

Walking On a Tight Rope

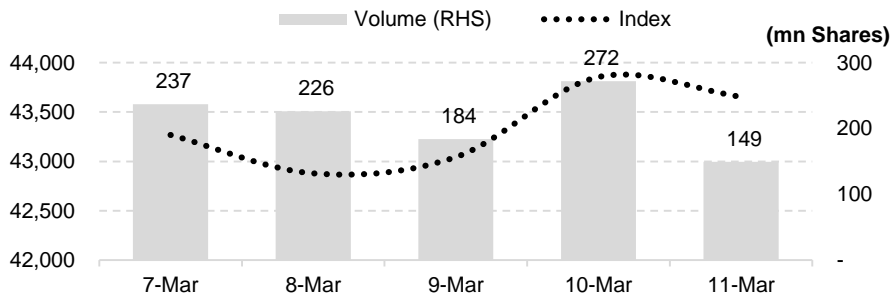
The market commenced on a negative note on Monday (wiping-off 1,284 pts DoD) as international oil prices touched a 14-Yr high (Brent rose to USD 139/bbl) since US and EU discussed banning Russian oil imports, raising concerns over the current account position. Moreover, submission of a no-confidence motion against PM Khan by opposition parties in the National Assembly added to woes of the investors. Amidst the political noise, SBP kept the policy rate unchanged at 9.75% in its monetary policy meeting, which brought bulls back in the market. Later during the week, the international oil prices witnessed a hefty drop led by statement from UAE's ambassador to USA urging OPEC to increase production, which cushioned the overall dip (adding back 810 points DoD to the index). The market settled at 43,653 points, losing 898 points (down by 2.02%) WoW.

Sector-wise negative contributions came from i) Banks (167pts), ii) Oil & Gas Exploration Companies (163pts), iii) Power Generation & Distribution (143pts), iv) Cement (113pts), and v) Oil & Gas Marketing (101pts). Whereas, sectors which contributed positively were i) Technology & Communication (107pts), ii) Automobile Parts & Accessories (20pts) and iii) Chemical (15pts). Scrip-wise negative contributors were HUBC (124pts), LUCK (122pts), PPL (75pts), OGDC (60pts) and PSO (59pts). Meanwhile, scrip-wise positive contribution came from SYS (148pts), NATF (23pts) and THALL (20pts).

Foreign selling continued this week, clocking-in at USD 3.13mn compared to a net sell of USD 0.97mn last week. Major selling was witnessed in Banks (USD 4.4mn) and Textiles (USD 0.4mn). On the local front, buying was reported by Companies (USD 5.4mn) followed by Other Organizations (USD 3.7mn). Average volumes clocked-in at 214mn shares (down by 0.7% WoW) while average value traded settled at USD 38mn (down by 11% WoW).

Other major news: i) SBP amends R-6 of PRs for commercial banking, ii) EPTL says recent explosion caused no major damage, iii) 6M KIBOR reaches 11.93%, iv) FX reserves decline \$207mn, v) UAE wants to acquire Guddu Power Plant, and vi) OGRA backs diversifying oil suppliers, inter OMCs sales.

Figure: KSE100 Index and PSX Volume



Source (s): PSX, AHL Research

Outlook and Recommendation

We expect the market to remain range bound in the upcoming week. With Government and opposition seeking allies prior to the no-confidence motion against PM, the market is expected to remain jittery. On the international front, any de-escalation by Russia and successful negotiation with the West may push the commodity prices (especially oil and coal prices) down, which will improve sentiment of local bourse. 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 4.8x (2022) compared to Asia Pac regional average of 13.2x while offering a dividend yield of ~9.2% versus ~2.4% offered by the region.

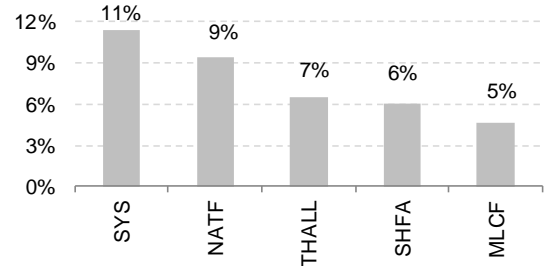
PSX Indices Performance

Index	Current	WoW (%)	CY22TD (%)
KSE100	43,653	(2.0)	(2.1)
KSEAll	29,973	(2.4)	(2.5)
KSE30	16,976	(2.6)	(3.0)
KMI30	70,645	(2.6)	(1.5)
BKTI	13,059	(1.8)	1.2
OGTI	11,934	(4.1)	4.0

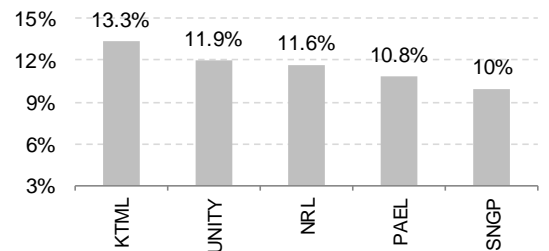
PSX Volume Leaders

	Avg. Vol. (mn)	Closing
TPLP	13.1	22.5
WTL	11.7	1.7
GGL	10.7	15.3
TPL	10.2	10.1
UNITY	9.0	23.9

Major Gainers (KSE100 Index)



Major Losers (KSE100 Index)



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Business & Economic developments during the week

February remittances reach \$2.2b (Tribune)

The remittances sent home by overseas Pakistanis inched up 2% month-on-month to \$2.2 billion in February 2022. The thin increase in remittances came following the resumption of global travel and non-inclusion of proceeds from the Roshan Digital Account in the overall remittances. According to the State Bank of Pakistan (SBP), the country received \$2.14 billion in remittances in January 2022. "Workers' remittances continued their strong performance and remained above \$2 billion since June 2020.

Exports of 11 sectors jump 35pc in February (Dawn)

The 11 export-oriented sectors, including value-added textiles, posted double-digit growth in February compared to the same month a year ago. Data compiled by the Ministry of Commerce showed that the growth in the value-added sectors contributed to an increase in overall exports from these sectors. The highest-ever depreciation of the rupee against the dollar and greater demand from the international mkt are reasons behind this growth.

KE reluctant to buy expensive RLNG for PLL (BR)

Karachi Electric has expressed reluctance to purchase expensive spot-priced re-gasified liquefied natural gas (RLNG) from Pakistan LNG Limited (PLL), saying that any inequality in the RLNG pricing for PLL's supply to KE as compared to the other power plants in the country should be avoided. The power utility, which intends to inaugurate first unit of 450 MW its RLNG-fired power of 900 MW on March 21 or 22, 2022, has conveyed its concerns to Petroleum Division. KE's Chief Regulatory Affairs & Government Relations Officer, Imran Qureshi, in his letter has stated that the recent trend of PLL buying spot cargoes at extremely high price in the range of \$25/MMBTU to \$35/MMBTU, leads to immense hike in PLL's price of RLNG which is alarming for KE; this is in case the determination of RLNG Sale Price for PLL's supply to K-Electric is restricted to PLL cargoes only, as contrary to the pricing regime for other power plants in the country that are being supplied RLNG at the basket rate notified by OGRA, i.e., at weighted average cost of higher priced PLL cargoes and a greater number of lower priced long term PSO cargoes.

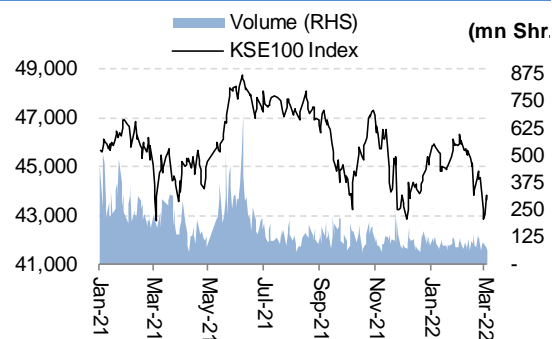
Car sales up 6pc in Feb despite dented demand (The News)

Cars in the country grew 6 percent to 18,054 units in February 2022, compared to 16,985 sold in January 2022, latest industry numbers showed on Thursday, which analysts credited to a surge in demand for fuel-efficient low-end vehicles given high petroleum prices. According to Pakistan Automotive Manufacturers Association (PAMA) data, Toyota and Honda sales dropped 32 percent each in the February, but Suzuki, which commands small-sized engine segment, pulled off a 40 percent increase, pushing the overall sales up 5 percent month-on-month. Auto industry sold 21,664 cars in February as compared to 20,610 in January 2022.

Engro signs Rs4bn facility with HBL (Dawn)

Engro Enfrashare has entered a Rs4 billion financing arrangement with Habib Bank Ltd (HBL) for the development of telecommunication tower sites for various mobile network operators, a press release issued on Thursday said. The arrangement will support Engro's vision to expand its footprint in the telecom infrastructure to power Pakistan's progress in the digital era, said Engro Corp President & CEO Ghias Khan. "Our partnership with Engro is a testament to the bank's commitment towards the enablement of a robust and progressive telecom sector in Pakistan," said HBL President & CEO Muhammad Aurangzeb.

PSX Volume & Index



Top Contributors in KSE100 Index

Companies	Index Contribution
Bullish Companies	
SYS	148.0
NATF	22.8
THALL	20.3
MLCF	18.5
FCCL	9.5
	219.0

Bearish Companies

HUBC	(124.1)
LUCK	(122.0)
PPL	(75.0)
OGDC	(59.8)
PSO	(58.6)
	(439.4)

Sectors

Sectors	Index Contribution
Bullish Sectors	
Technology & Communication	107.1
Automobile Parts & Accessories	20.3
Chemical	15.1
Miscellaneous	10.6
Real Estate Investment Trust	1.8
	154.9

Bearish Sectors

Commercial Banks	(167.4)
Oil & Gas Exploration Companies	(163.2)
Power Generation & Distribution	(143.4)
Cement	(113.0)
Oil & Gas Marketing Companies	(100.6)
	(687.5)

Outstanding Company in the
Financial Sector 2021



Best Broker in Pakistan



Best Corporate &
Investment Bank: 2020



Top 25 Companies

AHL Universe - Recommendation Summary

Code	Company	Price		TP Dec-22	Upside (%)	Stance	EPS (PKR)			DPS (PKR)			P/E (x)		DY (%)		P/B (x)		ROE (%)		Indices
		11-Mar-22					2021	2022	2023	2021	2022	2023	2022	2023	2022	2023	2022	2023	2022	2023	
Exploration & Production																					
PPL	Pakistan Petroleum Ltd.	81.0	158.8	96.2	Buy	19.3	24.6	25.8	3.50	4.50	5.00	3.3	3.1	5.6	6.2	0.5	0.4	16.0	14.8	KSE100, KSE30, KMI & MSCI	
OGDC	Oil and Gas Dev Co.	89.0	163.9	84.1	Buy	21.3	27.2	26.8	6.90	11.50	11.25	3.3	3.3	12.9	12.6	0.5	0.4	14.6	13.3	KSE100, KSE30 & KMI	
POL	Pakistan Oilfields Ltd.	387.9	546.5	40.9	Buy	47.1	72.3	68.8	50.00	69.00	62.00	5.4	5.6	17.8	16.0	2.5	2.6	49.5	45.3	KSE100, KSE30, KMI & MSCI	
MARI	Mari Petroleum Ltd	1,761.8	2,522.8	43.2	Buy	235.7	304.0	353.2	141.00	182.00	212.00	5.8	5.0	10.3	12.0	1.8	1.6	32.8	33.4	KSE100, KSE30, KMI & MSCI	
Commercial Banks																					
UBL	United Bank Ltd.*	148.9	217.2	45.9	Buy	24.8	28.2	31.6	18.00	18.00	20.00	5.3	4.7	12.1	13.4	0.8	0.8	15.4	16.9	KSE100, KSE30 & MSCI	
BAFL	Bank Alfalah*	35.9	53.4	48.9	Buy	8.1	9.4	10.6	4.00	5.00	6.00	3.8	3.4	13.9	16.7	0.6	0.5	15.9	16.7	KSE100 & MSCI	
MCB	MCB Bank Ltd.*	151.9	236.3	55.6	Buy	26.3	30.9	35.2	19.00	22.00	25.00	4.9	4.3	14.5	16.5	0.9	0.8	19.2	20.0	KSE100, KSE30 & MSCI	
HBL	Habib Bank Ltd.*	114.1	184.7	61.8	Buy	23.9	29.3	33.2	7.50	9.00	10.00	3.9	3.4	7.9	8.8	0.5	0.5	14.4	14.7	KSE100, KSE30 & MSCI	
ABL	Allied Bank Ltd.*	86.9	114.6	31.9	Buy	15.3	18.4	20.3	8.00	9.00	10.00	4.7	4.3	10.4	11.5	0.7	0.6	15.2	15.4	KSE100	
NBP	National Bank of Pakistan.*	31.2	52.3	67.9	Buy	13.4	17.1	18.7	1.00	-	-	1.8	1.7	-	-	0.2	0.2	11.5	11.2	KSE100	
AKBL	Askari Bank Ltd.*	18.9	34.3	81.4	Buy	7.7	8.8	9.6	-	2.50	3.00	2.2	2.0	13.2	15.9	0.3	0.3	17.7	16.7	KSE100	
BOP	The Bank of Punjab*	7.7	12.9	67.1	Buy	4.7	5.0	5.6	-	1.00	1.50	1.5	1.4	13.0	19.5	0.3	0.3	21.4	20.1	KSE100	
MEBL	Meezan Bank Ltd.*	131.1	220.5	68.2	Buy	17.4	20.3	23.1	6.00	10.00	12.50	6.5	5.7	7.6	9.5	2.0	1.7	33.7	32.5	KSE100, KSE30 & KMI	
FABL	Faysal Bank Ltd.*	25.7	38.9	51.7	Buy	5.4	6.7	7.5	1.50	2.00	2.00	3.9	3.4	7.8	7.8	0.5	0.5	14.5	14.8	KSE100	
Fertilizer																					
ENGRO	Engro Corporation*	268.7	343.2	27.7	Buy	48.5	55.5	57.4	25.00	29.00	30.00	4.8	4.7	10.8	11.2	0.6	0.6	13.0	12.8	KSE100, KSE30, KMI & MSCI	
FFBL	Fauji Fert. Bin Qasim	21.0	33.8	60.8	Buy	4.9	5.3	5.5	-	1.00	1.00	4.0	3.8	4.8	4.8	0.9	0.7	26.1	20.6	KSE100	
EFERT	Engro Fertilizer	89.6	83.0	(7.4)	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	17.0	10.7	KSE100, KSE30, KMI & MSCI	
FFC	Fauji Fertilizer Co.	107.1	145.1	35.5	Buy	17.2	18.8	19.9	14.50	15.00	16.00	5.7	5.4	14.0	14.9	2.6	2.4	47.9	46.2	KSE100, KSE30 & MSCI	
FATIMA	Fatima Fertilizer Co.	38.5	na	na	na	na	na	na	na	na	na	Group Company: No estimates are given						KSE100 & KMI			
AHCL	Arif Habib Corp. Ltd.	36.9	na	na	na	18.3	na	na	3.00	na	na	Group Company: No estimates are given						KSEALL			
Cement																					
LUCK	Lucky Cement Ltd.	575.1	1,004.4	74.7	Buy	43.5	53.1	89.6	-	-	26.00	10.8	6.4	-	4.5	1.4	1.2	14.1	20.0	KSE100, KSE30, KMI & MSCI	
LUCK	Lucky Cement Ltd.*	575.1	1,004.4	74.7	Buy	70.7	104.2	177.0	-	-	26.00	5.5	3.2	-	4.5	1.0	0.8	19.4	26.6	KSE100, KSE30, KMI & MSCI	
FCCL	Fauji Cement Co.	17.6	30.3	72.3	Buy	2.5	3.5	4.2	-	0.50	1.50	5.0	4.2	2.8	8.5	0.9	0.8	19.1	19.7	KSE100 & KMI	
ACPL	Attock Cement Ltd.	125.0	203.4	62.7	Buy	8.1	9.3	28.2	4.00	3.00	10.00	13.4	4.4	2.4	8.0	1.0	0.8	7.2	20.1	KSEALL & KMI	
DGKC	D.G. Khan Cement Co.	67.1	119.5	78.0	Buy	8.5	11.0	22.9	1.00	-	4.00	6.1	2.9	-	6.0	0.4	0.3	6.3	12.2	KSE100, KSE30 & KMI	
KOHC	Kohat Cement Co.	163.7	261.4	59.6	Buy	17.4	28.1	42.6	-	-	15.00	5.8	3.8	-	9.2	1.2	1.0	22.5	27.9	KSE100 & KMI	
MLCF	Maple Leaf Cement.*	34.2	46.0	34.6	Buy	3.5	3.8	6.9	-	1.00	3.00	8.9	4.9	2.9	8.8	1.0	0.9	11.4	18.8	KSE100, KSE30 & KMI	
POWER	Power Cement	6.1	na	na	na	0.2	na	na	-	na	na	Group Company: No estimates are given						KMI			
Oil & Gas Marketing																					
PSO	Pakistan State Oil	161.7	300.0	85.5	Buy	62.1	110.3	67.5	15.00	20.00	20.00	1.5	2.4	12.4	12.4	0.5	0.4	33.8	17.9	KSE100, KSE30, KMI & MSCI	
APL	Attock Petroleum Ltd.	295.1	436.0	47.8	Buy	49.4	58.5	53.9	27.00	32.50	32.50	5.0	5.5	11.0	11.0	1.2	1.1	24.3	20.3	KSE100 & KMI	
HTL	Hi-Tech Lubricants Ltd.	40.0	78.3	95.7	Buy	4.7	5.8	8.1	4.00	3.00	4.00	6.9	4.9	7.5	10.0	1.2	1.0	17.7	22.3	KMI	
SNGP	Sui Northern Gas Pipeline Ltd.	31.2	80.9	159.5	Buy	21.2	19.8	19.7	6.00	6.00	6.00	1.6	1.6	19.2	19.2	0.4	0.4	49.7	149.7	KSE100 & KMI	
Automobile Assemblers and Parts																					
PSMC	Pak Suzuki Motor Co.	201.0	327.9	63.1	Buy	35.7	41.3	51.4	15.00	17.00	21.00	4.9	3.9	8.5	10.4	0.6	0.5	12.6	14.4	KSE100 & KMI	
INDU	Indus Motor Co.	1,317.4	1,823.7	38.4	Buy	163.2	248.2	278.8	103.50	125.00	167.00	5.3	4.7	9.5	12.7	1.8	1.6	36.8	35.2	KSE100	
HCAR	Honda Atlas Cars (Pak)	195.1	316.5	62.2	Buy	12.6	22.6	30.5	4.52	8.00	11.00	8.6	6.4	4.1	5.6	1.4	1.2	16.8	20.1	KSE100 & KMI	
MTL	Milatt Tractors Ltd.	798.2	1,153.0	44.4	Buy	71.6	75.5	87.9	100.00	90.00	101.00	10.6	9.1	11.3	12.7	7.1	6.8	66.9	76.4	KSE100, KMI & MSCI	
PTL	Panther Tyres Ltd.	32.6	53.3	63.6	Buy	5.1	5.2	8.2	2.00	1.00	2.00	6.2	4.0	3.1	6.1	0.7	0.6	12.4	17.0	KMI	
Power Generation & Distribution**																					
HUBC	Hub Power Company*	66.4	132.1	114.4	Buy	26.0	23.5	30.2	12.00	13.25	14.25	2.8	2.2	20.0	21.5	0.7	0.6	25.7	28.1	KSE100, KSE30, KMI & MSCI	
NCPL	Nishat Chu. Power Ltd.	14.9	14.5	7.2	Hold	6.8	6.4	6.1	-	1.50	1.50	2.3	2.4	10.1	10.1	0.2	0.2	10.7	9.6	KSEALL	
NPL	Nishat Power Limited	17.3	22.7	51.3	Buy	7.6	6.5	6.3	1.50	2.00	2.00	2.7	2.7	11.6	11.6	0.2	0.2	9.0	8.7	KSEALL	
KAPCO	Kot Addu Power Co.	27.6	50.2	82.3	Buy	11.6	11.9	na	10.00	10.00	na	2.3	na	36.3	na	0.4	na	17.0	na	KSE100 & KSE30	
Textile Composite																					
NML	Nishat Mills Ltd.	81.1	144.6	78.3	Buy	16.8	28.2	25.6	4.00	11.50	10.00	2.9	3.2	14.2	12.3	0.3	0.3	11.0	9.3	KSE100 & KMI	
NCL	Nishat (Chunian) Ltd.	47.5	58.4	23.0	Buy	23.3	29.6	14.6	5.00	6.00	4.00	1.6	3.3	12.6	8.4	0.5	0.5	34.2	14.7	KSE100	
FML	Feroze1888 Mills Ltd.	65.9	124.2	88.5	Buy	10.8	10.1	14.8	3.43	4.28	6.31	6.5	4.4	6.5	9.6	1.0	0.8	15.6	20.3	KSE100 & KMI	
ILP	Interloop Ltd.	73.8	92.7	25.6	Buy	7.0	10.6	12.8	2.50	4.00	4.50	6.9	5.8	5.4	6.1	2.5	1.9	40.6	37.7	KSE100 & KMI	
Chemicals																					
LOTCEM	Lotte Chemical Pak Ltd.	15.2	18.5	22.4	Buy	3.1	2.4	2.7	1.50	1.00	1.50	6.3	5.6	6.6	9.9	1.1	1.0	17.4	18.1	KSE100	
EPCL	Engro Polymer & Chem.	59.3	77.5	30.6	Buy	16.6	13.8	14.2	16.30	5.50	5.75	4.3	4.2	9.3	9.7	1.5	1.2	37.6	31.8	KSE100, KSE30 & KMI	
ICI	ICI Pakistan Ltd.*	770.0	1,064.7	38.3	Buy	60.7	91.9	90.9	40.00	40.00	45.00	8.4	8.5	5.2	5.8	2.2	1.7	29.4	22.7	KSE100 & KMI	
Leather																					
SGF	Service Global Footwear Limited	44.0	71.3	61.9	Buy	2.7	4.8	7.2	1.50	2.50	3.50	9.2	6.2	5.7	7.9	1.3	1.1	14.4	19.2	KMI	
Engineering																					
ASTL	Amreli Steels Ltd.	30.0	61.2	104.0	Buy	4.6	8.2	12.9	-	0.50	0.50	3.7	2.3	1.7	1.7	0.5	0.4	16.0	21.1	KSEALL	
ITTEFAQ	Ittefaq Iron Industries Ltd.	9.7	13.7	41.3	Buy	1.8	3.4	5.2	-	-	-	2.9	1.9	-	-	0.3	0.2	10.5	14.1	KMI	
AGHA	Agha Steel Industries Ltd.	17.9	53.9	201.3	Buy	3.4	4.8	8.0	-	1.00	2.00	3.7	2.2	5.6	11.2	0.7	0.5	19.3	26.9	KMI	
Food & Personal Care Product																					
UNITY	Unity Foods Ltd.	23.9	38.8	62.2	Buy	2.8	2.8	4.1	-	1.00	1.00	8.6	5.9	4.2	4.2	1.7	1.4	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
NCPL	14.91	6.50	1.77	(6.81)	18.67	12.27	18.67	11.74	18.67	11.74
MLCF	34.19	4.68	2.24	(4.90)	36.97	30.11	40.01	30.11	49.25	30.11
LOTCHEM	15.15	4.41	2.71	10.91	15.57	13.15	15.57	12.03	15.57	11.62
AHCL	36.93	4.03	7.39	3.07	36.94	33.10	37.66	32.19	37.66	31.70
FCCL	17.61	2.98	(0.40)	(4.14)	19.07	16.57	21.49	16.18	24.65	16.18
FABL	25.67	2.39	2.76	11.61	27.97	22.67	28.66	22.67	28.66	15.36
ICI	769.99	2.08	0.36	3.86	775.00	717.83	791.08	690.98	874.55	690.98
ACPL	124.99	1.49	(5.31)	(8.65)	137.68	119.67	145.80	119.09	173.67	119.09
EPCL	59.32	1.25	3.42	19.70	59.69	48.01	59.69	46.49	59.69	32.84
ABL	86.90	1.05	1.64	5.63	91.43	73.99	91.43	66.25	91.43	63.62
MTL	798.24	1.01	0.33	16.36	798.24	679.43	798.24	679.43	798.24	660.25
NML	81.09	0.50	(1.59)	1.90	96.77	77.94	96.77	77.03	102.07	76.32
POWER	6.05	0.17	(0.82)	(4.87)	6.67	5.88	7.93	5.88	10.60	5.88
UBL	148.87	0.15	0.39	9.00	149.81	133.33	149.81	113.86	149.81	103.97
EFERT	89.63	(0.08)	1.27	17.79	89.80	73.42	89.80	65.72	89.80	51.49
NPL	17.30	(0.17)	1.47	(3.92)	21.21	15.50	21.21	15.46	21.21	15.27
POL	387.92	(0.31)	4.67	14.29	394.25	327.12	394.25	317.73	394.25	307.68
BAFL	35.85	(0.88)	(1.78)	3.61	38.55	33.81	38.55	31.99	38.55	27.14
FFBL	21.01	(1.04)	(6.79)	(15.21)	27.25	20.59	27.34	20.22	29.15	20.22
FML	65.90	(1.15)	(2.51)	(7.98)	77.40	63.68	99.21	63.68	104.59	63.68
FFC	107.08	(1.27)	(1.97)	6.80	110.98	97.59	110.98	92.66	110.98	92.66
MCB	151.91	(1.36)	(3.85)	(0.94)	164.32	146.71	164.32	144.19	164.32	144.17
ENGRO	268.73	(1.37)	(1.54)	(1.35)	290.38	265.31	290.38	261.70	294.78	249.95
AKBL	18.91	(1.51)	(1.72)	(14.12)	23.57	18.81	24.61	18.81	24.61	18.81
DGKC	67.12	(1.76)	(6.45)	(19.07)	84.89	63.33	95.83	63.33	132.65	63.33
INDU	1,317.43	(1.77)	(8.56)	9.66	1,440.74	1,192.56	1,440.74	1,040.18	1,440.74	868.61
HBL	114.13	(1.84)	(1.76)	(2.14)	124.71	112.29	127.98	106.26	132.87	106.26
MARI	1,761.76	(2.10)	(1.49)	10.46	1,800.13	1,546.06	1,800.13	1,419.75	1,800.13	1,354.97
KOHC	163.74	(2.13)	(6.45)	(13.18)	190.59	155.62	201.72	152.93	234.44	152.93
BOP	7.70	(3.14)	(3.02)	(9.09)	8.73	7.61	8.91	7.61	8.91	7.61
MEBL	131.10	(3.46)	(6.03)	(2.24)	143.00	130.63	153.59	128.79	153.59	89.88
FATIMA	38.45	(3.54)	5.34	6.84	39.86	34.56	39.86	28.51	39.86	26.01
ILP	73.81	(3.72)	(4.29)	4.26	80.32	63.17	80.32	63.17	80.32	57.16
OGDC	88.99	(4.10)	3.54	5.46	92.98	81.52	92.98	76.38	97.66	76.38
PSMC	200.98	(4.42)	(6.43)	(13.84)	243.09	192.63	285.63	192.63	364.45	192.63
KAPCO	27.56	(4.54)	(5.13)	(3.91)	31.99	27.20	31.99	23.61	32.78	23.61
PPL	80.97	(5.29)	5.54	4.34	85.92	75.24	85.92	68.58	90.63	68.58
NBP	31.16	(5.58)	3.62	(9.73)	37.01	30.07	37.01	30.07	37.83	30.07
PTL	32.57	(5.62)	(4.99)	(22.01)	42.35	32.25	59.65	32.25	63.09	32.25
APL	295.06	(5.73)	(6.63)	(1.93)	343.95	284.13	343.95	276.78	343.95	276.78
NCL	47.53	(6.25)	(4.68)	10.65	51.59	38.66	51.59	37.24	51.59	36.86
HTL	40.03	(6.32)	(9.74)	(4.11)	48.19	36.53	58.18	36.53	65.21	36.53
PSO	161.69	(6.57)	(10.80)	(11.11)	196.85	159.50	197.17	159.50	230.66	159.50
HCAR	195.08	(6.96)	(8.24)	(17.61)	241.80	193.59	288.80	193.59	388.43	193.59
LUCK	575.08	(7.14)	(11.39)	(15.34)	701.27	552.60	790.31	552.60	940.74	552.60
HUBC	66.39	(7.30)	(7.68)	1.09	76.76	65.49	76.76	64.39	76.76	63.56
ITTEFAQ	9.72	(8.30)	(7.07)	(18.80)	12.53	9.72	15.96	9.72	21.85	9.72
SNGP	31.19	(9.93)	(8.18)	(6.76)	37.14	31.19	45.76	31.19	50.47	31.19
SGF	44.03	(10.07)	(7.67)	(5.03)	53.02	44.02	54.06	41.12	63.82	41.12
AGHA	17.90	(10.72)	(13.23)	(31.60)	27.62	17.77	32.48	17.77	34.28	17.77
UNITY	23.92	(11.93)	(12.76)	(9.63)	32.42	21.39	36.30	21.04	49.36	21.04
ASTL	30.01	(16.94)	(18.67)	(32.95)	47.09	30.01	48.54	30.01	48.54	30.01

Source (s): Bloomberg, AHL Research

Local & Foreign Investors Portfolio Investment (USD mn)

LIPI Normal

Current Week

Category	Gross Buy	Gross Sell	Net	Net
Individuals	169.70	169.30	BUY	0.40
Companies	17.59	12.14	BUY	5.45
Banks / DFIs	6.69	5.17	BUY	1.52
NBFC	0.06	0.06	SELL	(0.00)
Mutual Funds	15.15	22.23	SELL	(7.08)
Other Organizations	7.58	3.91	BUY	3.67
Broker Proprietary Trading	39.93	40.19	SELL	(0.26)
Insurance Companies	2.60	3.16	SELL	(0.56)
Total	259.30	256.17	BUY	3.13

Last Week

Category	Gross Buy	Gross Sell	Net	Net
Individuals	206.29	206.42	SELL	(0.14)
Companies	17.71	17.82	SELL	(0.11)
Banks / DFIs	11.82	9.42	BUY	2.39
NBFC	0.12	0.15	SELL	(0.03)
Mutual Funds	18.69	20.42	SELL	(1.72)
Other Organizations	4.13	4.93	SELL	(0.80)
Broker Proprietary Trading	59.25	57.13	BUY	2.11
Insurance Companies	2.30	3.04	SELL	(0.74)
Total	320.30	319.33	BUY	0.97

LIPI Sector Wise

Current Week

Sector	Gross Buy	Gross Sell	Net	Net
Commercial Banks	15.56	11.11	BUY	4.45
Fertilizer	9.32	9.25	BUY	0.07
Cement	35.78	35.59	BUY	0.19
Power Generation & Distribution	6.94	7.03	SELL	(0.09)
Exploration & Production	16.22	16.53	SELL	(0.31)
Oil & Gas Marketing Companies	7.09	7.26	SELL	(0.18)
Food and Personal Care Products	18.65	18.85	SELL	(0.20)
Textile Composite	4.98	4.62	BUY	0.36
Technology and Communication	69.23	70.37	SELL	(1.14)
Debt	1.88	1.88	SELL	-
All other Sectors	73.65	73.66	SELL	(0.01)
Total	259.30	256.17	BUY	3.13

Last Week

Sector	Gross Buy	Gross Sell	Net	Net
Commercial Banks	14.89	13.47	BUY	1.42
Fertilizer	19.15	18.66	BUY	0.49
Cement	20.50	19.84	BUY	0.65
Power Generation & Distribution	4.30	4.18	BUY	0.12
Exploration & Production	41.72	42.08	SELL	(0.36)
Oil & Gas Marketing Companies	12.41	10.89	BUY	1.53
Food and Personal Care Products	18.62	18.57	BUY	0.05
Textile Composite	6.55	8.58	SELL	(2.03)
Technology and Communication	103.00	104.15	SELL	(1.15)
Debt	5.51	5.51	SELL	-
All other Sectors	73.66	73.41	BUY	0.25
Total	320.30	319.33	BUY	0.97

FIPI Normal

Current Week

Category	Gross Buy	Gross Sell	Net	Net
Foreign Individuals	0.05	0.21	SELL	(0.17)
Foreign Corporates	7.50	13.18	SELL	(5.68)
Overseas Pakistani	14.87	12.15	BUY	2.71
Total	22.41	25.54	SELL	(3.13)

Last Week

Category	Gross Buy	Gross Sell	Net	Net
Foreign Individuals	0.05	0.00	BUY	0.05
Foreign Corporates	5.56	7.76	SELL	(2.20)
Overseas Pakistani	15.78	14.60	BUY	1.19
Total	21.39	22.36	SELL	(0.97)

FIPI Sector Wise

Current Week

Sector	Gross Buy	Gross Sell	Net	Net
Commercial Banks	2.72	7.17	SELL	(4.45)
Fertilizer	1.18	1.25	SELL	(0.07)
Cement	2.49	2.68	SELL	(0.19)
Power Generation & Distribution	0.70	0.61	BUY	0.09
Exploration & Production	1.19	0.88	BUY	0.31
Oil & Gas Marketing Companies	0.57	0.40	BUY	0.18
Food and Personal Care Products	0.87	0.66	BUY	0.20
Textile Composite	0.35	0.71	SELL	(0.36)
Technology and Communication	8.09	6.95	BUY	1.14
All other Sectors	4.25	4.24	BUY	0.01
Total	22.41	25.54	SELL	(3.13)

Last Week

Sector	Gross Buy	Gross Sell	Net	Net
Commercial Banks	1.63	3.04	SELL	(1.42)
Fertilizer	0.42	0.91	SELL	(0.49)
Cement	1.12	1.77	SELL	(0.65)
Power Generation & Distribution	0.36	0.48	SELL	(0.12)
Exploration & Production	2.58	2.22	BUY	0.36
Oil & Gas Marketing Companies	0.49	2.01	SELL	(1.53)
Food and Personal Care Products	0.93	0.98	SELL	(0.05)
Textile Composite	2.51	0.48	BUY	2.03
Technology and Communication	7.08	5.93	BUY	1.15
All other Sectors	4.27	4.53	SELL	(0.25)
Total	21.39	22.36	SELL	(0.97)

Source (s): NCCPL, AHL Research

Forward Estimates

Country	Indonesia	India	Vietnam	Philippines	Sri Lanka	Thailand	China	Taiwan	S.Korea	Peer Avg	Pakistan	Prem/(Disc)
DY (%)	2.5	1.4	1.4	1.9	2.3	3.0	3.1	4.1	2.1	2.4	9.1	-73.3%
P/E (x)	14.2	20.2	10.9	14.2	12.8	15.6	8.9	12.4	9.3	13.2	4.8	-63.3%
P/B (x)	2.0	3.0	2.0	1.6	8.7	1.6	1.2	2.0	0.9	2.6	0.8	-70.1%

Source: Bloomberg, AHL Research

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

Country	Index	Index Closing*	WTD (%)	MTD (%)	CY22TD (%)	Country	Index	Index Closing*	WTD (%)	MTD (%)	CY22TD (%)
Poland	WIG20 Index	2,037	8.5	(1.9)	(16.3)	Serbia	BELEX15 Index	829	0.6	(2.5)	(1.9)
Hungary	BUX Index	42,828	8.4	(6.2)	(20.6)	Chile	IPSA Index	4,650	0.6	2.0	14.6
Finland	HEX Index	10,850	7.9	(5.4)	(18.1)	Canada	SPTSX Index	21,582	0.5	1.5	0.7
Romania	BET Index	12,171	7.5	(6.1)	(9.5)	Argentina	MERVAL Index	90,283	0.3	1.4	2.1
Spain	IBEX Index	8,203	6.9	(5.1)	(8.6)	Nigeria	NGSEINDX Index	47,383	0.2	0.3	13.0
Austria	ATX Index	3,207	6.5	(7.2)	(19.3)	Ghana	GGSECI Index	2,745	(0.2)	(2.9)	(14.4)
Sweden	OMX Index	2,079	6.3	(4.6)	(19.6)	Bangladesh	DSEX Index	6,668	(0.3)	(1.1)	(1.7)
Germany	DAX Index	13,835	6.3	(6.1)	(15.4)	Mexico	MEXBOL Index	53,388	(0.4)	(2.3)	(2.3)
Portugal	PSI20 Index	5,602	5.7	(1.2)	(2.9)	Brazil	IBOV Index	113,663	(0.4)	2.9	19.4
Europe	SX5E Index	3,735	5.7	(6.6)	(16.1)	Uae	ADSMI Index	9,636	(0.5)	3.4	13.5
Belgium	BEL20 Index	3,937	5.3	(3.8)	(11.8)	Tunisia	TUSISE Index	7,089	(0.5)	(1.3)	(2.1)
Kazakhstan	KZKAK Index	3,377	4.9	(10.1)	(22.9)	Saudi Arabia	SASEIDX Index	12,684	(0.6)	0.8	12.5
France	CAC Index	6,320	4.9	(6.9)	(14.7)	Turkey	XU100 Index	2,054	(1.1)	(1.3)	(1.3)
Luxembourg	LUXXX Index	1,696	4.8	(4.0)	(1.5)	USA	INDU Index	33,174	(1.3)	(2.1)	(8.7)
Oman	MSM30 Index	4,328	4.7	6.7	4.8	Dubai	DFMGI Index	3,402	(1.4)	1.4	6.5
Ireland	ISEQ Index	7,136	4.6	(10.9)	(18.4)	Australia	AS51 Index	7,064	(1.4)	1.1	(4.6)
Italy	FTSEMIB Index	23,324	4.4	(10.0)	(17.2)	USA	SPX Index	4,260	(1.6)	(2.6)	(10.6)
Bahrain	BHSEASI Index	2,053	3.9	4.6	14.3	USA	NDX Index	13,591	(1.8)	(4.5)	(16.7)
Estonia	TALSE Index	1,796	3.7	(5.2)	(12.8)	Latvia	RIGSE Index	1,060	(1.8)	(13.3)	(19.2)
Iceland	ICEXI Index	2,490	3.1	(3.9)	(6.8)	Slovenia	SBITOP Index	1,089	(1.9)	(8.2)	(16.0)
India	SENSEX Index	55,550	2.2	(2.4)	(7.0)	Mauritius	SEMDEX Index	2,124	(1.9)	(3.8)	(0.5)
Jordan	JOSMGNFF Index	2,193	2.0	2.1	3.3	Thailand	SET Index	1,658	(2.4)	(3.3)	0.2
Netherland	AEX Index	681	2.0	(8.4)	(17.6)	Pakistan	KSE100 Index	43,653	(2.6)	(2.4)	(3.2)
UK	UKX Index	7,186	1.8	(5.8)	(5.9)	Vietnam	VNIndex Index	1,467	(2.6)	(1.7)	(2.3)
Greece	ASE Index	831	1.7	(8.6)	(10.2)	Malaysia	FBMKLCI Index	1,568	(2.7)	(2.6)	(0.9)
Croatia	CRO Index	1,971	1.7	(3.4)	(8.5)	New Zealand	NZSE Index	1,901	(3.1)	(0.3)	(9.8)
Czech Republic	PX Index	1,298	1.5	(6.1)	(12.9)	South Korea	KOSPI Index	2,661	(3.1)	(3.8)	(13.6)
Switzerland	SMI Index	11,590	1.2	(4.6)	(11.6)	Philippines	PCOMP Index	7,112	(3.5)	(4.4)	(2.3)
Bulgaria	SOFIX Index	576	1.2	(4.9)	(11.8)	Taiwan	TWSE Index	17,265	(3.5)	(3.5)	(7.6)
Qatar	DSM Index	13,633	1.1	5.3	17.9	Kenya	NSEASI Index	158	(4.2)	(1.7)	(6.0)
Lebanon	BLOM Index	970	1.1	1.9	(5.8)	China	SHSZ300 Index	4,307	(4.5)	(6.4)	(12.6)
Lithuania	VILSE Index	850	1.0	(7.1)	(14.5)	Japan	NKY Index	25,163	(4.9)	(6.6)	(13.9)
Denmark	KFX Index	1,657	0.9	(3.9)	(13.7)	Mongolia	MSETOP Index	36,982	(6.2)	(6.1)	(17.6)
Norway	OBXP Index	567	0.8	(1.0)	(0.5)	Hong Kong	HSI Index	20,554	(6.3)	(9.6)	(12.5)
South Africa	JALSH Index	73,870	0.7	(0.0)	6.5	Egypt	EGX30 Index	10,454	(7.4)	(6.2)	(12.6)
Singapore	FSSTI Index	3,250	0.7	(0.1)	3.1	Sri Lanka	CSEALL Index	10,677	(25.0)	(27.1)	(30.6)
Indonesia	JCI Index	6,923	0.6	0.9	5.0						

Source: Bloomberg, AHL Research, * Last Closing

Key Economic Data & Commodities Prices

Month end	Units	Mar-21	Apr-21	May-21	Jun-21	Jul-21	Aug-21	Sep-21	Oct-21	Nov-21	Dec-21	Jan-22	Feb-22	Current*
Money Market Data														
03-M T-Bill	%	7.4	7.3	7.4	7.3	7.2	7.2	7.6	8.2	9.7	10.4	10.2	10.5	11.1
06-M T-Bill	%	7.8	7.5	7.6	7.5	7.5	7.4	8.0	8.8	10.2	11.3	10.6	10.9	11.8
12-M T-Bill	%	7.9	7.7	7.7	7.8	7.7	7.6	8.7	9.1	10.7	11.4	10.8	11.0	12.0
03-Y PIB	%	9.4	8.9	9.0	9.0	8.9	8.7	9.7	9.9	11.4	11.4	10.8	10.9	11.6
05-Y PIB	%	9.9	9.4	9.4	9.5	9.4	9.3	10.0	10.2	11.5	11.5	10.9	11.0	11.6
10-Y PIB	%	10.4	10.0	9.9	9.9	10.0	9.9	10.5	11.0	11.9	11.6	11.1	11.1	11.6
06-M KIBOR	%	7.9	7.6	7.7	7.7	7.6	7.5	8.2	8.9	10.3	11.5	10.7	11.0	11.9
Policy Rate	%	7.0	7.0	7.0	7.0	7.0	7.0	7.3	7.3	8.8	9.8	9.8	9.8	9.75
Inflation (YoY)														
Headline (CPI New Base)	%	9.1	11.1	10.9	9.7	8.4	8.4	9.0	9.2	11.5	12.3	13.0	13.0	12.2
Monetary Sector														
M1	PKR bn	18,403	18,723	18,935	19,824	19,888	19,812	20,085	19,902	20,128	20,444	20,204	n.a	20,204
M2	PKR bn	21,985	22,213	22,476	23,722	23,576	23,537	23,904	23,646	23,933	24,369	24,211	na	24,211
M3	PKR bn	26,228	26,441	26,606	27,731	27,563	27,494	27,840	27,576	27,854	28,273	28,122	n.a	28,122
Banking Sector														
Deposits	PKR bn	17,906	17,561	17,955	19,796	18,839	19,208	19,829	19,344	19,668	20,972	19,949	n.a	19,949
Advances	PKR bn	8,600	8,665	8,811	8,996	8,878	8,936	9,290	9,394	9,646	10,149	9,944	n.a	9,944
Investment	PKR bn	12,553	12,418	13,068	13,742	14,102	13,902	14,096	13,796	13,556	14,124	14,424	n.a	14,424
WALR	%	7.8	8.0	7.9	8.0	7.8	7.8	7.7	7.9	8.0	8.7	9.3	n.a	9.3
WADR	%	3.5	3.5	3.5	3.5	3.6	3.6	3.6	3.7	3.8	4.6	5.1	n.a	5.1
Spread	%	4.3	4.5	4.5	4.5	4.2	4.3	4.1	4.2	4.2	4.1	4.3	n.a	4.3
External Sector														
Forex Reserves	USD bn	20.6	22.7	23.3	23.3	24.9	27.2	26.0	23.8	22.3	23.9	22.1	22.9	22.7
With SBP	USD bn	13.5	15.6	16.1	16.1	17.8	20.1	19.3	17.2	16.0	17.7	15.7	16.5	16.2
With Banks	USD bn	7.1	7.1	7.2	7.2	7.0	7.1	6.7	6.6	6.4	6.2	6.4	6.4	6.5
Exchange rate	PKR/USD	152.8	153.5	154.4	157.5	162.4	166.4	170.7	171.7	175.7	176.5	176.7	177.5	178.63
C/A Balance	USD mn	(364)	(188)	(650)	(1,619)	(814)	(1,473)	(1,134)	(1,760)	(1,908)	(1,863)	(2,556)	n.a	(2,556)
Exports	USD bn	2.6	2.3	2.1	2.5	2.3	2.3	2.6	2.4	2.7	2.9	2.5	n.a	2.5
Imports	USD bn	5.2	5.0	5.0	6.3	5.4	6.0	6.1	6.0	6.4	6.5	6.4	n.a	6.4
Trade Balance	USD bn	(2.6)	(2.7)	(2.8)	(3.8)	(3.4)	(3.7)	(3.4)	(3.7)	(3.7)	(3.6)	(3.9)	n.a	(3.9)
Remittances	USD bn	2.7	2.8	2.5	2.7	2.7	2.7	2.7	2.5	2.4	2.5	2.1	2.2	2.2
Key Commodities Prices														
International														
Coal	USD/ton	96.9	93.2	108.3	114.9	123.0	146.8	200.5	220.0	117.0	137.3	174.0	261.0	373.8
Steel (HRC)	USD/ton	818.6	888.4	886.2	836.9	918.7	887.4	900.1	848.0	744.9	747.2	766.4	785.8	810.2
PTA	USD/ton	690.0	695.0	695.0	745.0	750.0	745.0	745.0	780.0	735.0	725.0	815.0	875.0	920.0
Gold	USD/oz	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	1,909.0	1,997.0
Cotton (COTLOOK A)	USd/lb	87.2	91.9	89.7	96.6	100.3	103.7	110.2	123.1	123.3	125.9	135.9	135.2	134.6
Crude oil (WTI)	USD/bbl	59.2	63.6	66.3	73.5	74.0	68.5	75.0	83.6	66.2	75.2	88.2	95.7	106.0
Crude oil (Arab Light)	USD/bbl	63.4	66.1	68.7	75.0	75.4	72.2	79.0	83.9	72.8	79.2	91.1	99.9	123.7
Crude oil (Brent)	USD/bbl	63.5	67.3	69.3	75.1	76.3	73.0	78.5	84.4	70.6	77.8	91.2	101.0	109.3
Local														
Cotton	PKR/maund	11,500	11,300	12,300	12,600	13,000	14,200	14,100	15,400	17,500	18,000	19,400	20,000	20,000
Cement	PKR/bag	611	615	615	640	654	674	678	723	742	739	737	748	787
Gold	PKR/10 grms	90,880	89,510	93,020	92,770	93,880	92,250	97,310	102,280	101,680	107,940	108,880	111,460	112,780

*Current Price

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