

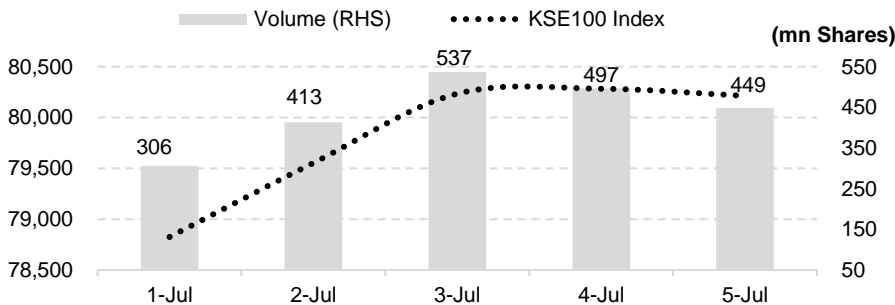
KSE 100 crosses 80,000 level

This week marked the commencement of a new fiscal year, in which the market momentum remained bullish and for the first time closed above the 80,000 points level. On economic front, CPI for Jun'24 stood at 12.6%, taking the FY24 average inflation to 23.4%. Additionally, the SBP reserves witnessed 2-Yr high reaching to USD 9.4bn. Moreover, Pakistan's trade deficit in FY24 decreased by 12.3% YoY to USD 24.1bn. Furthermore, Central government's debt as of May'24 increased by 2.6% MoM to PKR 67.8trn. In addition, Pak Rupee depreciated by PKR 0.03 | 0.01% WoW, arriving at 278.38 against the greenback. The market closed at 80,213 points, increasing by 1,768 points or 2.3% WoW. Sector-wise positive contributions came from i) Commercial banks (1,031pts), ii) Oil & Gas Exploration Companies (175pts), iii) Fertilizer (158pts), iv) Oil & Gas Marketing Companies (116pts), and v) Cement (78pts). Meanwhile, the sectors that mainly contributed negatively were i) Automobiles (39pts), ii) Chemical (26pts), iii) Miscellaneous (25pts), iv) Textile composite (15pts) and Tobacco (11pts). Scrip-wise positive contributors were HBL (280pts), NBP (158pts), POL (132pts), PPL (110pts), and BAHF (104pts). Meanwhile, scrip-wise negative contributions came from OGDC (50pts), ENGRO (42pts), THALL (39pts), IBFL (20pts), and PSEL (19pts).

Foreigner buying continued during this week, clocking in at USD 7.7mn compared to a net buy of USD 2.5mn last week. Major buying was witnessed in All Other Sectors (USD 5.4mn) and Commercial Banks (USD 2.2mn). On the local front, selling was reported by Mutual Funds (USD 13.6mn) followed by Companies (USD 4.6mn). Average volumes arrived at 440mn shares (up 23.8% WoW), while the average value traded settled at USD 66mn (up 31.3% WoW).

Other major news: i) Cement dispatches decline by 12pc in June, ii) OMC sales see 18-year low in FY24, iii) Foreign investment in T-bills hits USD444mn, iv) Urea and DAP offtake declined by 21% & 23% YoY respectively in Jun'24 and v) Rice exports hit historic high of USD 3.88bn in FY24 vi) Petrol price hiked by PKR 7.45, diesel's by PKR 9.56.

Figure: KSE100 Index and PSX Volume



Source (s): PSX, AHL Research

Outlook and Recommendation

In the upcoming week, market participants will closely monitor the new IMF EFF program with IMF and any positive developments associated with it is anticipated to maintain the positive momentum. Additionally, stocks are currently trading at attractive valuations, potentially attracting a greater number of investors seeking promising opportunities in the market. Our preferred stocks are OGDC, PPL, MCB, UBL, MEBL, LUCK, FCCL, DGKC, MLCF, FFC, PSO, HUBC, ILP, NML and, INDU. The KSE-100 is currently trading at a PER of 4.2x (2025) compared to its 5-year average of 5.9x offering a dividend yield of ~10.0% compared to its 5-year average of ~8.3%.

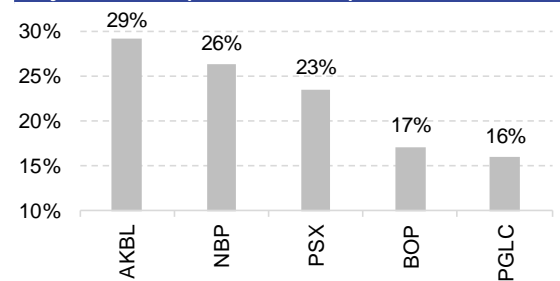
PSX Indices Performance

Index	Current	WoW (%)	CY24TD (%)
KSE100	80,213	2.3	28.4
KSEAll	50,776	2.2	21.1
KSE30	25,712	1.7	23.8
KMI30	127,799	1.1	22.0
BKTI	21,067	3.8	40.8
OGTI	17,543	1.8	18.0

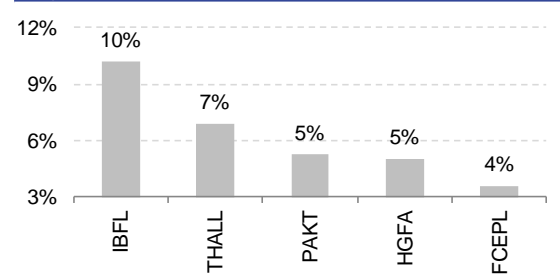
PSX Volume Leaders

	Avg. Vol. (mn)	Closing
BOP	21.6	5.7
WTL	18.2	1.3
NBP	17.4	46.9
KEL	14.9	4.8
PAEL	14.5	26.2

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

IMF bailout plan likely in July (BR)

Federal Minister for Finance and Revenue Muhammad Aurangzeb expressed optimism on Sunday that Pakistan would secure a “larger and longer” bailout agreement in its negotiations with the International Monetary Fund (IMF) in July, following the approval of the \$67.76 billion federal budget. Pakistan began discussions about a new loan with IMF officials soon after completing a \$3 billion program that helped the country stave off a sovereign debt default last year. The international lending agency sent its delegation to Pakistan in May to hold negotiations with the new government

New taxation steps come into effect today (BR)

The government has enforced new taxation measures of Rs1.761 trillion, taken through Finance Act 2024, from July 1, 2024, including increased tax burden on salaried class and heavy indirect taxation on general public including imposition of sales tax on stationery items, dairy products and poultry feed. The Federal Board of Revenue (FBR) has issued Finance Act 2024 incorporating amendments made in the Finance Bill 2024. The FBR has also rescinded customs and withholding tax related notifications to abolish exemptions/zero-rating and reduced rates from July 1, 2024. In this regard, the FBR has issued nine SROs here on Sunday.

RD slapped on 657 luxury goods: 2pc ACD imposed on import of 2,200 items (BR)

The Federal Board of Revenue (FBR) has imposed 2 percent additional customs duty (ACD) on the import of 2,200 items and increased/imposed regulatory duties (RD) on the import of 657 luxury and non-essential items from July 1, 2024. The 2 percent ACD has been imposed on the import of items which were earlier subjected to zero percent duty. The ACD would be applicable at the rates of 2 percent; 4 percent; 6 percent and 7 percent on the import of goods as specified in the SRO 929(I)/2024.

FY24 exports soar 10.54pc to \$30.645bn YoY (BR)

The country’s exports increased by 10.54 percent (\$2.921 billion) to \$30.645 billion during the fiscal year 2023-24 compared to \$27.724 billion in the corresponding period of 2022-23, says the Pakistan Bureau of Statistics (PBS). The monthly trade data released by the Bureau noted that Pakistan’s trade deficit narrowed down by 12.32 per cent in the fiscal year 2023-24 as it stood at \$24.089 billion compared to \$27.474 billion during the fiscal year 2022-23. Imports declined by 0.84 per cent to \$54.734 billion during the fiscal year 2023-24 as compared with \$55.198 billion in the fiscal year 2022-23.

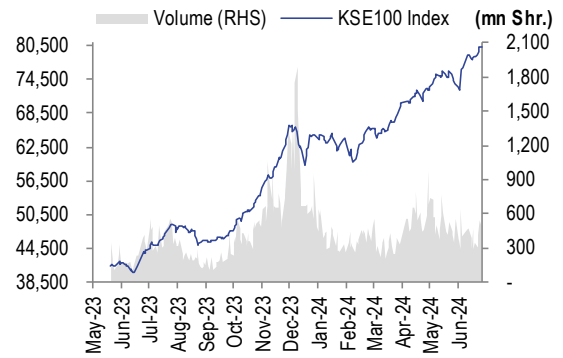
Discos’ consumers: Nepra set to hold hearing to put its stamp on revised SoT (The News)

The National Electric Power Regulatory Authority (NEPRA) is all set to hold a public hearing to put a stamp on modified Schedule of Tariff (SoT) for consumers of Discos proposed by the Power Division on July 8, 2024, to increase domestic consumers tariff by Rs 7.12 per unit sans lifeline consumers, as government has alerted NEPRA’s original determination on base tariff revision after talks with the IMF.

Amendment to SOEs law approved (BR)

The Senate Standing Committee on Finance has approved amendment in the State-Owned Enterprises (SOEs) law to strengthen the provisions for the removal of directors under the Act. The meeting presided over by Senator Saleem Mandviwala held a discussion on the amendments in the SOEs (Governance and Operations) Bill, 2024, before giving approval. Finance Minister Muhammad Aurangzeb in the statement of objects and reasons stated that the SOEs (Governance and Operations) Act was promulgated in February 2023.

PSX Volume and KSE100 Index



Top Contributors in KSE100 Index

Companies	Index Contribution
Bullish Companies	
HBL	279.6
NBP	158.2
POL	132.1
PPL	110.4
BAHL	103.5
	783.8

Bearish Companies	
OGDC	(49.7)
ENGRO	(42.0)
THALL	(38.7)
IBFL	(20.1)
PSEL	(19.2)
	(169.7)

Sectors	Index Contribution
Bullish Sectors	
Commercial Banks	1,030.9
Oil & Gas Exploration Companies	175.1
Fertilizer	157.6
Oil & Gas Marketing Companies	115.7
Cement	78.1
	1,557.2

Bearish Sectors	
Automobile Parts & Accessories	(38.7)
Chemical	(26.2)
Miscellaneous	(25.4)
Textile Composite	(15.4)
Tobacco	(11.4)
	(117.1)



Best Investment Bank: 2022



Excellence Award Leading
Brokerage House for RDA2021



Best Equity Advisor: 2021



Best Money Market
Broker- (Islamic) 2021

AHL Universe - Recommendation Summary

Code	Company	Price	TP	Total	Stance	EPS (PKR)			DPS (PKR)			P/E (x)		DY (%)		P/B (x)		ROE (%)		Indices	
		5-Jul-24	Jun-25	Return (%)		2023	2024	2025	2023	2024	2025	2024	2025	2024	2025	2024	2025	2024	2025		
Exploration & Production																					
PPL	Pakistan Petroleum Ltd.	122.3	163.01	33.3	Buy	37.4	46.4	41.1	2.50	4.50	10.00	2.6	3.0	3.7	8.2	0.5	0.5	21.2	16.3	KSE100, KSE30, KMI & MSCI	
OGDC	Oil and Gas Dev Co.	133.0	194.1	46.0	Buy	52.2	51.6	45.9	8.55	9.30	15.00	2.6	2.9	7.0	11.3	0.5	0.4	19.2	15.0	KSE100, KSE30, KMI & MSCI	
POL	Pakistan Oilfields Ltd.	521.9	614.59	17.8	Buy	128.4	139.0	109.6	80.00	90.00	70.00	3.8	4.8	17.2	13.4	2.0	1.9	55.6	41.1	KSE100, KSE30 & MSCI	
MARI	Mari Petroleum Ltd	2,691.5	3,660.5	36.0	Buy	420.7	552.6	560.0	147.00	223.00	226.00	4.9	4.8	8.3	8.4	1.7	1.4	38.9	32.2	KSE100, KSE30, KMI & MSCI	
Commercial Banks																					
UBL	United Bank Ltd.*	262.1	322.2	22.9	Buy	45.0	57.5	52.3	44.00	44.00	40.00	4.6	5.0	16.8	15.3	1.1	1.1	24.3	21.6	KSE100, KSE30 & MSCI	
BAFL	Bank Alfalah*	68.7	85.0	23.6	Buy	23.2	25.7	23.0	8.00	8.00	7.00	2.7	3.0	11.6	10.2	0.6	0.6	26.3	20.1	KSE100 & MSCI	
MCB	MCB Bank Ltd.*	228.2	324.8	42.4	Buy	54.9	59.1	56.5	30.00	33.00	31.00	3.9	4.0	14.5	13.6	1.0	0.9	27.3	23.7	KSE100, KSE30 & MSCI	
HBL	Habib Bank Ltd.*	139.0	154.1	10.8	Hold	39.3	45.7	41.3	9.75	11.00	10.00	3.0	3.4	7.9	7.2	0.5	0.4	17.1	13.7	KSE100, KSE30 & MSCI	
ABL	Allied Bank Ltd.*	112.9	140.0	24.0	Buy	36.1	38.8	33.5	12.00	16.00	13.00	2.9	3.4	14.2	11.5	0.6	0.5	21.3	16.7	KSE100	
NBP	National Bank of Pakistan.*	46.9	54.7	16.5	Buy	25.0	9.5	18.5	-	4.00	9.00	4.9	2.5	8.5	19.2	0.2	0.2	5.0	9.5	KSE100	
AKBL	Askari Bank Ltd.*	29.1	33.2	14.2	Hold	14.8	15.4	13.3	2.50	5.00	5.00	1.9	2.2	17.2	17.2	0.4	0.3	21.3	16.3	KSE100	
BOP	The Bank of Punjab*	5.7	7.2	26.1	Buy	3.4	3.3	2.9	1.00	0.50	0.50	1.7	2.0	8.8	8.8	0.2	0.2	12.8	10.2	KSE100 & MSCI	
MEBL	Meezan Bank Ltd.*	240.1	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.*	57.2	68.4	19.5	Buy	13.3	16.1	15.0	4.00	5.00	4.00	3.5	3.8	8.7	7.0	0.8	0.7	24.6	19.6	KSE100, KMI & MSCI	
Fertilizer																					
ENGRO	Engro Corporation*	327.8	403.4	23.1	Buy	39.2	78.0	78.7	48.00	64.00	64.00	4.2	4.2	19.5	19.5	0.7	0.7	15.0	17.0	KSE100, KSE30, KMI & MSCI	
FFBL	Fauji Fert. Bin Qasim	36.5	58.3	59.8	Buy	3.4	8.9	10.8	1.00	3.00	4.00	4.1	3.4	8.2	11.0	1.3	1.0	35.8	32.7	KSE100, KMI & MSCI	
EFERT	Engro Fertilizer	168.2	157.8	(6.2)	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.	166.8	210.2	26.1	Buy	23.3	33.1	34.8	15.49	24.50	26.00	5.0	4.8	14.7	15.6	2.9	2.5	62.6	56.4	KSE100, KSE30 & MSCI	
FATIMA	Fatima Fertilizer Co.	53.5	na	na	na	11.0	na	na	4.50	na		Group Company: No estimates are given						KSE100 & KMI			
AHCL	Arif Habib Corp. Ltd.	56.0	na	na	na	8.4	na	na	-	na		Group Company: No estimates are given						KSEALL			
Cement																					
LUCK	Lucky Cement Ltd.*	919.1	1,373.1	49.4	Buy	166.4	222.4	243.0	18.00	20.00	43.00	4.1	3.8	2.2	4.7	0.8	0.7	22.4	20.4	KSE100, KSE30, KMI & MSCI	
FCCL	Fauji Cement Co.	22.4	37.6	67.8	Buy	3.0	3.9	6.4	-	-	2.00	5.8	3.5	-	8.9	0.7	0.6	13.6	19.4	KSE100, KMI & MSCI	
ACPL	Attock Cement Ltd.	99.5	148.3	49.1	Buy	11.0	17.4	27.0	6.00	6.96	10.78	5.7	3.7	7.0	10.8	0.6	0.5	11.9	16.0	KSEALL, KMI & MSCI	
DGKC	D.G. Khan Cement Co.	89.4	123.5	38.1	Buy	(8.3)	7.2	15.2	-	-	4.00	12.5	5.9	-	4.5	0.6	0.5	4.8	9.4	KSE100, KSE30, KMI & MSCI	
KOHC	Kohat Cement Co.	279.1	339.4	21.6	Buy	29.7	41.6	47.2	-	11.58	11.18	6.7	5.9	4.2	4.0	1.3	1.1	22.2	20.4	KSE100, KMI & MSCI	
MLCF	Maple Leaf Cement.*	37.5	66.6	77.6	Buy	5.4	6.7	9.7	-	-	3.00	5.6	3.9	-	8.0	0.8	0.7	14.6	19.0	KSE100, KMI & MSCI	
POWER	Power Cement	5.4	na	na	na	0.2	na	na	-	na		Group Company: No estimates are given						KMI			
Oil & Gas Marketing																					
PSO	Pakistan State Oil	172.8	220.5	27.7	Buy	12.1	31.8	67.4	7.50	10.00	12.00	5.4	2.6	5.8	6.9	0.4	0.3	6.8	13.8	KSE100, KSE30, KMI & MSCI	
APL	Attock Petroleum Ltd.	409.13	514.20	25.7	Buy	100.2	99.8	124.2	27.50	27.50	47.50	4.1	3.3	6.7	11.6	0.9	0.8	25.0	26.3	KSE100 & KMI	
SNGP	Sui Northern Gas Pipeline Ltr	68.0	84.3	23.9	Buy	18.8	23.3	25.6	8.00	7.00	8.00	2.9	2.7	10.3	11.8	0.7	0.6	249.7	249.7	KSE100, KSE30, KMI & MSCI	
Automobile Assemblers																					
INDU	Indus Motor Co.	1,599.4	2,273.4	42.1	Buy	123.0	180.3	264.0	71.80	105.00	154.00	8.9	6.1	6.6	9.6	1.9	1.7	22.5	29.4	KSE100	
HCAR	Honda Atlas Cars (Pak)	276.2	281.9	2.0	Hold	1.8	16.3	19.7	-	-	9.87	16.9	14.0	-	3.6	1.8	1.7	11.4	12.6	KSE100 & KMI	
MTL	Millat Tractors Ltd.	631.7	667.6	5.7	Hold	17.6	53.5	68.0	25.00	39.00	61.00	11.8	9.3	6.2	9.7	11.5	10.2	112.7	116.7	KSE100, KSE30, KMI & MSCI	
Power Generation & Distribution																					
HUBC	Hub Power Company*	163.8	212.6	29.8	Buy	44.4	50.7	53.2	30.00	17.50	24.25	3.2	3.1	10.7	14.8	1.0	0.8	36.0	30.2	KSE100, KSE30, KMI & MSCI	
NCPL	Nishat Chu. Power Ltd.	30.0	29.2	(2.8)	Hold	10.8	13.2	11.6	-	-	1.50	2.3	2.6	-	5.0	0.4	0.3	18.1	13.8	KMI & MSCI	
NPL	Nishat Power Ltd.	39.9	45.9	14.9	Hold	11.6	14.0	11.9	7.00	6.50	7.00	2.8	3.4	16.3	17.5	0.4	0.4	15.9	12.6	KSEALL & MSCI	
Textile Composite																					
NML	Nishat Mills Ltd.	68.9	98.5	43.0	Buy	34.6	18.6	34.0	5.00	2.50	5.00	3.7	2.0	3.6	7.3	0.3	0.2	7.1	11.9	KSE100, KMI & MSCI	
NCL	Nishat (Chunian) Ltd.	25.6	37.1	45.1	Buy	(4.2)	3.5	9.8	-	-	3.50	7.4	2.6	-	13.7	0.3	0.3	4.0	10.8	KSEALL	
ILP	Interloop Ltd.	70.5	103.5	46.8	Buy	14.4	13.4	16.0	5.00	4.50	6.50	5.3	4.4	6.4	9.2	1.8	1.4	37.5	35.0	KSE100 & KMI	
Chemicals																					
LOTCEM	Lotte Chemical Pak Ltd.	17.76	19.43	9.4	Hold	3.4	2.8	3.7	3.00	1.50	2.00	6.4	4.8	8.4	11.3	1.1	1.0	17.4	22.2	KSE100 & KMI	
EPCL	Engro Polymer & Chem.	43.8	45.1	3.1	Hold	9.8	4.7	7.2	6.00	3.25	5.00	9.4	6.1	7.4	11.4	1.4	1.3	14.7	21.6	KSE100, KSE30 & KMI	
LCI	Lucky Core Industries Ltd.	922.5	1,115.0	20.9	Buy	191.1	116.2	130.5	43.00	40.00	50.00	7.9	7.1	4.3	5.4	1.8	1.5	23.3	23.2	KSE100 & KMI	
Leather & Tanneries																					
SGF	Service Global Footwear Ltd.	68.06	92.45	35.8	Buy	5.7	9.1	14.6	5.00	8.00	13.00	7.4	4.7	11.8	19.1	1.8	1.5	26.5	35.0	KMI	
Engineering																					
ASTL	Amreli Steels Ltd.	26.3	29.9	13.6	Hold	(2.3)	(5.3)	4.7	-	-	-	(5.0)	5.6	-	-	0.6	0.5	(11.4)	10.2	KSEALL	
AGHA	Agha Steel Industries Ltd.	10.1										Under Review						KMI			
ASL	Aisha Steel Mills Ltd.	7.6	na	na	na	(3.5)	na	na	-	na		Group Company: No estimates are given						KSEALL			
Technology & Communication																					
SYS	Systems Ltd.	427.8	545.2	27.4	Buy	29.8	29.0	33.5	5.00	10.30	11.80	14.7	12.8	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
AKBL	29.11	29.21	29.21	32.62	29.11	20.14	29.11	19.51	29.11	12.06
NBP	46.91	26.27	26.27	46.09	46.91	34.94	46.91	27.08	46.91	20.22
BOP	5.70	17.04	17.04	5.07	5.70	4.63	5.85	4.63	6.34	2.86
AHCL	56.00	15.44	15.44	55.90	56.00	37.69	56.00	34.52	56.00	24.35
HBL	139.00	12.07	12.07	34.61	139.00	101.01	139.00	100.55	139.00	68.52
KOHC	279.10	11.45	11.45	19.16	280.16	206.32	280.16	202.51	280.16	151.84
FABL	57.19	9.06	9.06	91.73	57.19	35.75	57.19	27.52	57.19	18.01
SNGP	68.03	7.18	7.18	(7.47)	73.02	60.76	79.07	60.64	79.07	40.91
POL	521.88	6.52	6.52	31.12	521.88	433.80	521.88	404.22	521.88	329.77
APL	409.13	5.93	5.93	10.99	414.93	376.60	415.22	350.45	415.22	262.16
HUMNL	10.86	5.85	5.85	58.54	12.50	6.35	12.50	6.20	12.50	5.35
PPL	122.30	4.43	4.43	9.48	125.44	103.68	129.93	95.40	129.93	60.59
PSO	172.77	3.95	3.95	(2.23)	185.47	161.77	187.89	141.18	217.22	103.66
FATIMA	53.47	3.58	3.58	60.40	54.16	37.70	54.16	31.40	54.16	23.90
FFBL	36.46	2.79	2.79	18.91	38.27	27.52	38.27	23.27	38.27	11.99
ABL	112.91	2.46	2.46	48.66	112.91	82.37	112.91	75.86	112.91	56.85
ACPL	99.49	2.42	2.42	6.27	103.51	91.50	103.51	82.54	104.52	71.15
UBL	262.09	2.28	2.28	64.98	265.65	171.35	265.65	159.54	265.65	98.08
KAPCO	33.80	2.08	2.08	38.39	33.80	26.84	33.80	23.75	33.80	14.67
FFC	166.75	2.06	2.06	58.11	170.81	121.87	170.81	101.61	170.81	81.53
LUCK	919.07	1.36	1.36	16.78	957.25	762.19	957.25	699.89	957.25	514.35
INDU	1,599.41	1.23	1.23	37.37	1,611.17	1,524.55	1,611.17	1,207.50	1,611.17	839.02
EFERT	168.21	1.20	1.20	66.02	170.81	138.59	170.81	103.67	170.81	63.65
BAFL	68.73	1.04	1.04	60.38	70.94	51.59	70.94	42.73	70.94	26.90
NPL	39.94	1.04	1.04	48.77	41.92	27.83	41.92	26.13	41.92	13.67
AGHA	10.11	0.90	0.90	(28.95)	11.32	9.72	14.96	9.72	16.16	9.19
ITTEFAQ	6.13	0.82	0.82	(21.31)	7.02	5.90	8.08	5.90	8.62	4.75
MCB	228.16	0.50	0.50	44.76	246.52	196.21	246.52	159.85	246.52	98.09
LOTCEM	17.76	0.45	0.45	(28.71)	18.51	17.24	25.78	17.04	27.28	17.04
HUBC	163.75	0.41	0.41	47.52	166.69	118.96	166.69	102.69	166.69	62.99
MEBL	240.10	0.30	0.30	59.97	255.56	205.80	255.56	146.71	255.56	80.64
NCPL	30.03	0.27	0.27	7.37	32.98	25.86	32.98	23.59	32.98	17.73
ILP	70.49	(0.48)	(0.48)	0.67	84.08	68.57	84.08	62.58	84.08	33.97
MTL	631.70	(0.69)	(0.69)	13.24	661.99	585.40	661.99	497.37	661.99	353.24
LCI	922.52	(0.75)	(0.75)	22.71	929.49	795.00	929.49	704.28	929.49	535.23
MARI	2,691.52	(0.77)	(0.77)	34.05	2,838.10	2,490.74	2,838.10	2,008.83	2,838.10	1,412.87
DGKC	89.41	(0.95)	(0.95)	15.52	95.32	64.66	95.32	63.58	95.32	41.54
MLCF	37.47	(1.39)	(1.39)	(3.73)	40.91	35.01	40.91	34.35	42.71	27.05
ENGRO	327.79	(1.48)	(1.48)	15.15	364.87	319.70	364.87	285.56	364.87	228.45
OGDC	132.95	(1.79)	(1.79)	22.34	139.56	117.31	150.35	104.31	150.35	77.54
POWER	5.39	(2.00)	(2.00)	(9.56)	6.23	4.98	6.23	4.98	6.43	3.49
FCCL	22.39	(2.27)	(2.27)	18.34	24.14	16.92	24.14	16.44	24.14	10.54
NCL	25.57	(2.44)	(2.44)	(1.46)	30.79	23.15	30.79	23.15	30.79	19.98
HCAR	276.23	(2.54)	(2.54)	32.05	328.79	224.40	328.79	191.65	328.79	97.19
EPCL	43.75	(2.60)	(2.60)	(3.91)	48.08	42.05	48.08	42.05	50.08	36.24
ASTL	26.28	(2.63)	(2.63)	13.96	28.96	21.63	28.96	21.19	28.96	16.50
NML	68.88	(2.78)	(2.78)	(10.22)	75.53	65.51	81.31	64.18	83.64	53.08
FML	79.95	(2.89)	(2.89)	(11.41)	89.00	75.63	94.68	75.63	94.68	61.56

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 (%)	4.9	1.3	1.7	3.0	3.5	4.1	3.7	3.4	2.0	3.1	10.0	-69.2%
P/E (x)	12.0	18.2	9.6	9.8	13.4	12.6	10.0	16.3	9.1	12.3	4.2	-65.9%
P/B (x)	1.7	3.1	1.6	1.3	1.1	1.2	1.1	2.7	0.9	1.6	0.8	-51.1%

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	293.91	288.48	BUY	5.43	Individuals	313.77	313.47	BUY	0.30
Companies	15.55	20.15	SELL	(4.60)	Companies	73.93	72.46	BUY	1.47
Banks / DFIs	20.08	14.46	BUY	5.62	Banks / DFIs	10.95	12.70	SELL	(1.75)
NBFC	0.24	0.32	SELL	(0.07)	NBFC	0.43	0.26	BUY	0.17
Mutual Funds	12.34	25.98	SELL	(13.65)	Mutual Funds	8.14	13.98	SELL	(5.83)
Other Organizations	1.63	1.41	BUY	0.22	Other Organizations	3.53	5.73	SELL	(2.20)
Broker Proprietary Trading	49.25	49.32	SELL	(0.07)	Broker Proprietary Trading	89.69	84.78	BUY	4.92
Insurance Companies	5.73	6.30	SELL	(0.57)	Insurance Companies	2.15	1.75	BUY	0.40
Total	398.73	406.42	SELL	(7.69)	Total	502.60	505.12	SELL	(2.52)

LIPI Sector Wise Current Week					Last Week				
Sector	Gross Buy	Gross Sell	Net	Net	Sector	Gross Buy	Gross Sell	Net	Net
Commercial Banks	69.49	71.71	SELL	(2.22)	Commercial Banks	51.06	51.84	SELL	(0.79)
Fertilizer	22.03	21.41	BUY	0.62	Fertilizer	34.59	34.45	BUY	0.14
Cement	25.88	24.78	BUY	1.11	Cement	31.58	30.12	BUY	1.46
Power Generation & Distribution	17.10	17.41	SELL	(0.31)	Power Generation & Distribution	44.46	46.95	SELL	(2.50)
Exploration & Production	47.42	46.98	BUY	0.44	Exploration & Production	72.92	73.65	SELL	(0.73)
Oil & Gas Marketing Companies	18.81	18.70	BUY	0.11	Oil & Gas Marketing Companies	15.31	15.17	BUY	0.15
Food and Personal Care Products	13.20	12.96	BUY	0.25	Food and Personal Care Products	20.91	20.85	BUY	0.06
Textile Composite	3.86	4.81	SELL	(0.96)	Textile Composite	16.70	16.72	SELL	(0.03)
Technology and Communication	44.93	46.27	SELL	(1.34)	Technology and Communication	74.61	74.76	SELL	(0.15)
Debt	0.54	0.54	BUY	0.00	Debt	1.11	1.11	BUY	0.00
All other Sectors	135.48	140.87	SELL	(5.38)	All other Sectors	139.37	139.50	SELL	(0.14)
Total	398.73	406.42	SELL	(7.69)	Total	502.60	505.12	SELL	(2.52)

FIPI Normal Current Week					Last Week				
Category	Gross Buy	Gross Sell	Net	Net	Category	Gross Buy	Gross Sell	Net	Net
Foreign Individuals	0.01	0.01	BUY	0.00	Foreign Individuals	2.26	2.22	BUY	0.04
Foreign Corporates	11.35	6.49	BUY	4.86	Foreign Corporates	7.25	5.22	BUY	2.03
Overseas Pakistani	22.39	19.56	BUY	2.83	Overseas Pakistani	24.25	23.80	BUY	0.45
Total	33.75	26.06	BUY	7.69	Total	33.77	31.25	BUY	2.52

FIPI Sector Wise Current Week					Last Week				
Sector	Gross Buy	Gross Sell	Net	Net	Sector	Gross Buy	Gross Sell	Net	Net
Commercial Banks	6.98	4.76	BUY	2.22	Commercial Banks	4.42	3.63	BUY	0.79
Fertilizer	0.85	1.47	SELL	(0.62)	Fertilizer	1.24	1.38	SELL	(0.14)
Cement	1.44	2.55	SELL	(1.11)	Cement	1.27	2.73	SELL	(1.46)
Power Generation & Distribution	1.59	1.28	BUY	0.31	Power Generation & Distribution	5.41	2.92	BUY	2.50
Exploration & Production	2.19	2.63	SELL	(0.44)	Exploration & Production	4.88	4.15	BUY	0.73
Oil & Gas Marketing Companies	0.89	1.00	SELL	(0.11)	Oil & Gas Marketing Companies	0.88	1.03	SELL	(0.15)
Food and Personal Care Products	0.73	0.98	SELL	(0.25)	Food and Personal Care Products	0.91	0.97	SELL	(0.06)
Textile Composite	1.64	0.69	BUY	0.96	Textile Composite	0.43	0.40	BUY	0.03
Technology and Communication	4.00	2.66	BUY	1.34	Technology and Communication	6.72	6.57	BUY	0.15
Debt	-	-	SELL	0.00	Debt	-	-	SELL	0.00
All other Sectors	13.41	8.03	BUY	5.38	All other Sectors	7.61	7.47	BUY	0.14
Total	33.72	26.05	BUY	7.69	Total	33.77	31.25	BUY	2.52

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 (%)
France	CAC Index	7,720	4.2	4.2	0.1	Estonia	TALSE Index	1,755	1.5	1.5	(3.0)
Italy	FTSEMIB Index	34,190	4.1	4.1	10.2	Australia	AS51 Index	7,822	1.5	1.5	1.5
Portugal	PSI20 Index	6,681	4.1	4.1	2.1	Hungary	BUX Index	72,058	1.5	1.5	13.2
Austria	ATX Index	3,714	3.9	3.9	5.7	Malaysia	FBMKLIC Index	1,611	1.5	1.5	8.0
Greece	ASE Index	1,439	3.4	3.4	8.8	Bulgaria	SOFIX Index	851	1.4	1.4	8.8
Europe	SX5E Index	5,006	3.3	3.3	8.3	USA	SPX Index	5,537	1.4	1.4	16.1
Brazil	IBOV Index	126,164	3.2	3.2	(16.9)	Sweden	OMX Index	2,579	1.4	1.4	3.0
Japan	NKY Index	40,912	3.2	3.2	6.9	Ghana	GGSECI Index	3,916	1.4	1.4	(2.9)
Chile	IPSA Index	6,533	3.2	3.2	(0.2)	Thailand	SET Index	1,312	1.3	1.3	(13.4)
Ireland	ISEQ Index	9,524	3.2	3.2	6.3	Mexico	MEXBOL Index	52,655	1.3	1.3	(14.1)
Vietnam	VNIndex Index	1,283	3.2	3.2	8.4	New Zealand	NZSE Index	1,746	1.2	1.2	(5.2)
Indonesia	JCI Index	7,253	3.1	3.1	(5.7)	Qatar	DSM Index	10,073	1.1	1.1	(4.9)
Mauritius	SEMDEX Index	2,114	3.0	3.0	(2.6)	India	SENSEX Index	79,997	1.0	1.0	10.4
Germany	DAX Index	18,593	3.0	3.0	8.5	Kazakhstan	KZKAK Index	5,273	1.0	1.0	19.9
Luxembourg	LUXXX Index	1,395	2.8	2.8	(10.5)	Poland	WIG20 Index	2,544	1.0	1.0	7.8
Singapore	FSSTI Index	3,411	2.7	2.7	2.8	Dubai	DFMGI Index	4,070	1.0	1.0	0.2
Belgium	BEL20 Index	3,981	2.7	2.7	(17.9)	Philippines	PCOMP Index	6,493	1.0	1.0	(4.9)
Belgium	BEL20 Index	3,981	2.7	2.7	(17.9)	Uae	ADSMI Index	9,139	0.9	0.9	(4.6)
USA	NDX Index	20,187	2.6	2.6	20.0	Norway	OBXP Index	612	0.8	0.8	2.2
Finland	HEX Index	10,093	2.5	2.5	(2.3)	Tunisia	TUSISE Index	9,736	0.8	0.8	9.4
Netherland	AEX Index	937	2.4	2.4	16.5	Croatia	CRO Index	2,821	0.6	0.6	8.9
Czech Republic	PX Index	1,572	2.3	2.3	6.8	Switzerland	SMI Index	12,087	0.6	0.6	1.2
Lithuania	VILSE Index	990	2.3	2.3	2.3	USA	INDU Index	39,308	0.5	0.5	4.3
Pakistan	KSE100 Index	80,213	2.2	2.2	30.0	Hong Kong	HSI Index	17,800	0.4	0.4	4.4
Egypt	EGX30 Index	28,365	2.2	2.2	(26.0)	Jordan	JOSMGNFF Index	2,406	0.2	0.2	(0.8)
Turkey	XU100 Index	10,864	2.2	2.2	31.4	Oman	MSM30 Index	4,689	0.0	0.0	4.5
Canada	SPTSX Index	22,244	2.2	2.2	3.0	Ukraine	PFTS Index	507	(0.1)	(0.1)	(6.0)
Taiwan	TWSE Index	23,557	2.2	2.2	23.7	Argentina	MERVAL Index	1,612,745	(0.2)	(0.2)	53.5
UK	UKX Index	8,245	2.1	2.1	6.8	Kenya	NSEASI Index	109	(0.2)	(0.2)	44.1
Slovenia	SBITOP Index	1,596	2.1	2.1	24.5	Denmark	KFX Index	2,852	(0.3)	(0.3)	22.1
Serbia	BELEX15 Index	997	2.1	2.1	11.4	Saudi Arabia	SASEIDX Index	11,659	(0.6)	(0.6)	(2.3)
South Korea	KOSPI Index	2,862	2.1	2.1	0.5	Nigeria	NGSEINDX Index	100,006	(0.6)	(0.6)	(19.9)
Romania	BET Index	18,447	2.1	2.1	17.3	China	SHSZ300 Index	3,431	(0.9)	(0.9)	(2.3)
Iceland	ICEXI Index	2,012	1.8	1.8	(6.9)	Sri Lanka	CSEALL Index	11,947	(1.2)	(1.2)	19.3
Spain	IBEX Index	11,022	1.7	1.7	6.7	Bahrain	BHSEASI Index	2,003	(1.4)	(1.4)	2.1
Mongolia	MSETOP Index	44,943	1.6	1.6	10.4	Lebanon	BLOM Index	1,581	(2.0)	(2.0)	(20.8)
South Africa	JALSH Index	81,079	1.6	1.6	5.5	Latvia	RIGSE Index	933	(15.2)	(15.2)	(31.7)

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

Key Economic Data & Commodities P

Month end	Units	Jul-23	Aug-23	Sep-23	Oct-23	Nov-23	Dec-23	Jan-24	Feb-24	Mar-24	Apr-24	May-24	Jun-24	Current*
Money Market Data														
03-M T-Bill	%	22.95	23.13	22.46	21.65	21.33	21.28	20.70	21.21	21.72	21.62	20.44	19.97	19.97
06-M T-Bill	%	22.99	23.20	22.81	21.70	21.33	21.37	21.00	21.50	21.54	21.20	20.81	19.91	19.89
12-M T-Bill	%	23.02	23.28	22.90	21.76	21.30	21.32	20.84	20.76	20.73	20.80	19.92	18.68	18.66
03-Y PIB	%	19.46	20.57	19.11	17.82	16.50	16.54	16.73	16.90	16.74	16.61	16.59	16.50	16.58
05-Y PIB	%	16.86	17.22	17.23	15.46	15.90	15.90	15.47	15.58	15.57	15.45	15.39	15.37	15.39
10-Y PIB	%	15.96	16.31	16.12	15.15	14.97	14.91	14.17	14.32	14.22	14.18	14.14	14.09	14.09
06-M KIBOR	%	23.22	23.21	22.95	22.00	21.47	21.49	20.97	21.73	21.70	21.54	21.02	21.02	21.02
Policy Rate	%	22.00	22.00	22.00	22.00	22.00	22.00	22.00	22.00	22.00	22.00	22.00	22.00	22.00
Inflation (YoY)														
Headline (CPI New Base)	%	28.3	27.4	31.4	26.8	29.2	29.7	28.3	23.1	20.7	17.3	11.8	12.6	12.6
Monetary Sector														
M1	PKR bn	25,857	25,964	26,184	26,403	26,717	27,130	27,085	27,421	28,168	28,504.7	29,133.7	na	29,134
M2	PKR bn	30,966	31,209	31,425	31,722	32,000	32,594	32,466	32,997	33,750	34,130	34,843.0	na	34,843
M3	PKR bn	34,246	34,483	34,287	34,906	35,180	35,741	35,584	36,119	36,861.2	37,240.3	37,949.5	na	37,949
Banking Sector														
Deposits	PKR bn	25,702	26,110	26,318	26,398	26,798	27,841	27,541	27,886	28,322	28,416	29,349	30,812	30,812
Advances	PKR bn	11,898	11,775	11,857	11,898	11,964	12,352	12,095	12,062	11,964	12,028	12,169	12,447	12,447
Investment	PKR bn	21,468	22,016	22,622	23,232	24,587	25,280	25,603	25,449	26,270	27,282	28,923	30,149	30,149
WALR	%	18.4	18.9	19.3	19.3	19.3	14.7	19.04	18.9	18.9	18.9	17.7	na	17.7
WADR	%	11.3	11.3	11.4	11.6	11.7	8.4	12.02	12.0	11.8	11.8	10.2	na	10.2
Spread	%	7.1	7.6	7.9	7.7	7.6	6.3	7.02	7.0	7.0	7.1	7.6	na	7.6
External Sector														
Forex Reserves	USD bn	13.5	13.2	12.5	12.0	12.0	13.2	13.3	12.4	12.8	13.8	13.7	14.6	14.6
With SBP	USD bn	8.2	7.8	7.6	7.4	7.4	8.2	8.2	8.0	8.0	9.1	9.1	9.4	9.4
With Banks	USD bn	5.3	5.3	4.9	4.6	4.6	5.0	5.0	4.5	4.7	4.6	4.5	5.2	5.2
Exchange rate	PKR/USD	286.6	305.5	287.7	281.5	285.2	281.9	279.5	279.1	277.9	278.3	278.3	278.3	278.4
C/A Balance	USD mn	(741.0)	(152.0)	(136.0)	(193.0)	(65.0)	365.0	(303.0)	98.0	434.0	499.0	(270.0)	na	(270.0)
Exports	USD bn	2.1	2.5	2.5	2.8	2.7	2.8	2.7	2.5	2.5	2.6	3.0	na	3.0
Imports	USD bn	4.2	4.0	4.0	4.4	4.4	4.1	4.6	4.4	4.6	4.4	5.0	na	5.0
Trade Balance	USD bn	(2.1)	(1.5)	(1.5)	(1.6)	(1.7)	(1.3)	(1.9)	(1.8)	(2.0)	(1.8)	(2.0)	na	(2.0)
Remittances	USD bn	2.0	2.1	2.2	2.5	2.3	2.4	2.4	2.2	3.0	2.8	3.2	na	3.2
Key Commodities Prices														
International														
Coal	USD/ton	102.7	113.1	122.5	120.9	108.0	101.0	95.0	101.1	98.3	104.5	107.5	106.5	107.8
Steel (HRC)	USD/ton	569.1	543.3	532.3	526.8	560.2	574.4	567.0	559.4	517.3	527.1	527.5	510.2	515.4
PTA	USD/ton	825.0	800.0	830.0	790.0	765.0	780.0	800.0	785.0	775.0	800.0	805.0	810.0	820.0
Gold	USD/oz	1,965.1	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	2,356.7
Cotton (COTLOOK A)	USD/lb	94.9	97.0	98.4	95.0	89.7	91.4	93.3	105.3	95.6	88.3	86.8	84.7	83.0
Crude oil (WTI)	USD/bbl	81.8	83.6	91.7	81.0	76.0	71.7	75.9	78.3	83.2	81.9	77.5	81.5	83.9
Crude oil (Arab Light)	USD/bbl	88.8	90.5	97.7	91.2	87.7	80.4	84.9	82.5	88.3	89.5	84.4	88.1	89.5
Crude oil (Brent)	USD/bbl	85.6	86.9	95.4	87.4	82.8	77.0	81.7	83.6	87.5	87.9	81.6	86.4	87.4
Local														
Cotton	PKR/maund	17,935.0	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	18,000.0
Cement	PKR/bag	1,140.8	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	1,411.8
Gold	PKR/10 grms	190,590	207,050	176,270	185,530	186,474	187,930	189,300	188,920	198,910	201,820	205,980	206,670	208,980

*Current Price

Disclaimer

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Equity Research Ratings

Arif Habib Limited (AHL) uses three rating categories, depending upon return form current market price, with Target period as Dec'24 for Target Price. In addition, return excludes all type of taxes. For more details kindly refer the following table;

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

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

Equity Valuation Methodology

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

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

Risks

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

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

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