

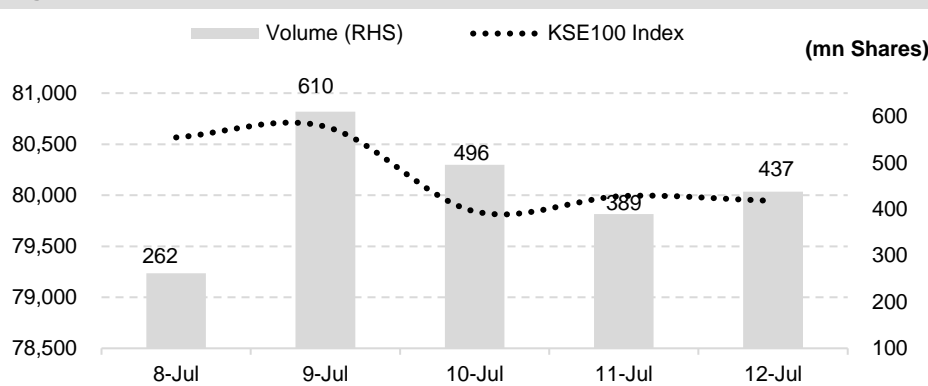
Slight correction

The market commenced on a positive note this week, continuing the momentum from last year. Moreover, the market closed at the highest ever level of 80,672 points (touching 81,087 points in the intra-day) on Tuesday. However, the market witnessed correction on the following day given new conditions of the IMF surface such as abolishment of Pakistan Sovereign Wealth Fund and proposal of 45% tax on agriculture income. On the economic front, the remittances climbed up by 44% YoY, settling at USD 3.2bn in Jun'24. Meanwhile, the SBP raised USD 82bn and USD 442bn through PIB and T Bill auction, respectively, coupled with 3-month and 6-month T bill yields declining by 10bps and 18bps, respectively. The SBP reserves climbed up by USD 15.6mn to USD 9.4bn. Whereas, Pak Rupee remained stable at 278.40 against greenback. The KSE-100 index closed at 79,944 points, down by 269 points | 0.33% WoW.

Sector-wise negative contributions came from i) E&Ps (154pts), ii) Commercial Banks (136pts), iii) Auto Assembler (61pts), iv) Power (48pts), and v) OMCs (34pts). Meanwhile, the sectors that mainly contributed positively were i) Fertilizer (106pts), ii) Food & Personal Care Products (71pts), iii) Textile Composite (47pts), iv) Technology (32pts) and v) Pharmaceuticals (17pts). Scrip-wise negative contributors were MCB (102pts), HUBC (100pts), UBL (93pts), PPL (77pts), and TRG (57pts). Meanwhile, scrip-wise positive contributions came from HBL (143pts), NBP (104pts), FFC (82pts), SYS (73pts), and FFBL (63pts).

Foreigner buying continued during this week, clocking in at USD 4.0mn compared to a net buy of USD 7.7mn last week. Major buying was witnessed in Banks (USD 2.1mn) and Technology (USD 1.7mn). On the local front, selling was reported by Individuals (USD 2.6mn) followed by Mutual Funds (USD 2.5mn). Average volumes arrived at 439mn shares (down 0.3% WoW), while the average value traded settled at USD 75mn (up 13.6% WoW). Other major news: i) OGDC revives Kunnar-11 well, boosts daily oil output, ii) CCP clears acquisition of soap unit, iii) Passenger car sales surge 138pc in June, down 16pc in FY24, iv) SNGPL manages to push UFG losses down from 8.98% to 5.15% over the last four years, and v) UBL to sell 55pc stake in UNBL UK to Bestway Group.

Figure: KSE100 Index and PSX Volume



Source (s): PSX, AHL Research

Outlook and Recommendation

With holidays in the upcoming week, the market will be open for only three trading days, resulting in lower activity. Despite the shortened trading period, investors will be closely monitoring developments related to the new IMF program. 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 ~9.9% compared to its 5-year average of ~8.3%.

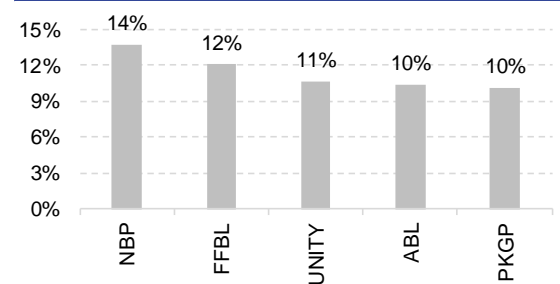
PSX Indices Performance

Index	Current	WoW (%)	CY24TD (%)
KSE100	79,944	(0.3)	28.0
KSEAll	51,006	0.5	21.7
KSE30	25,500	(0.8)	22.7
KMI30	127,145	(0.5)	21.4
BKTI	20,982	(0.4)	40.3
OGTI	17,267	(1.6)	16.2

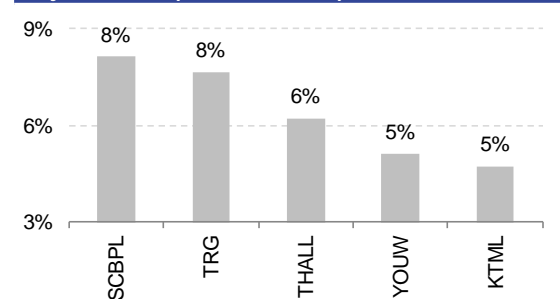
PSX Volume Leaders

	Avg. Vol. (mn)	Closing
KEL	32.5	4.8
WTL	21.5	1.2
HUMNL	19.7	11.4
BOP	18.3	5.6
PIAHCLA	17.1	20.5

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

Govt borrowing surges 130pc to Rs8.564tr in FY24 (The News)

The government's borrowing from banks more than doubled in the fiscal year 2023-24 as a result of significant financial needs to meet the budget deficit and higher debt interest payments. According to the figures issued by the State Bank of Pakistan on Tuesday, the government borrowed Rs8.564 trillion from banks between July 1, 2023 and June 28, 2024. This amount is more than twofold the Rs3.716 trillion borrowed during the same period of the previous fiscal year. Comparing these borrowings to the corresponding period in the fiscal year 2023, there was a substantial increase of 130.46 percent.

Suki Kinari project will commence generation from Nov (BR)

The country's hydel generation will increase further with the 884 MW Suki Kinari Hydropower Project, which will commence generation in the next four months, ie, from November 2024. This was revealed by Managing Director PPIB, Shah Jahan Mirza while addressing a ceremony organised by CEEC-NEPC-II, a Chinese state-owned company and EPC Contractor, led by Project Manager Gai Xiqiang, meant to celebrate the successful completion of the 500kV Suki Kinari Transmission Line Project. The event was attended by eminent personalities from the Government and various project stakeholders, including NTDC, NESPAK, MKEC, and their subcontractors CPM, NHC, AEL, CMA, and NATRACON.

Bid to raise subsidy for protected power users: Further cut in FY25 PSDP likely (BR)

The government is likely to further cut the Public Sector Development Programme (PSDP) 2024-25 to increase subsidy for the protected categories of domestic consumers for a couple of months due to massive overbilling across the country, well-informed sources told Business Recorder. This will be another cut in the PSDP 2024-25 after the Rs250 billion cut in the total PSDP of Rs1.4 trillion meant to create fiscal space to give relief to the most affected people without compromising the deal with the International Monetary Fund (IMF).

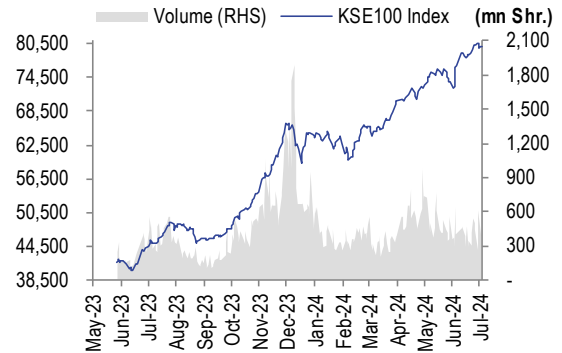
Chinese debt restructuring sought (Tribune)

Pakistan's finance minister will fly to Beijing this week as an envoy of Prime Minister Shehbaz Sharif to request the Chinese leadership to restructure the \$15 billion energy debt. The government faces a challenging situation with multiple unresolved issues. Highly placed sources told The Express Tribune that Planning Minister Ahsan Iqbal and Finance Minister Muhammad Aurangzeb would visit China this week. While Iqbal's visit was pre-planned, the finance minister is being dispatched as the PM's special messenger, they added. As the finance minister's visit was not scheduled earlier, Pakistan's ambassador to Beijing has been instructed to arrange meetings with Chinese authorities, said the sources.

Ogra allows Parco to export 50,000 tonnes of furnace oil (The News)

The Oil & Gas Regulatory Authority (Ogra) has allowed Pak Arab Refinery Limited (Parco) to export 50,000 metric tonnes (MT) of furnace oil (FO) for the month of July in the current fiscal year, according to a statement issued by Ogra. Parco, which currently holds 93,000 MT of fuel oil stock, half of the total fuel oil reserves across refineries amounting to approximately 170,000 MT, sought approval from Ogra to facilitate the export. The export of furnace oil has reached unprecedented levels, with the country shipping out over 800,000 MT during the recently concluded financial year, marking a historic high in fuel oil exports.

PSX Volume and KSE100 Index



Top Contributors in KSE100 Index

Companies	Index Contribution
Bullish Companies	
HBL	142.5
NBP	103.7
FFC	81.7
SYS	72.8
FFBL	63.2
	464.0

Bearish Companies	
MCB	(101.7)
HUBC	(100.0)
UBL	(93.2)
PPL	(76.8)
TRG	(56.6)
	(428.3)

Sectors	Index Contribution
Bullish Sectors	
Fertilizer	106.0
Food & Personal Care Products	71.4
Textile Composite	47.5
Technology & Communication	32.4
Pharmaceuticals	17.2
	274.5

Bearish Sectors	
Oil & Gas Exploration Companies	(154.3)
Commercial Banks	(136.4)
Automobile Assembler	(61.0)
Power Generation & Distribution	(47.9)
Oil & Gas Marketing Companies	(33.9)
	(433.6)

FinanceAsia

Best Investment Bank: 2022



Best Equity Advisor: 2021



Excellence Award Leading
Brokerage House for RDA2021



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	
		12-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.	118.7	163.01	37.3	Buy	37.4	46.4	41.1	2.50	4.50	10.00	2.6	2.9	3.8	8.4	0.5	0.4	21.2	16.3	KSE100, KSE30, KMI & MSCI	
OGDC	Oil and Gas Dev Co.	130.8	194.1	48.4	Buy	52.2	51.6	45.9	8.55	9.30	15.00	2.5	2.9	7.1	11.5	0.5	0.4	19.2	15.0	KSE100, KSE30, KMI & MSCI	
POL	Pakistan Oilfields Ltd.	518.4	614.59	18.6	Buy	128.4	139.0	109.6	80.00	90.00	70.00	3.7	4.7	17.4	13.5	2.0	1.9	55.6	41.1	KSE100, KSE30 & MSCI	
MARI	Mari Petroleum Ltd	2,668.5	3,660.5	37.2	Buy	420.7	552.6	560.0	147.00	223.00	226.00	4.8	4.8	8.4	8.5	1.7	1.4	38.9	32.2	KSE100, KSE30, KMI & MSCI	
Commercial Banks																					
UBL	United Bank Ltd.*	256.1	322.2	25.8	Buy	45.0	57.5	52.3	44.00	44.00	40.00	4.5	4.9	17.2	15.6	1.1	1.0	24.3	21.6	KSE100, KSE30 & MSCI	
BAFL	Bank Alfalah*	67.4	85.0	26.0	Buy	23.2	25.7	23.0	8.00	8.00	7.00	2.6	2.9	11.9	10.4	0.6	0.6	26.3	20.1	KSE100 & MSCI	
MCB	MCB Bank Ltd.*	220.5	324.8	47.3	Buy	54.9	59.1	56.5	30.00	33.00	31.00	3.7	3.9	15.0	14.1	1.0	0.9	27.3	23.7	KSE100, KSE30 & MSCI	
HBL	Habib Bank Ltd.*	146.6	154.1	5.1	Hold	39.3	45.7	41.3	9.75	11.00	10.00	3.2	3.6	7.5	6.8	0.5	0.5	17.1	13.7	KSE100, KSE30 & MSCI	
ABL	Allied Bank Ltd.*	124.6	140.0	12.4	Hold	36.1	38.8	33.5	12.00	16.00	13.00	3.2	3.7	12.8	10.4	0.6	0.6	21.3	16.7	KSE100	
NBP	National Bank of Pakistan.*	53.3	54.7	2.6	Hold	25.0	9.5	18.5	-	4.00	9.00	5.6	2.9	7.5	16.9	0.3	0.3	5.0	9.5	KSE100	
AKBL	Askari Bank Ltd.*	27.9	33.2	19.3	Buy	14.8	15.4	13.3	2.50	5.00	5.00	1.8	2.1	18.0	18.0	0.4	0.3	21.3	16.3	KSE100	
BOP	The Bank of Punjab*	5.6	7.2	28.2	Buy	3.4	3.3	2.9	1.00	0.50	0.50	1.7	1.9	8.9	8.9	0.2	0.2	12.8	10.2	KSE100 & MSCI	
MEBL	Meezan Bank Ltd.*	237.2	340.2	43.4	Buy	47.7	57.0	52.4	20.00	25.00	26.00	4.2	4.5	10.5	11.0	1.7	1.4	46.8	34.7	KSE100, KSE30 & KMI	
FABL	Faysal Bank Ltd.*	54.5	68.4	25.4	Buy	13.3	16.1	15.0	4.00	5.00	4.00	3.4	3.6	9.2	7.3	0.8	0.7	24.6	19.6	KSE100, KMI & MSCI	
Fertilizer																					
ENGRO	Engro Corporation*	326.0	403.4	23.7	Buy	39.2	78.0	78.7	48.00	64.00	64.00	4.2	4.1	19.6	19.6	0.7	0.7	15.0	17.0	KSE100, KSE30, KMI & MSCI	
FFBL	Fauji Fert. Bin Qasim	40.9	58.3	42.6	Buy	3.4	8.9	10.8	1.00	3.00	4.00	4.6	3.8	7.3	9.8	1.4	1.1	35.8	32.7	KSE100, KMI & MSCI	
EFERT	Engro Fertilizer	169.0	157.8	(6.7)	Hold	19.6	26.5	28.1	20.50	25.00	26.00	6.4	6.0	14.8	15.4	4.9	5.0	75.5	82.9	KSE100, KSE30, KMI & MSCI	
FFC	Fauji Fertilizer Co.	170.4	210.2	23.3	Buy	23.3	33.1	34.8	15.49	24.50	26.00	5.1	4.9	14.4	15.3	3.0	2.6	62.6	56.4	KSE100, KSE30 & MSCI	
FATIMA	Fatima Fertilizer Co.	52.8	na	na	na	11.0	na	na	4.50	na	na	Group Company: No estimates are given						KSE100 & KMI			
AHCL	Arif Habib Corp. Ltd.	55.2	na	na	na	8.4	na	na	-	na	na	Group Company: No estimates are given						KSEALL			
Cement																					
LUCK	Lucky Cement Ltd.*	903.2	1,373.1	52.0	Buy	166.4	222.4	243.0	18.00	20.00	43.00	4.1	3.7	2.2	4.8	0.8	0.7	22.4	20.4	KSE100, KSE30, KMI & MSCI	
FCCL	Fauji Cement Co.	22.7	37.6	65.3	Buy	3.0	3.9	6.4	-	-	2.00	5.9	3.6	-	8.8	0.7	0.7	13.6	19.4	KSE100, KMI & MSCI	
ACPL	Attock Cement Ltd.	99.3	148.3	49.4	Buy	11.0	17.4	27.0	6.00	6.96	10.78	5.7	3.7	7.0	10.9	0.6	0.5	11.9	16.0	KSEALL, KMI & MSCI	
DGKC	D.G. Khan Cement Co.	88.4	123.5	39.8	Buy	(8.3)	7.2	15.2	-	-	4.00	12.3	5.8	-	4.5	0.6	0.5	4.8	9.4	KSE100, KSE30, KMI & MSCI	
KOHC	Kohat Cement Co.	274.4	339.4	23.7	Buy	29.7	41.6	47.2	-	11.58	11.18	6.6	5.8	4.2	4.1	1.3	1.1	22.2	20.4	KSE100, KMI & MSCI	
MLCF	Maple Leaf Cement.*	38.6	66.6	72.5	Buy	5.4	6.7	9.7	-	-	3.00	5.7	4.0	-	7.8	0.8	0.7	14.6	19.0	KSE100, KMI & MSCI	
POWER	Power Cement	5.3	na	na	na	0.2	na	na	-	na	na	Group Company: No estimates are given						KMI			
Oil & Gas Marketing																					
PSO	Pakistan State Oil	168.0	220.5	31.3	Buy	12.1	31.8	67.4	7.50	10.00	12.00	5.3	2.5	6.0	7.1	0.4	0.3	6.8	13.8	KSE100, KSE30, KMI & MSCI	
APL	Attock Petroleum Ltd.	412.35	514.20	24.7	Buy	100.2	99.8	124.2	27.50	27.50	47.50	4.1	3.3	6.7	11.5	0.9	0.8	25.0	26.3	KSE100 & KMI	
SNGP	Sui Northern Gas Pipeline Ltr	66.6	84.3	26.6	Buy	18.8	23.3	25.6	8.00	7.00	8.00	2.9	2.6	10.5	12.0	0.7	0.6	249.7	249.7	KSE100, KSE30, KMI & MSCI	
Automobile Assemblers																					
INDU	Indus Motor Co.	1,589.5	2,273.4	43.0	Buy	123.0	180.3	264.0	71.80	105.00	154.00	8.8	6.0	6.6	9.7	1.9	1.7	22.5	29.4	KSE100	
HCAR	Honda Atlas Cars (Pak)	308.7	281.9	(8.7)	Hold	1.8	16.3	19.7	-	-	9.87	18.9	15.6	-	3.2	2.0	1.9	11.4	12.6	KSE100 & KMI	
MTL	Milatt Tractors Ltd.	611.1	667.6	9.2	Hold	17.6	53.5	68.0	25.00	39.00	61.00	11.4	9.0	6.4	10.0	11.2	9.9	112.7	116.7	KSE100, KSE30, KMI & MSCI	
Power Generation & Distribution																					
HUBC	Hub Power Company*	160.5	212.6	32.4	Buy	44.4	50.7	53.2	30.00	17.50	24.25	3.2	3.0	10.9	15.1	1.0	0.8	36.0	30.2	KSE100, KSE30, KMI & MSCI	
NCPL	Nishat Chu. Power Ltd.	30.0	29.2	(2.7)	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.	38.7	45.9	18.7	Buy	11.6	14.0	11.9	7.00	6.50	7.00	2.8	3.2	16.8	18.1	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.	28.0	37.1	32.7	Buy	(4.2)	3.5	9.8	-	-	3.50	8.1	2.9	-	12.5	0.3	0.3	4.0	10.8	KSEALL	
ILP	Interloop Ltd.	76.5	103.5	35.2	Buy	14.4	13.4	16.0	5.00	4.50	6.50	5.7	4.8	5.9	8.5	1.9	1.5	37.5	35.0	KSE100 & KMI	
Chemicals																					
LOTCEM	Lotte Chemical Pak Ltd.	17.65	19.43	10.1	Hold	3.4	2.8	3.7	3.00	1.50	2.00	6.3	4.8	8.5	11.3	1.1	1.0	17.4	22.2	KSE100 & KMI	
EPCL	Engro Polymer & Chem.	43.7	45.1	3.3	Hold	9.8	4.7	7.2	6.00	3.25	5.00	9.4	6.1	7.4	11.5	1.4	1.3	14.7	21.6	KSE100, KSE30 & KMI	
LCI	Lucky Core Industries Ltd.	921.0	1,115.0	21.1	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.	70.23	92.45	31.6	Buy	5.7	9.1	14.6	5.00	8.00	13.00	7.7	4.8	11.4	18.5	1.9	1.5	26.5	35.0	KMI	
Engineering																					
ASTL	Amreli Steels Ltd.	24.8	29.9	20.3	Buy	(2.3)	(5.3)	4.7	-	-	-	(4.7)	5.3	-	-	0.6	0.5	(11.4)	10.2	KSEALL	
AGHA	Agha Steel Industries Ltd.	9.8	na	na	na	na	na	na	Under Review						KMI						
ASL	Aisha Steel Mills Ltd.	7.2	na	na	na	(3.5)	na	na	-	na	na	Group Company: No estimates are given						KSEALL			
Technology & Communication																					
SYS	Systems Ltd.	440.9	545.2	23.7	Buy	29.8	29.0	33.5	5.00	10.30	11.80	15.2	13.1	2.3	2.7	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
NBP	53.31	13.64	43.50	66.02	53.31	34.94	53.31	27.08	53.31	20.22
FFBL	40.85	12.04	15.17	33.22	40.85	29.14	40.85	23.27	40.85	12.44
HCAR	308.65	11.74	8.90	47.55	328.79	227.42	328.79	191.65	328.79	100.45
ABL	124.58	10.34	13.05	64.02	125.97	83.47	125.97	76.41	125.97	59.18
NCL	27.95	9.31	6.64	7.71	30.79	25.21	30.79	23.15	30.79	19.98
ILP	76.54	8.58	8.06	9.31	84.08	68.57	84.08	62.58	84.08	33.97
HBL	146.63	5.49	18.22	42.00	146.63	104.76	146.63	100.55	146.63	69.63
HUMNL	11.43	5.25	11.40	66.86	12.50	6.69	12.50	6.20	12.50	5.35
SGF	70.23	3.19	(5.30)	20.47	84.20	56.76	84.20	47.32	84.20	27.69
MLCF	38.57	2.94	1.50	(0.90)	40.91	36.14	40.91	34.35	42.71	27.05
FFC	170.42	2.20	4.31	61.59	171.60	133.71	171.60	101.61	171.60	81.53
FCCL	22.73	1.52	(0.79)	20.14	24.14	19.57	24.14	16.44	24.14	10.54
KAPCO	34.31	1.51	3.62	40.48	34.34	26.84	34.34	23.75	34.34	16.28
APL	412.35	0.79	6.76	11.87	416.30	379.83	416.30	350.45	416.30	262.16
EFERT	169.03	0.49	1.69	66.83	170.81	141.25	170.81	107.77	170.81	63.65
NML	68.90	0.03	(2.75)	(10.19)	75.53	67.09	81.31	64.18	83.64	53.08
NCPL	30.01	(0.07)	0.20	7.29	32.98	25.86	32.98	23.59	32.98	17.91
LCI	921.00	(0.16)	(0.91)	22.50	929.49	795.00	929.49	704.28	929.49	535.23
EPCL	43.66	(0.21)	(2.80)	(4.11)	48.08	42.05	48.08	42.05	50.08	36.24
ACPL	99.27	(0.22)	2.19	6.03	103.51	91.50	103.51	82.54	104.52	71.15
ENGRO	326.03	(0.54)	(2.01)	14.53	364.87	319.70	364.87	295.25	364.87	228.45
LOTCHEM	17.65	(0.62)	(0.17)	(29.15)	18.51	17.24	25.45	17.04	27.08	17.04
INDU	1,589.45	(0.62)	0.60	36.52	1,611.17	1,524.55	1,611.17	1,301.76	1,611.17	839.02
POL	518.39	(0.67)	5.81	30.24	524.55	445.58	524.55	404.22	524.55	340.59
MARI	2,668.50	(0.86)	(1.62)	32.90	2,838.10	2,535.39	2,838.10	2,008.83	2,838.10	1,412.87
ITTEFAQ	6.06	(1.14)	(0.33)	(22.21)	7.02	5.90	7.82	5.90	8.62	4.75
DGKC	88.36	(1.17)	(2.12)	14.16	95.32	69.74	95.32	63.58	95.32	41.54
MEBL	237.19	(1.21)	(0.92)	58.03	255.56	208.89	255.56	146.71	255.56	85.55
FATIMA	52.77	(1.31)	2.23	58.30	54.16	40.37	54.16	31.40	54.16	23.90
AHCL	55.18	(1.46)	13.75	53.62	57.01	37.69	57.01	34.52	57.01	24.35
BOP	5.61	(1.58)	15.20	3.41	5.93	4.63	5.93	4.63	6.34	2.86
OGDC	130.83	(1.59)	(3.35)	20.39	139.56	118.82	150.35	104.31	150.35	77.85
KOHC	274.42	(1.68)	9.58	17.16	280.16	206.32	280.16	202.51	280.16	151.84
LUCK	903.24	(1.72)	(0.38)	14.77	957.25	788.52	957.25	699.89	957.25	514.35
BAFL	67.44	(1.88)	(0.85)	57.37	70.94	51.59	70.94	42.73	70.94	28.24
HUBC	160.52	(1.97)	(1.57)	44.61	166.69	126.27	166.69	102.69	166.69	65.24
SNGP	66.60	(2.10)	4.93	(9.41)	73.02	60.76	78.03	60.64	79.07	41.02
UBL	256.11	(2.28)	(0.05)	61.22	265.65	182.60	265.65	159.54	265.65	101.64
POWER	5.26	(2.41)	(4.36)	(11.74)	6.23	4.98	6.23	4.98	6.43	3.49
FML	78.00	(2.44)	(5.26)	(13.57)	89.00	75.63	94.68	75.63	94.68	61.56
PSO	167.99	(2.77)	1.07	(4.93)	185.47	161.77	185.47	141.18	217.22	103.66
AGHA	9.83	(2.77)	(1.90)	(30.92)	11.02	9.72	14.22	9.72	16.16	9.19
PPL	118.69	(2.95)	1.35	6.25	125.44	111.13	129.93	95.40	129.93	62.95
NPL	38.67	(3.18)	(2.18)	44.04	41.92	29.87	41.92	26.13	41.92	15.19
MTL	611.10	(3.26)	(3.93)	9.55	661.99	594.04	661.99	497.37	661.99	366.66
MCB	220.46	(3.37)	(2.89)	39.88	246.52	196.81	246.52	159.85	246.52	101.50
AKBL	27.85	(4.33)	23.61	26.88	30.97	20.38	30.97	19.51	30.97	12.28
FABL	54.53	(4.65)	3.99	82.81	57.19	36.70	57.19	27.52	57.19	18.70

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 (%)	4.8	1.3	2.9	2.9	3.7	4.0	3.6	3.4	2.0	3.2	9.9	-67.8%
P/E (x)	12.5	18.2	10.1	10.1	12.3	12.9	10.4	16.3	9.1	12.4	4.2	-65.9%
P/B (x)	1.8	3.2	1.4	1.3	1.1	1.2	1.1	2.8	0.9	1.6	0.8	-51.9%

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	360.21	362.79	SELL	(2.58)	Individuals	293.91	288.48	BUY	5.43
Companies	12.62	12.79	SELL	(0.17)	Companies	15.55	20.15	SELL	(4.60)
Banks / DFIs	11.89	10.05	BUY	1.84	Banks / DFIs	20.08	14.46	BUY	5.62
NBFC	0.29	0.27	BUY	0.02	NBFC	0.24	0.32	SELL	(0.07)
Mutual Funds	18.74	21.22	SELL	(2.49)	Mutual Funds	12.34	25.98	SELL	(13.65)
Other Organizations	1.82	2.11	SELL	(0.29)	Other Organizations	1.63	1.41	BUY	0.22
Broker Proprietary Trading	53.62	55.00	SELL	(1.38)	Broker Proprietary Trading	49.25	49.32	SELL	(0.07)
Insurance Companies	4.07	2.98	BUY	1.09	Insurance Companies	5.73	6.30	SELL	(0.57)
Total	463.25	467.21	SELL	(3.96)	Total	398.73	406.42	SELL	(7.69)

LIPI Sector Wise Current Week					Last Week				
Sector	Gross Buy	Gross Sell	Net	Net	Sector	Gross Buy	Gross Sell	Net	Net
Commercial Banks	47.46	49.59	SELL	(2.14)	Commercial Banks	69.49	71.71	SELL	(2.22)
Fertilizer	17.87	17.70	BUY	0.17	Fertilizer	22.03	21.41	BUY	0.62
Cement	23.65	22.25	BUY	1.40	Cement	25.88	24.78	BUY	1.11
Power Generation & Distribution	31.10	30.76	BUY	0.34	Power Generation & Distribution	17.10	17.41	SELL	(0.31)
Exploration & Production	18.85	19.59	SELL	(0.75)	Exploration & Production	47.42	46.98	BUY	0.44
Oil & Gas Marketing Companies	16.98	16.75	BUY	0.23	Oil & Gas Marketing Companies	18.81	18.70	BUY	0.11
Food and Personal Care Products	13.99	13.77	BUY	0.23	Food and Personal Care Products	13.20	12.96	BUY	0.25
Textile Composite	4.36	5.09	SELL	(0.73)	Textile Composite	3.86	4.81	SELL	(0.96)
Technology and Communication	65.13	66.77	SELL	(1.65)	Technology and Communication	44.93	46.27	SELL	(1.34)
Debt	7.22	7.22	BUY	0.00	Debt	0.54	0.54	BUY	0.00
All other Sectors	216.65	217.71	SELL	(1.06)	All other Sectors	135.48	140.87	SELL	(5.38)
Total	463.25	467.21	SELL	(3.96)	Total	398.73	406.42	SELL	(7.69)

FIPI Normal Current Week					Last Week				
Category	Gross Buy	Gross Sell	Net	Net	Category	Gross Buy	Gross Sell	Net	Net
Foreign Individuals	0.03	0.01	BUY	0.02	Foreign Individuals	0.01	0.01	BUY	0.00
Foreign Corporates	9.09	4.64	BUY	4.46	Foreign Corporates	11.35	6.49	BUY	4.86
Overseas Pakistani	23.72	24.24	SELL	(0.52)	Overseas Pakistani	22.39	19.56	BUY	2.83
Total	32.85	28.89	BUY	3.96	Total	33.75	26.06	BUY	7.69

FIPI Sector Wise Current Week					Last Week				
Sector	Gross Buy	Gross Sell	Net	Net	Sector	Gross Buy	Gross Sell	Net	Net
Commercial Banks	5.95	3.82	BUY	2.13	Commercial Banks	6.99	4.77	BUY	2.22
Fertilizer	1.05	1.22	SELL	(0.17)	Fertilizer	0.85	1.47	SELL	(0.62)
Cement	1.26	2.66	SELL	(1.40)	Cement	1.44	2.55	SELL	(1.11)
Power Generation & Distribution	2.64	2.98	SELL	(0.34)	Power Generation & Distribution	1.59	1.28	BUY	0.31
Exploration & Production	1.86	1.11	BUY	0.75	Exploration & Production	2.19	2.63	SELL	(0.44)
Oil & Gas Marketing Companies	1.07	1.30	SELL	(0.23)	Oil & Gas Marketing Companies	0.89	1.00	SELL	(0.11)
Food and Personal Care Products	0.55	0.78	SELL	(0.23)	Food and Personal Care Products	0.73	0.98	SELL	(0.25)
Textile Composite	1.12	0.40	BUY	0.73	Textile Composite	1.64	0.69	BUY	0.96
Technology and Communication	5.22	3.58	BUY	1.65	Technology and Communication	4.00	2.66	BUY	1.34
Debt	-	0.00	SELL	(0.00)	Debt	-	-	SELL	0.00
All other Sectors	12.10	11.04	BUY	1.06	All other Sectors	13.42	8.04	BUY	5.38
Total	32.82	28.87	BUY	3.96	Total	33.75	26.06	BUY	7.69

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 (%)
Mexico	MEXBOL Index	54,423	5.7	6.4	(9.8)	Qatar	DSM Index	10,177	1.0	2.2	(3.9)
Argentina	MERVAL Index	1,705,677	4.3	5.0	61.3	Greece	ASE Index	1,447	1.0	4.7	10.1
Chile	IPSA Index	6,545	3.7	5.7	2.2	USA	INDU Index	39,754	1.0	1.6	5.5
Ghana	GGSECI Index	4,078	3.2	5.6	1.1	Romania	BET Index	18,507	0.9	3.1	18.5
Slovenia	SBITOP Index	1,637	3.1	5.4	28.5	Jordan	JOSMGNFF Index	2,427	0.9	1.1	0.1
Lebanon	BLOM Index	1,630	3.1	1.1	(18.3)	Dubai	DFMGI Index	4,104	0.8	1.8	1.1
Switzerland	SMI Index	12,344	3.0	3.3	3.8	Turkey	XU100 Index	11,057	0.8	3.0	32.4
Singapore	FSSTI Index	3,498	3.0	5.9	6.0	Czech Republic	PX Index	1,587	0.8	3.1	7.6
Ireland	ISEQ Index	9,743	3.0	6.2	9.4	Lithuania	VILSE Index	992	0.7	3.0	3.1
Hong Kong	HSI Index	18,293	2.8	3.3	7.3	Hungary	BUX Index	72,208	0.6	2.4	14.2
Poland	WIG20 Index	2,558	2.7	2.7	9.6	France	CAC Index	7,684	0.6	4.3	0.2
Philippines	PCOMP Index	6,648	2.6	3.8	(2.3)	Denmark	KFX Index	2,848	0.6	0.1	22.5
Mongolia	MSETOP Index	45,991	2.4	4.0	13.0	India	SENSEX Index	80,519	0.5	1.7	11.0
Portugal	PSI20 Index	6,800	2.4	6.6	4.6	Estonia	TALSE Index	1,755	0.5	2.1	(2.4)
Spain	IBEX Index	11,222	2.3	4.2	9.3	Kazakhstan	KZKAK Index	5,237	0.4	1.4	20.3
Brazil	IBOV Index	128,294	2.3	5.9	(14.7)	Kenya	NSEASI Index	110	0.3	0.5	45.2
New Zealand	NZSE Index	1,795	2.3	3.8	(2.8)	USA	SPX Index	5,585	0.3	2.3	17.1
Thailand	SET Index	1,332	2.3	3.9	(11.2)	Oman	MSM30 Index	4,700	0.2	0.3	4.8
Canada	SPTSX Index	22,544	2.2	3.4	4.2	Belgium	BEL20 Index	4,035	0.2	2.8	(17.7)
Australia	AS51 Index	7,959	2.2	3.9	3.9	Belgium	BEL20 Index	4,035	0.2	2.8	(17.7)
Italy	FTSEMIB Index	34,500	2.0	5.7	11.8	Austria	ATX Index	3,695	0.2	4.0	5.8
Indonesia	JCI Index	7,328	2.0	5.3	(3.7)	Luxembourg	LUXXX Index	1,391	0.2	3.2	(10.2)
South Africa	JALSH Index	81,435	1.9	3.6	7.6	South Korea	KOSPI Index	2,857	0.1	2.3	0.7
Japan	NKY Index	41,191	1.9	5.3	9.1	UAE	ADSMI Index	9,143	0.0	0.9	(4.5)
Croatia	CRO Index	2,848	1.8	2.2	10.6	Sri Lanka	CSEALL Index	11,844	(0.0)	(1.2)	19.3
UK	UKX Index	8,245	1.7	3.5	8.2	Finland	HEX Index	9,961	(0.2)	1.8	(3.0)
Bulgaria	SOFIX Index	863	1.7	3.4	10.9	Vietnam	VNIndex Index	1,281	(0.2)	3.0	8.2
Tunisia	TUSISE Index	9,831	1.7	2.4	11.1	Egypt	EGX30 Index	28,288	(0.3)	1.9	(26.2)
Serbia	BELEX15 Index	1,008	1.6	3.9	13.3	Norway	OBXP Index	618	(0.3)	0.0	1.4
China	SHSZ300 Index	3,472	1.4	0.5	(0.9)	Pakistan	KSE100 Index	79,944	(0.3)	1.9	29.6
Malaysia	FBMKLCI Index	1,619	1.3	2.8	9.4	Latvia	RIGSE Index	925	(0.4)	(15.5)	(31.9)
Taiwan	TWSE Index	23,917	1.3	3.5	25.3	Bahrain	BHSEASI Index	1,992	(0.6)	(1.9)	1.6
Netherland	AEX Index	941	1.3	3.4	17.6	USA	NDX Index	20,211	(0.9)	2.7	20.1
Germany	DAX Index	18,599	1.2	3.6	9.2	Ukraine	PFTS Index	507	(0.9)	(1.0)	(6.9)
Saudi Arabia	SASEIDX Index	11,792	1.2	0.6	(1.2)	Iceland	ICEXI Index	1,984	(1.1)	1.0	(7.6)
Sweden	OMX Index	2,606	1.1	1.7	3.3	Nigeria	NGSEINDX Index	99,733	(3.7)	(4.4)	(23.0)
Europe	SX5E Index	5,007	1.1	3.9	8.9	Mauritius	SEMDEX Index	2,116	(7.5)	(0.6)	(6.0)

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	19.90
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	19.70
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	18.48
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	16.48
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	15.37
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	14.10
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	3.2	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	102.1
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	504.0
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	810.0
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	2,415.5
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	81.0
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	82.6
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	87.7
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	85.4
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	18,300.0
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	1,434.1
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	213,350

*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, BOP, FCCL and MLCF.