

Market Review
Equities
Geopolitical Unrest Keeps Market Range Bound
Market Commentary

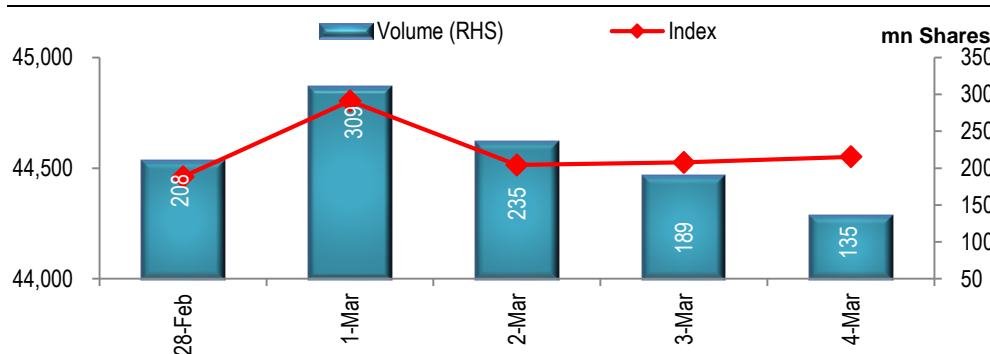
The week commenced on a positive note as Russia and Ukraine entered negotiations, however things turned for the worse as talks broke down, which caused global crude oil prices to soar past USD 114/bbl. Moreover, announcement of an industrial package triggered buying mid-week, albeit, the positive momentum could not sustain for long as the market plummeted over the noise of Russia's military attack on Ukraine and rising commodity prices. Furthermore, the trade deficit rose to USD 32bn, increasing 82% during 8MCY21 and inflation rose over 12% YoY, which kept the index under pressure as well. The market closed at 44,551 points, rising 567points (up by 1.2%) WoW.

Sector-wise positive contributions came from i) Oil & Gas Exploration Companies (402pts), ii) Technology & Communication (129pts) iii) Fertilizer (95pts), iv) Chemical (24pts) and v) Power Generation & Distribution (19pts). Whereas, sectors which contributed negatively came from i) Cement (67pts), ii) Oil & Gas Marketing Companies (12pts), iii) Insurance (12pts), iv) Automobile Assembler (11pts), and v) Leather & Tanneries (8pts).

Scrip-wise positive contributors were PPL (169pts), OGDC (136pts) TRG (117pts), POL (74) and EFERT (37pts). Meanwhile, scrip-wise negative contribution came from LUCK (39pts), MCB (34pts), PSO (18pts), DGKC (17pts) and DAWH (16pts).

Foreign selling continued this week, clocking-in at USD 0.97mn compared to a net sell of USD 3.24mn last week. Major selling was witnessed in E&P's (USD 1.5mn) and Banks (USD 1.4mn). On the local front, buying was reported by Banks (USD 2.4mn) followed by Brokers (USD 2.1mn). Average volumes clocked-in at 215mn shares (down by 5% WoW) while average value traded settled at USD 43mn (up by 12% WoW).

Other major news: i) Next three days crucial, says Fazl about no-trust move, ii) Ogra hikes gas prices, iii) Jul-Feb trade deficit widens 82.2pc to \$31.959bn YoY, iv) First cargo under Saudi oil facility due late March, v) OMCs' sales increase by 10% YoY in February, vi) Uzbek President to discuss trans-Afghan railway project: FO, and vii) Nepra approves some adjustments in KE tariff.

Exhibit: KSE100 index and volume

Outlook and Recommendation

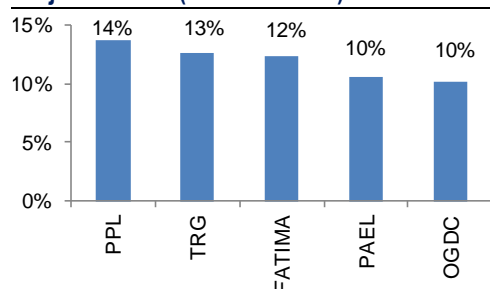
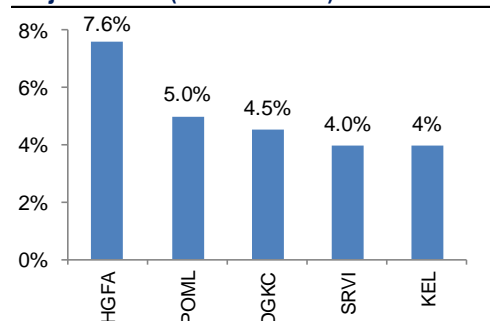
We believe the market will remain jittery in the short term on account of geopolitical tensions and rising commodity prices. Key events to look out for include MPC meeting, FATF decision, and an ongoing IMF review which will have an impact on the market. Keeping in view the ongoing result season, certain sectors and scrips are expected to stay under limelight. We advise investors to prioritize long term blue chip scrips only. Our preferred stocks are OGDC, PPL, MARI, HBL, MCB, UBL, MEBL, FABL, LUCK, FCCL, ENGRO, FFC, HUBC, PSO, INDU, ILP, EPCL, and ASTL. The KSE-100 is currently trading at a PER of 5.0x (2022) compared to Asia Pac regional average of 13.5x while offering a dividend yield of ~8.8% versus ~2.4% offered by the region.

PSX Indices Performance

Index	Current	WoW (%)	CY22TD (%)
KSE100	44,551	1.29	(0.10)
KSEAI	30,698	1.59	(0.09)
KSE30	17,429	1.98	(0.42)
KMI30	72,495	2.37	1.13
BKTI	13,298	(0.01)	3.09
OGTI	12,448	8.22	8.52

PSX Volume Leaders

	Avg. Vol. (mn)	Closing
TRG	14.0	78.8
WTL	12.5	1.8
TELE	10.4	14.0
TPLP	9.9	29.7
AGL	8.0	6.0

Major Gainers (KSE100 Index)

Major Losers (KSE100 Index)

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 Best Brokerage House of
the Year 2021

 Best Economic Research
House of the Year: 2021

 Corporate Finance House
of the Year: 2021

 Best Equity Research
Analyst: 2021

Business & Economic developments during the week.
PM Imran's relief measures to cost Rs237bn in four months

coupled with a cut in the development budget and savings in other expenditures, it will cost the government around Rs237 billion during the four months through June to absorb the impact of relief measures announced by the prime minister on Monday. The key components of the relief measures announced by the prime minister included a Rs10 per litre reduction in petrol and diesel prices, Rs5 per unit cut in electricity rates, besides internships and scholarships and tax concessions for industries. Officials involved in finalising the policy measures for the prime minister's speech told Dawn that the financing cost of the relief package would be met through four avenues. These include a reduction in development expenditure, diversion of dividends of government-owned corporate entities, unspent funds out of \$1.4bn emergency support extended by the International Monetary Fund (IMF), and a cushion provided in the Rs550bn mini-budget announced by the government in December. On the other hand, these measures would not impact the fiscal deficit limit of 6.9 per cent estimated under the IMF programme in the wake of an increase in the GDP size following a recent rebasing exercise.

Feb tax collection stands at Rs443bn

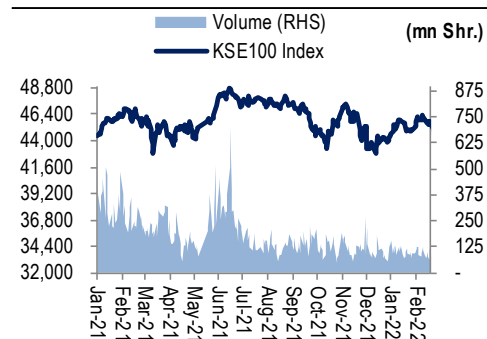
The Federal Board of Revenue (FBR) has surpassed the assigned monthly revenue collection target of Rs441 billion by collecting Rs443 billion during February 2022, reflecting an increase of Rs2 billion. According to the provisional information, the FBR has collected net revenue of Rs3,799 billion during July 2021 to February 2022 of current Financial Year 2021-22, which has exceeded the target of Rs3,531 billion, reflecting an increase of Rs268 billion. This represents a growth of about 30.3 percent over the collection of Rs2,916 billion during the same period, last year. Building further on its ongoing momentum for revenue collection, the FBR has not only achieved its assigned target of Rs441 billion fixed for February 2022 but also exceeded the same by Rs2 billion as it has collected Rs443 billion. The country's premier tax collection organisation has released the provisional revenue collection figures for the months July 2021 to February 2022 of the current Financial Year 2021-22. Inland Revenue collection increased by 29.0 percent during July 2021 to February 2022 by collecting Rs3,177 billion against Rs2,463 billion collected in the same period, last year. Likewise, Pakistan Customs has successfully maintained its growth trajectory by collecting Rs622 billion as against Rs454 billion collected during the same period, last year. The net collection for the month of February 2022 realised Rs443 billion representing an increase of 28.3 percent over Rs345 billion collected in February 2021.

Feb CPI up 12.2pc YoY

The Consumer Price Index (CPI) witnessed an increase of 12.2 percent on year-on-year basis in February 2022 as compared to an increase of 13 percent in the previous month and 8.7 percent in February 2021, says the Pakistan Bureau of Statistics (PBS). On month-on-month basis, the CPI increased by 1.2 percent in February 2022 as compared to increase of 0.4 percent in the previous month and increase of 1.8 percent in February 2021. According to the PBS data, the prices of food and non-food items including tomatoes, chicken, vegetables, fruits, pulse gram, vegetable ghee, cooking oil, wheat, bakery and confectionary, motor fuel, hosiery, motor vehicle accessories, and clinic fee increased.

Package for IT sector: govt envisages \$1bn yearly inflows

The government envisages forex inflows of \$1 billion annually for companies/freelancers, besides bringing internationally parked foreign currency to Pakistan, after the prime minister announced an incentives package for IT sector.

PSX Volume & Index

Top Contributors in KSE100 Index

Companies	Index Contribution
Bullish Companies	
PPL	169.3
OGDC	136.3
TRG	116.9
POL	74.1
EFERT	37.0
	533.6

Bearish Companies

LUCK	(39.2)
MCB	(34.1)
PSO	(17.6)
DGKC	(17.3)
DAWH	(16.3)
	(124.5)

Sectors	Index Contribution
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Bullish Sectors

Oil & Gas Exploration Companies	402.2
Technology & Communication	129.3
Fertilizer	94.8
Chemical	23.6
Power Generation & Distribution	19.0
	668.9

Bearish Sectors

Cement	(67.6)
Oil & Gas Marketing Companies	(12.2)
Insurance	(11.9)
Automobile Assembler	(10.7)
Leather & Tanneries	(8.3)
	(110.7)



Outstanding Company in the Financial Sector 2021

Best Corporate & Investment Bank: 2020



Best Broker in Pakistan



Top 25 Companies

AHL Universe - Recommendation Summary

Code	Company	Price 4-Mar-22	TP Dec-22	Upside (%)	Stance	EPS (PKR)			DPS (PKR)			P/E (x)		DY (%)		P/B (x)		ROE (%)		Indices	
						2021	2022	2023	2021	2022	2023	2022	2023	2022	2023	2022	2023	2022	2023		
Exploration & Production																					
PPL	Pakistan Petroleum Ltd.	87.1	158.8	82.4	Buy	19.3	24.6	25.8	3.50	4.50	5.00	3.5	3.4	5.2	5.7	0.5	0.5	16.0	14.8	KSE100, KSE30, KM & MSCI	
OGDC	Oil and Gas Dev Co.	94.8	163.9	72.9	Buy	21.3	27.2	26.8	6.90	11.50	11.25	3.5	3.5	12.1	11.9	0.5	0.5	14.6	13.3	KSE100, KSE30 & KMI	
POL	Pakistan Oilfields Ltd.	389.1	546.5	40.5	Buy	47.1	72.3	68.8	50.00	69.00	62.00	5.4	5.7	17.7	15.9	2.5	2.6	49.5	45.3	KSE100, KSE30, KM & MSCI	
MARI	Mari Petroleum Ltd	1,799.6	2,522.8	40.2	Buy	235.7	304.0	353.2	####	182.00	212.00	5.9	5.1	10.1	11.8	1.8	1.6	32.8	33.4	KSE100, KSE30, KM & MSCI	
Commercial Banks																					
UBL	United Bank Ltd.*	148.7	217.2	46.1	Buy	24.8	28.2	31.6	18.00	18.00	20.00	5.3	4.7	12.1	13.5	0.8	0.8	15.4	16.9	KSE100, KSE30 & MSCI	
BAFL	Bank Alfalah*	36.2	53.4	47.6	Buy	8.1	9.4	10.6	4.00	5.00	6.00	3.8	3.4	13.8	16.6	0.6	0.5	16.1	16.7	KSE100 & MSCI	
MCB	MCB Bank Ltd.*	154.0	236.3	53.4	Buy	26.3	30.9	35.2	19.00	22.00	25.00	5.0	4.4	14.3	16.2	0.9	0.9	18.3	20.0	KSE100, KSE30 & MSCI	
HBL	Habib Bank Ltd.*	116.3	184.7	58.9	Buy	23.9	29.3	33.2	7.50	9.00	10.00	4.0	3.5	7.7	8.6	0.5	0.5	14.4	14.7	KSE100, KSE30 & MSCI	
ABL	Allied Bank Ltd.*	86.0	114.6	33.3	Buy	15.3	18.4	20.3	8.00	9.00	10.00	4.7	4.2	10.5	11.6	0.7	0.6	15.2	15.4	KSE100	
NBP	National Bank of Pakistan.*	33.0	52.3	58.6	Buy	14.9	17.1	18.7	-	-	-	1.9	1.8	-	-	0.2	0.2	11.3	11.2	KSE100	
AKBL	Askari Bank Ltd.*	19.2	34.3	78.6	Buy	7.7	8.8	9.6	-	2.50	3.00	2.2	2.0	13.0	15.6	0.4	0.3	17.7	16.7	KSE100	
BOP	The Bank of Punjab*	8.0	12.9	61.9	Buy	4.7	5.0	5.6	-	1.00	1.50	1.6	1.4	12.6	18.9	0.3	0.3	20.8	20.1	KSE100	
MEBL	Meezan Bank Ltd.*	135.8	220.5	62.4	Buy	17.4	20.3	23.1	6.00	10.00	12.50	6.7	5.9	7.4	9.2	2.1	1.8	33.7	32.5	KSE100, KSE30 & KMI	
FABL	Faysal Bank Ltd.*	25.1	38.9	55.3	Buy	5.4	6.7	7.5	1.50	2.00	2.00	3.8	3.4	8.0	8.0	0.5	0.5	14.5	14.8	KSE100	
Fertilizer																					
ENGRO	Engro Corporation*	272.5	343.2	25.9	Buy	48.5	55.5	57.4	25.00	29.00	30.00	4.9	4.7	10.6	11.0	0.6	0.6	13.4	12.8	KSE100, KSE30, KM & MSCI	
FFBL	Fauji Fert. Bin Qasim	21.2	33.8	59.1	Buy	4.9	5.3	5.5	-	1.00	1.00	4.0	3.9	4.7	4.7	0.9	0.7	26.1	20.6	KSE100	
EFERT	Engro Fertilizer	89.7	83.0	(7.5)	Hold	15.8	9.2	8.0	16.50	7.50	7.50	9.7	11.2	8.4	8.4	1.2	1.2	12.3	10.7	KSE100, KSE30, KM & MSCI	
FFC	Fauji Fertilizer Co.	108.5	145.1	33.8	Buy	17.2	18.8	19.9	14.50	15.00	16.00	5.8	5.4	13.8	14.8	2.6	2.4	47.9	46.2	KSE100, KSE30 & MSCI	
FATIMA	Fatima Fertilizer Co.	39.9	na	na	na	na	na	na	na	na	na	Group Company: No estimates are given					na	na	KSE100 & KMI		
AHCL	Arif Habib Corp. Ltd.	35.5	na	na	na	18.3	na	na	3.00	na	na	Group Company: No estimates are given					na	na	KSEALL		
Cement																					
LUCK	Lucky Cement Ltd.	619.3	1,004.4	62.2	Buy	43.5	53.1	89.6	-	-	26.00	11.7	6.9	-	4.2	1.5	1.3	14.1	20.0	KSE100, KSE30, KM & MSCI	
LUCK	Lucky Cement Ltd.*	619.3	1,004.4	62.2	Buy	70.7	104.2	177.0	-	-	26.00	5.9	3.5	-	4.2	1.0	0.8	19.4	26.6	KSE100, KSE30, KM & MSCI	
FCCL	Fauji Cement Co.	17.1	30.3	77.4	Buy	2.5	3.5	4.2	-	0.50	1.50	4.9	4.1	2.9	8.8	0.9	0.8	19.1	19.7	KSE100 & KMI	
ACPL	Attock Cement Ltd.	123.2	203.4	65.2	Buy	8.1	9.3	28.2	4.00	3.00	10.00	13.2	4.4	2.4	8.1	0.9	0.8	7.2	20.1	KSEALL & KMI	
DGKC	D.G. Khan Cement Co.	68.3	119.5	74.9	Buy	8.5	11.0	22.9	1.00	-	4.00	6.2	3.0	-	5.9	0.4	0.3	6.3	12.2	KSE100, KSE30 & KMI	
KOHC	Kohat Cement Co.	167.3	261.4	56.2	Buy	17.4	28.1	42.6	-	-	15.00	6.0	3.9	-	9.0	1.2	1.0	22.5	27.9	KSE100 & KMI	
MLCF	Maple Leaf Cement.*	32.7	46.0	40.9	Buy	3.5	3.8	6.9	-	1.00	3.00	8.5	4.7	3.1	9.2	0.9	0.8	11.4	18.8	KSE100, KSE30 & KMI	
POWER	Power Cement	6.0	na	na	na	0.2	na	na	-	na	na	Group Company: No estimates are given					na	na	KMI		
Oil & Gas Marketing																					
PSO	Pakistan State Oil	173.1	300.0	73.3	Buy	62.1	110.3	67.5	15.00	20.00	20.00	1.6	2.6	11.6	11.6	0.5	0.4	33.8	17.9	KSE100, KSE30, KM & MSCI	
APL	Attock Petroleum Ltd.	313.0	436.0	39.3	Buy	49.4	58.5	53.9	27.00	32.50	32.50	5.3	5.8	10.4	10.4	1.2	1.1	24.3	20.3	KSE100 & KMI	
HTL	Hi-Tech Lubricants Ltd.	42.7	78.3	83.3	Buy	4.7	5.8	8.1	4.00	3.00	4.00	7.4	5.2	7.0	9.4	1.2	1.1	17.7	22.3	KMI	
SNGP	Sui Northern Gas Pipeline Ltd.	34.6	80.9	133.7	Buy	21.2	19.8	19.7	6.00	6.00	6.00	1.7	1.8	17.3	17.3	0.5	0.4	49.7	149.7	KSE100 & KMI	
Automobile Assemblers and Parts																					
PSMC	Pak Suzuki Motor Co.	210.3	327.9	55.9	Buy	35.7	41.3	51.4	15.00	17.00	21.00	5.1	4.1	8.1	10.0	0.6	0.6	12.6	14.4	KSE100 & KMI	
INDU	Indus Motor Co.	1,372.0	1,823.7	32.9	Buy	163.2	248.2	278.8	####	125.00	167.00	5.5	4.9	9.1	12.2	1.9	1.6	36.8	35.2	KSE100	
HCAR	Honda Atlas Cars (Pak)	209.7	316.5	51.0	Buy	12.6	22.6	30.5	4.52	8.00	11.00	9.3	6.9	3.8	5.2	1.5	1.3	16.8	20.1	KSE100 & KMI	
MTL	Millat Tractors Ltd.	993.3	1,153.0	16.1	Buy	85.9	90.6	105.5	####	90.00	101.00	11.0	9.4	9.1	10.2	7.3	7.1	66.9	76.4	KSE100, KMI & MSCI	
PTL	Panther Tyres Ltd.	34.5	53.3	54.4	Buy	5.1	5.2	8.2	2.00	1.00	2.00	6.6	4.2	2.9	5.8	0.8	0.7	12.4	17.0	KMI	
Power Generation & Distribution**																					
HUBC	Hub Power Company*	71.6	132.1	98.8	Buy	26.0	23.5	30.2	12.00	13.25	14.25	3.0	2.4	18.5	19.9	0.7	0.6	25.7	28.1	KSE100, KSE30, KM & MSCI	
NCPL	Nishat Chu. Power Ltd.	14.0	14.5	14.2	Buy	6.8	6.4	6.1	-	1.50	1.50	2.2	2.3	10.7	10.7	0.2	0.2	10.7	9.6	KSEALL	
NPL	Nishat Power Limited	17.3	22.7	51.1	Buy	7.6	6.5	6.3	1.50	2.00	2.00	2.7	2.7	11.5	11.5	0.2	0.2	9.0	8.7	KSEALL	
KAPCO	Kot Addu Power Co.	28.9	50.2	74.0	Buy	11.6	11.9	na	10.00	10.00	na	2.4	na	34.6	na	0.4	na	17.0	na	KSE100 & KSE30	
Textile Composite																					
NML	Nishat Mills Ltd.	80.7	144.6	79.2	Buy	16.8	28.2	25.6	4.00	11.50	10.00	2.9	3.2	14.3	12.4	0.3	0.3	11.0	9.3	KSE100 & KMI	
NCL	Nishat (Chunian) Ltd.	50.7	58.4	15.3	Buy	23.3	29.6	14.6	5.00	6.00	4.00	1.7	3.5	11.8	7.9	0.5	0.5	34.2	14.7	KSE100	
FML	Feroze 1888 Mills Ltd.	68.1	124.2	82.5	Buy	10.8	10.1	14.8	3.43	4.28	6.31	6.7	4.6	6.3	9.3	1.0	0.9	15.6	20.3	KSE100 & KMI	
ILP	Interloop Ltd.	76.7	92.7	20.9	Buy	7.0	10.6	12.8	2.50	4.00	4.50	7.2	6.0	5.2	5.9	2.6	2.0	40.6	37.7	KSE100 & KMI	
Chemicals																					
LOTCEM	Lotte Chemical Pak Ltd.	14.5	18.5	27.8	Buy	3.1	2.4	2.7	1.50	1.00	1.50	6.1	5.3	6.9	10.3	1.0	0.9	17.4	18.1	KSE100	
EPCL	Engro Polymer & Chem.	64.1	77.5	20.9	Buy	16.6	13.8	14.2	16.30	5.50	5.75	4.6	4.5	8.6	9.0	1.6	1.3	37.6	31.8	KSE100, KSE30 & KMI	
ICI	ICI Pakistan Ltd.*	754.3	1,064.7	41.2	Buy	60.7	91.9	90.9	40.00	40.00	45.00	8.2	8.3	5.3	6.0	2.2	1.7	29.4	22.7	KSE100 & KMI	
Leather																					
SGF	Service Global Footwear Limiter	49.0	71.3	45.6	Buy	2.7	4.8	7.2	1.50	2.50	3.50	10.2	6.8	5.1	7.1	1.4	1.2	14.4	19.2	KMI	
Engineering																					
ASTL	Amreli Steels Ltd.	36.1	61.2	69.4	Buy	4.6	8.2	12.9	-	0.50	0.50	4.4	2.8	1.4	1.4	0.7	0.5	16.0	21.1	KSEALL	
ITTEFAQ	Ittefaq Iron Industries Ltd.	10.6	13.7	29.5	Buy	1.8	3.4	5.2	-	-	-	3.1	2.0	-	-	0.3	0.3	10.5	14.1	KMI	
AGHA	Agha Steel Industries Ltd.	20.1	53.9	169.0	Buy	3.4	4.8	8.0	-	1.00	2.00	4.2	2.5	5.0	10.0	0.8	0.6	19.3	26.9	KMI	
Food & Personal Care Product																					
UNITY	Unity Foods Ltd.	27.2	38.8	42.9	Buy	2.8	2.8	4.1	-	1.00	1.00	9.8	6.7	3.7	3.7	2.0	1.6	22.3	26.4	KSE100, KSE30 & KMI	

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

AHL Universe - Performance

Code	Closing	WoW (%)	MTD (%)	CYTD (%)	90-Days		180-Days		365-Days	
					High	Low	High	Low	High	Low
PPL	87.1	13.6	11.4	10.2	87.5	71.4	87.5	69.8	92.3	69.8
FATIMA	39.9	12.3	9.2	10.8	39.9	33.6	39.9	28.5	39.9	26.0
OGDC	94.8	10.1	8.0	10.0	95.0	79.6	95.0	78.0	99.8	78.0
AHCL	35.5	7.3	3.2	(0.9)	36.7	32.2	37.7	32.2	37.7	31.7
SGF	49.0	6.8	2.7	5.6	53.0	43.4	54.1	41.1	63.8	41.1
NBP	33.0	6.5	9.7	(4.4)	37.0	30.1	37.0	30.1	37.8	30.1
POL	389.1	6.4	5.0	14.6	394.3	317.7	394.3	317.7	394.3	307.7
EPCL	64.1	4.1	2.2	18.2	64.1	51.0	64.1	50.9	64.1	35.9
PTL	34.5	3.9	0.7	(17.4)	42.4	33.2	62.0	33.2	63.1	33.2
SNGP	34.6	3.7	1.9	3.5	38.7	32.9	45.8	32.9	50.5	32.4
ITTEFAQ	10.6	2.9	1.3	(11.4)	12.5	10.2	16.1	10.2	21.9	10.2
BOP	8.0	2.6	0.1	(6.1)	8.7	7.6	8.9	7.6	8.9	7.6
MARI	1,799.6	2.0	0.6	12.8	1,800.1	1,546.1	1,800.1	1,419.7	1,800.1	1,355.0
ASTL	36.1	1.9	(2.1)	(19.3)	47.1	35.5	48.5	35.5	48.5	35.5
UNITY	27.2	1.9	(0.9)	2.6	32.4	21.0	37.1	21.0	49.4	21.0
ENGRO	272.5	1.6	(0.2)	0.0	290.4	265.3	290.4	261.7	294.8	250.0
HUBC	71.6	1.5	(0.4)	9.0	76.8	64.8	76.8	64.4	76.8	63.6
MEBL	135.8	1.2	(2.7)	1.3	146.0	131.5	153.6	128.8	153.6	89.6
NCL	50.7	0.7	1.7	18.0	51.6	37.2	51.6	37.2	51.6	36.9
NPL	17.3	0.6	1.6	(3.8)	21.2	15.5	21.2	15.4	21.2	15.3
KAPCO	28.9	0.6	(0.6)	0.7	32.0	27.2	32.0	23.6	32.8	23.6
ILP	76.7	0.6	(0.6)	8.3	80.3	63.2	80.3	63.2	80.3	57.2
FFC	108.5	0.5	(0.7)	8.2	111.0	97.6	111.0	92.7	111.0	92.7
FABL	25.1	0.3	0.4	9.0	28.0	22.7	28.7	22.7	28.7	15.4
POWER	6.0	-	(1.0)	(5.0)	6.7	5.9	8.5	5.9	10.7	5.9
HBL	116.3	(0.0)	0.1	(0.3)	124.7	114.9	128.0	106.3	132.9	106.3
MTL	993.3	(0.1)	(0.7)	15.2	1,002.5	854.0	1,002.5	854.0	1,002.5	829.9
UBL	148.7	(0.2)	0.2	8.8	149.8	133.3	149.8	112.7	149.8	103.2
HTL	42.7	(0.2)	(3.7)	2.4	48.2	36.5	60.2	36.5	65.2	36.5
FFBL	21.2	(0.5)	(5.8)	(14.3)	27.3	20.8	27.3	20.2	29.2	20.2
MLCF	32.7	(0.5)	(2.3)	(9.2)	37.0	31.5	40.3	31.1	49.3	31.1
HCAR	209.7	(0.5)	(1.4)	(11.4)	241.8	195.0	295.4	195.0	388.4	195.0
ABL	86.0	(0.6)	0.6	4.5	91.4	74.0	91.4	66.3	91.4	63.6
ICI	754.3	(0.7)	(1.7)	1.7	775.0	702.4	791.1	691.0	874.5	691.0
NML	80.7	(1.0)	(2.1)	1.4	96.8	77.0	96.8	77.0	106.1	76.3
PSMC	210.3	(1.1)	(2.1)	(9.9)	243.1	208.1	299.4	202.9	364.5	202.9
FML	68.1	(1.4)	(1.4)	(6.9)	82.3	67.8	101.3	67.8	110.0	67.8
KOHC	167.3	(1.6)	(4.4)	(11.3)	190.6	166.4	201.7	152.9	234.4	152.9
LOTCHEM	14.5	(1.6)	(1.6)	6.2	15.6	12.9	15.6	12.0	15.6	11.6
PSO	173.1	(1.9)	(4.5)	(4.9)	196.9	172.7	205.2	164.1	230.7	164.1
BAFL	36.2	(2.0)	(0.9)	4.5	38.6	33.4	38.6	31.4	38.6	27.1
MCB	154.0	(2.1)	(2.5)	0.4	164.3	146.7	164.3	144.2	164.3	144.2
APL	313.0	(2.2)	(1.0)	4.0	343.9	284.1	343.9	276.8	343.9	276.8
LUCK	619.3	(2.2)	(4.6)	(8.8)	701.3	616.7	790.3	616.7	940.7	616.7
FCCL	17.1	(2.3)	(3.3)	(6.9)	19.1	16.8	21.5	16.2	25.0	16.2
ACPL	123.2	(2.5)	(6.7)	(10.0)	137.7	119.1	145.8	119.1	182.4	119.1
INDU	1,372.0	(3.2)	(6.9)	11.6	1,473.9	1,220.0	1,473.9	1,064.1	1,473.9	888.6
DGKC	68.3	(4.5)	(4.8)	(17.6)	84.9	68.3	100.4	68.3	135.4	68.3
NCPL	14.0	(6.0)	(4.4)	(12.5)	18.7	12.1	18.7	11.7	18.7	11.7

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	206.29	206.42	SELL	-0.14	Individuals	227.31	223.00	BUY	4.31
Companies	17.71	17.82	SELL	-0.11	Companies	29.07	19.54	BUY	9.53
Banks / DFIs	11.82	9.42	BUY	2.39	Banks / DFIs	11.40	7.42	BUY	3.99
NBFC	0.12	0.15	SELL	-0.03	NBFC	0.31	0.10	BUY	0.21
Mutual Funds	18.69	20.42	SELL	-1.72	Mutual Funds	13.76	29.01	SELL	-15.24
Other Organizations	4.13	4.93	SELL	-0.80	Other Organizations	2.40	3.58	SELL	-1.19
Broker Proprietary Trading	59.25	57.13	BUY	2.11	Broker Proprietary Trading	63.71	64.03	SELL	-0.31
Insurance Companies	2.30	3.04	SELL	-0.74	Insurance Companies	3.64	1.69	BUY	1.95
Total	320.30	319.33	BUY	0.97	Total	351.60	348.36	BUY	3.24

LIPI Sector Wise
Current Week

Sector	Gross Buy	Gross Sell	Net	Net	Sector	Gross Buy	Gross Sell	Net	Net
Commercial Banks	14.89	13.47	BUY	1.42	Commercial Banks	19.63	20.24	SELL	-0.61
Fertilizer	19.15	18.66	BUY	0.49	Fertilizer	10.38	9.86	BUY	0.52
Cement	20.50	19.84	BUY	0.65	Cement	31.23	29.15	BUY	2.08
Power Generation & Distribution	4.30	4.18	BUY	0.12	Power Generation & Distribution	6.45	6.56	SELL	-0.11
Exploration & Production	41.72	42.08	SELL	-0.36	Exploration & Production	18.09	17.99	BUY	0.09
Oil & Gas Marketing Companies	12.41	10.89	BUY	1.53	Oil & Gas Marketing Companies	17.90	17.95	SELL	-0.05
Food and Personal Care Products	18.62	18.57	BUY	0.05	Food and Personal Care Products	32.07	32.12	SELL	-0.06
Textile Composite	6.55	8.58	SELL	-2.03	Textile Composite	21.83	21.63	BUY	0.21
Technology and Communication	103.00	104.15	SELL	-1.15	Technology and Communication	100.40	98.74	BUY	1.66
Debt	5.51	5.51	SELL	0.00	Debt	0.58	0.58	BUY	0.00
All other Sectors	73.66	73.41	BUY	0.25	All other Sectors	93.05	93.54	SELL	-0.49
Total	320.30	319.33	BUY	0.97	Total	351.60	348.36	BUY	3.24

FIPI Normal
Current Week

Category	Gross Buy	Gross Sell	Net	Net	Category	Gross Buy	Gross Sell	Net	Net
Foreign Individuals	0.05	0.00	BUY	0.05	Foreign Individuals	0.03	0.02	BUY	0.01
Foreign Corporates	5.56	7.76	SELL	-2.20	Foreign Corporates	4.11	8.24	SELL	-4.13
Overseas Pakistani	15.78	14.60	BUY	1.19	Overseas Pakistani	20.46	19.59	BUY	0.87
Total	21.39	22.36	SELL	-0.97	Total	24.60	27.84	SELL	-3.24

FIPI Sector Wise
Current Week

Sector	Gross Buy	Gross Sell	Net	Net	Sector	Gross Buy	Gross Sell	Net	Net
Commercial Banks	1.63	3.04	SELL	-1.42	Commercial Banks	4.18	3.57	BUY	0.61
Fertilizer	0.42	0.91	SELL	-0.49	Fertilizer	0.53	1.05	SELL	-0.52
Cement	1.12	1.77	SELL	-0.65	Cement	1.26	3.34	SELL	-2.08
Power Generation & Distribution	0.36	0.48	SELL	-0.12	Power Generation & Distribution	0.56	0.45	BUY	0.11
Exploration & Production	2.58	2.22	BUY	0.36	Exploration & Production	1.35	1.45	SELL	-0.09
Oil & Gas Marketing Companies	0.49	2.01	SELL	-1.53	Oil & Gas Marketing Companies	1.72	1.67	BUY	0.05
Food and Personal Care Products	0.93	0.98	SELL	-0.05	Food and Personal Care Products	1.61	1.56	BUY	0.06
Textile Composite	2.51	0.48	BUY	2.03	Textile Composite	0.91	1.11	SELL	-0.21
Technology and Communication	7.08	5.93	BUY	1.15	Technology and Communication	6.51	8.16	SELL	-1.66
All other Sectors	4.27	4.53	SELL	-0.25	All other Sectors	5.98	5.49	BUY	0.49
Total	21.39	22.36	SELL	-0.97	Total	24.60	27.84	SELL	-3.24

Source: NCCPL, AHL Research

Forward Estimates

Country	Indonesia	India	Vietnam	Philippines	Sri Lanka	Thailand	China	Taiwan	S.Korea	Peer Avg	Pakistan	Prem/(Disc)
DY (%)	2.4	1.5	1.3	1.8	2.4	3.0	3.0	4.0	2.0	2.4	8.8	-73.0%
P/E (x)	14.7	19.8	11.1	14.6	13.5	15.8	10.0	12.7	9.5	13.5	5.0	-63.2%
P/B (x)	2.0	2.9	2.0	1.6	8.7	1.6	1.2	2.1	1.0	2.6	0.8	-69.8%

Source: Bloomberg, AHL Research

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

Country	Index	Index Closing*	WTD (%)	MTD (%)	CY22TD (%)	Country	Index	Index Closing*	WTD (%)	MTD (%)	CY22TD (%)
Qatar	DSM Index	13,463	6.7	4.1	16.6	Japan	NKY Index	25,985	(1.6)	(2.3)	(9.9)
Uae	ADSMI Index	9,683	6.1	3.9	14.1	Ghana	GGSECI Index	2,733	(1.7)	(2.5)	(14.1)
Brazil	IBOV Index	115,166	4.4	4.4	21.1	Bangladesh	DSEX Index	6,697	(2.1)	(0.8)	(1.3)
Dubai	DFMGI Index	3,449	4.1	2.8	7.9	Denmark	KFX Index	1,653	(2.4)	(4.6)	(14.3)
Saudi Arabia	SASEIDX Index	12,756	3.7	1.3	13.2	Singapore	FSSTI Index	3,227	(2.5)	(0.8)	2.3
Egypt	EGX30 Index	11,306	3.5	1.3	(5.6)	Hong Kong	HSI Index	21,905	(3.9)	(3.6)	(6.6)
Argentina	MERVAL Index	91,558	3.5	3.5	4.3	Portugal	PSI20 Index	5,420	(4.0)	(4.9)	(6.5)
Australia	AS51 Index	7,111	3.5	2.1	(3.6)	Serbia	BELEX15 Index	829	(4.0)	(3.0)	(2.3)
New Zealand	NZSE Index	1,957	3.2	2.2	(7.4)	India	SENSEX Index	54,334	(4.3)	(4.4)	(9.0)
Kenya	NSEASI Index	164	2.6	2.5	(1.9)	Switzerland	SMI Index	11,344	(4.4)	(5.3)	(12.3)
Oman	MSM30 Index	4,134	2.4	1.9	0.1	Slovenia	SBITOP Index	1,117	(6.2)	(6.2)	(14.2)
Chile	IPSA Index	4,575	1.8	(0.1)	12.2	Croatia	CRO Index	1,953	(7.0)	(4.6)	(9.6)
Bahrain	BHSEASI Index	1,976	1.7	0.6	10.0	UK	UKX Index	7,000	(7.3)	(7.01)	(7.08)
Sri Lanka	CSEALL Index	11,243	1.5	(2.8)	(7.4)	Luxembourg	LUXXX Index	1,644	(7.6)	(7.4)	(5.0)
Malaysia	FBMKLCI Index	1,604	1.3	0.1	1.8	Poland	WIG20 Index	1,946	(8.0)	(8.0)	(21.5)
Canada	SPTSX Index	21,250	1.3	0.7	(0.1)	Estonia	TALSE Index	1,750	(8.9)	(8.0)	(15.5)
Pakistan	KSE100 Index	44,551	1.1	0.2	(0.7)	Netherland	AEX Index	681	(8.9)	(8.9)	(18.0)
Mongolia	MSETOP Index	39,254	1.0	0.1	(12.1)	Lithuania	VILSE Index	843	(9.2)	(8.3)	(15.6)
Ukraine	PFTS Index	519	0.9	0.9	(10.1)	Bulgaria	SOFIX Index	566	(9.2)	(7.0)	(13.8)
Jordan	JOSMGNFF Index	2,153	0.9	0.0	1.3	Belgium	BEL20 Index	3,782	(9.4)	(8.0)	(15.7)
Philippines	PCOMP Index	7,342	0.8	(0.9)	1.3	Iceland	ICEXI Index	2,408	(10.2)	(7.0)	(9.8)
Mexico	MEXBOL Index	53,528	0.6	(0.6)	(0.6)	Sweden	OMX Index	1,999	(10.6)	(10.0)	(24.1)
Vietnam	VNIndex Index	1,505	0.4	0.9	0.4	Spain	IBEX Index	7,788	(10.7)	(10.3)	(13.6)
Indonesia	JCI Index	6,928	0.3	0.3	4.4	Czech Republic	PX Index	1,313	(11.2)	(7.4)	(14.1)
Taiwan	TWSE Index	17,737	(0.0)	(0.0)	(4.2)	France	CAC Index	6,153	(11.3)	(9.8)	(17.4)
Nigeria	NGSEINDX Index	47,288	(0.1)	0.2	12.9	Europe	SX5E Index	3,611	(11.5)	(10.2)	(19.3)
South Korea	KOSPI Index	2,713	(0.1)	(0.8)	(10.9)	Germany	DAX Index	13,237	(11.6)	(10.6)	(19.4)
Lebanon	BLOM Index	949	(0.4)	(0.4)	(7.8)	Finland	HEX Index	10,217	(12.4)	(11.4)	(23.2)
USA	SPX Index	4,363	(0.5)	(0.2)	(8.4)	Romania	BET Index	11,534	(13.0)	(11.5)	(14.6)
USA	INDU Index	33,795	(0.8)	(0.3)	(7.0)	Greece	ASE Index	825	(13.4)	(9.7)	(11.3)
South Africa	JALSH Index	74,510	(0.8)	(1.7)	4.7	Italy	FTSEMIB Index	22,849	(13.7)	(12.2)	(19.2)
Turkey	XU100 Index	2,000	(0.9)	(0.0)	(0.0)	Latvia	RIGSE Index	1,087	(13.9)	(11.4)	(17.5)
Norway	OBXP Index	564	(0.9)	(2.5)	(2.0)	Ireland	ISEQ Index	6,887	(14.1)	(14.4)	(21.6)
Thailand	SET Index	1,672	(1.0)	(0.9)	2.7	Austria	ATX Index	3,043	(15.6)	(12.4)	(23.8)
USA	NDX Index	14,035	(1.1)	(1.4)	(14.0)	Hungary	BUX Index	41,075	(17.3)	(11.7)	(25.2)
Tunisia	TUSISE Index	7,124	(1.2)	(0.7)	(1.5)	Kazakhstan	KZKAK Index	3,172	(17.4)	(14.3)	(26.5)
Mauritius	SEMDEX Index	2,152	(1.4)	(2.1)	1.4	Russia	RTSIS\$ Index	944	(32.1)	(34.2)	(40.8)

Source: Bloomberg, AHL Research, * Last Closing

Key Economic Data & Commodities Prices

Month end	Units	Feb-21	Mar-21	Apr-21	May-21	Jun-21	Jul-21	Aug-21	Sep-21	Oct-21	Nov-21	Dec-21	Jan-22	Current*
Money Market Data														
03-M T-Bill	%	7.2	7.4	7.3	7.4	7.3	7.2	7.2	7.6	8.2	9.7	10.4	10.2	10.6
06-M T-Bill	%	7.4	7.8	7.5	7.6	7.5	7.5	7.4	8.0	8.8	10.2	11.3	10.6	11.0
12-M T-Bill	%	7.7	7.9	7.7	7.7	7.8	7.7	7.6	8.7	9.1	10.7	11.4	10.8	11.1
03-Y PIB	%	8.7	9.4	8.9	9.0	9.0	8.9	8.7	9.7	9.9	11.4	11.4	10.8	11.1
05-Y PIB	%	9.5	9.9	9.4	9.4	9.5	9.4	9.3	10.0	10.2	11.5	11.5	10.9	11.2
10-Y PIB	%	10.0	10.4	10.0	9.9	9.9	10.0	9.9	10.5	11.0	11.9	11.6	11.1	11.3
06-M KIBOR	%	7.6	7.9	7.6	7.7	7.7	7.6	7.5	8.2	8.9	10.3	11.5	10.7	11.1
Policy Rate	%	7.00	7.00	7.00	7.00	7.00	7.00	7.00	7.25	7.25	8.75	9.75	9.75	9.75
Inflation (YoY)														
Headline (CPI New Base)	%	8.7	9.1	11.1	10.9	9.7	8.4	8.4	9.0	9.2	11.5	12.3	13.0	12.2
Monetary Sector														
M1	PKR bn	18,186	18,403	18,723	18,935	19,824	19,888	19,812	20,085	19,902	20,128	20,444	20,204	20,204
M2	PKR bn	21,683	21,985	22,213	22,476	23,722	23,576	23,537	23,904	23,646	23,933	24,369	24,211	24,211
M3	PKR bn	25,935	26,228	26,441	26,606	27,731	27,563	27,494	27,840	27,576	27,854	28,273	28,122	28,122
Banking Sector														
Deposits	PKR bn	17,257	17,906	17,561	17,955	19,796	18,839	19,208	19,829	19,344	19,668	20,972	19,949	19,949
Advances	PKR bn	8,527	8,600	8,665	8,811	8,996	8,878	8,936	9,290	9,394	9,646	10,149	9,944	9,944
Investment	PKR bn	11,612	12,553	12,418	13,068	13,742	14,102	13,902	14,096	13,796	13,556	14,124	14,424	14,424
WALR	%	7.9	7.8	8.0	7.9	8.0	7.8	7.8	7.7	7.9	8.01	8.69	9.34	9.3
WADR	%	3.6	3.5	3.5	3.5	3.5	3.6	3.6	3.6	3.7	3.84	4.61	5.08	5.1
Spread	%	4.4	4.3	4.5	4.5	4.5	4.2	4.3	4.1	4.2	4.17	4.08	4.26	4.3
External Sector														
Forex Reserves	USD bn	20.1	20.6	22.7	23.3	23.3	24.9	27.2	26.0	23.8	22.3	23.9	22.1	22.9
With SBP	USD bn	13.0	13.5	15.6	16.1	16.1	17.8	20.1	19.3	17.2	16.0	17.7	15.7	16.5
With Banks	USD bn	7.1	7.1	7.1	7.2	7.2	7.0	7.1	6.7	6.6	6.4	6.2	6.4	6.4
Exchange rate	PKR/USD	160.22	152.76	153.45	154.40	157.54	162.43	166.39	170.66	171.65	175.72	176.51	176.72	177.83
C/A Balance	USD mn	(34)	(364)	(188)	(650)	(1,619)	(814)	(1,473)	(1,134)	(1,760)	(1,908)	(1,863)	(2,556)	(2,556)
Exports	USD bn	2.2	2.6	2.3	2.1	2.5	2.3	2.3	2.6	2.4	2.7	2.9	2.5	2.5
Imports	USD bn	4.5	5.2	5.0	5.0	6.3	5.4	6.0	6.1	6.0	6.4	6.5	6.4	6.4
Trade Balance	USD bn	(2.3)	(2.6)	(2.7)	(2.8)	(3.8)	(3.4)	(3.7)	(3.4)	(3.7)	(3.7)	(3.6)	(3.9)	(3.9)
Remittances	USD bn	2.3	2.7	2.8	2.5	2.7	2.7	2.7	2.7	2.5	2.4	2.5	2.1	2.1
Key Commodities Prices														
International														
Coal	USD/ton	83.3	96.9	93.2	108.3	114.9	123.0	146.8	200.5	220.0	117.0	137.3	174.0	353.4
Steel (HRC)	USD/ton	697.1	818.6	888.4	886.2	836.9	918.7	887.4	900.1	848.0	744.9	747.2	766.4	816.7
PTA	USD/ton	585.0	690.0	695.0	695.0	745.0	750.0	745.0	745.0	780.0	735.0	725.0	815.0	875.0
Gold	USD/oz	1,860.8	1,707.7	1,769.1	1,906.9	1,770.1	1,814.2	1,813.6	1,757.0	1,783.4	1,774.5	1,829.2	1,797.2	1,936.0
Cotton (COTLOOK A)	USd/lb	86.6	87.2	91.9	89.7	96.6	100.3	103.7	110.2	123.1	123.3	125.9	135.9	138.7
Crude oil (WTI)	USD/bbl	53.6	59.2	63.6	66.3	73.5	74.0	68.5	75.0	83.6	66.2	75.2	88.2	107.7
Crude oil (Arab Light)	USD/bbl	55.6	63.4	66.1	68.7	75.0	75.4	72.2	79.0	83.9	72.8	79.2	91.1	123.1
Crude oil (Brent)	USD/bbl	56.4	63.5	67.3	69.3	75.1	76.3	73.0	78.5	84.4	70.6	77.8	91.2	110.5
Local														
Cotton	PKR/maund	10,800	11,500	11,300	12,300	12,600	13,000	14,200	14,100	15,400	17,500	18,000	19,400	20,000
Cement	PKR/bag	597	611	615	615	640	654	674	678	723	742	739	737	750
Gold	PKR/10 grms	97,136	90,880	89,510	93,020	92,770	93,880	92,250	97,310	102,280	101,680	107,940	108,880	110,260

*Current Price

Disclaimer

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Arif Habib Limited (AHL) uses three rating categories, depending upon return form current market price, with Target period as Dec'22 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 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 PPL, OGDC, NBP, FCCL, MLCF, PSO, UNITY and SNGP.