

Market Review

Equities

Worsening Trade Deficit Pulls the Index Down

Market Commentary

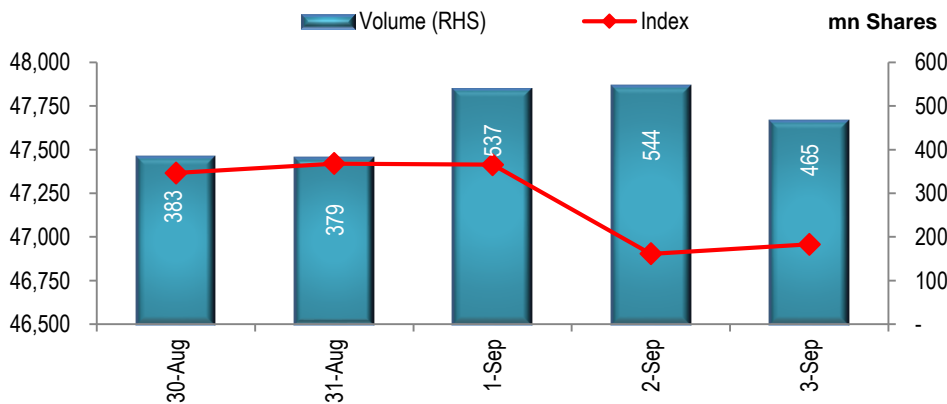
The domestic bourse closed in red this week primarily on account of augmenting concerns on the external account. As per media reports, imports clocked in at PKR 6.3bn for Aug'21 taking the trade deficit to PKR 4bn, which is the highest ever for a single month. The local currency has continued to slide downwards with the PKR/USD settling at 166.9. Meanwhile the cement sector has also seen pressure this week with coal prices continuing to soar. The index closed at 46,957 points, down 179 points WoW.

Sector-wise negative contributions came from i) Commercial Banks (301pts), ii) Cement (100pts), iii) Automobile Ass embler (77pts), iv) Textile composite (20pts), and v) Oil & Gas Marketing Companies (19pts). Whereas, sectors which contributed positively were i) Technology & Communication (176pts), ii) Power Generation & Distribution (77pts) and iii) Refinery (51pts). Scrip-wise negative contributors were HBL (105pts), MEBL (80pts), UBL (63pts), MCB (48pts) and MLCF (24pts). Meanwhile, scrip-wise positive contribution came from SYS (141pts), HUBC (82pts) and TRG (33pts).

Foreign selling continued this week, settling at USD 5.9mn against a net sell of USD 5.4mn last week. Selling was witnessed in Commercial Banks (USD 4.3mn), Cement (USD 1.3mn) and Exploration and Production (USD 0.8mn). On the domestic front, major buying was reported by Individuals (USD 5.1mn) and Insurance Companies (USD 4.0mn). Average volumes clocked-in at 462mn shares (up by 20% WoW) while average value traded settled at USD 83mn (up by 5% WoW).

Other major news: i) PPL-led consortium awarded offshore block 5 in Abu Dhabi, ii) TPL plans Pakistan's biggest REIT to gain from construction push, iii) Trade gap widens to \$7.33bn in July-August, iv) Forex reserves hit all-time high of \$27bn, and v) Engro Fertilizers, BoP join hands to support farmers.

Exhibit: KSE100 index and volume



Outlook and Recommendation

We may see the market may show range bound behavior next week. Concerns persist over how manageable the deficit on the current account may be. However the IMF review may note some positive progress especially on the back of impressive recent tax numbers for July-August (23% higher than the target). Our preferred stocks are EPCL, PSO, OGDC, HUBC, HBL, MEBL, FFC, LUCK, ACPL, ENGRO, UBL, SNGP, and NML. The KSE-100 is currently trading at a PER of 5.9x (2021) compared to Asia Pac regional average of 14.5x while offering a dividend yield of ~7.0% versus ~2.2% offered by the region.

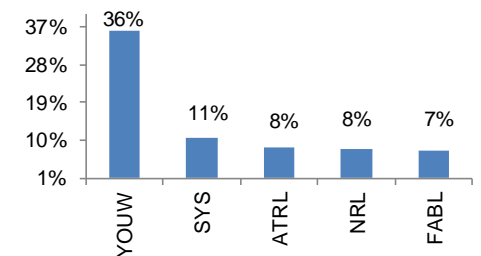
PSX Indices Performance

| Index | Current | WoW (%) | CY21TD (%) |
|--------|---------|---------|------------|
| KSE100 | 46,957 | (0.38) | 7.3 |
| KSEAI | 32,203 | (0.08) | 4.6 |
| KSE30 | 18,851 | (0.33) | 3.7 |
| KMI30 | 77,116 | 0.45 | 8.4 |
| BKTI | 12,687 | (3.49) | (3.0) |
| OGTI | 12,068 | (0.02) | (8.8) |

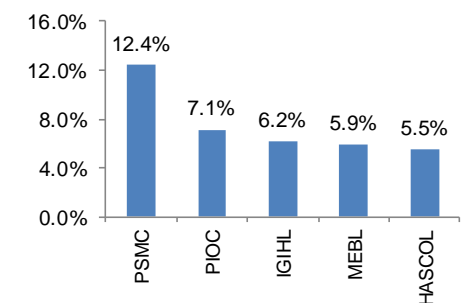
PSX Volume Leaders

| | Avg. Vol. (mn) | Closing |
|------|----------------|---------|
| WTL | 61.8 | 3.6 |
| GGL | 36.5 | 48.9 |
| TELE | 35.2 | 21.9 |
| BYCO | 25.7 | 10.0 |
| YOUW | 16.7 | 10.3 |

Major Gainers (KSE100 Index)



Major Losers (KSE100 Index)



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ASIAMONEY

**Best Domestic
Equity House**
Top 25 Listed Companies

**CFA Society
Pakistan**
 Best Equity Research
Analyst: 2020


**CFA Society
Pakistan**
 Corporate Finance House
of the Year: 2020

Business & Economic developments during the week.
External debt, liabilities hit historic high of \$122bn (BR)

Pakistan's external debt and liabilities continued to grow and reached historic level of \$122 billion by the end of last fiscal year (FY21), mainly due to fresh borrowing from multilateral and bilateral sources on account of public debt. Economists said that the federal government has borrowed enough in the preceding year to ensure the timely external debt payments and build the country's foreign exchange reserves. The fresh external borrowing and other official foreign inflows also enable the federal government to finance the current account gap and higher goods trade deficit. According to State Bank of Pakistan (SBP), the country's total external debt and liabilities (stocks) posted an increase of 8 percent during July-June of FY21. Pakistan's total external debt and liabilities rose to \$122.199 billion mark as on June 30, 2021 compared to \$113.013 billion as on June 30, 2020, depicting an increase of \$9.186 billion.

S&P reaffirms Pakistan's credit rating, stable outlook (The News)

Standard and Poor's on Monday affirmed its rating on Pakistan's long- and short-term sovereign credit at B- and B respectively and retained its stable outlook on the economy. It also affirmed 'B-' long-term issue rating on Pakistan's senior unsecured debt and sukuk trust certificates. S&P said Pakistan's economy is gradually recovering from its pre-pandemic nadir and the subsequent Covid-19 shock. Ongoing reform efforts will support a continued stabilization of Pakistan's fiscal and external metrics, though vulnerabilities remain elevated, the rating agency said. The agency said stable outlook reflects expectations that funding from key bilateral and multilateral partners, along with the recent improvement in Pakistan's balance-of-payments position, will be sufficient for the country to meet its considerable external obligations over the next 12 months.

Refinery policy: modified draft finalized (BR)

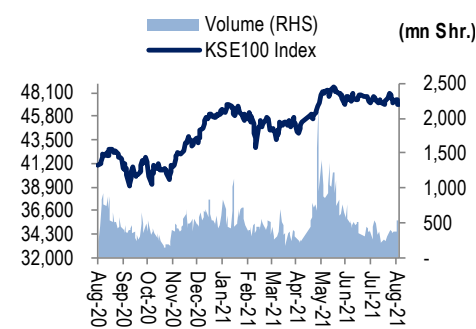
Ministry of Energy (Petroleum Division) has finalized the modified draft Refinery Policy 2021 after incorporation of the recommendations of Cabinet Committee on Energy (CCoE). Sources close to SAPM on Power and Petroleum told Business Recorder that Petroleum Division submitted a summary on August 13, 2021 to the CCoE on Pakistan Oil Refineries Policy 2021 which was considered in its meeting held on August 20, 2021. The Committee headed by Minister for Planning, Development and Special Initiatives, Asad Umar had directed Petroleum Division to review the policy with reference to specific points/observations highlighted by the forum and submit the revised draft policy to the CCoE for consideration after incorporating viable recommendations.

Overseas Pakistanis allowed direct investment in companies through RDA (Dawn)

The State Bank of Pakistan on Tuesday allowed overseas Pakistanis to directly invest into the shares of companies in Pakistan and units of funds through the rupee-based Roshan Digital Accounts (RDA). Overseas Pakistanis have been allowed investment in Pakistani companies as well as funds operated by a private fund management company licensed by the Securities Exchange Commission of Pakistan. The SBP said that it has trying hard to involve maximum number of overseas Pakistanis into the domestic economy.

Rs234.315bn new projects included in PSDP (BR)

The Ministry of Planning, Development and Special Initiatives reviewed the progress of new projects to be funded through the federal PSDP and observed that 90 percent of the projects have been approved and included in federal PSDP 2021-22 at Rs234.315 billion out of which Rs25.721 billion have been allocated in the current financial year. Federal Minister for Planning, Development, and Special Initiatives, Asad Umar chaired a progress review meeting on the South Balochistan Development Plan, here Thursday. Secretary Planning Hameed Yaqoob Sheikh, focal person South Balochistan Development Package and senior officials attended the meeting.

PSX Volume & Index

Top Contributors in KSE100 Index

| Companies | Index Contribution |
|--------------------------|--------------------|
| Bullish Companies | |
| SYS | 140.8 |
| HUBC | 81.6 |
| TRG | 33.2 |
| EPCL | 28.4 |
| NRL | 19.1 |
| | 303.2 |
| Bearish Companies | |
| HBL | (105.4) |
| MEBL | (80.1) |
| UBL | (62.5) |
| MCB | (48.1) |
| MLCF | (23.6) |
| | (319.8) |

| Sectors | Index Contribution |
|---------------------------------|--------------------|
| Bullish Sectors | |
| Technology & Communication | 175.6 |
| Power Generation & Distribution | 77.3 |
| Refinery | 51.3 |
| Chemical | 25.7 |
| Fertilizer | 17.5 |
| | 347.3 |
| Bearish Sectors | |
| Commercial Banks | (300.5) |
| Cement | (99.7) |
| Automobile Assembler | (76.7) |
| Textile Composite | (20.1) |
| Oil & Gas Marketing Companies | (18.9) |
| | (515.9) |

AHL Universe - Recommendation Summary

| Code | Company | Price 3-Sep-21 | Target Price | Upside (%) | Stance | EPS (PKR) | | | DPS (PKR) | | | P/E (x) | | DY (%) | | P/B (x) | | ROE (%) | | Indices | |
|--|--------------------------------|-------------------|-----------------|---------------|--------|-----------|-------|-------|-----------|---------------------------------------|--------|---------|------|--------|------|---------|------|---------|-------|---------------------------|--|
| | | | | | | 2020 | 2021 | 2022 | 2020 | 2021 | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 | 2022 | | |
| Exploration & Production | | | | | | | | | | | | | | | | | | | | | |
| PPL | Pakistan Petroleum Ltd. | 80.3 | 148.7 | 85.3 | Buy | 18.5 | 17.9 | 20.4 | 1.00 | 1.50 | 2.00 | 4.5 | 3.9 | 1.9 | 2.5 | 0.6 | 0.5 | 13.4 | 13.6 | KSE100, KSE30, KMI & MSCI | |
| OGDC | Oil and Gas Dev Co. | 91.2 | 187.1 | 105.1 | Buy | 23.3 | 21.2 | 26.1 | 6.75 | 8.50 | 10.50 | 4.3 | 3.5 | 9.3 | 11.5 | 0.4 | 0.4 | 11.3 | 11.6 | KSE100, KSE30 & KMI | |
| POL | Pakistan Oilfields Ltd. | 388.7 | 556.6 | 43.2 | Buy | 57.7 | 47.1 | 60.0 | 50.00 | 50.00 | 54.00 | 8.2 | 6.5 | 12.9 | 13.9 | 2.8 | 2.6 | 33.6 | 41.6 | KSE100, KSE30, KMI & MSCI | |
| MARI | Mari Petroleum Ltd | 1,541.1 | 1,962.5 | 27.3 | Buy | 227.2 | 235.7 | 247.5 | 6.10 | 141.00 | 148.51 | 6.5 | 6.2 | 9.1 | 9.6 | 1.7 | 1.3 | 29.4 | 24.1 | KSE100, KSE30, KMI & MSCI | |
| Commercial Banks | | | | | | | | | | | | | | | | | | | | | |
| UBL | United Bank Ltd.* | 117.7 | 148.7 | 26.4 | Buy | 17.1 | 17.1 | 22.4 | 12.00 | 12.00 | 14.50 | 6.9 | 5.3 | 10.2 | 12.3 | 0.7 | 0.7 | 10.3 | 13.5 | KSE100, KSE30 & MSCI | |
| BAFL | Bank Alfalah* | 33.1 | 42.9 | 29.6 | Buy | 6.1 | 6.7 | 7.2 | 4.00 | 4.00 | 4.00 | 4.9 | 4.6 | 12.1 | 12.1 | 0.6 | 0.6 | 12.4 | 12.4 | KSE100 & MSCI | |
| MCB | MCB Bank Ltd.* | 162.0 | 225.8 | 39.4 | Buy | 24.8 | 24.8 | 27.9 | 20.00 | 20.00 | 20.00 | 6.5 | 5.8 | 12.3 | 12.3 | 1.0 | 1.0 | 15.4 | 17.3 | KSE100, KSE30 & MSCI | |
| HBL | Habib Bank Ltd.* | 120.8 | 179.7 | 48.7 | Buy | 21.1 | 24.1 | 29.0 | 4.25 | 7.00 | 12.00 | 5.0 | 4.2 | 5.8 | 9.9 | 0.6 | 0.6 | 12.8 | 14.3 | KSE100, KSE30 & MSCI | |
| ABL | Allied Bank Ltd.* | 69.8 | 103.2 | 48.0 | Buy | 16.0 | 16.5 | 16.9 | 8.00 | 8.00 | 8.00 | 4.2 | 4.1 | 11.5 | 11.5 | 0.6 | 0.6 | 14.4 | 14.5 | KSE100 | |
| NBP | National Bank of Pakistan.* | 33.0 | 49.4 | 49.6 | Buy | 14.4 | 15.9 | 16.1 | - | - | 2.00 | 2.1 | 2.1 | - | 6.1 | 0.3 | 0.2 | 12.5 | 12.1 | KSE100 | |
| AKBL | Askari Bank Ltd.* | 20.4 | 27.5 | 34.6 | Buy | 8.6 | 7.7 | 6.0 | 3.00 | 2.00 | 1.00 | 2.7 | 3.4 | 9.8 | 4.9 | 0.4 | 0.4 | 16.7 | 11.7 | KSE100 | |
| BOP | The Bank of Punjab* | 8.3 | 10.9 | 31.0 | Buy | 2.6 | 2.5 | 3.0 | 1.00 | 0.75 | 0.75 | 3.4 | 2.8 | 9.0 | 9.0 | 0.4 | 0.4 | 12.1 | 13.5 | KSE100 | |
| MEBL | Meezan Bank Ltd.** | 132.7 | 177.4 | 33.7 | Buy | 15.8 | 18.4 | 21.5 | 7.00 | 8.00 | 9.50 | 7.2 | 6.2 | 6.0 | 7.2 | 2.1 | 1.8 | 32.3 | 31.7 | KSE100, KSE30 & KMI | |
| Fertilizer | | | | | | | | | | | | | | | | | | | | | |
| ENGRO | Engro Corporation* | 292.6 | 410.5 | 40.3 | Buy | 43.6 | 43.4 | 47.2 | 26.00 | 33.00 | 35.00 | 6.7 | 6.2 | 11.3 | 12.0 | 0.8 | 0.8 | 12.2 | 12.6 | KSE100, KSE30, KMI & MSCI | |
| EFERT | Engro Fertilizer | 77.1 | 77.8 | 0.8 | Hold | 13.6 | 7.5 | 7.1 | 13.00 | 7.50 | 6.50 | 10.3 | 10.9 | 9.7 | 8.4 | 2.4 | 2.3 | 22.2 | 21.7 | KSE100, KSE30, KMI & MSCI | |
| FFC | Fauji Fertilizer Co. | 105.8 | 136.5 | 29.1 | Buy | 16.4 | 15.7 | 16.8 | 11.15 | 13.00 | 14.00 | 6.7 | 6.3 | 12.3 | 13.2 | 3.2 | 2.9 | 47.3 | 48.8 | KSE100, KSE30 & MSCI | |
| FATIMA | Fatima Fertilizer Co. | 30.0 | na | na | na | 6.3 | na | na | 2.50 | Group Company: No estimates are given | | | | | | | | | | KSE100 & KMI | |
| AHCL | Arif Habib Corp. Ltd. | 37.0 | na | na | na | 6.5 | na | na | 1.50 | Group Company: No estimates are given | | | | | | | | | | KSEALL | |
| Cement | | | | | | | | | | | | | | | | | | | | | |
| LUCK | Lucky Cement Ltd. | 824.1 | 1,387.3 | 68.3 | Buy | 10.3 | 43.5 | 68.8 | - | - | 22.00 | 18.9 | 12.0 | - | 2.7 | 2.4 | 2.0 | 13.2 | 18.1 | KSE100, KSE30, KMI & MSCI | |
| LUCK | Lucky Cement Ltd.* | 824.1 | 1,387.3 | 68.3 | Buy | 19.0 | 70.7 | 118.9 | - | - | 22.00 | 11.7 | 6.9 | - | 2.7 | 1.7 | 1.5 | 15.8 | 22.6 | KSE100, KSE30, KMI & MSCI | |
| FCCL | Fauji Cement Co. | 20.0 | 34.5 | 72.0 | Buy | (0.0) | 2.5 | 3.5 | - | 0.50 | 2.00 | 7.9 | 5.7 | 2.5 | 10.0 | 1.2 | 1.1 | 16.6 | 20.8 | KSE100 & KMI | |
| ACPL | Attock Cement Ltd. | 152.8 | 265.1 | 73.6 | Buy | 8.1 | 8.1 | 21.4 | 3.50 | 4.00 | 7.00 | 19.0 | 7.2 | 2.6 | 4.6 | 1.2 | 1.1 | 6.5 | 15.8 | KSEALL & KMI | |
| DGKC | D.G. Khan Cement Co. | 102.9 | 183.3 | 78.2 | Buy | (4.9) | 8.9 | 16.4 | - | 1.00 | 2.00 | 11.5 | 6.3 | 1.0 | 1.9 | 0.6 | 0.6 | 5.7 | 9.8 | KSE100, KSE30 & KMI | |
| KOHC | Kohat Cement Co. | 199.9 | 298.3 | 49.2 | Buy | (2.2) | 18.5 | 28.8 | - | 3.00 | 10.00 | 10.8 | 6.9 | 1.5 | 5.0 | 1.8 | 1.6 | 18.3 | 24.4 | KSE100 & KMI | |
| MLCF | Maple Leaf Cement.* | 41.2 | 70.0 | 70.1 | Buy | (3.2) | 3.5 | 7.6 | - | - | 1.00 | 11.8 | 5.4 | - | 2.4 | 1.2 | 1.0 | 10.5 | 19.8 | KSE100, KSE30 & KMI | |
| POWER | Power Cement | 8.7 | na | na | na | (3.4) | na | na | - | Group Company: No estimates are given | | | | | | | | | | KSEALL & KMI | |
| Oil & Gas Marketing | | | | | | | | | | | | | | | | | | | | | |
| PSO | Pakistan State Oil | 215.1 | 306.5 | 42.5 | Buy | (13.8) | 62.1 | 38.3 | - | 15.00 | 15.00 | 3.5 | 5.6 | 7.0 | 7.0 | 0.8 | 0.7 | 24.0 | 13.3 | KSE100, KSE30, KMI & MSCI | |
| APL | Attock Petroleum Ltd. | 333.7 | 441.5 | 32.3 | Buy | 10.1 | 49.4 | 47.5 | 9.00 | 27.00 | 27.50 | 6.8 | 7.0 | 8.1 | 8.2 | 1.5 | 1.5 | 23.9 | 20.8 | KSE100 & KMI | |
| SNGP | Sui Northern Gas Pipeline Ltd. | 45.9 | 91.1 | 98.5 | Buy | 9.5 | 21.6 | 21.4 | 4.00 | 6.00 | 6.00 | 2.1 | 2.1 | 13.1 | 13.1 | 0.8 | 0.6 | 49.7 | 49.7 | KSE100 & KMI | |
| Automobile Assemblers and Parts | | | | | | | | | | | | | | | | | | | | | |
| PSMC | Pak Suzuki Motor Co. | 300.1 | 416.5 | 38.8 | Buy | (19.3) | 42.1 | 53.7 | - | 17.00 | 22.00 | 7.1 | 5.6 | 5.7 | 7.3 | 0.9 | 0.9 | 13.6 | 16.0 | KSE100 | |
| INDU | Indus Motor Co. | 1,295.0 | 1,524.5 | 17.7 | Buy | 64.7 | 163.2 | 165.7 | 30.00 | 103.50 | 109.00 | 7.9 | 7.8 | 8.0 | 8.4 | 2.3 | 2.1 | 29.8 | 27.6 | KSE100 | |
| HCAR | Honda Atlas Cars (Pak) | 323.2 | 362.7 | 12.2 | Buy | 4.8 | 12.6 | 34.5 | 1.00 | 4.52 | 14.00 | 25.7 | 9.4 | 1.4 | 4.3 | 2.6 | 2.2 | 10.5 | 25.7 | KSE100 & KMI | |
| MTL | Millat Tractors Ltd. | 1,085.6 | 1,419.4 | 30.7 | Buy | 38.4 | 108.7 | 121.8 | 40.00 | 120.00 | 136.00 | 10.0 | 8.9 | 11.1 | 12.5 | 14.5 | 14.4 | 147.6 | 162.2 | KSE100, KMI & MSCI | |
| PTL | Panther Tyres Ltd. | 75.2 | 94.7 | 26.0 | Buy | 1.8 | 6.1 | 9.1 | - | 2.00 | 2.50 | 12.4 | 8.3 | 2.7 | 3.3 | 1.9 | 1.6 | 18.7 | 21.4 | KSEALL & KMI | |
| Power Generation & Distribution** | | | | | | | | | | | | | | | | | | | | | |
| HUBC | Hub Power Company* | 80.4 | 149.6 | 86.0 | Buy | 19.3 | 26.0 | 27.8 | - | 12.00 | 12.75 | 3.1 | 2.9 | 14.9 | 15.9 | 1.0 | 0.8 | 35.2 | 30.4 | KSE100, KSE30 & MSCI | |
| NCPL | Nishat Chu. Power Ltd. | 13.7 | 25.2 | 84.2 | Buy | 12.7 | 7.4 | 4.5 | - | 3.00 | 3.00 | 1.8 | 3.0 | 21.9 | 21.9 | 0.2 | 0.2 | 13.6 | 7.6 | KSEALL | |
| NPL | Nishat Power Limited | 18.7 | 35.0 | 86.8 | Buy | 14.0 | 8.0 | 5.0 | 2.00 | 5.00 | 9.00 | 2.3 | 3.7 | 26.7 | 48.1 | 0.3 | 0.2 | 11.5 | 6.7 | KSEALL | |
| KAPCO | Kot Addu Power Co. | 38.8 | 59.2 | 52.4 | Buy | 26.8 | 11.6 | 21.0 | 1.50 | 10.00 | 10.00 | 3.3 | 1.8 | 25.8 | 25.8 | 0.7 | 0.6 | 18.3 | 34.1 | KSE100 & KSE30 | |
| Textile Composite | | | | | | | | | | | | | | | | | | | | | |
| NML | Nishat Mills Ltd. | 95.6 | 162.3 | 69.9 | Buy | 10.0 | 16.1 | 22.5 | 3.00 | 6.50 | 7.00 | 5.9 | 4.2 | 6.8 | 7.3 | 0.4 | 0.4 | 7.7 | 10.0 | KSE100, KSE30 & KMI | |
| NCL | Nishat (Chunian) Ltd. | 51.4 | 57.7 | 12.4 | Buy | 1.1 | 17.4 | 14.2 | 1.00 | 4.00 | 4.00 | 3.0 | 3.6 | 7.8 | 7.8 | 0.7 | 0.6 | 26.7 | 18.1 | KSE100 | |
| FML | Feroze1888 Mills Ltd. | 99.1 | 144.9 | 46.2 | Buy | 7.8 | 11.4 | 17.5 | 2.34 | 3.43 | 6.98 | 8.7 | 5.7 | 3.5 | 7.0 | 1.5 | 1.3 | 18.6 | 24.2 | KSE100 & KMI | |
| ILP | Interloop Ltd. | 75.0 | 95.4 | 27.1 | Buy | 2.1 | 7.5 | 10.8 | 2.00 | 4.00 | 5.50 | 10.0 | 7.0 | 5.3 | 7.3 | 3.2 | 2.6 | 34.9 | 41.4 | KSE100 & KMI | |
| Chemicals | | | | | | | | | | | | | | | | | | | | | |
| LOTICHEM | Lotte Chemical Pak Ltd. | 14.9 | 15.4 | 3.5 | Hold | 1.4 | 2.8 | 2.2 | 0.75 | 0.75 | 0.55 | 5.3 | 6.8 | 5.0 | 3.7 | 1.2 | 1.1 | 23.8 | 17.5 | KSE100 | |
| EPCL | Engro Polymer & Chem. | 64.6 | 81.1 | 25.5 | Buy | 6.3 | 15.3 | 16.6 | 1.25 | 3.00 | 5.00 | 4.2 | 3.9 | 4.6 | 7.7 | 1.6 | 1.2 | 44.0 | 35.9 | KSE100 & KMI | |
| ICI | ICI Pakistan Ltd.* | 826.5 | 1,040.3 | 25.9 | Buy | 28.1 | 60.3 | 66.5 | 16.00 | 40.00 | 40.00 | 13.7 | 12.4 | 4.8 | 4.8 | 3.0 | 2.5 | 23.2 | 22.1 | KSE100 & KMI | |
| Engineering | | | | | | | | | | | | | | | | | | | | | |
| ASTL | Amreli Steels Ltd. | 45.0 | 47.9 | 6.5 | Hold | (4.2) | 4.6 | 2.9 | - | - | 0.50 | 9.8 | 15.3 | - | 1.1 | 1.2 | 1.1 | 12.1 | 7.3 | KSEALL | |
| ITTEFAQ | Ittefaq Iron Industries Ltd. | 16.8 | 25.5 | 52.2 | Buy | (1.7) | 2.0 | 2.7 | - | - | - | 8.2 | 6.2 | - | - | 0.6 | 0.5 | 7.1 | 8.8 | KSEALL & KMI | |
| Technology & Communication | | | | | | | | | | | | | | | | | | | | | |
| AVN | Avanceon Ltd. | 122.7 | 95.1 | (22.5) | Sell | 4.1 | 8.0 | 9.8 | 1.00 | 3.00 | 3.50 | 15.3 | 12.5 | 2.4 | 2.9 | 4.2 | 3.4 | 29.8 | 29.9 | KSEALL & KMI | |
| Food & Personal Care Product | | | | | | | | | | | | | | | | | | | | | |
| UNITY | Unity Foods Ltd. | 38.0 | 54.4 | 43.3 | Buy | 0.2 | 3.8 | 4.7 | - | 0.50 | 1.00 | 10.0 | 8.0 | 1.3 | 2.6 | 2.8 | 2.2 | 38.7 | 30.4 | KSE100, KSE30 & KMI | |

Source: Bloomberg, AHL Research. *Earnings Consolidated Basis. ** Target Price also includes dividends which falls before Dec21 and upside is total return, ^ closing price is bonus adjusted

AHL Universe - Performance

| Code | Closing | WoW (%) | MTD (%) | CYTD (%) | 90-Days | | 180-Days | | 365-Days | |
|---------|---------|---------|---------|----------|---------|---------|----------|---------|----------|---------|
| | | | | | High | Low | High | Low | High | Low |
| EPCL | 64.6 | 6.2 | 2.7 | 41.5 | 64.6 | 46.7 | 64.6 | 42.4 | 64.6 | 37.0 |
| ASTL | 45.0 | 5.5 | (0.6) | (6.8) | 47.7 | 42.1 | 47.7 | 36.8 | 53.5 | 36.8 |
| HUBC | 80.4 | 4.6 | 0.5 | 5.3 | 82.2 | 74.3 | 83.0 | 73.7 | 87.9 | 69.1 |
| BAFL | 33.1 | 2.7 | 1.6 | (6.3) | 33.7 | 30.7 | 33.8 | 28.9 | 37.3 | 28.9 |
| APL | 333.7 | 2.2 | 1.7 | (0.3) | 342.4 | 318.4 | 343.8 | 315.1 | 385.0 | 307.7 |
| MARI | 1,541.1 | 1.4 | 0.3 | 20.0 | 1,571.0 | 1,480.6 | 1,600.3 | 1,467.8 | 1,622.1 | 1,179.7 |
| POWER | 8.7 | 1.3 | (0.1) | (12.3) | 10.6 | 8.6 | 10.6 | 8.1 | 11.8 | 8.0 |
| LOTCHEM | 14.9 | 1.1 | 0.9 | 3.4 | 17.0 | 14.6 | 17.2 | 12.9 | 17.2 | 10.4 |
| NPL | 18.7 | 1.0 | 1.7 | (20.7) | 22.3 | 18.3 | 24.9 | 18.3 | 29.6 | 18.3 |
| PPL | 80.3 | 1.0 | (1.8) | (9.6) | 94.4 | 78.8 | 94.9 | 78.8 | 100.4 | 77.5 |
| AHCL | 37.0 | 0.7 | 1.9 | (7.6) | 40.0 | 35.8 | 40.0 | 34.5 | 44.5 | 34.5 |
| ENGRO | 292.6 | 0.7 | (0.5) | (0.4) | 305.8 | 290.6 | 307.8 | 261.0 | 307.8 | 261.0 |
| LUCK | 824.1 | 0.5 | (0.8) | 18.4 | 925.1 | 815.4 | 940.7 | 799.4 | 940.7 | 614.4 |
| NCL | 51.4 | 0.5 | (0.8) | 22.0 | 54.9 | 50.1 | 54.9 | 43.6 | 54.9 | 34.6 |
| UNITY | 38.0 | 0.5 | - | 18.4 | 49.4 | 37.6 | 49.4 | 25.3 | 49.4 | 14.0 |
| FATIMA | 30.0 | 0.5 | 1.9 | 3.2 | 30.3 | 27.9 | 30.3 | 26.0 | 31.9 | 26.0 |
| PTL | 75.2 | 0.4 | 0.3 | 12.4 | 77.9 | 66.9 | 77.9 | 58.8 | 77.9 | 58.8 |
| OGDC | 91.2 | 0.2 | (1.8) | (9.0) | 100.2 | 90.5 | 103.6 | 86.5 | 111.9 | 84.1 |
| NCPL | 13.7 | - | (0.7) | (9.3) | 17.5 | 13.7 | 17.5 | 13.7 | 20.6 | 12.9 |
| EFERT | 77.1 | (0.0) | 0.0 | 22.0 | 77.9 | 68.8 | 77.9 | 62.0 | 77.9 | 58.9 |
| ILP | 75.0 | (0.2) | 0.7 | 10.2 | 76.1 | 68.5 | 76.1 | 61.3 | 76.6 | 53.7 |
| AKBL | 20.4 | (0.2) | (0.4) | (12.7) | 22.9 | 20.2 | 24.1 | 19.0 | 25.0 | 17.8 |
| KEL | 3.7 | (0.5) | (0.8) | (5.9) | 4.7 | 3.7 | 4.7 | 3.6 | 4.7 | 3.6 |
| NML | 95.6 | (0.7) | (2.0) | (6.1) | 105.1 | 93.3 | 107.0 | 80.0 | 123.1 | 80.0 |
| ITTEFAQ | 16.8 | (0.8) | (1.0) | 1.5 | 21.9 | 15.9 | 21.9 | 13.6 | 21.9 | 13.6 |
| PSO | 215.1 | (0.8) | (0.7) | 2.3 | 243.0 | 214.3 | 243.2 | 212.2 | 253.4 | 182.0 |
| KAPCO | 38.8 | (1.0) | (0.5) | 60.2 | 41.5 | 38.3 | 41.5 | 33.6 | 41.5 | 20.2 |
| BOP | 8.3 | (1.1) | (1.0) | (10.4) | 8.9 | 8.1 | 9.3 | 7.7 | 10.1 | 7.7 |
| POL | 388.7 | (1.4) | (0.6) | 3.2 | 402.0 | 377.1 | 407.8 | 351.2 | 423.1 | 300.8 |
| SNGP | 45.9 | (1.5) | (4.3) | 3.3 | 56.3 | 45.9 | 56.3 | 36.6 | 67.9 | 36.6 |
| NBP | 33.0 | (1.7) | (2.3) | (23.2) | 37.8 | 33.0 | 37.8 | 30.5 | 43.9 | 30.5 |
| FML | 99.1 | (1.9) | 2.1 | (0.3) | 103.1 | 96.0 | 109.8 | 93.9 | 127.5 | 93.9 |
| ABL | 69.8 | (1.9) | (1.0) | (18.3) | 74.2 | 69.5 | 80.9 | 68.5 | 89.1 | 68.5 |
| ICI | 826.5 | (1.9) | (1.4) | 8.7 | 920.6 | 821.4 | 920.6 | 791.3 | 920.6 | 679.3 |
| MTL | 1,085.6 | (2.3) | (2.2) | 11.6 | 1,124.0 | 1,067.6 | 1,154.4 | 1,042.4 | 1,154.4 | 749.1 |
| FFBL | 24.4 | (2.6) | (3.5) | (3.6) | 28.0 | 24.4 | 29.2 | 24.4 | 29.2 | 17.7 |
| DGKC | 102.9 | (2.9) | (3.8) | (10.2) | 130.8 | 102.9 | 134.3 | 102.9 | 141.5 | 101.1 |
| MCB | 162.0 | (2.9) | (2.0) | (2.3) | 168.0 | 152.9 | 170.2 | 152.9 | 178.5 | 145.1 |
| FCCL | 20.0 | (3.5) | (3.8) | (7.5) | 24.4 | 20.0 | 24.7 | 20.0 | 27.2 | 18.7 |
| ACPL | 152.8 | (3.8) | (9.6) | 1.8 | 180.8 | 152.8 | 182.1 | 152.8 | 191.2 | 141.9 |
| UBL | 117.7 | (4.4) | (2.7) | 7.3 | 128.2 | 117.7 | 128.2 | 107.0 | 128.2 | 92.8 |
| MLCF | 41.2 | (4.7) | (5.0) | (8.6) | 49.3 | 41.2 | 49.3 | 41.2 | 49.3 | 35.4 |
| AVN | 122.7 | (4.7) | 0.4 | 58.6 | 128.8 | 87.3 | 128.8 | 61.3 | 128.8 | 49.1 |
| HBL | 120.8 | (4.8) | (3.5) | (5.1) | 135.2 | 120.8 | 136.8 | 111.2 | 137.8 | 111.2 |
| KOHC | 199.9 | (5.3) | (4.8) | (8.8) | 234.4 | 199.9 | 234.4 | 189.5 | 246.7 | 170.7 |
| INDU | 1,295.0 | (5.4) | (5.1) | 8.1 | 1,372.9 | 1,201.9 | 1,372.9 | 967.3 | 1,389.1 | 967.3 |
| HCAR | 323.2 | (5.4) | (5.8) | (0.3) | 388.4 | 323.2 | 388.4 | 232.4 | 388.4 | 232.4 |
| MEBL | 152.6 | (5.9) | (1.4) | 46.1 | 162.2 | 111.7 | 162.2 | 107.0 | 162.2 | 77.7 |
| PSMC | 300.1 | (12.4) | (6.5) | 24.0 | 364.5 | 300.1 | 364.5 | 235.4 | 364.5 | 179.3 |

Local & Foreign Investors Portfolio Investment (USD mn)
LIPI Normal
Current Week

| Category | Gross Buy | Gross Sell | Net | Net | Category | Gross Buy | Gross Sell | Net | Net |
|----------------------------|---------------|---------------|------------|-------------|----------------------------|---------------|---------------|------------|-------------|
| Individuals | 376.02 | 370.96 | BUY | 5.06 | Individuals | 479.32 | 480.59 | SELL | -1.27 |
| Companies | 21.95 | 23.25 | SELL | -1.30 | Companies | 44.88 | 43.11 | BUY | 1.78 |
| Banks / DFIs | 10.12 | 10.33 | SELL | -0.21 | Banks / DFIs | 11.04 | 12.55 | SELL | -1.52 |
| NBFC | 0.38 | 0.16 | BUY | 0.22 | NBFC | 0.70 | 0.34 | BUY | 0.36 |
| Mutual Funds | 22.62 | 26.46 | SELL | -3.84 | Mutual Funds | 81.12 | 78.86 | BUY | 2.27 |
| Other Organizations | 4.86 | 2.82 | BUY | 2.04 | Other Organizations | 10.95 | 7.46 | BUY | 3.49 |
| Broker Proprietary Trading | 80.87 | 80.93 | SELL | -0.06 | Broker Proprietary Trading | 104.06 | 102.40 | BUY | 1.66 |
| Insurance Companies | 11.66 | 7.71 | BUY | 3.95 | Insurance Companies | 10.10 | 12.48 | SELL | -2.38 |
| Total | 528.49 | 522.63 | BUY | 5.86 | Total | 742.17 | 737.79 | BUY | 4.38 |

Last Week
LIPI Sector Wise
Current Week

| Sector | Gross Buy | Gross Sell | Net | Net | Sector | Gross Buy | Gross Sell | Net | Net |
|---------------------------------|---------------|---------------|------------|-------------|---------------------------------|---------------|---------------|------------|-------------|
| Commercial Banks | 18.12 | 13.78 | BUY | 4.34 | Commercial Banks | 26.75 | 23.93 | BUY | 2.82 |
| Fertilizer | 6.16 | 5.99 | BUY | 0.17 | Fertilizer | 10.20 | 10.13 | BUY | 0.07 |
| Cement | 30.94 | 29.63 | BUY | 1.31 | Cement | 81.75 | 78.46 | BUY | 3.29 |
| Power Generation & Distribution | 11.50 | 11.60 | SELL | -0.11 | Power Generation & Distribution | 10.64 | 10.63 | BUY | 0.01 |
| Exploration & Production | 10.77 | 10.00 | BUY | 0.77 | Exploration & Production | 22.24 | 22.41 | SELL | -0.16 |
| Oil & Gas Marketing Companies | 9.26 | 9.25 | BUY | 0.01 | Oil & Gas Marketing Companies | 35.03 | 35.23 | SELL | -0.20 |
| Food and Personal Care Products | 48.57 | 48.78 | SELL | -0.21 | Food and Personal Care Products | 61.02 | 61.15 | SELL | -0.13 |
| Textile Composite | 22.99 | 23.36 | SELL | -0.36 | Textile Composite | 44.07 | 44.81 | SELL | -0.73 |
| Technology and Communication | 118.51 | 119.18 | SELL | -0.67 | Technology and Communication | 179.59 | 180.61 | SELL | -1.02 |
| All other Sectors | 251.67 | 251.05 | BUY | 0.62 | All other Sectors | 270.87 | 270.43 | BUY | 0.44 |
| Total | 528.49 | 522.63 | BUY | 5.86 | Total | 742.17 | 737.79 | BUY | 4.38 |

Last Week
FIPI Normal
Current Week

| Category | Gross Buy | Gross Sell | Net | Net | Category | Gross Buy | Gross Sell | Net | Net |
|---------------------|--------------|--------------|-------------|--------------|---------------------|--------------|--------------|-------------|--------------|
| Foreign Individuals | 0.22 | 0.31 | SELL | -0.09 | Foreign Individuals | 0.24 | 0.15 | BUY | 0.09 |
| Foreign Corporates | 12.13 | 18.52 | SELL | -6.39 | Foreign Corporates | 8.41 | 15.96 | SELL | -7.55 |
| Overseas Pakistani | 22.98 | 22.35 | BUY | 0.63 | Overseas Pakistani | 33.65 | 30.57 | BUY | 3.08 |
| Total | 35.32 | 41.18 | SELL | -5.86 | Total | 42.30 | 46.68 | SELL | -4.38 |

Last Week
FIPI Sector Wise
Current Week

| Sector | Gross Buy | Gross Sell | Net | Net | Sector | Gross Buy | Gross Sell | Net | Net |
|---------------------------------|--------------|--------------|-------------|--------------|---------------------------------|--------------|--------------|-------------|--------------|
| Commercial Banks | 5.42 | 9.76 | SELL | -4.34 | Commercial Banks | 4.99 | 7.81 | SELL | -2.82 |
| Fertilizer | 0.71 | 0.88 | SELL | -0.17 | Fertilizer | 0.69 | 0.76 | SELL | -0.07 |
| Cement | 4.19 | 5.50 | SELL | -1.31 | Cement | 3.61 | 6.90 | SELL | -3.29 |
| Power Generation & Distribution | 0.70 | 0.59 | BUY | 0.11 | Power Generation & Distribution | 0.78 | 0.79 | SELL | -0.01 |
| Exploration & Production | 0.97 | 1.73 | SELL | -0.77 | Exploration & Production | 1.54 | 1.38 | BUY | 0.16 |
| Oil & Gas Marketing Companies | 0.46 | 0.48 | SELL | -0.01 | Oil & Gas Marketing Companies | 2.46 | 2.26 | BUY | 0.20 |
| Food and Personal Care Products | 1.86 | 1.65 | BUY | 0.21 | Food and Personal Care Products | 2.32 | 2.19 | BUY | 0.13 |
| Textile Composite | 1.52 | 1.16 | BUY | 0.36 | Textile Composite | 2.15 | 1.41 | BUY | 0.73 |
| Technology and Communication | 7.65 | 6.98 | BUY | 0.67 | Technology and Communication | 8.84 | 7.81 | BUY | 1.02 |
| All other Sectors | 11.84 | 12.45 | SELL | -0.62 | All other Sectors | 14.92 | 15.36 | SELL | -0.44 |
| Total | 35.32 | 41.18 | SELL | -5.86 | Total | 42.30 | 46.68 | SELL | -4.38 |

Last Week

Source: NCCPL, AHL Research

Forward Estimates

| Country | Indonesia | India | Vietnam | Philippines | Sri Lanka | Thailand | China | Taiwan | S.Korea | Peer Avg | Pakistan | Prem/(Disc) |
|---------|-----------|-------|---------|-------------|-----------|----------|-------|--------|---------|----------|----------|-------------|
| DY (%) | 2.2 | 1.3 | 1.4 | 1.8 | 2.7 | 2.7 | 2.6 | 3.7 | 1.7 | 2.2 | 6.9 | -67.6% |
| P/E (x) | 15.0 | 21.4 | 12.6 | 15.5 | 11.2 | 17.4 | 11.6 | 14.4 | 11.3 | 14.5 | 5.9 | -59.3% |
| P/B (x) | 1.8 | 3.2 | 2.2 | 1.5 | 8.7 | 1.8 | 1.4 | 2.3 | 1.2 | 2.7 | 0.9 | -65.4% |

Source: Bloomberg, AHL Research

World's Major Stock Market Performance (USD based return)

| Country | Index | Index Closing* | WTD (%) | MTD (%) | CY21TD (%) | Country | Index | Index Closing* | WTD (%) | MTD (%) | CY21TD (%) |
|----------------|----------------|----------------|---------|---------|------------|-----------------|---------------------|----------------|--------------|--------------|------------|
| Estonia | TALSE Index | 2,142 | 7.6 | 7.8 | 54.3 | Canada | SPTSX Index | 20,795 | 1.2 | 1.6 | 21.3 |
| Japan | NKY Index | 29,128 | 5.3 | 3.8 | (0.3) | Netherland | AEX Index | 790 | 1.1 | 1.0 | 23.0 |
| Poland | WIG20 Index | 2,380 | 4.7 | 1.5 | 17.8 | Greece | ASE Index | 917 | 1.1 | 0.1 | 10.3 |
| Kazakhstan | KZKAK Index | 3,261 | 4.4 | 3.0 | 20.6 | USA | NDX Index | 15,604 | 1.1 | 0.1 | 21.1 |
| India | SENSEX Index | 58,130 | 4.3 | 1.0 | 21.9 | Iceland | ICEXI Index | 2,494 | 1.1 | 0.1 | 33.1 |
| Sri Lanka | CSEALL Index | 9,317 | 4.0 | 2.8 | 26.9 | Malaysia | FBMKLCI Index | 1,589 | 1.0 | (0.6) | (5.3) |
| Russia | RTSI\$ Index | 1,729 | 3.9 | 2.7 | 24.6 | Croatia | CRO Index | 1,968 | 0.9 | 0.7 | 10.3 |
| Portugal | PSI20 Index | 5,485 | 3.8 | 2.0 | 8.9 | China | SHSZ300 Index | 4,843 | 0.8 | 1.1 | (5.8) |
| New Zealand | NZSE Index | 2,161 | 3.7 | 2.1 | (0.2) | UK | UKX Index | 7,169 | 0.8 | 1.4 | 12.6 |
| Lithuania | VILSE Index | 1,029 | 3.5 | 3.2 | 21.9 | Spain | IBEX Index | 8,924 | 0.8 | 1.6 | 7.5 |
| Hungary | BUX Index | 52,253 | 3.4 | 1.4 | 26.1 | Belgium | BEL20 Index | 4,317 | 0.7 | 0.9 | 16.0 |
| South Korea | KOSPI Index | 3,201 | 2.9 | 0.5 | 5.2 | Norway | OBXP Index | 546 | 0.7 | 2.8 | 15.9 |
| Taiwan | TWSE Index | 17,517 | 2.8 | 0.2 | 20.7 | Germany | DAX Index | 15,831 | 0.7 | 0.7 | 11.7 |
| Thailand | SET Index | 1,650 | 2.6 | (0.0) | 5.0 | Denmark | KFX Index | 1,814 | 0.6 | 1.56 | 19.90 |
| Australia | AS51 Index | 7,523 | 2.5 | 1.9 | 10.7 | USA | SPX Index | 4,537 | 0.6 | 0.3 | 20.8 |
| Austria | ATX Index | 3,668 | 2.4 | 2.1 | 27.7 | Ghana | GGSECI Index | 2,754 | 0.5 | 0.2 | 37.7 |
| Indonesia | JCI Index | 6,127 | 2.4 | (0.4) | 1.1 | Singapore | FSSTI Index | 3,084 | 0.5 | 1.2 | 6.9 |
| Serbia | BELEX15 Index | 809 | 2.4 | 1.2 | 5.1 | Tunisia | TUSISE Index | 7,346 | 0.4 | 0.2 | 3.4 |
| Luxembourg | LUXXX Index | 1,714 | 2.4 | 2.3 | 23.9 | Dubai | DFMGI Index | 2,912 | 0.4 | 0.3 | 16.9 |
| Argentina | MERVAL Index | 75,115 | 2.3 | (1.8) | 26.1 | Mexico | MEXBOL Index | 52,087 | 0.4 | (1.8) | 18.0 |
| Finland | HEX Index | 13,409 | 2.2 | 2.4 | 19.4 | Uae | ADSMI Index | 7,653 | 0.4 | (0.4) | 51.7 |
| Czech Republic | PX Index | 1,296 | 2.2 | 1.8 | 26.1 | Morocco | MOSEMDX Index | 10,330 | 0.3 | 0.6 | 12.9 |
| Latvia | RIGSE Index | 1,299 | 2.2 | 1.6 | 10.6 | Romania | BET Index | 12,356 | 0.3 | 1.9 | 20.0 |
| Jordan | JOSMGNFF Index | 2,071 | 2.18 | 0.5 | 25.0 | Oman | MSM30 Index | 3,974 | 0.3 | 0.2 | 8.6 |
| Hong Kong | HSI Index | 25,902 | 2.1 | 0.2 | (5.1) | Ireland | ISEQ Index | 8,774 | 0.0 | 0.6 | 15.7 |
| Bangladesh | DSEX Index | 6,981 | 2.0 | 1.6 | 28.4 | Ukraine | PFTS Index | 526 | 0.0 | 0.1 | 11.0 |
| Chile | IPSA Index | 4,437 | 1.8 | (0.3) | (1.3) | USA | INDU Index | 35,444 | (0.0) | 0.2 | 15.8 |
| Turkey | XU100 Index | 1,471 | 1.7 | 0.2 | (10.7) | Mauritius | SEMDEX Index | 1,953 | (0.0) | 0.6 | 10.7 |
| Saudi Arabia | SASEIDX Index | 11,320 | 1.7 | 0.0 | 30.3 | Qatar | DSM Index | 11,071 | (0.1) | (0.1) | 6.0 |
| Vietnam | VNIndex Index | 1,335 | 1.7 | 0.3 | 22.6 | Bahrain | BHSEASI Index | 1,663 | (0.2) | 1.1 | 11.7 |
| Sweden | OMX Index | 2,387 | 1.7 | 2.5 | 22.2 | Bulgaria | SOFIX Index | 562 | (0.4) | (0.1) | 21.5 |
| Philippines | PCOMP Index | 6,897 | 1.6 | 0.2 | (6.9) | Nigeria | NGSEINDX Index | 39,246 | (0.6) | 0.1 | (5.1) |
| Egypt | EGX30 Index | 11,301 | 1.6 | 1.4 | 4.4 | Switzerland | SMI Index | 12,370 | (0.8) | (0.0) | 11.8 |
| Italy | FTSEMIB Index | 26,177 | 1.5 | 1.4 | 14.0 | Pakistan | KSE100 Index | 46,957 | (1.1) | (1.3) | 2.8 |
| France | CAC Index | 6,716 | 1.3 | 1.3 | 17.7 | Lebanon | BLOM Index | 1,031 | (2.1) | (0.3) | 56.7 |
| Europe | SX5E Index | 4,212 | 1.3 | 1.1 | 15.4 | Brazil | IBOV Index | 116,677 | (2.5) | (1.8) | (1.8) |
| Slovenia | SBITOP Index | 1,202 | 1.2 | 1.4 | 29.2 | Kenya | NSEASI Index | 181 | (3.5) | (0.9) | 18.1 |
| South Africa | JALSH Index | 66,439 | 1.2 | (0.0) | 14.8 | | | | | | |

Source: Bloomberg, AHL Research, * Last Closing

Key Economic Data & Commodities Prices

| Month end | Units | Jun-20 | Jul-20 | Aug-20 | Sep-20 | Oct-20 | Nov-20 | Dec-20 | Jan-21 | Feb-21 | Mar-21 | Apr-21 | May-21 | Jun-21 | Jul-21 | Current* |
|-------------------------------|-------------|--------|---------|---------|--------|--------|--------|--------|--------|--------|--------|--------|--------|---------|--------|----------|
| Money Market Data | | | | | | | | | | | | | | | | |
| 03-M T-Bill | % | 7.1 | 7.0 | 7.1 | 7.1 | 7.1 | 7.1 | 7.1 | 7.1 | 7.2 | 7.4 | 7.3 | 7.4 | 7.3 | 7.2 | 7.2 |
| 06-M T-Bill | % | 7.1 | 7.0 | 7.2 | 7.2 | 7.2 | 7.2 | 7.2 | 7.2 | 7.4 | 7.8 | 7.5 | 7.6 | 7.5 | 7.5 | 7.4 |
| 12-M T-Bill | % | 7.1 | 7.0 | 7.3 | 7.3 | 7.3 | 7.3 | 7.3 | 7.3 | 7.7 | 7.9 | 7.7 | 7.7 | 7.8 | 7.7 | 7.6 |
| 03-Y PIB | % | 7.5 | 8.0 | 8.3 | 8.3 | 8.3 | 8.3 | 8.3 | 8.3 | 8.7 | 9.4 | 8.9 | 9.0 | 9.0 | 8.9 | 8.7 |
| 05-Y PIB | % | 8.1 | 8.6 | 8.9 | 9.1 | 9.1 | 9.3 | 9.3 | 9.3 | 9.5 | 9.9 | 9.4 | 9.4 | 9.5 | 9.4 | 9.3 |
| 10-Y PIB | % | 8.7 | 9.2 | 9.5 | 9.8 | 9.6 | 10.0 | 10.0 | 10.0 | 10.0 | 10.4 | 10.0 | 9.9 | 9.9 | 10.0 | 9.9 |
| 06-M KIBOR | % | 7.2 | 7.1 | 7.3 | 7.3 | 7.4 | 7.4 | 7.4 | 7.4 | 7.6 | 7.9 | 7.6 | 7.7 | 7.7 | 7.6 | #N/A |
| Policy Rate | % | 7.00 | 7.00 | 7.00 | 7.00 | 7.00 | 7.00 | 7.00 | 7.00 | 7.00 | 7.00 | 7.00 | 7.00 | 7.00 | 7.00 | 7.00 |
| Inflation (YoY) | | | | | | | | | | | | | | | | |
| Headline (CPI New Base) | % | 8.6 | 9.3 | 8.2 | 9.0 | 8.9 | 8.3 | 8.0 | 5.7 | 8.7 | 9.1 | 11.1 | 10.9 | 9.7 | 8.4 | 8.4 |
| Monetary Sector | | | | | | | | | | | | | | | | |
| M1 | PKR bn | 17,206 | 17,159 | 17,128 | 17,232 | 17,317 | 17,541 | 17,951 | 17,930 | 18,186 | 18,403 | 18,723 | 18,935 | 19,824 | na | 19,824 |
| M2 | PKR bn | 20,640 | 20,530 | 20,519 | 20,743 | 20,811 | 21,063 | 21,604 | 21,429 | 21,683 | 21,985 | 22,213 | 22,476 | 23,722 | na | 23,722 |
| M3 | PKR bn | 24,966 | 24,854 | 24,853 | 25,083 | 25,163 | 25,419 | 25,971 | 25,711 | 25,942 | 26,228 | 26,441 | 26,616 | 27,738 | na | 27,738 |
| Banking Sector | | | | | | | | | | | | | | | | |
| Deposits | PKR bn | 16,229 | 16,122 | 16,327 | 16,886 | 16,664 | 16,841 | 17,876 | 17,086 | 17,257 | 17,906 | 17,561 | 17,955 | 19,796 | 18,839 | 18,839 |
| Advances | PKR bn | 8,202 | 8,120 | 8,053 | 8,094 | 8,116 | 8,166 | 8,497 | 8,467 | 8,527 | 8,600 | 8,665 | 8,811 | 8,996 | 8,878 | 8,878 |
| Investment | PKR bn | 10,681 | 10,809 | 10,869 | 11,090 | 10,942 | 11,071 | 11,552 | 11,421 | 11,612 | 12,553 | 12,418 | 13,068 | 13,742 | 14,102 | 14,102 |
| WALR | % | 10.1 | 8.9 | 8.7 | 8.3 | 8.4 | 8.1 | 8.0 | 8.0 | 7.9 | 7.8 | 8.0 | 7.9 | 8.0 | 7.8 | 7.8 |
| WADR | % | 4.4 | 3.9 | 3.8 | 3.8 | 3.7 | 3.6 | 3.6 | 3.6 | 3.6 | 3.5 | 3.5 | 3.5 | 3.5 | 3.6 | 3.6 |
| Spread | % | 5.7 | 5.0 | 4.9 | 4.6 | 4.7 | 4.5 | 4.4 | 4.4 | 4.4 | 4.3 | 4.5 | 4.5 | 4.5 | 4.2 | 4.2 |
| External Sector | | | | | | | | | | | | | | | | |
| Forex Reserves | USD bn | 18.0 | 19.6 | 19.9 | 19.4 | 19.4 | 20.3 | 20.5 | 20.1 | 20.1 | 20.6 | 22.7 | 23.3 | 23.3 | 24.9 | 27.2 |
| With SBP | USD bn | 11.2 | 12.5 | 12.7 | 12.2 | 12.2 | 13.1 | 13.4 | 13.0 | 13.0 | 13.5 | 15.6 | 16.1 | 16.1 | 17.8 | 20.1 |
| With Banks | USD bn | 6.7 | 7.1 | 7.2 | 7.2 | 7.2 | 7.2 | 7.1 | 7.1 | 7.1 | 7.1 | 7.1 | 7.2 | 7.2 | 7.0 | 7.1 |
| Exchange rate | PKR/USD | 168.1 | 167.0 | 166.2 | 165.7 | 160.3 | 159.4 | 160.3 | 159.8 | 160.2 | 152.8 | 153.5 | 154.4 | 157.5 | 162.4 | 167.0 |
| C/A Balance | USD mn | (121) | 583 | 255 | 27 | 448 | 563 | (629) | (219) | (34) | (364) | (188) | (650) | (1,619) | (773) | (773) |
| Exports | USD bn | 1.6 | 1.9 | 1.5 | 2.0 | 2.0 | 2.2 | 2.3 | 2.1 | 2.2 | 2.6 | 2.3 | 2.1 | 2.5 | 2.3 | 2.3 |
| Imports | USD bn | 3.6 | 3.6 | 3.2 | 3.8 | 3.5 | 4.1 | 5.0 | 4.4 | 4.5 | 5.2 | 5.0 | 5.0 | 6.3 | 5.4 | 5.4 |
| Trade Balance | USD bn | (2.0) | (1.7) | (1.6) | (1.9) | (1.5) | (1.8) | (2.8) | (2.3) | (2.3) | (2.6) | (2.7) | (2.8) | (3.8) | (3.1) | (3.1) |
| Remittances | USD bn | 2.5 | 2.8 | 2.1 | 2.5 | 2.3 | 2.3 | 2.4 | 2.3 | 2.3 | 2.7 | 2.8 | 2.5 | 2.7 | 2.7 | 2.7 |
| Key Commodities Prices | | | | | | | | | | | | | | | | |
| International | | | | | | | | | | | | | | | | |
| Coal | USD/ton | 54.7 | 53.7 | 59.2 | 62.3 | 59.4 | 83.7 | 87.7 | 87.1 | 83.3 | 96.9 | 93.2 | 108.3 | 114.9 | 123.0 | 153.0 |
| Steel (HRC) | USD/ton | 534.1 | 556.6 | 582.9 | 567.4 | 580.2 | 629.0 | 699.5 | 700.9 | 697.1 | 818.6 | 888.4 | 886.2 | 836.9 | 918.7 | 883.1 |
| PTA | USD/ton | 445.0 | 440.0 | 450.0 | 440.0 | 455.0 | 465.0 | 510.0 | 510.0 | 585.0 | 690.0 | 695.0 | 695.0 | 745.0 | 750.0 | 745.0 |
| Gold | USD/oz | 1,781 | 1,957 | 1,968 | 1,886 | 1,868 | 1,777 | 1,894 | 1,899 | 1,861 | 1,708 | 1,769 | 1,907 | 1,770 | 1,814 | 1,810 |
| Cotton (COTLOOK A) | USD/lb | 68.0 | 67.1 | 71.1 | 71.2 | 77.0 | 79.0 | 82.9 | 84.6 | 86.6 | 87.2 | 91.9 | 89.7 | 96.6 | 100.3 | 102.2 |
| Crude oil (WTI) | USD/bbl | 39.3 | 39.9 | 42.6 | 40.2 | 36.2 | 45.3 | 48.4 | 48.5 | 53.6 | 59.2 | 63.6 | 66.3 | 73.5 | 74.0 | 70.0 |
| Crude oil (Arab Light) | USD/bbl | 35.2 | 42.7 | 46.9 | 40.3 | 36.7 | 46.6 | 50.1 | 49.9 | 55.6 | 63.4 | 66.1 | 68.7 | 75.0 | 75.4 | 73.0 |
| Crude oil (Brent) | USD/bbl | 41.2 | 42.9 | 45.3 | 41.0 | 37.7 | 47.6 | 51.3 | 51.8 | 56.4 | 63.5 | 67.3 | 69.3 | 75.1 | 76.3 | 73.0 |
| Local | | | | | | | | | | | | | | | | |
| Cotton | PKR/maund | 8,200 | 8,100 | 8,600 | 8,950 | 10,100 | 9,450 | 10,000 | 10,200 | 10,800 | 11,500 | 11,300 | 12,300 | 12,600 | 13,000 | 14,000 |
| Cement | PKR/bag | 545.9 | 558.8 | 558.2 | 565.9 | 568.2 | 573.6 | 581.7 | 587.2 | 597.0 | 610.6 | 614.9 | 615.2 | 640.1 | 653.9 | 673.1 |
| Gold | PKR/10 grms | 89,592 | 105,238 | 100,652 | 95,850 | 97,094 | 94,993 | 97,436 | 97,737 | 97,136 | 90,880 | 89,510 | 93,020 | 92,770 | 93,880 | 92,250 |

*Current Price

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Arif Habib Limited (AHL) uses three rating categories, depending upon return form current market price, with Target period as Dec'21 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 +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 (Ex. KEL) 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, NBP, PSO, FCCL, BOP, and AKBL.