

Bullish Momentum Continues

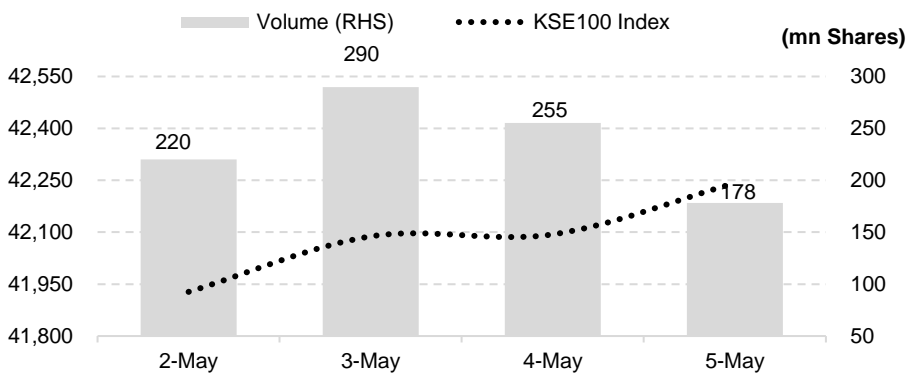
The market commenced on a positive note this week on the back of robust financial results disclosure by the major sectors. The announcement of the buyback of shares by LUCK (2nd Buyback) and HBL's sponsor further boosted the sentiment. Furthermore, the trade deficit was reduced by 40% YoY to settled at USD 24bn in 10MFY23, which kept the momentum bullish. However, inflation for the month of Apr'23 clocked-in at 36.4% YoY, historic high level. Moreover, the Pak Rupee appreciated by PKR 0.25| 0.01% WoW, settling at PKR 283.59 against USD. Meanwhile, the SBP reserves arrived at USD 4.5bn, down by USD 6mn WoW. The market closed at 42,242points, gaining 661 points (up by 1.6%) WoW.

Sector-wise positive contributions came from i) Commercial Banks(252pts), ii) Cement (247pts), iii) Fertilizer (67pts), iv) Food & Personal Care Products (64pts), and v) Paper & Board (60pts). Whereas, the sectors which contributed negatively were i) E&P (86pts), ii) Technology (51pts), and Auto Assembler (36pts). Scrip-wise positive contributors were LUCK (167pts), HBL (107pts), UBL (94pts), PKGS (60pts), and EFERT (53pts). Meanwhile, scrip-wise negative contribution came from PPL (40pts), SYS (34pts), POL (24pts), INDU (22pts), and TRG (17pts).

Foreigners' selling continued during the week, clocking in at USD 6.1mn compared to a net sell of USD 14.2mn last week. Major selling was witnessed in Food & Personal Care (USD 8.5mn) and Other Sectors (USD 0.7mn). On the local front, buying was reported by Individuals (USD 8.0mn) followed by NBFC (USD 1.5mn). Average volumes arrived at 236mn shares (up by 13% WoW) while the average value traded settled at USD 28mn (up by 13% WoW).

Other major news: i) Ghandhara Automobiles Extend Plant Shutdown due to Upgradation, ii) Diesel smuggling from Iran reaches 8,000T/day, iii) Auto financing drops to Rs317bn in March, and iv) Govt raises LPG rates by Rs4.89/kg.

Figure: KSE100 Index and PSX Volume



Source (s): PSX, AHL Research

Outlook and Recommendation

The market is expected to remain positive in the upcoming week given buyback from the companies which will bring liquidity to the market. Moreover, the investors will be keeping track of developments with regard to the disbursement and commitment of funds from friendly countries and international creditors, which will bridge the financing gap and bring the IMF program back on track. Our preferred stocks are OGDC, PPL, MARI, MCB, FABL, MEBL, BAFL, LUCK, MLCF, FCCL, ENGRO, FFC, HUMNL, HUBC, PSO, and SNGP. The KSE-100 is currently trading at a PER of 3.9x (2023) compared to Asia Pac regional average of 12.2x while offering a dividend yield of ~11.5% versus ~3.0% offered by the region.

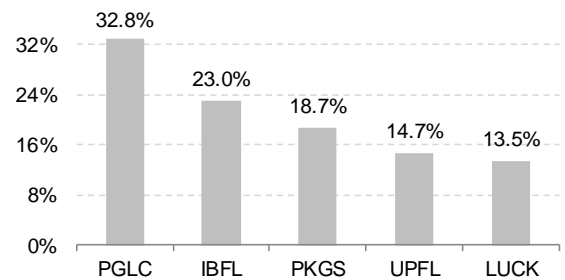
PSX Indices Performance

Index	Current	WoW (%)	CY23TD (%)
KSE100	42,242	1.6	4.5
KSEAll	27,876	1.6	1.2
KSE30	15,408	0.2	3.9
KMI30	72,993	0.9	6.9
BKTI	10,006	3.4	7.9
OGTI	11,044	(1.1)	2.2

PSX Volume Leaders

	Avg. Vol. (mn)	Closing
WTL	23.2	1.2
FFL	13.9	6.4
MLCF	13.8	28.6
HBL	9.3	77.0
TPLP	9.1	14.1

Major Gainers (KSE100 Index)



Major Losers (KSE100 Index)



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Best Securities House: 2022
Best Investment Bank: 2022



Best Equity House: 2022

Business and Economic News of the Week

IMF to discuss Pakistan's FY24 budget plans (BR)

The International Monetary Fund (IMF) is preparing to discuss Pakistan's financial year 2024 budget plans, as part of the lender's support programme to the cash-strapped nation, which the country's parliament would need to pass by June, the IMF's Pakistan mission chief told Reuters on Thursday. Negotiations over key budget targets such as the fiscal deficit are one of the last hurdles before the IMF approves a staff-level agreement (SLA) to release \$1.1 billion in funding, which has been delayed for months, and crucial for Pakistan to resolve an acute balance of payments crisis.

Rs1.54tr in power subsidies sought (Tribune)

The Ministry of Energy has demanded Rs1.54 trillion in power subsidies for the next fiscal year, a colossal amount that is 70% more than this year's revised budget, aimed at reducing circular debt to a level agreed with the International Monetary Fund (IMF). The demand is surprising since the government has twice increased electricity tariffs in the outgoing fiscal year in order to reduce subsidies and control circular debt. Sources in the Ministry of Energy told The Express Tribune that Rs1.54 trillion was needed in fiscal year 2023-24 for avoiding any further increase in circular debt and settling arrears.

Oil sales drop by nearly half in April amidst economic slump (The News)

Oil sales plunged a massive 46 percent in April this fiscal compared to the same month of the last financial year mainly on economic slowdown and smuggled Iranian petroleum products. According to the sales number of petroleum products, total sales stood at 1.17 million tonnes in April 2023, depicting a massive dip of 46 percent year-on-year compared to 2.18 million tonnes in April of the last financial year. During the first 10 months of the current financial year, sales of petroleum products also posted negative growth of 24 percent to 13.97 million tonnes compared to 18.44 million tonnes in the corresponding months of last fiscal. Analyst Muhammad Iqbal Javaid of Arif Habib Limited attributed the drop in the sales of petroleum products to a host of reasons during the current fiscal.

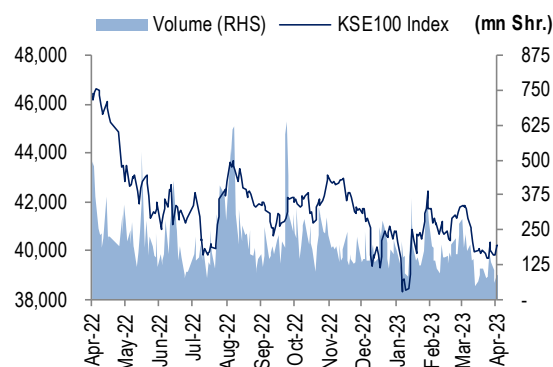
RDs imposed through SROs on import expired in March: FBR (BR)

Chairman Federal Board of Revenue (FBR) Asim Ahmad said on Thursday that the regulatory duties imposed through time-bound notifications on the import of luxury items including vehicles and mobile phones were expired on March 31, 2023. He was talking to the media after a visit to the Directorate General of Customs Intelligence here on Thursday. According to FBR chairman, the new notification has yet to be issued. However, the decision relating to the import or imposition of regulatory duties on vehicles and mobile phones is the domain of the Ministry of Commerce. The regulatory duties imposed on vehicles and mobile phones have been expired on March 31, 2023.

Russian ship carrying 750,000 barrels crude to arrive in June (The News)

A Russian test cargo carrying 750,000 barrels of crude would likely arrive in the first week of June, which will determine the future of fuel trade if found cheaper after the refining cost, including margin. A senior official of the Energy Ministry told The News that the cargo might also reach by the end of May. "Pakistan will pay the price of crude most probably in China's currency—Yuan and the Bank of China may play its role for transactions," the official said. However, the official refused to divulge in crystal clear terms the details about the mode of payment and the exact discount arguing it is not in the interest of the country and the seller also does not want to make it public fearing backlash from the other countries buying Russian oil directly from Moscow.

PSX Volume and KSE100 Index



Top Contributors in KSE100 Index

Companies	Index Contribution
Bullish Companies	
LUCK	167.1
HBL	107.3
UBL	93.5
PKGS	59.7
EFERT	53.4
	481.0

Bearish Companies

PPL	(40.4)
SYS	(34.3)
POL	(24.1)
INDU	(22.4)
TRG	(17.0)
	(138.1)

Sectors

Sectors	Index Contribution
Bullish Sectors	
Commercial Banks	252.0
Cement	246.8
Fertilizer	67.3
Food & Personal Care Products	64.3
Paper & Board	59.7
	690.1

Bearish Sectors

Oil & Gas Exploration Companies	(85.5)
Technology & Communication	(51.0)
Automobile Assembler	(35.6)
Refinery	(20.8)
Pharmaceuticals	(14.5)
	(207.3)



Best Investment Bank: 2022



Best Equity Advisor: 2021



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AHL Universe - Recommendation Summary

Code	Company	Price 5-May-23	TP Dec-23	Upside (%)	Stance	EPS (PKR)				DPS (PKR)				P/E (x)		DY (%)		P/B (x)		ROE (%)		Indices
						2021	2022	2023	2024	2021	2022	2023	2024	2023	2024	2023	2024	2023	2024	2023	2024	
Exploration & Production																						
PPL	Pakistan Petroleum Ltd.	64.8	110.74	71.0	Buy	19.3	19.7	38.0	35.9	3.50	2.00	3.50	3.00	1.7	1.8	5.4	4.6	0.3	0.3	21.4	17.1	KSE100, KSE30, KMI & MSCI
OGDC	Oil and Gas Dev Co.	86.2	137.7	59.8	Buy	21.3	31.1	46.3	43.5	6.90	7.25	8.00	7.50	1.9	2.0	9.3	8.7	0.4	0.3	21.0	17.0	KSE100, KSE30, KMI & MSCI
POL	Pakistan Oilfields Ltd.	403.7	550.83	36.4	Buy	47.1	91.4	130.6	107.5	50.00	70.00	104.00	83.00	3.1	3.8	25.8	20.6	1.9	1.8	67.3	50.1	KSE100, KSE30, KMI & MSCI
MARI	Mari Petroleum Ltd	1,574.5	2,597.1	64.9	Buy	235.7	247.8	424.9	538.6	141.00	124.00	212.00	269.00	3.7	2.9	13.5	17.1	1.3	1.1	39.1	40.5	KSE100, KSE30, KMI & MSCI
Commercial Banks																						
UBL	United Bank Ltd.*	129.7	177.9	37.1	Buy	24.8	25.8	36.5	32.4	18.00	22.00	26.00	23.00	3.6	4.0	20.0	17.7	0.7	0.7	19.6	17.0	KSE100, KSE30 & MSCI
BAFL	Bank Alfalah*	31.0	48.0	54.6	Buy	9.2	11.7	16.3	16.6	4.00	5.00	6.00	7.50	1.9	1.9	19.3	24.2	0.4	0.3	22.1	18.4	KSE100 & MSCI
MCB	MCB Bank Ltd.*	122.0	173.3	42.1	Buy	26.3	29.0	36.8	37.1	19.00	20.00	24.00	23.00	3.3	3.3	19.7	18.9	0.7	0.7	22.4	21.7	KSE100, KSE30 & MSCI
HBL	Habib Bank Ltd.*	77.0	102.4	33.1	Buy	23.9	23.2	33.4	36.8	7.50	6.75	6.50	8.00	2.3	2.1	8.4	10.4	0.3	0.3	15.1	14.0	KSE100, KSE30 & MSCI
ABL	Allied Bank Ltd.*	67.9	101.1	48.9	Buy	15.3	18.6	23.7	24.0	8.00	8.50	10.00	12.00	2.9	2.8	14.7	17.7	0.5	0.4	18.4	15.5	KSE100
NBP	National Bank of Pakistan.*	21.5	34.7	61.4	Buy	13.4	14.5	15.4	17.5	-	-	1.00	2.00	1.4	1.2	4.7	9.3	0.1	0.1	10.0	10.4	KSE100
AKBL	Askari Bank Ltd.*	15.4	29.6	92.3	Buy	6.7	9.7	12.2	13.1	-	-	1.00	2.50	1.3	1.2	6.5	16.2	0.2	0.2	19.9	17.3	KSE100
BOP	The Bank of Punjab*	3.9	6.7	70.4	Buy	3.8	3.2	3.6	4.2	-	-	0.50	0.75	1.1	0.9	12.8	19.1	0.2	0.2	16.9	17.2	KSE100
MEBL	Meezan Bank Ltd.*	98.3	165.2	68.0	Buy	15.8	25.1	34.3	35.8	6.00	8.50	10.00	12.00	2.9	2.7	10.2	12.2	1.1	0.9	44.1	35.1	KSE100, KSE30 & KMI
FABL	Faysal Bank Ltd.*	24.1	42.3	75.4	Buy	5.5	7.5	12.0	12.1	1.50	7.00	2.00	3.00	2.0	2.0	8.3	12.4	0.5	0.4	25.2	22.4	KSE100
Fertilizer																						
ENGRO	Engro Corporation*	270.1	373.8	38.4	Buy	48.5	42.2	62.8	69.2	25.00	34.00	50.00	55.00	4.3	-	18.5	20.4	0.6	0.5	14.1	-	KSE100, KSE30, KMI & MSCI
FFBL	Fauji Fert. Bin Qasim	12.3	16.1	31.2	Buy	4.9	1.8	1.2	2.8	-	-	-	-	9.9	4.4	-	-	0.6	0.5	6.5	13.0	KSE100 & KMI
EFERT	Engro Fertilizer	87.0	92.0	5.8	Hold	15.8	12.0	13.3	13.5	16.50	13.50	15.00	15.50	6.6	6.4	17.3	17.8	3.0	3.4	42.3	49.5	KSE100, KSE30, KMI & MSCI
FFC	Fauji Fertilizer Co.	103.5	135.6	31.0	Buy	17.2	15.8	21.8	22.5	14.50	12.13	17.00	17.00	4.7	4.6	16.4	16.4	2.3	2.0	50.8	46.3	KSE100, KSE30 & MSCI
FATIMA	Fatima Fertilizer Co.	28.6	na	na	na	8.8	6.7	na	na	3.50	3.50	-	-	Group Company: No estimates are given						KSE100 & KMI		
AHCL	Arif Habib Corp. Ltd.	29.0	na	na	na	18.3	8.5	na	na	3.00	4.00	-	-	Group Company: No estimates are given						KSEALL		
Cement																						
LUCK	Lucky Cement Ltd.	455.4	727.9	59.8	Buy	44.9	48.8	41.3	36.4	-	-	-	10.00	11.0	12.5	-	2.2	1.0	1.0	9.8	8.0	KSE100, KSE30, KMI & MSCI
LUCK	Lucky Cement Ltd.*	455.4	727.9	59.8	Buy	72.9	94.1	152.7	141.8	-	-	-	10.00	3.0	3.2	-	2.2	0.6	0.5	21.9	17.2	KSE100, KSE30, KMI & MSCI
FCCL	Fauji Cement Co.	12.3	17.8	44.8	Buy	1.4	2.9	4.6	4.4	-	-	-	1.00	2.7	2.8	-	8.1	0.4	0.4	17.5	14.3	KSE100 & KMI
ACPL	Attock Cement Ltd.	75.8	77.9	2.8	Hold	8.1	8.2	9.1	5.3	4.00	3.50	-	-	8.4	14.4	-	-	0.6	0.5	6.9	3.8	KSEALL & KMI
DGKC	D.G. Khan Cement Co.	49.5	58.9	18.9	Buy	8.5	6.8	6.2	7.4	1.00	1.00	-	-	7.9	6.7	-	-	0.3	0.3	3.8	4.4	KSE100, KSE30 & KMI
KOHC	Kohat Cement Co.	151.9	194.7	28.2	Buy	17.4	25.0	32.3	21.9	-	-	-	-	4.7	6.9	-	-	0.9	0.8	21.3	12.2	KSE100 & KMI
MLCF	Maple Leaf Cement.*	28.6	38.7	35.2	Buy	3.6	4.2	7.7	7.2	-	-	2.00	3.00	3.7	3.9	7.0	10.5	0.6	0.5	17.8	14.6	KSE100, KSE30 & KMI
POWER	Power Cement	4.4	na	na	na	0.3	(0.4)	na	na	-	-	-	-	Group Company: No estimates are given						KMI		
Oil & Gas Marketing																						
PSO	Pakistan State Oil	114.0	206.7	81.3	Buy	62.1	183.7	39.2	71.1	15.00	10.00	10.00	10.00	2.9	1.6	8.8	8.8	0.2	0.2	8.4	14.2	KSE100, KSE30, KMI & MSCI
APL	Attock Petroleum Ltd.	300.94	394.60	31.1	Buy	39.5	149.0	98.0	51.1	27.00	45.00	25.00	20.00	3.1	5.9	8.3	6.6	0.9	0.9	31.3	15.2	KSE100 & KMI
SNGP	Sui Northern Gas Pipeline Ltd.	43.4	69.5	60.0	Buy	17.3	20.1	15.8	25.3	7.00	8.00	6.00	10.00	2.7	1.7	13.8	23.0	0.6	0.5	149.7	249.7	KSE100 & KMI
Automobile Assemblers																						
PSMC	Pak Suzuki Motor Co.	104.0	160.0	53.8	Buy	32.6	(77.0)	(1.4)	36.4	6.50	-	-	6.00	nm	2.9	-	5.8	0.4	0.3	(0.5)	11.7	KSE100 & KMI
INDU	Indus Motor Co.	902.3	1,218.0	35.0	Buy	163.2	201.0	98.0	131.2	103.50	93.75	46.00	61.00	9.2	6.9	5.1	6.8	1.2	1.1	13.7	17.0	KSE100 & MSCI
HCAR	Honda Atlas Cars (Pak)	109.5	109.0	(0.5)	Hold	12.6	17.6	3.9	13.1	4.52	7.00	2.00	5.00	28.1	8.3	1.8	4.6	0.8	0.7	2.8	9.0	KSE100 & KMI
MTL	Millat Tractors Ltd.	518.0	548.6	5.9	Hold	45.2	42.4	27.7	46.6	100.00	65.00	31.00	51.00	18.7	11.1	6.0	9.8	9.4	9.4	50.5	84.8	KSE100, KSE30, KMI & MSCI
Power Generation & Distribution**																						
HUBC	Hub Power Company*	73.7	119.7	68.9	Buy	26.0	21.9	32.3	36.8	12.00	6.50	29.50	15.00	2.3	2.0	40.0	20.4	0.7	0.5	31.2	30.0	KSE100, KSE30, KMI & MSCI
NCPL	Nishat Chu. Power Ltd.	15.0	19.0	26.8	Buy	6.8	6.8	9.1	8.7	-	10.00	2.00	2.00	1.7	1.7	13.3	13.3	0.2	0.2	13.2	11.5	KSEALL
NPL	Nishat Power Limited	17.4	21.1	21.6	Buy	7.6	9.4	9.5	8.4	1.50	4.50	4.00	2.00	1.8	2.1	23.0	11.5	0.2	0.2	11.6	9.6	KSEALL
Textile Composite																						
NML	Nishat Mills Ltd.	56.5	72.1	27.5	Buy	16.8	29.3	39.7	30.1	4.00	4.00	6.00	6.00	1.4	1.9	10.6	10.6	0.2	0.2	17.3	12.3	KSE100 & KMI
NCL	Nishat (Chunian) Ltd.	21.4	32.7	52.8	Buy	23.3	31.1	(2.5)	12.0	5.00	7.00	-	4.00	(8.5)	1.8	-	18.7	0.2	0.2	(2.6)	12.2	KSE100
FML	Feroze1888 Mills Ltd.	59.8	91.8	53.6	Buy	10.8	8.5	26.7	11.5	3.43	4.27	5.00	6.00	2.2	5.2	8.4	10.0	0.7	0.7	34.5	13.8	KMI
ILP	Interloop Ltd.	50.3	84.7	68.3	Buy	6.7	13.2	20.7	16.3	2.50	4.00	6.00	6.50	2.4	3.1	11.9	12.9	1.2	1.0	55.8	34.7	KSE100
Chemicals																						
LOTCHM	Lotte Chemical Pak Ltd.	Coverage Restricted due to Advisory Mandate																	KSE100			
EPCL	Engro Polymer & Chem.	45.6	45.5	(0.3)	Hold	16.6	12.9	7.6	8.3	16.30	12.50	5.25	5.75	6.0	5.5	11.5	12.6	1.3	1.2	22.2	22.9	KSE100, KSE30, KMI & MSCI
LCI	Lucky Core Industries Limited	594.8	890.2	49.7	Buy	60.3	91.7	261.9	111.9	40.00	35.00	20.00	20.00	2.3	5.3	3.4	3.4	1.1	1.0	59.3	19.5	KSE100 & KMI
Engineering																						
ASTL	Amreli Steels Ltd.	18.1	24.0	32.5	Buy	4.61	4.46	3.09	4.35	-	-	-	-	5.9	4.2	-	-	0.3	0.3	5.8	7.7	KSEALL
AGHA	Agha Steel Industries Ltd.	11.7	18.3	56.7	Buy	3.37	3.07	1.53	2.16	-	-	-	-	7.6	5.4	-	-	0.4	0.4	5.7	7.6	KSEALL
ASL	Aisha Steel Mills Ltd.	6.3	na	na	na	6.9	1.2	na	na	2.00	-	-	-	Group Company: No estimates are given						KSEALL		
Technology & Communication																						
HUMNL	Hum Network Limited.	5.5	10.0	79.6	Buy	0.9	1.2	1.5	1.9	-	0.50	0.75	1.00	3.6	2.8	13.5	18.1	1.0	0.9	30.5	32.6	KSEALL

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

Pakistan Weekly Update

Pakistan
Stock Market



May 5, 2023

AHL Universe - Performance

Code	Closing	WoW (%)	MTD (%)	CYTD (%)	90-Days		180-Days		365-Days	
					High	Low	High	Low	High	Low
ACPL	75.84	17.60	17.60	34.11	77.30	52.13	78.51	52.13	112.97	52.13
SGF	32.19	13.79	13.79	0.87	32.19	24.27	35.33	24.27	40.74	24.27
LUCK	455.40	13.52	13.52	1.98	458.30	392.97	490.87	383.90	560.42	383.90
DGKC	49.53	10.16	10.16	(4.09)	49.53	39.44	55.88	39.44	63.83	39.44
HBL	76.96	8.22	8.22	25.63	76.96	66.68	76.96	57.60	98.91	57.60
SNGP	43.42	6.63	6.63	15.63	47.42	38.64	47.42	35.33	47.42	20.70
ABL	67.90	6.54	6.54	10.29	68.49	61.46	68.49	59.57	72.19	57.55
BAFL	31.02	6.27	6.27	11.64	31.02	27.61	31.59	26.11	31.59	25.50
UBL	129.72	5.70	5.70	39.57	129.72	90.91	129.72	84.97	129.72	84.97
KOHC	151.87	5.42	5.42	2.82	164.44	126.19	165.98	115.77	167.18	115.77
LCI	594.80	5.07	5.07	(5.64)	602.88	513.64	686.72	513.64	737.90	513.64
FABL	24.10	4.83	4.83	(2.49)	24.45	21.57	30.18	21.13	30.18	15.78
NCPL	15.01	3.95	3.95	5.48	17.02	13.60	17.02	12.78	17.46	8.71
ILP	50.31	3.73	3.73	(11.19)	53.55	47.52	60.98	47.52	66.40	47.52
POWER	4.38	3.55	3.55	(5.19)	4.68	4.13	5.06	4.13	5.84	4.13
EFERT	86.95	3.54	3.54	24.72	87.20	71.45	87.20	67.92	87.20	67.38
MLCF	28.62	3.32	3.32	26.81	28.77	20.78	28.77	19.34	32.27	19.34
ITTEFAQ	5.35	3.28	3.28	(3.60)	6.03	4.20	6.70	4.20	8.60	4.20
NML	56.53	2.89	2.89	2.80	57.09	50.55	63.49	49.40	75.69	49.40
HUBC	73.68	2.53	2.53	26.37	73.68	57.17	73.68	53.38	73.68	46.83
PTL	20.36	2.00	2.00	(1.74)	20.36	15.17	26.91	15.17	33.53	15.17
FCCL	12.28	1.91	1.91	2.16	12.81	10.99	14.79	10.51	14.79	10.51
MCB	121.97	1.60	1.60	10.53	121.97	105.90	121.97	102.18	128.50	102.18
UNITY	13.25	1.53	1.53	(6.16)	14.30	12.69	20.27	12.69	24.31	12.69
HTL	23.26	1.35	1.35	(10.09)	26.81	21.48	33.62	21.48	41.49	21.48
BOP	3.92	1.29	1.29	(5.64)	4.64	3.82	5.05	3.82	6.05	3.82
NCL	21.41	1.28	1.28	2.74	23.78	20.22	28.59	20.17	45.46	20.17
NBP	21.47	1.27	1.27	(8.99)	25.49	20.76	25.87	20.76	33.44	20.76
ENGRO	270.08	1.03	1.03	18.92	272.10	235.74	272.10	207.83	272.10	184.82
FFC	103.49	0.60	0.60	8.22	103.49	97.52	103.49	95.28	108.85	93.96
HUMNL	5.54	0.36	0.36	(5.14)	5.84	5.37	6.24	5.37	6.33	5.23
OGDC	86.17	0.23	0.23	11.01	103.24	78.79	103.24	67.99	103.24	66.62
FATIMA	28.55	0.18	0.18	(4.57)	29.42	25.98	33.68	25.49	34.61	25.49
APL	300.94	0.08	0.08	8.27	304.95	285.60	309.85	275.81	309.85	212.71
AGHA	11.69	-	-	(15.90)	12.31	11.04	14.30	11.04	16.84	11.04
LOTCHEM	24.90	(0.08)	(0.08)	13.32	25.29	20.52	26.55	18.89	28.91	17.29
NPL	17.38	(0.23)	(0.23)	6.49	18.31	15.56	18.31	15.23	19.88	11.61
EPCL	45.59	(0.39)	(0.39)	15.94	46.64	41.00	50.83	37.50	76.14	37.50
FML	59.75	(0.42)	(0.42)	(2.43)	62.92	53.74	67.77	53.25	69.32	53.25
MTL	518.00	(0.78)	(0.78)	19.58	543.81	462.90	615.51	426.49	661.58	426.49
PSO	113.96	(0.91)	(0.91)	(20.86)	140.60	111.84	154.83	111.84	181.36	111.84
MARI	1,574.47	(0.97)	(0.97)	8.15	1,599.39	1,364.71	1,599.39	1,307.83	1,623.16	1,307.83
MEBL	98.33	(0.99)	(0.99)	5.04	99.31	86.10	106.83	83.02	116.09	83.02
ASTL	18.08	(1.09)	(1.09)	0.72	19.68	17.03	24.37	17.03	30.86	17.03
POL	403.70	(1.35)	(1.35)	7.62	433.34	388.40	433.34	375.10	433.34	313.23
FFBL	12.27	(1.45)	(1.45)	(19.96)	13.79	12.19	18.49	12.19	22.80	12.19
KAPCO	23.77	(1.61)	(1.61)	1.45	25.78	23.77	25.78	23.17	25.78	20.12
PSMC	104.02	(2.42)	(2.42)	(39.09)	138.72	98.89	170.77	98.89	211.21	98.89
HCAR	109.51	(2.48)	(2.48)	(34.13)	133.02	109.10	166.60	109.10	194.73	109.10
AKBL	15.40	(2.72)	(2.72)	(11.89)	18.70	15.32	18.70	15.32	18.70	14.38
PPL	64.77	(2.72)	(2.72)	(3.58)	82.65	61.01	82.65	51.00	82.65	50.33

Source (s): Bloomberg, AHL Research

Local & Foreign Investors Portfolio Investment (USD mn)

LIPI Normal

Current Week

Category	Gross Buy	Gross Sell	Net	Net
Individuals	94.80	86.80	BUY	8.00
Companies	12.21	12.74	SELL	(0.53)
Banks / DFIs	8.48	7.44	BUY	1.04
NBFC	1.61	0.10	BUY	1.52
Mutual Funds	8.02	11.15	SELL	(3.13)
Other Organizations	1.07	1.86	SELL	(0.80)
Broker Proprietary Trading	26.98	26.90	BUY	0.08
Insurance Companies	2.10	2.14	SELL	(0.04)
Total	155.27	149.14	BUY	6.14

Last Week

Category	Gross Buy	Gross Sell	Net	Net
Individuals	97.94	96.37	BUY	1.57
Companies	28.47	12.54	BUY	15.92
Banks / DFIs	4.92	4.10	BUY	0.82
NBFC	0.05	0.10	SELL	(0.05)
Mutual Funds	5.29	6.92	SELL	(1.63)
Other Organizations	1.45	2.28	SELL	(0.83)
Broker Proprietary Trading	27.68	28.19	SELL	(0.51)
Insurance Companies	1.01	2.14	SELL	(1.13)
Total	166.80	152.63	BUY	14.18

LIPI Sector Wise

Current Week

Sector	Gross Buy	Gross Sell	Net	Net
Commercial Banks	24.28	28.51	SELL	(4.23)
Fertilizer	4.23	4.07	BUY	0.17
Cement	41.42	41.09	BUY	0.32
Power Generation & Distribution	5.67	5.70	SELL	(0.03)
Exploration & Production	15.07	14.96	BUY	0.11
Oil & Gas Marketing Companies	7.49	7.43	BUY	0.05
Food and Personal Care Products	12.98	4.45	BUY	8.53
Textile Composite	2.32	1.99	BUY	0.33
Technology and Communication	17.71	17.33	BUY	0.38
Debt	-	-	SELL	-
All other Sectors	24.10	23.61	BUY	0.50
Total	155.27	149.14	BUY	6.14

Last Week

Sector	Gross Buy	Gross Sell	Net	Net
Commercial Banks	12.39	12.97	SELL	(0.58)
Fertilizer	7.03	7.64	SELL	(0.60)
Cement	11.29	11.84	SELL	(0.54)
Power Generation & Distribution	6.17	6.61	SELL	(0.44)
Exploration & Production	15.09	15.36	SELL	(0.26)
Oil & Gas Marketing Companies	6.18	6.20	SELL	(0.02)
Food and Personal Care Product	5.80	5.36	BUY	0.44
Textile Composite	1.33	1.37	SELL	(0.04)
Technology and Communication	45.74	46.22	SELL	(0.49)
Debt	0.38	0.38	SELL	-
All other Sectors	55.39	38.69	BUY	16.71
Total	166.80	152.63	BUY	14.18

FIPI Normal

Current Week

Category	Gross Buy	Gross Sell	Net	Net
Foreign Individuals	0.01	0.03	SELL	(0.02)
Foreign Corporates	7.14	13.33	SELL	(6.19)
Overseas Pakistani	8.76	8.69	BUY	0.07
Total	15.92	22.05	SELL	(6.14)

Last Week

Category	Gross Buy	Gross Sell	Net	Net
Foreign Individuals	3.78	3.73	BUY	0.05
Foreign Corporates	3.29	18.17	SELL	(14.89)
Overseas Pakistani	7.82	7.16	BUY	0.66
Total	14.88	29.06	SELL	(14.18)

FIPI Sector Wise

Current Week

Sector	Gross Buy	Gross Sell	Net	Net
Commercial Banks	6.54	2.35	BUY	4.19
Fertilizer	1.18	1.35	SELL	(0.17)
Cement	2.25	2.58	SELL	(0.32)
Power Generation & Distribution	0.47	0.43	BUY	0.04
Exploration & Production	0.78	0.90	SELL	(0.11)
Oil & Gas Marketing Companies	0.52	0.57	SELL	(0.05)
Food and Personal Care Products	1.31	9.84	SELL	(8.53)
Textile Composite	0.15	0.57	SELL	(0.42)
Technology and Communication	1.28	1.71	SELL	(0.43)
All other Sectors	2.23	2.89	SELL	(0.66)
Total	16.72	23.18	SELL	(6.14)

Last Week

Sector	Gross Buy	Gross Sell	Net	Net
Commercial Banks	1.76	1.19	BUY	0.58
Fertilizer	0.82	0.22	BUY	0.60
Cement	1.25	0.71	BUY	0.54
Power Generation & Distribution	0.62	0.18	BUY	0.44
Exploration & Production	0.91	0.64	BUY	0.26
Oil & Gas Marketing Companies	0.44	0.42	BUY	0.02
Food and Personal Care Product	0.58	1.02	SELL	(0.44)
Textile Composite	0.15	0.11	BUY	0.04
Technology and Communication	6.35	5.86	BUY	0.49
All other Sectors	1.99	18.70	SELL	(16.71)
Total	14.88	29.06	SELL	(14.18)

Pakistan Weekly Update

Pakistan
Stock Market



May 5, 2023

Forward Estimates

Country	Indonesia	India	Vietnam	Philippines	Sri Lanka	Thailand	China	Taiwan	S.Korea	Peer Avg	Pakistan	Prem/(Disc)
DY (%)	4.1	1.7	1.8	2.5	3.8	3.6	3.4	3.9	2.5	3.0	11.5	-73.6%
P/E (x)	12.3	17.2	8.3	11.3	13.9	13.8	10.0	13.3	9.8	12.2	3.9	-68.0%
P/B (x)	1.6	2.7	1.3	1.3	1.2	1.4	1.2	1.8	0.9	1.5	0.6	-59.0%

Source: Bloomberg, AHL Research

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

Country	Index	Index Closing*	WTD (%)	MTD (%)	CY23TD (%)	Country	Index	Index Closing*	WTD (%)	MTD (%)	CY23TD (%)
Zimbabwe	ZHIALSH Index	49,689	20.0	20.0	154.9	Belgium	BEL20 Index	3,778	(0.4)	(0.4)	(2.2)
Qatar	DSM Index	10,640	4.9	4.9	(0.3)	Slovenia	SBITOP Index	1,229	(0.5)	(0.5)	20.5
Kazakhstan	KZKAK Index	3,600	3.1	3.1	15.5	Germany	DAX Index	15,885	(0.6)	(0.6)	17.0
Hungary	BUX Index	46,092	2.8	2.8	15.8	Poland	WIG20 Index	1,911	(0.7)	(0.7)	11.9
Pakistan	KSE100 Index	42,242	1.7	1.7	(16.6)	Mexico	MEXBOL Index	54,667	(0.7)	(0.7)	22.5
Malaysia	FBMKLIC Index	1,431	1.6	1.6	(5.0)	Vietnam	VNIndex Index	1,040	(0.8)	(0.8)	4.1
Greece	ASE Index	1,106	1.6	1.6	22.1	Finland	HEX Index	10,626	(0.8)	(0.8)	0.9
Philippines	PCOMP Index	6,686	1.1	1.1	2.4	Uae	ADSMI Index	9,706	(0.9)	(0.9)	(4.9)
South Korea	KOSPI Index	2,501	1.1	1.1	6.7	Romania	BET Index	12,198	(0.9)	(0.9)	7.7
Dubai	DFMGI Index	3,583	1.1	1.1	7.4	Brazil	IBOV Index	102,959	(1.0)	(1.0)	(0.4)
Tunisia	TUSISE Index	8,365	0.9	0.9	5.7	South Africa	JALSH Index	77,934	(1.1)	(1.1)	(1.3)
Hong Kong	HSI Index	20,049	0.8	0.8	0.8	Sri Lanka	CSEALL Index	8,830	(1.1)	(1.1)	19.8
Thailand	SET Index	1,533	0.8	0.8	(6.2)	USA	NDX Index	13,092	(1.2)	(1.2)	19.7
Mongolia	MSETOP Index	37,878	0.8	0.8	0.1	Europe	SX5E Index	4,319	(1.3)	(1.3)	16.8
Japan	NKY Index	29,158	0.8	0.8	7.3	Saudi Arabia	SASEIDX Index	11,119	(1.3)	(1.3)	6.4
Czech Republic	PX Index	1,386	0.8	0.8	22.1	UK	UKX Index	7,755	(1.5)	(1.5)	8.2
Chile	IPSA Index	5,376	0.7	0.7	9.1	Ireland	ISEQ Index	8,340	(1.5)	(1.5)	20.3
Bahrain	BHSEASI Index	1,906	0.6	0.6	0.6	Sweden	OMX Index	2,230	(1.5)	(1.5)	11.2
Bulgaria	SOFIX Index	613	0.6	0.6	4.7	France	CAC Index	7,407	(1.5)	(1.5)	17.3
Taiwan	TWSE Index	15,626	0.6	0.6	10.8	Denmark	KFX Index	2,031	(1.6)	(1.6)	13.7
Switzerland	SMI Index	11,529	0.5	0.5	10.7	USA	INDU Index	33,508	(1.7)	(1.7)	1.1
Latvia	RIGSE Index	1,165	0.4	0.4	3.6	Lithuania	VILSE Index	1,007	(1.8)	(1.8)	9.0
New Zealand	NZSE Index	1,836	0.4	0.4	1.2	Norway	OBXP Index	541	(1.8)	(1.8)	(9.4)
Singapore	FSSTI Index	3,267	0.3	0.3	1.3	Canada	SPTSX Index	20,238	(1.8)	(1.8)	4.3
Australia	AS51 Index	7,220	0.2	0.2	1.0	Netherland	AEX Index	747	(1.9)	(1.9)	11.2
Estonia	TALSE Index	1,915	0.2	0.2	11.2	Indonesia	JCI Index	6,788	(1.9)	(1.9)	4.7
Mauritius	SEMDEX Index	1,932	(0.0)	(0.0)	(7.9)	Spain	IBEX Index	9,097	(2.0)	(2.0)	13.4
India	SENSEX Index	61,054	(0.0)	(0.0)	1.6	Austria	ATX Index	3,207	(2.0)	(2.0)	5.2
Ukraine	PFTS Index	507	(0.0)	(0.0)	(2.4)	Luxembourg	LUXXX Index	1,498	(2.0)	(2.0)	5.2
Croatia	CRO Index	2,237	(0.1)	(0.1)	16.2	Ghana	GGSECI Index	2,671	(2.2)	(2.2)	(5.8)
Nigeria	NGSEINDX Index	52,464	(0.1)	(0.1)	2.0	Portugal	PSI20 Index	6,082	(2.5)	(2.5)	8.9
Russia	RTSI\$ Index	1,032	(0.1)	(0.1)	6.3	Lebanon	BLOM Index	1,831	(2.6)	(2.6)	29.9
Italy	FTSEMIB Index	27,150	(0.2)	(0.2)	17.4	USA	SPX Index	4,061	(2.6)	(2.6)	5.8
Oman	MSM30 Index	4,724	(0.2)	(0.2)	(2.7)	Egypt	EGX30 Index	17,295	(3.0)	(3.0)	(5.2)
Jordan	JOSMGNFF Index	2,456	(0.2)	(0.2)	(1.8)	Turkey	XU100 Index	4,417	(4.6)	(4.6)	(23.1)
Serbia	BELEX15 Index	906	(0.3)	(0.3)	13.0	Kenya	NSEASI Index	103	(4.6)	(4.6)	(26.9)
Russia	IMOEX Index	2,531	(0.3)	(0.3)	11.2	Argentina	MERVAL Index	281,753	(6.7)	(6.7)	9.4
China	SHSZ300 Index	4,017	(0.4)	(0.4)	3.5	Iceland	ICEXI Index	2,102	(6.8)	(6.8)	(1.0)

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

Key Economic Data & Commodities Prices

Month end	Units	May-22	Jun-22	Jul-22	Aug-22	Sep-22	Oct-22	Nov-22	Dec-22	Jan-23	Feb-23	Mar-23	Apr-23	Current*
Money Market Data														
03-M T-Bill	%	14.3	15.0	15.5	15.8	15.5	15.6	16.8	16.7	17.75	19.53	21.60	21.90	21.93
06-M T-Bill	%	14.5	15.2	15.7	15.8	15.7	15.7	16.9	17.0	17.87	19.82	21.32	21.80	21.92
12-M T-Bill	%	14.6	15.3	15.8	15.9	15.7	15.7	16.9	17.0	17.95	19.93	21.39	21.76	21.89
03-Y PIB	%	13.6	13.5	13.4	13.7	13.8	14.1	15.1	15.6	16.83	18.20	18.33	18.30	18.28
05-Y PIB	%	12.6	12.9	13.4	13.0	13.1	13.2	14.0	14.6	15.48	15.80	15.23	15.00	15.02
10-Y PIB	%	14.3	15.0	15.5	15.8	15.5	15.6	16.8	16.7	17.75	19.53	21.60	21.90	21.93
06-M KIBOR	%	14.7	15.3	15.8	16.0	15.9	15.8	17.0	17.0	17.97	20.06	22.03	22.06	22.08
Policy Rate	%	13.75	13.75	15.00	15.00	15.00	15.00	16.00	16.00	17.00	17.00	20.00	21.00	21.00
Inflation (YoY)														
Headline (CPI New Base)	%	13.8	21.3	24.9	27.3	23.2	26.6	23.8	24.5	27.6	31.6	35.4	36.4	36.4
Monetary Sector														
M1	PKR bn	21,448	22,141	22,256	22,361	22,661	22,578	22,805	22,963	22,798	23,131	24,074	n.a	24,074
M2	PKR bn	25,634	26,768	26,799	26,894	27,261	27,296	27,387	27,335	27,292	27,878	28,732	n.a	28,732
M3	PKR bn	29,346	30,417	30,372	30,432	30,737	30,737	30,818	30,744	30,688	31,241	32,070	n.a	32,070
Banking Sector														
Deposits	PKR bn	21,151	22,810	22,101	22,152	22,820	22,412	22,732	22,467	22,754	22,921	23,562	n.a	23,562
Advances	PKR bn	10,822	10,886	10,858	10,922	11,084	11,052	11,092	11,913	11,659	11,723	11,836	n.a	11,836
Investment	PKR bn	15,556	17,419	17,608	18,183	17,484	18,285	18,483	17,902	19,293	18,993	19,236	n.a	19,236
WALR	%	10.78	11.4	12.8	13.2	13.7	14.0	14.12	14.6	15.0	15.5	16.3	n.a	16.3
WADR	%	6.18	7.0	7.1	7.5	7.6	7.7	7.79	8.1	8.0	8.7	8.7	n.a	8.7
Spread	%	4.6	4.4	5.8	5.7	6.0	6.2	6.33	6.5	7.0	6.8	7.5	n.a	7.5
External Sector														
Forex Reserves	USD bn	15.8	15.4	14.0	13.4	13.3	14.7	13.4	10.8	8.4	9.3	9.8	10.0	10.0
With SBP	USD bn	9.7	9.8	8.4	7.7	7.9	8.9	7.5	5.3	3.1	3.8	4.2	4.5	4.5
With Banks	USD bn	6.0	5.6	5.6	5.7	5.4	5.8	5.9	5.6	5.3	5.5	5.6	5.6	5.6
Exchange rate	PKR/USD	198.5	204.8	239.4	218.8	228.5	220.9	223.9	226.4	267.9	261.5	283.7	283.8	283.6
C/A Balance	USD mn	(1,425.0)	(2,187.0)	(1,215.0)	(676.0)	(363.0)	(569.0)	(252.0)	(290.0)	(230.0)	(36.0)	654.0	n.a	654.0
Exports	USD bn	2.5	3.1	2.3	2.8	2.5	2.3	2.2	2.3	2.2	2.2	2.4	n.a	2.4
Imports	USD bn	5.7	7.0	5.3	5.8	4.8	4.6	4.3	4.2	3.9	3.9	4.0	n.a	4.0
Trade Balance	USD bn	(3.2)	(3.9)	(3.1)	(3.0)	(2.3)	(2.3)	(2.0)	(1.9)	(1.7)	(1.7)	(1.6)	n.a	(1.6)
Remittances	USD bn	2.3	2.8	2.5	2.7	2.4	2.2	2.1	2.1	1.9	2.0	2.5	n.a	2.5
Key Commodities Prices														
International														
Coal	USD/ton	341.5	341.7	332.0	346.5	295.0	214.6	250.8	205.6	141.7	143.1	132.5	127.9	124.7
Steel (HRC)	USD/ton	726.0	659.8	587.0	577.8	566.3	509.5	550.6	595.5	635.9	628.8	636.2	574.0	569.4
PTA	USD/ton	995.0	965.0	870.0	860.0	870.0	805.0	795.0	790.0	830.0	785.0	840.0	875.0	840.0
Gold	USD/oz	1,837.4	1,807.3	1,765.9	1,711.0	1,660.6	1,633.6	1,768.5	1,824.0	1,928.4	1,826.9	1,980.4	1,990.0	2,050.3
Cotton (COTLOOK A)	USd/lb	157.5	135.5	131.4	135.3	107.1	92.5	97.5	99.3	102.0	99.4	96.5	93.2	93.0
Crude oil (WTI)	USD/bbl	114.7	105.8	98.6	89.6	79.5	86.5	80.6	80.3	78.9	77.1	74.4	76.8	68.6
Crude oil (Arab Light)	USD/bbl	124.6	116.3	111.9	105.2	98.4	95.6	85.3	84.2	82.9	83.4	78.8	80.9	75.7
Crude oil (Brent)	USD/bbl	122.8	114.8	110.0	96.5	88.0	94.8	85.4	85.9	84.5	83.9	79.3	79.5	72.5
Local														
Cotton	PKR/maund	22,500.0	17,200.0	19,200.0	21,500.0	19,000.0	16,000.0	16,500.0	17,000.0	21,000.0	20,000.0	18,700.0	20,000.0	20,000
Cement	PKR/bag	874.9	1,023.0	1,042.4	1,035.8	1,029.5	1,033.2	1,043.5	1,043.7	1,043.0	1,109.9	1,125.8	1,120.9	1,121.2
Gold	PKR/10 grms	121,740	121,660	138,890	123,890	123,970	128,090	138,460	158,780	173,190	166,580	178,160	188,230	194,190

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

Arif Habib Limited (AHL) has shareholding in OGDC, AKBL, NBP, BOP and PTL.