-digit rates (The News)

The Ministry of Finance has forecast July inflation to fall between 12% and 13%, with further cooling in August to 11% to 12%, and expressed optimism about reaching single-digit rates in the future, according to its monthly economic outlook released on Tuesday.

"Economy moved towards stability in FY2024 with decreasing inflation, a surplus in the primary fiscal account (Jul-May), a negligible current account deficit, and a stable exchange rate," the finance ministry in its Monthly Economic Update and Outlook said.

Minister urges DPP to boost exports (Tribune)

Federal Minister for Industries, Production, Food Security, and Research Rana Tanveer Hussain emphasised the importance of making the Department of Plant Protection more effective to increase export targets and stabilise the economy. His remarks came during a visit to the department on Wednesday, where he met with senior officers and stakeholders.

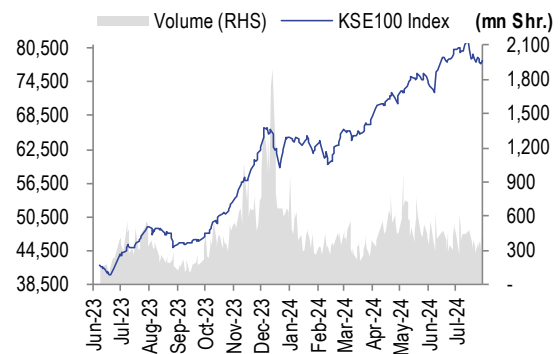
Five Chinese firms bid to help with Panda Bond issuance (BR)

Five Chinese firms have placed bids to work on Pakistan's issuance of Panda Bonds, the South Asian nation's finance ministry said on Thursday. Three Chinese law firms and two credit agencies had submitted bids in response to the Pakistani government's advertisement for help to launch bonds in the Chinese market that the finance minister has previously said could be worth up to \$300 million. Two Pakistani firms had also applied, the statement added, saying the government was considering the bids and would make a decision "in due course".

CCP gives green signal to Engro to sell thermal assets (The News)

The Competition Commission of Pakistan (CCP) on Friday approved the sale of a 50.1 per cent stake in Engro Powergen Thar to a consortium comprising Liberty Power Holding, Soorty Enterprises, and Procon Engineering. Engro Energy, a wholly owned subsidiary of Engro Corporation, has entered into a share purchase agreement (SPA) with the consortium for the sale of its thermal energy assets).

PSX Volume and KSE100 Index



Top Contributors in KSE100 Index

Companies	Index Contribution
Bullish Companies	
FFC	479.3
POL	70.4
MEBL	48.9
ATRL	33.8
SEARL	31.3
	663.8

Bearish Companies	
BAFL	(103.8)
DAWH	(71.8)
SYS	(57.0)
KOHC	(50.9)
EFERT	(42.6)
	(326.1)

Sectors	Index Contribution
Bullish Sectors	
Fertilizer	417.3
Refinery	68.1
Power Generation & Distribution	63.1
Oil & Gas Exploration Companies	57.6
Pharmaceuticals	35.7
	641.8

Bearish Sectors	
Cement	(206.7)
Commercial Banks	(134.9)
Technology & Communication	(65.7)
Oil & Gas Marketing Companies	(26.3)
Textile Composite	(21.2)
	(454.7)

FinanceAsia

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Broker- (Islamic) 2021

Pakistan Weekly Update

Pakistan
Stock Market

August 2, 2024

AHL Universe - Recommendation Summary

Code	Company	Price	TP	Total	Stance	EPS (PKR)			DPS (PKR)			P/E (x)		DY (%)		P/B (x)		ROE (%)		Indices	
		2-Aug-24	Jun-25	Return (%)		2023	2024	2025	2023	2024	2025	2024	2025	2024	2025	2024	2025	2024	2025		
Exploration & Production																					
PPL	Pakistan Petroleum Ltd.	112.5	163.01	44.8	Buy	37.4	46.4	41.1	2.50	4.50	10.00	2.4	2.7	4.0	8.9	0.5	0.4	21.2	16.3	KSE100, KSE30, KMI & MSCI	
OGDC	Oil and Gas Dev Co.	130.5	194.1	48.8	Buy	52.2	51.6	45.9	8.55	9.30	15.00	2.5	2.8	7.1	11.5	0.5	0.4	19.2	15.0	KSE100, KSE30, KMI & MSCI	
POL	Pakistan Oilfields Ltd.	566.8	614.59	8.4	Hold	128.4	139.0	109.6	80.00	90.00	70.00	4.1	5.2	15.9	12.3	2.2	2.1	55.6	41.1	KSE100, KSE30 & MSCI	
MARI	Mari Petroleum Ltd	2,618.2	3,660.5	39.8	Buy	420.7	544.5	587.0	147.00	223.00	237.00	4.8	4.5	8.5	9.1	1.6	1.3	38.1	33.2	KSE100, KSE30, KMI & MSCI	
Commercial Banks																					
UBL	United Bank Ltd.*	256.7	322.2	25.5	Buy	45.0	57.5	52.3	44.00	44.00	40.00	4.5	4.9	17.1	15.6	1.1	1.0	24.3	21.6	KSE100, KSE30 & MSCI	
BAFL	Bank Alfalah*	62.1	85.0	36.9	Buy	23.2	25.7	23.0	8.00	8.00	7.00	2.4	2.7	12.9	11.3	0.6	0.5	26.3	20.1	KSE100 & MSCI	
MCB	MCB Bank Ltd.*	225.5	324.8	44.1	Buy	54.9	59.1	56.5	30.00	33.00	31.00	3.8	4.0	14.6	13.7	1.0	0.9	27.3	23.7	KSE100, KSE30 & MSCI	
HBL	Habib Bank Ltd.*	135.9	154.1	13.4	Hold	39.3	45.7	41.3	9.75	11.00	10.00	3.0	3.3	8.1	7.4	0.5	0.4	17.1	13.7	KSE100, KSE30 & MSCI	
ABL	Allied Bank Ltd.*	116.0	140.0	20.6	Buy	36.1	38.8	33.5	12.00	16.00	13.00	3.0	3.5	13.8	11.2	0.6	0.6	21.3	16.7	KSE100	
NBP	National Bank of Pakistan.*	47.8	54.7	14.3	Hold	25.0	9.5	18.5	-	4.00	9.00	5.0	2.6	8.4	18.8	0.3	0.2	5.0	9.5	KSE100	
AKBL	Askari Bank Ltd.*	27.8	33.2	19.5	Buy	14.8	15.4	13.3	2.50	5.00	5.00	1.8	2.1	18.0	18.0	0.4	0.3	21.3	16.3	KSE100	
BOP	The Bank of Punjab*	5.1	7.2	40.7	Buy	3.4	3.3	2.9	1.00	0.50	0.50	1.5	1.8	9.8	9.8	0.2	0.2	12.8	10.2	KSE100 & MSCI	
MEBL	Meezan Bank Ltd.*	240.0	340.2	41.7	Buy	47.7	57.0	52.4	20.00	25.00	26.00	4.2	4.6	10.4	10.8	1.7	1.5	46.8	34.7	KSE100, KSE30 & KMI	
FABL	Faysal Bank Ltd.*	49.2	68.4	38.9	Buy	13.3	16.1	15.0	4.00	5.00	4.00	3.0	3.3	10.2	8.1	0.7	0.6	24.6	19.6	KSE100, KMI & MSCI	
Fertilizer																					
ENGRO	Engro Corporation*	332.2	403.4	21.4	Buy	39.2	78.0	78.7	48.00	64.00	64.00	4.3	4.2	19.3	19.3	0.8	0.7	15.0	17.0	KSE100, KSE30, KMI & MSCI	
FFBL	Fauji Fert. Bin Qasim	43.4	63.3	45.9	Buy	3.4	11.7	12.8	1.00	4.50	6.50	3.7	3.4	10.4	15.0	1.4	1.0	44.8	34.9	KSE100, KMI & MSCI	
EFERT	Engro Fertilizer	168.0	157.8	(6.1)	Hold	19.6	26.5	28.1	20.50	25.00	26.00	6.3	6.0	14.9	15.5	4.9	5.0	75.5	82.9	KSE100, KSE30, KMI & MSCI	
FFC	Fauji Fertilizer Co.	186.6	210.2	12.6	Hold	23.3	36.7	37.7	15.49	28.00	28.00	5.1	5.0	15.0	15.0	3.2	2.8	69.0	60.1	KSE100, KSE30 & MSCI	
FATIMA	Fatima Fertilizer Co.	53.0	na	na	na	11.0	na	na	4.50	na	na	Group Company: No estimates are given						KSE100 & KMI			
AHCL	Arif Habib Corp. Ltd.	52.0	na	na	na	8.4	na	na	-	na	na	Group Company: No estimates are given						KSEALL			
Cement																					
LUCK	Lucky Cement Ltd.^	886.1	1,239.0	55.0	Buy	46.8	84.8	132.0	18.00	20.00	43.00	10.4	6.7	2.3	4.9	1.6	1.3	16.6	21.3	KSE100, KSE30, KMI & MSCI	
LUCK	Lucky Cement Ltd.*	886.1	1,373.1	55.0	Buy	166.4	222.4	243.0	18.00	20.00	43.00	4.0	3.6	2.3	4.9	0.8	0.7	22.4	20.4	KSE100, KSE30, KMI & MSCI	
FCCL	Fauji Cement Co.	21.0	37.6	79.2	Buy	3.0	3.9	6.4	-	-	2.00	5.4	3.3	-	9.5	0.7	0.6	13.6	19.4	KSE100, KMI & MSCI	
ACPL	Attock Cement Ltd.	94.7	148.3	56.7	Buy	11.0	17.4	27.0	6.00	6.96	10.78	5.4	3.5	7.3	11.4	0.6	0.5	11.9	16.0	KSEALL, KMI & MSCI	
DGKC	D.G. Khan Cement Co.	83.9	123.5	47.2	Buy	(8.3)	7.2	15.2	-	-	4.00	11.7	5.5	-	4.8	0.5	0.5	4.8	9.4	KSE100, KSE30, KMI & MSCI	
KOHC	Kohat Cement Co.	235.7	339.4	44.0	Buy	29.7	41.6	47.2	-	11.58	11.18	5.7	5.0	4.9	4.7	1.1	0.9	22.2	20.4	KSE100, KMI & MSCI	
MLCF	Maple Leaf Cement.*	34.6	66.6	92.3	Buy	5.4	6.7	9.7	-	-	3.00	5.2	3.6	-	8.7	0.7	0.6	14.6	19.0	KSE100, KMI & MSCI	
POWER	Power Cement	4.8	na	na	na	0.2	na	na	-	na	na	Group Company: No estimates are given						KMI			
Oil & Gas Marketing																					
PSO	Pakistan State Oil	161.4	220.5	36.7	Buy	12.1	31.8	67.4	7.50	10.00	12.00	5.1	2.4	6.2	7.4	0.3	0.3	6.8	13.8	KSE100, KSE30, KMI & MSCI	
APL	Attock Petroleum Ltd.	420.00	514.20	22.4	Buy	100.2	99.8	124.2	27.50	27.50	47.50	4.2	3.4	6.5	11.3	1.0	0.8	25.0	26.3	KSE100 & KMI	
SNGP	Sui Northern Gas Pipeline Ltr	68.5	84.30	23.0	Buy	16.8	23.3	25.6	4.50	7.00	8.00	2.9	2.7	10.2	11.7	0.7	0.6	249.7	249.7	KSE100, KSE30, KMI & MSCI	
Automobile Assemblers																					
INDU	Indus Motor Co.	1,714.6	2,273.4	32.6	Buy	123.0	180.3	264.0	71.80	105.00	154.00	9.5	6.5	6.1	9.0	2.0	1.8	22.5	29.4	KSE100	
HCAR	Honda Atlas Cars (Pak)	296.0	281.9	(4.8)	Hold	1.8	16.3	19.7	-	-	9.87	18.1	15.0	-	3.3	2.0	1.8	11.4	12.6	KSE100 & KMI	
MTL	Millat Tractors Ltd.	623.4	667.6	7.1	Hold	17.6	53.5	68.0	25.00	39.00	61.00	11.6	9.2	6.3	9.8	11.4	10.1	112.7	116.7	KSE100, KSE30, KMI & MSCI	
Power Generation & Distribution																					
HUBC	Hub Power Company*	149.1	212.6	42.6	Buy	44.4	50.7	53.2	30.00	17.50	24.25	2.9	2.8	11.7	16.3	0.9	0.8	36.0	30.2	KSE100, KSE30, KMI & MSCI	
NCPL	Nishat Chu. Power Ltd.	28.0	29.2	4.3	Hold	10.8	13.2	11.6	-	-	1.50	2.1	2.4	-	5.4	0.4	0.3	18.1	13.8	KMI & MSCI	
NPL	Nishat Power Ltd.	35.5	45.9	29.2	Buy	11.6	14.0	11.9	7.00	6.50	7.00	2.5	3.0	18.3	19.7	0.4	0.4	15.9	12.6	KSEALL & MSCI	
Textile Composite																					
NML	Nishat Mills Ltd.	66.7	98.5	47.7	Buy	34.6	18.6	34.0	5.00	2.50	5.00	3.6	2.0	3.7	7.5	0.2	0.2	7.1	11.9	KSE100, KMI & MSCI	
NCL	Nishat (Chunian) Ltd.	26.8	37.1	38.7	Buy	(4.2)	3.5	9.8	-	-	3.50	7.7	2.7	-	13.1	0.3	0.3	4.0	10.8	KSEALL	
ILP	Interloop Ltd.	72.5	103.5	42.8	Buy	14.4	13.4	16.0	5.00	4.50	6.50	5.4	4.5	6.2	9.0	1.8	1.4	37.5	35.0	KSE100 & KMI	
Chemicals																					
LOTCHM	Lotte Chemical Pak Ltd.	17.25	19.43	12.6	Hold	3.4	2.8	3.7	3.00	1.50	2.00	6.2	4.7	8.7	11.6	1.1	1.0	17.4	22.2	KSE100 & KMI	
EPCL	Engro Polymer & Chem.	41.9	45.1	7.5	Hold	9.8	4.7	7.2	6.00	3.25	5.00	9.0	5.8	7.7	11.9	1.3	1.2	14.7	21.6	KSE100, KSE30 & KMI	
LCI	Lucky Core Industries Ltd.	917.0	1,115.0	21.6	Buy	191.1	116.2	130.5	43.00	40.00	50.00	7.9	7.0	4.4	5.5	1.8	1.5	23.3	23.2	KSE100 & KMI	
Leather & Tanneries																					
SGF	Service Global Footwear Ltd.	72.71	92.45	27.1	Buy	5.7	9.1	14.6	5.00	8.00	13.00	8.0	5.0	11.0	17.9	2.0	1.6	26.5	35.0	KMI	
Engineering																					
ASTL	Amreli Steels Ltd.	23.3	29.9	28.0	Buy	(2.3)	(5.3)	4.7	-	-	-	(4.4)	5.0	-	-	0.5	0.5	(11.4)	10.2	KSEALL	
AGHA	Agha Steel Industries Ltd.	9.2	na	na	na	na	na	na	-	-	-	Under Review						KMI			
ASL	Aisha Steel Mills Ltd.	6.9	na	na	na	(3.5)	na	na	-	na	na	Group Company: No estimates are given						KSEALL			
Technology & Communication																					
SYS	Systems Ltd.	423.9	545.2	28.6	Buy	29.8	29.0	33.5	5.00	10.30	11.80	14.6	12.6	2.4	2.8	2.2	1.8	18.8	15.4	KSE100, KSE30, KMI & MSCI	

Source: Bloomberg, AHL Research, *Earnings Consolidated Basis

AHL Universe - Performance

Code	Closing	WoW (%)	MTD (%)	CYTD (%)	90-Days		180-Days		365-Days	
					High	Low	High	Low	High	Low
FFC	186.62	13.12	14.22	76.95	187.33	136.06	187.33	101.61	187.33	81.53
NCPL	27.98	7.20	(6.58)	0.04	32.98	26.10	32.98	23.59	32.98	17.91
AHCL	51.98	6.56	7.15	44.71	57.01	39.19	57.01	34.52	57.01	24.35
KAPCO	32.10	5.59	(3.05)	31.43	34.34	27.47	34.34	23.75	34.34	16.49
HCAR	295.98	5.29	4.43	41.49	328.79	275.76	328.79	191.65	328.79	100.45
NPL	35.53	4.35	(10.12)	32.35	41.92	31.68	41.92	26.13	41.92	16.49
FFBL	43.39	3.85	22.33	41.51	43.39	30.01	43.39	23.27	43.39	12.44
POL	566.82	3.11	15.69	42.41	575.08	447.19	575.08	404.26	575.08	351.43
AKBL	27.81	2.85	23.44	26.70	30.97	20.38	30.97	19.51	30.97	13.33
NCL	26.75	2.85	2.06	3.08	30.79	25.25	30.79	23.15	30.79	19.98
FATIMA	53.00	1.90	2.67	58.99	54.16	47.20	54.16	31.40	54.16	24.00
INDU	1,714.59	1.88	8.52	47.26	1,728.09	1,524.55	1,728.09	1,387.53	1,728.09	839.02
NML	66.68	1.66	(5.89)	(13.09)	75.53	65.23	76.87	64.18	83.64	53.08
MEBL	240.04	1.46	0.27	59.93	255.56	211.03	255.56	149.39	255.56	102.73
OGDC	130.49	1.12	(3.60)	20.07	139.56	118.82	150.35	104.31	150.35	84.78
MTL	623.36	0.70	(2.00)	11.75	661.99	598.68	661.99	497.37	661.99	366.86
ENGRO	332.19	0.69	(0.16)	16.70	361.90	319.70	364.87	295.25	364.87	228.45
HUBC	149.05	0.47	(8.60)	34.28	166.69	130.46	166.69	102.69	166.69	65.73
ITTEFAQ	5.55	0.36	(8.72)	(28.75)	7.02	5.46	7.53	5.46	8.62	4.75
AGHA	9.19	0.33	(8.28)	(35.42)	11.02	8.85	12.84	8.85	16.16	8.85
MCB	225.47	0.32	(0.68)	43.05	246.52	196.81	246.52	160.46	246.52	108.72
ABL	116.04	(0.01)	5.30	52.78	125.97	93.08	125.97	77.20	125.97	59.35
BOP	5.11	(0.20)	4.93	(5.81)	5.93	4.63	5.93	4.63	6.34	2.86
UBL	256.65	(0.28)	0.16	61.56	267.01	192.05	267.01	160.01	267.01	115.58
APL	420.00	(0.40)	8.74	13.94	433.89	379.83	433.89	350.45	433.89	262.16
PSO	161.37	(0.42)	(2.91)	(8.68)	183.72	157.76	185.47	141.18	217.22	103.66
NBP	47.84	(0.44)	28.78	48.99	53.31	34.94	53.31	27.08	53.31	21.00
PPL	112.54	(0.49)	(3.90)	0.74	125.44	110.71	125.44	95.40	129.93	62.95
HUMNL	10.05	(0.50)	(2.05)	46.72	12.50	6.95	12.50	6.20	12.50	5.35
LOTCHEM	17.25	(0.75)	(2.43)	(30.76)	18.43	17.04	19.19	17.04	26.93	17.04
HBL	135.88	(0.76)	9.55	31.59	148.77	104.76	148.77	100.55	148.77	81.00
EPCL	41.94	(0.85)	(6.63)	(7.88)	48.08	41.94	48.08	41.94	50.08	36.24
ACPL	94.68	(0.95)	(2.53)	1.13	103.51	91.50	103.51	82.54	104.52	71.15
EFERT	168.01	(1.32)	1.08	65.82	172.41	145.14	172.41	108.75	172.41	63.65
MARI	2,618.17	(1.37)	(3.47)	30.40	2,838.10	2,535.39	2,838.10	2,147.01	2,838.10	1,443.65
ASTL	23.32	(1.60)	(13.60)	1.13	28.96	22.96	28.96	21.19	28.96	18.29
LUCK	886.10	(1.62)	(2.28)	12.59	957.25	836.11	957.25	699.89	957.25	514.35
SGF	72.71	(1.68)	(1.96)	24.72	84.20	59.34	84.20	47.32	84.20	27.69
SNGP	68.53	(2.07)	7.97	(6.79)	74.19	60.76	74.19	60.64	79.07	41.02
FML	77.00	(2.51)	(6.47)	(14.68)	89.00	75.63	94.50	75.63	94.68	63.37
LCI	917.00	(2.56)	(1.34)	21.97	993.65	795.00	993.65	738.03	993.65	535.23
POWER	4.80	(2.64)	(12.73)	(19.46)	6.23	4.80	6.23	4.80	6.43	3.49
ILP	72.50	(3.11)	2.36	3.54	84.08	68.57	84.08	62.58	84.08	34.21
FCCL	20.97	(3.54)	(8.47)	10.84	24.14	20.16	24.14	16.44	24.14	10.54
MLCF	34.61	(4.73)	(8.92)	(11.07)	40.91	34.61	40.91	34.35	42.71	27.05
FABL	49.23	(4.78)	(6.12)	65.04	57.19	36.70	57.19	27.52	57.19	18.70
DGKC	83.89	(5.17)	(7.07)	8.39	95.32	77.44	95.32	63.58	95.32	41.54
BAFL	62.05	(6.93)	(8.78)	44.79	70.94	56.17	70.94	42.96	70.94	32.30

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 (%)	4.8	1.3	3.0	2.9	3.8	4.0	3.7	3.4	2.0	3.2	10.2	-68.6%
P/E (x)	12.5	18.2	9.7	10.0	11.9	12.9	10.2	16.3	9.1	12.3	4.1	-66.4%
P/B (x)	1.7	3.2	1.4	1.3	1.1	1.2	1.1	2.5	0.9	1.6	0.8	-52.4%

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	296.62	295.15	BUY	1.47	Individuals	352.28	353.96	SELL	(1.69)
Companies	29.58	30.76	SELL	(1.18)	Companies	20.44	19.90	BUY	0.54
Banks / DFIs	6.82	6.80	BUY	0.02	Banks / DFIs	4.19	5.44	SELL	(1.26)
NBFC	0.24	0.28	SELL	(0.04)	NBFC	0.16	0.14	BUY	0.02
Mutual Funds	12.28	10.88	BUY	1.40	Mutual Funds	7.20	12.21	SELL	(5.01)
Other Organizations	2.29	4.04	SELL	(1.75)	Other Organizations	4.84	4.95	SELL	(0.12)
Broker Proprietary Trading	45.72	45.19	BUY	0.53	Broker Proprietary Trading	71.68	73.16	SELL	(1.48)
Insurance Companies	6.93	5.15	BUY	1.78	Insurance Companies	9.51	5.09	BUY	4.42
Total	400.49	398.27	BUY	2.23	Total	470.29	474.86	SELL	(4.58)

LIPI Sector Wise Current Week					Last Week				
Sector	Gross Buy	Gross Sell	Net	Net	Sector	Gross Buy	Gross Sell	Net	Net
Commercial Banks	21.68	21.91	SELL	(0.23)	Commercial Banks	36.68	37.93	SELL	(1.25)
Fertilizer	42.19	41.61	BUY	0.58	Fertilizer	24.98	24.20	BUY	0.78
Cement	34.22	33.81	BUY	0.41	Cement	24.16	23.82	BUY	0.34
Power Generation & Distribution	11.70	11.78	SELL	(0.08)	Power Generation & Distribution	21.94	22.76	SELL	(0.83)
Exploration & Production	15.65	15.56	BUY	0.09	Exploration & Production	38.52	39.10	SELL	(0.58)
Oil & Gas Marketing Companies	8.39	8.33	BUY	0.06	Oil & Gas Marketing Companies	29.30	30.74	SELL	(1.45)
Food and Personal Care Products	19.15	17.25	BUY	1.90	Food and Personal Care Products	18.59	18.48	BUY	0.11
Textile Composite	1.44	1.48	SELL	(0.04)	Textile Composite	2.38	2.71	SELL	(0.33)
Technology and Communication	47.66	48.36	SELL	(0.70)	Technology and Communication	90.75	91.39	SELL	(0.64)
Debt	0.99	0.99	BUY	0.00	Debt	0.39	0.39	SELL	(0.00)
All other Sectors	197.42	197.18	BUY	0.23	All other Sectors	182.66	183.40	SELL	(0.74)
Total	400.49	398.27	BUY	2.23	Total	470.35	474.93	SELL	(4.58)

FIPI Normal Current Week					Last Week				
Category	Gross Buy	Gross Sell	Net	Net	Category	Gross Buy	Gross Sell	Net	Net
Foreign Individuals	0.07	0.07	SELL	(0.00)	Foreign Individuals	2.13	2.15	SELL	(0.02)
Foreign Corporates	2.18	3.59	SELL	(1.40)	Foreign Corporates	7.56	4.85	BUY	2.72
Overseas Pakistani	18.93	19.75	SELL	(0.82)	Overseas Pakistani	24.31	22.42	BUY	1.89
Total	21.18	23.41	SELL	(2.23)	Total	34.00	29.42	BUY	4.58

FIPI Sector Wise Current Week					Last Week				
Sector	Gross Buy	Gross Sell	Net	Net	Sector	Gross Buy	Gross Sell	Net	Net
Commercial Banks	2.04	1.80	BUY	0.23	Commercial Banks	4.55	3.31	BUY	1.25
Fertilizer	1.57	2.15	SELL	(0.58)	Fertilizer	1.27	2.04	SELL	(0.78)
Cement	1.43	1.84	SELL	(0.41)	Cement	1.29	1.63	SELL	(0.34)
Power Generation & Distribution	1.08	1.00	BUY	0.08	Power Generation & Distribution	2.18	1.36	BUY	0.83
Exploration & Production	0.97	1.06	SELL	(0.09)	Exploration & Production	2.21	1.63	BUY	0.58
Oil & Gas Marketing Companies	0.52	0.58	SELL	(0.06)	Oil & Gas Marketing Companies	2.80	1.35	BUY	1.45
Food and Personal Care Products	0.80	2.70	SELL	(1.90)	Food and Personal Care Products	0.88	0.99	SELL	(0.11)
Textile Composite	0.15	0.11	BUY	0.04	Textile Composite	0.54	0.21	BUY	0.33
Technology and Communication	3.55	2.85	BUY	0.70	Technology and Communication	7.09	6.45	BUY	0.64
Debt	-	-	SELL	0.00	Debt	-	-	SELL	0.00
All other Sectors	9.09	9.32	SELL	(0.23)	All other Sectors	11.19	10.45	BUY	0.74
Total	21.18	23.41	SELL	(2.23)	Total	34.00	29.42	BUY	4.58

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 (%)
Malaysia	FBMKLCI Index	1,611	3.5	6.4	13.2	USA	INDU Index	40,348	(0.6)	3.1	7.1
Mongolia	MSETOP Index	50,229	3.1	13.6	23.3	Tunisia	TUSISE Index	9,799	(0.6)	2.1	10.9
Thailand	SET Index	1,313	2.4	5.3	(10.0)	Canada	SPTSX Index	22,723	(0.6)	2.5	3.3
New Zealand	NZSE Index	1,844	1.8	4.0	(2.6)	Latvia	RIGSE Index	861	(0.7)	(21.5)	(36.7)
Ghana	GGSECI Index	4,567	1.3	17.1	12.1	USA	NDX Index	18,890	(0.7)	(4.0)	12.3
Mauritius	SEMDEX Index	2,124	1.0	4.5	(1.1)	Slovenia	SBITOP Index	1,607	(0.9)	3.2	25.9
Indonesia	JCI Index	7,308	0.8	4.5	(4.4)	Philippines	PCOMP Index	6,605	(0.9)	3.9	(2.1)
Denmark	KFX Index	2,675	0.6	(6.2)	14.9	Jordan	JOSMGNFF Index	2,392	(0.9)	(0.3)	(1.3)
Serbia	BELEX15 Index	1,023	0.5	5.2	14.8	Norway	OBXP Index	613	(1.0)	(2.8)	(1.5)
South Africa	JALSH Index	81,131	0.4	1.9	5.8	Dubai	DFMGI Index	4,237	(1.0)	5.1	4.4
Lebanon	BLOM Index	1,796	0.3	11.4	(10.0)	UK	UKX Index	8,272	(1.0)	2.3	6.9
Qatar	DSM Index	10,131	0.3	1.7	(4.4)	Czech Republic	PX Index	1,578	(1.1)	2.4	6.9
Bulgaria	SOFIX Index	865	0.3	3.5	11.0	Chile	IPSA Index	6,418	(1.2)	(1.8)	(5.1)
Egypt	EGX30 Index	29,360	0.2	4.3	(24.4)	Brazil	IBOV Index	127,395	(1.2)	0.1	(19.4)
Oman	MSM30 Index	4,667	0.2	(0.4)	4.1	Sri Lanka	CSEALL Index	11,443	(1.3)	(4.6)	15.2
Croatia	CRO Index	2,964	0.2	6.2	14.8	Hungary	BUX Index	73,218	(1.4)	2.5	14.3
Pakistan	KSE100 Index	78,226	0.2	(0.3)	26.8	Belgium	BEL20 Index	4,056	(1.5)	(0.4)	(20.3)
China	SHSZ300 Index	3,384	0.2	(1.1)	(2.5)	Belgium	BEL20 Index	4,056	(1.5)	(0.4)	(20.3)
Saudi Arabia	SASEIDX Index	12,046	0.1	2.7	0.9	Finland	HEX Index	9,679	(1.7)	(1.3)	(5.9)
Kenya	NSEASI Index	103	0.1	(6.1)	35.6	Kazakhstan	KZKAK Index	5,178	(1.8)	0.1	18.7
Switzerland	SMI Index	12,013	0.1	3.9	4.5	Ireland	ISEQ Index	9,369	(1.8)	1.9	5.0
Lithuania	VILSE Index	994	0.0	3.0	3.1	Netherland	AEX Index	890	(1.9)	(2.3)	11.1
Vietnam	VNIndex Index	1,237	(0.0)	0.2	5.3	Nigeria	NGSEINDX Index	97,715	(2.0)	(9.0)	(26.7)
Estonia	TALSE Index	1,739	(0.1)	1.0	(3.5)	Taiwan	TWSE Index	21,638	(2.1)	(7.1)	12.5
Iceland	ICEXI Index	2,008	(0.1)	1.2	(7.4)	Luxembourg	LUXXX Index	1,348	(2.1)	(0.2)	(13.2)
Bahrain	BHSEASI Index	1,971	(0.2)	(2.9)	0.5	Austria	ATX Index	3,595	(2.1)	1.0	2.7
USA	SPX Index	5,447	(0.2)	(0.3)	14.2	Greece	ASE Index	1,438	(2.2)	3.8	9.2
Uae	ADSMI Index	9,292	(0.3)	2.6	(3.0)	Mexico	MEXBOL Index	52,417	(2.5)	(2.8)	(17.6)
Ukraine	PFTS Index	507	(0.3)	(1.6)	(7.4)	Sweden	OMX Index	2,481	(2.6)	(4.1)	(2.6)
Singapore	FSSTI Index	3,381	(0.3)	3.5	3.6	France	CAC Index	7,321	(2.6)	(0.8)	(4.7)
India	SENSEX Index	80,982	(0.4)	2.0	11.4	Argentina	MERVAL Index	1,500,217	(3.1)	(9.0)	39.9
Hong Kong	HSI Index	16,946	(0.5)	(4.4)	(0.6)	Spain	IBEX Index	10,809	(3.2)	0.1	5.0
Romania	BET Index	18,503	(0.5)	2.8	18.1	Poland	WIG20 Index	2,341	(3.3)	(7.0)	(0.8)
Japan	NKY Index	35,910	(0.5)	(1.0)	2.6	Germany	DAX Index	17,821	(3.3)	(0.9)	4.4
Australia	AS51 Index	7,943	(0.5)	(0.2)	(0.3)	Europe	SX5E Index	4,694	(3.5)	(2.8)	1.9
Portugal	PSI20 Index	6,638	(0.5)	3.8	1.9	Turkey	XU100 Index	10,569	(3.6)	(2.1)	26.0
South Korea	KOSPI Index	2,676	(0.6)	(3.2)	(4.7)	Italy	FTSEMIB Index	32,319	(4.4)	(1.2)	4.5

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

Key Economic Data & Commodities Prices

Month end	Units	Aug-23	Sep-23	Oct-23	Nov-23	Dec-23	Jan-24	Feb-24	Mar-24	Apr-24	May-24	Jun-24	Jul-24	Current*
Money Market Data														
03-M T-Bill	%	23.13	22.46	21.65	21.33	21.28	20.70	21.21	21.72	21.62	20.44	19.97	19.41	19.39
06-M T-Bill	%	23.20	22.81	21.70	21.33	21.37	21.00	21.50	21.54	21.20	20.81	19.91	19.09	19.09
12-M T-Bill	%	23.28	22.90	21.76	21.30	21.32	20.84	20.76	20.73	20.80	19.92	18.68	18.06	18.08
03-Y PIB	%	20.57	19.11	17.82	16.50	16.54	16.73	16.90	16.74	16.61	16.59	16.50	16.25	16.18
05-Y PIB	%	17.22	17.23	15.46	15.90	15.90	15.47	15.58	15.57	15.45	15.39	15.37	15.25	15.25
10-Y PIB	%	16.31	16.12	15.15	14.97	14.91	14.17	14.32	14.22	14.18	14.14	14.09	14.07	14.06
06-M KIBOR	%	23.21	22.95	22.00	21.47	21.49	20.97	21.73	21.70	21.54	21.02	20.14	19.39	19.39
Policy Rate	%	22.00	22.00	22.00	22.00	22.00	22.00	22.00	22.00	22.00	22.00	20.50	19.50	19.50
Inflation (YoY)														
Headline (CPI New Base)	%	27.4	31.4	26.8	29.2	29.7	28.3	23.1	20.7	17.3	11.8	12.6	11.1	11.1
Monetary Sector														
M1	PKR bn	25,964	26,184	26,403	26,717	27,130	27,085	27,421	28,168	28,505	29,134	30,518	na	30,518
M2	PKR bn	31,209	31,425	31,722	32,000	32,594	32,466	32,997	33,750	34,130	34,843	36,499	na	36,499
M3	PKR bn	34,483	34,287	34,906	35,180	35,741	35,584	36,119	36,861.2	37,240	37,949	39,608	na	39,608
Banking Sector														
Deposits	PKR bn	26,110	26,318	26,398	26,798	27,841	27,541	27,886	28,322	28,416	29,349	31,122	na	31,122
Advances	PKR bn	11,775	11,857	11,898	11,964	12,352	12,095	12,062	11,964	12,028	12,169	12,435	na	12,435
Investment	PKR bn	22,016	22,622	23,232	24,587	25,280	25,603	25,449	26,270	27,282	28,923	30,171	na	30,171
WALR	%	18.9	19.3	19.3	19.3	14.7	19.04	18.9	18.9	18.9	19.0	18.1	na	18.1
WADR	%	11.3	11.4	11.6	11.7	8.4	12.02	12.0	11.8	11.8	11.8	10.5	na	10.5
Spread	%	7.6	7.9	7.7	7.6	6.3	7.02	7.0	7.0	7.1	7.1	7.6	na	7.6
External Sector														
Forex Reserves	USD bn	13.2	12.5	12.0	12.0	13.2	13.3	12.4	12.8	13.8	13.7	14.0	14.4	14.4
With SBP	USD bn	7.8	7.6	7.4	7.4	8.2	8.2	8.0	8.0	9.1	9.1	9.4	9.1	9.1
With Banks	USD bn	5.3	4.9	4.6	4.6	5.0	5.0	4.5	4.7	4.6	4.5	4.6	5.3	5.3
Exchange rate	PKR/USD	305.5	287.7	281.5	285.2	281.9	279.5	279.1	277.9	278.3	278.3	278.3	278.7	278.5
C/A Balance	USD mn	(152.0)	(136.0)	(193.0)	(65.0)	365.0	(313.0)	160.0	472.0	499.0	(248.0)	(329.0)	na	(329.0)
Exports	USD bn	2.5	2.5	2.8	2.7	2.8	2.7	2.5	2.5	2.6	3.0	2.4	na	2.4
Imports	USD bn	4.0	4.0	4.4	4.4	4.1	4.6	4.4	4.6	4.4	5.0	4.6	na	4.6
Trade Balance	USD bn	(1.5)	(1.5)	(1.6)	(1.7)	(1.3)	(1.9)	(1.8)	(2.0)	(1.8)	(2.0)	(2.2)	na	(2.2)
Remittances	USD bn	2.1	2.2	2.5	2.3	2.4	2.4	2.2	3.0	2.8	3.2	3.2	na	3.2
Key Commodities Prices														
International														
Coal	USD/ton	113.1	122.5	120.9	108.0	101.0	95.0	101.1	98.3	104.5	107.5	106.5	110.3	112.5
Steel (HRC)	USD/ton	543.3	532.3	526.8	560.2	574.4	567.0	559.4	517.3	527.1	527.5	510.2	477.7	479.5
PTA	USD/ton	800.0	830.0	790.0	765.0	780.0	800.0	785.0	775.0	800.0	805.0	810.0	780.0	780.0
Gold	USD/oz	1,940.2	1,864.9	1,983.9	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	2,446.3
Cotton (COTLOOK A)	USD/lb	97.0	98.4	95.0	89.7	91.4	93.3	105.3	95.6	88.3	86.8	84.7	79.6	79.9
Crude oil (WTI)	USD/bbl	83.6	91.7	81.0	76.0	71.7	75.9	78.3	83.2	81.9	77.5	81.5	77.9	76.3
Crude oil (Arab Light)	USD/bbl	90.5	97.7	91.2	87.7	80.4	84.9	82.5	88.3	89.5	84.4	88.1	82.1	82.4
Crude oil (Brent)	USD/bbl	86.9	95.4	87.4	82.8	77.0	81.7	83.6	87.5	87.9	81.6	86.4	80.7	79.5
Local														
Cotton	PKR/maund	20,100.0	17,700.0	17,000.0	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	17,400.0
Cement	PKR/bag	1,177.0	1,196.1	1,195.9	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	1,455.8
Gold	PKR/10 grms	207,050	176,270	185,530	186,474	187,930	189,300	188,920	198,910	201,820	205,980	206,670	216,440	216,440

*Current Price

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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**

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In order to avoid any conflict of interest, we hereby disclosed that;
Arif Habib Limited (AHL) has a shareholding in FCCL and BOP.