

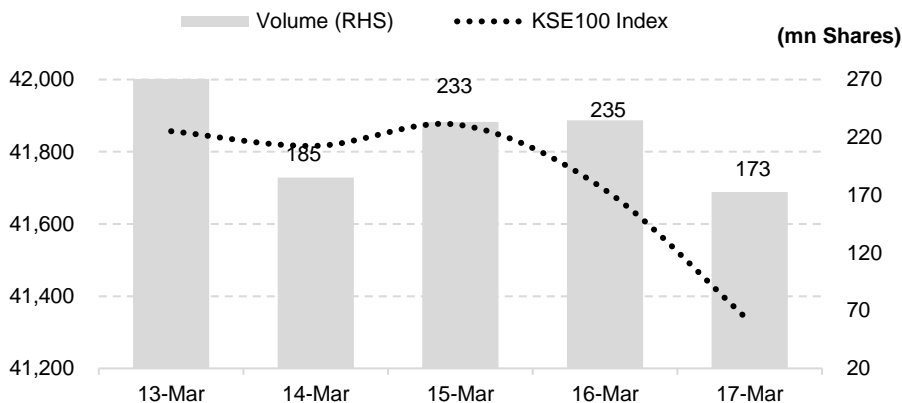
Market remained flattish

In the outgoing week the stock market started out positively, as investors were anticipating developments on IMF program. However, the momentum was disturbed due to noise on the political front. Meanwhile, growth was witnessed in workers' remittances in Feb'23 (up by 5%) compared to Jan'23 as the Pak Rupee continues to find its market determined value, depreciating against USD by PKR 0.94 | 0.93% WoW, and closing the week at 281.71/USD. Moreover, the SBP reserves slightly climbed up by USD 18mn to USD 4.3bn. In addition, the government on Wednesday raised PKR 26.4bn through PIBs against a target of PKR 100bn. Albeit, the market closed at 41,330 points, losing 464 points (down by 1.11%) WoW. Sector-wise negative contributions came from i) Miscellaneous (197pts), ii) Technology (155pts), iii) Fertilizer (78pts), iv) Banks (43pts), and iv) Food & Personal Care (32pts). Whereas, the sectors which contributed positively were i) Cement (49pts), ii) Glass & Ceramics (25pts), and iii) Insurance (16pts). Scrip-wise negative contributors were PSEL (196pts), SYS (133pts), POL (79pts), ENGRO (54pts) and BAML (50pts). Meanwhile, scrip-wise positive contribution came from OGDG (48pts), DGKC (22pts), TGL (13pts), SEARL (13pts), and MLCF (12pts).

Foreigners selling continued during this week, clocking in at USD 5.0mn compared to a net sell of USD 2.9mn last week. Major selling was witnessed in Commercial Banks (USD 2.5mn) and Technology and Communication (USD 2.4mn). On the local front, buying was reported by Companies (USD 15.8mn) followed by Individuals (USD 1.0mn). Average volumes arrived at 223mn shares (up by 7% WoW) while average value traded settled at USD 29.0mn (up by 23% WoW).

Other major news: ii) NRL stops supplying fuel to PSO, ii) Chinese firm urges CPPA-G to allocate maximum funds, iii) PNSC, ENAR Petroleum Refining Facility sign MoU, and iv) LSM output falls for seventh straight month in January.

Figure: KSE100 Index and PSX Volume



Source (s): PSX, AHL Research

Outlook and Recommendation

An assurance from "friendly countries" to fund a balance of payments gap is the last hurdle in securing an IMF deal. Therefore, materialization of said commitment from these countries will help put the IMF program back on track and aid the sentiment at the index. Our preferred stocks are OGDG, 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 11.6x while offering a dividend yield of ~10.9% versus ~2.9% offered by the region.

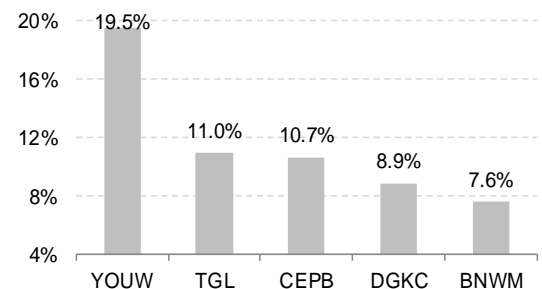
PSX Indices Performance

Index	Current	WoW (%)	CY23TD (%)
KSE100	41,330	(1.1)	2.3
KSEAll	27,177	(0.7)	(1.3)
KSE30	15,352	(1.3)	3.5
KMI30	71,361	(0.6)	4.5
BKTI	9,627	(1.3)	3.8
OGTI	11,175	(0.4)	3.4

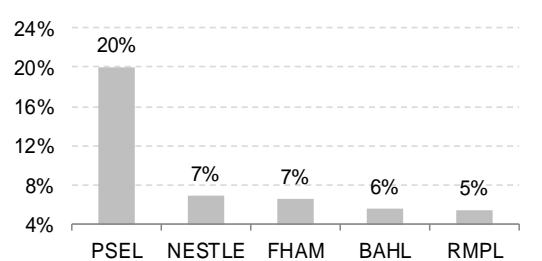
PSX Volume Leaders

	Avg. Vol. (mn)	Closing
HASCOL	19.1	6.3
TELE	12.0	8.2
WTL	11.2	1.3
MLCF	10.8	26.7
GGL	9.0	12.2

Major Gainers (KSE100 Index)



Major Losers (KSE100 Index)



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Best Brokerage House of the Year 2022

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Best Equity Research Analyst: 2022



Best Securities House: 2022
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Best Equity House: 2022

Business and Economic News of the Week

Documentation for ICBC-backed \$500m disbursement complete: Dar (BR)

Finance Minister Ishaq Dar has stated that documentation for second disbursement of US 500 million dollars from Industrial and Commercial Bank of China (ICBC) has been completed. The minister tweeted that out of ICBC's approved rollover facility of \$ 1.3 billion (which was earlier repaid by Pakistan to ICBC in recent months), documentation for the second disbursement of \$ 500 million has been completed by Finance Ministry for the release of funds to the State Bank of Pakistan.

SC directs companies to pay 50pc super tax (The News)

The Supreme Court Thursday ruled that the companies whose cases were pending with the Islamabad High Court should also pay 50 percent super tax. The ruling came during the hearing of super tax case by a three-member bench of the apex court, headed by Chief Justice of Pakistan (CJP) Justice Umer Ata Bandial. The court directed the Islamabad High Court and Lahore High Court to decide the super tax cases at the earliest and held that after the high courts' decision, the matter would be further heard. "It would be appropriate to wait for the decisions of the learned high courts," the CJP remarked. Faisal Siddiqui, counsel for the Federal Board of Revenue (FBR), submitted that the Sindh High Court had already issued its verdict on the matter.

Another fuel shock as petrol, diesel get dearer (Dawn)

The government on Wednesday increased the prices of all petroleum products, except the insignificant light diesel oil (LDO), by up to Rs13 per litre for the next fortnight. With the latest review, the most inflationary high-speed diesel (HSD) prices made a new record, reaching Rs293 per litre. The HSD price adjustment directly impacts consumer prices because of an increase in transport costs. While keeping the LDO rate unchanged at Rs184.84 per litre, the finance ministry said the per-litre price of petrol had been increased by Rs5 and that of HSD by Rs13. The major impact of the hike in prices was mainly because of about Rs16 per dollar average depreciation over the last fortnight, i.e. since March 1. The ex-depot price of petrol has now been fixed at Rs272 per litre for the next fortnight instead of Rs267 per litre, up by Rs5 or 1.9pc.

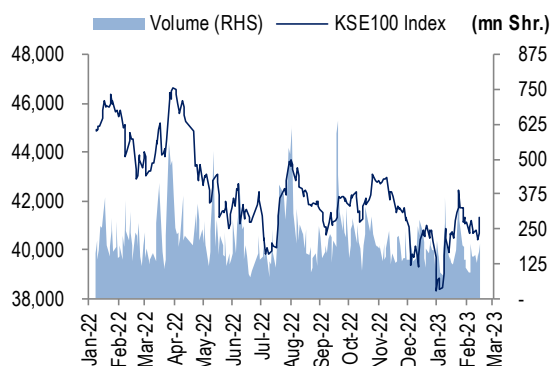
Govt requests another increase of Rs1.80 in electricity surcharge (Tribune)

The federal government's recent decision to increase the power surcharge by Rs1.80 per unit has been met with criticism from officials of the National Electric Power Regulatory Authority (Nepra) as well as consumers. Nepra had earlier allowed the government to recover Rs1.43 per unit surcharge from power consumers starting from the next financial year. However, the government petitioned for an increase of Rs1.80 per unit, bringing the surcharge to Rs3.23 per unit, claiming it was necessary to pay off circular debt and cover the cost of power theft by power distribution companies (DISCOs). This move is expected to burden electricity consumers across the country with an additional Rs335 billion.

Jul-Jan LSMI output falls 4.40pc YoY (BR)

The Large Scale Manufacturing Industries (LSMI) output has declined by 4.40 per cent during the first seven months (July-January) of 2022-23 when compared with the same period of last year, says the Pakistan Bureau of Statistics. According to the provisional Quantum Index numbers (QIM) of the Large Scale Manufacturing Industries, the LSMI output decreased by 7.9 per cent for January 2023 when compared with January 2022 and increased by 1.48 per cent when compared with December 2022. The LSMI Quantum Index Number (QIM) was estimated for July-January, 2022-23 at 115.45, while it was estimated for January 2023 at 126.85.

PSX Volume and KSE100 Index



Top Contributors in KSE100 Index

Companies	Index Contribution
Bullish Companies	
OGDC	48.2
DGKC	22.4
TGL	13.0
SEARL	12.7
MLCF	12.3
Total	108.6

Bearish Companies

PSEL	(196.5)
SYS	(132.9)
POL	(78.7)
ENGRO	(54.0)
BAHL	(50.5)
Total	(512.5)

Sectors

Sectors	Index Contribution
Bullish Sectors	
Cement	48.6
Glass & Ceramics	25.2
Insurance	15.8
Pharmaceuticals	14.2
Engineering	13.1
Total	116.8

Bearish Sectors

Miscellaneous	(197.2)
Technology & Communication	(155.2)
Fertilizer	(78.0)
Commercial Banks	(43.2)
Food & Personal Care Products	(32.1)
Total	(505.6)



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 Dec-23	Upside (%)	Stance	EPS (PKR)				DPS (PKR)				P/E(x)		DY (%)		P/B (x)		ROE (%)		Indices
		17-Mar-23	Dec-23				2021	2022	2023	2024	2021	2022	2023	2024	2023	2024	2023	2024	2023	2024	2023	2024	
Exploration & Production																							
PPL	Pakistan Petroleum Ltd.	69.2	110.74	60.1	Buy	19.3	19.7	32.3	30.4	3.50	2.00	3.50	3.00	2.1	2.3	5.1	4.3	0.4	0.3	18.8	15.4	KSE100, KSE30, KMI & MSCI	
OGDC	Oil and Gas Dev Co.	89.7	137.7	53.6	Buy	21.3	31.1	39.4	36.6	6.90	7.25	8.00	7.50	2.3	2.5	8.9	8.4	0.4	0.3	18.4	14.9	KSE100, KSE30, KMI & MSCI	
POL	Pakistan Oilfields Ltd.	397.9	550.83	38.4	Buy	47.1	91.4	102.0	94.1	50.00	70.00	82.00	72.00	3.9	4.2	20.6	18.1	2.1	1.9	55.0	47.1	KSE100, KSE30, KMI & MSCI	
MARI	Mari Petroleum Ltd	1,493.6	2,597.1	73.9	Buy	235.7	247.8	386.5	473.3	141.00	124.00	193.00	237.00	3.9	3.2	12.9	15.9	1.3	1.1	35.9	36.6	KSE100, KSE30, KMI & MSCI	
Commercial Banks																							
UBL	United Bank Ltd.*	116.2	154.9	33.4	Buy	24.8	25.8	27.4	31.9	18.00	22.00	22.00	23.00	4.2	3.6	18.9	19.8	0.6	0.6	14.7	16.7	KSE100, KSE30 & MSCI	
BAFL	Bank Alfalah*	30.0	48.0	60.1	Buy	8.1	10.4	14.4	16.6	4.00	5.00	6.50	7.50	2.1	1.8	21.7	25.0	0.4	0.3	22.0	20.7	KSE100 & MSCI	
MCB	MCB Bank Ltd.*	114.8	173.3	50.9	Buy	26.3	29.0	32.8	37.1	19.00	20.00	22.00	23.00	3.5	3.1	19.2	20.0	0.7	0.6	20.0	21.7	KSE100, KSE30 & MSCI	
HBL	Habib Bank Ltd.*	75.6	102.4	35.5	Buy	23.9	23.2	32.0	36.8	7.50	6.75	6.75	8.00	2.4	2.1	8.9	10.6	0.3	0.3	14.4	14.0	KSE100, KSE30 & MSCI	
ABL	Allied Bank Ltd.*	63.5	101.1	59.2	Buy	15.3	18.6	21.1	24.0	8.00	8.50	10.00	12.00	3.0	2.7	15.7	18.9	0.4	0.4	16.3	15.5	KSE100	
NBP	National Bank of Pakistan.*	22.4	34.7	55.0	Buy	13.4	14.5	15.4	17.5	-	-	2.50	3.00	1.5	1.3	11.2	13.4	0.1	0.1	9.9	10.4	KSE100	
AKBL	Askari Bank Ltd.*	18.7	29.6	58.5	Buy	7.7	11.2	14.9	17.0	-	-	2.00	2.50	1.3	1.1	10.7	13.4	0.2	0.2	21.1	19.5	KSE100	
BOP	The Bank of Punjab*	4.4	6.7	52.2	Buy	4.1	3.6	4.1	4.8	-	-	0.50	0.75	1.1	0.9	11.4	17.1	0.2	0.2	17.2	17.7	KSE100	
MEBL	Meezan Bank Ltd.*	99.8	165.2	65.6	Buy	15.8	25.1	31.2	35.8	6.00	8.50	10.00	12.00	3.2	2.8	10.0	12.0	1.1	0.9	40.1	35.1	KSE100, KSE30 & KMI	
FABL	Faysal Bank Ltd.*	23.2	42.3	82.5	Buy	5.5	7.5	10.4	12.1	1.50	7.00	2.50	3.00	2.2	1.9	10.8	13.0	0.5	0.4	21.8	22.4	KSE100	
Fertilizer																							
ENGRO	Engro Corporation*	292.2	373.8	27.9	Buy	48.5	42.2	62.8	69.2	25.00	34.00	40.00	45.00	4.6	-	13.7	15.4	0.6	0.6	14.1	-	KSE100, KSE30, KMI & MSCI	
FFBL	Fauji Fert. Bin Qasim	13.7	16.1	17.2	Buy	4.9	1.8	1.2	2.8	-	-	-	-	11.1	4.9	-	-	0.7	0.6	6.5	13.0	KSE100 & KMI	
EFERT	Engro Fertilizer	89.8	92.0	2.5	Hold	15.8	12.0	13.3	13.5	16.50	13.50	15.00	15.50	6.8	6.7	16.7	17.3	3.1	3.5	42.3	49.5	KSE100, KSE30, KMI & MSCI	
FFC	Fauji Fertilizer Co.	101.1	135.6	34.1	Buy	17.2	15.8	21.8	22.5	14.50	12.13	17.00	17.00	4.6	4.5	16.8	16.8	2.2	2.0	50.8	46.3	KSE100, KSE30 & MSCI	
FATIMA	Fatima Fertilizer Co.	30.0	na	na	na	8.8	na	na	na	3.50	-	-	-	Group Company: No estimates are given								KSE100 & KMI	
AHCL	Arif Habib Corp. Ltd.	30.9	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.	420.0	727.9	73.3	Buy	43.5	47.3	40.1	35.3	-	-	-	10.00	10.5	11.9	-	2.4	1.0	0.9	9.8	8.0	KSE100, KSE30, KMI & MSCI	
LUCK	Lucky Cement Ltd.*	420.0	727.9	73.3	Buy	70.7	91.2	125.0	137.4	-	-	-	10.00	3.4	3.1	-	2.4	0.6	0.5	18.5	17.2	KSE100, KSE30, KMI & MSCI	
FCCL	Fauji Cement Co.	12.6	17.8	41.0	Buy	1.4	2.9	4.6	4.4	-	-	-	1.00	2.7	2.8	-	7.9	0.4	0.4	22.8	14.3	KSE100 & KMI	
ACPL	Attock Cement Ltd.	60.5	77.9	28.8	Buy	8.1	8.2	9.1	5.3	4.00	3.50	-	-	6.7	11.4	-	-	0.4	0.4	6.8	3.8	KSEALL & KMI	
DGKC	D.G. Khan Cement Co.	46.9	58.8	25.6	Buy	8.5	6.8	5.0	7.1	1.00	1.00	-	-	9.4	6.6	-	-	0.3	0.3	2.9	4.2	KSE100, KSE30 & KMI	
KOHC	Kohat Cement Co.	157.0	194.7	24.0	Buy	17.4	25.0	32.3	21.9	-	-	-	-	4.9	7.2	-	-	0.9	0.8	21.3	12.2	KSE100 & KMI	
MLCF	Maple Leaf Cement.*	26.7	37.9	42.2	Buy	3.6	4.2	8.7	6.9	-	-	2.00	3.00	3.1	3.9	7.5	11.3	0.6	0.5	19.9	13.7	KSE100, KSE30 & KMI	
POWER	Power Cement	4.6	na	na	na	0.3	(0.4)	na	na	-	-	-	-	Group Company: No estimates are given								KMI	
Oil & Gas Marketing																							
PSO	Pakistan State Oil	120.5	206.7	71.5	Buy	62.1	183.7	39.2	71.1	15.00	10.00	10.00	10.00	3.1	1.7	8.3	8.3	0.3	0.2	8.4	14.2	KSE100, KSE30, KMI & MSCI	
APL	Attock Petroleum Ltd.	292.85	394.60	34.7	Buy	39.5	149.0	62.2	45.6	27.00	45.00	19.00	14.00	4.7	6.4	6.5	4.8	0.9	0.8	19.9	13.6	KSE100 & KMI	
SNGP	Sui Northern Gas Pipeline Ltd.	42.5	68.4	61.0	Buy	17.3	20.1	16.8	24.1	7.00	8.00	6.00	9.00	2.5	1.8	14.1	21.2	0.6	0.5	149.7	249.7	KSE100 & KMI	
Automobile Assemblers																							
PSMC	Pak Suzuki Motor Co.	121.6	160.0	31.6	Buy	32.6	(29.3)	(1.4)	36.4	6.50	-	-	6.00	(87.8)	3.3	-	4.9	0.4	0.4	(0.5)	11.7	KSE100 & KMI	
INDU	Indus Motor Co.	896.3	1,218.0	35.9	Buy	163.2	201.0	98.0	131.2	103.50	93.75	46.00	61.00	9.1	6.8	5.1	6.8	1.2	1.1	13.7	17.0	KSE100 & MSCI	
HCAR	Honda Atlas Cars (Pak)	121.5	109.0	(10.3)	Hold	12.6	17.6	3.9	13.1	4.52	7.00	2.00	5.00	31.2	9.2	1.6	4.1	0.9	0.8	2.8	9.0	KSE100 & KMI	
MTL	Millat Tractors Ltd.	505.1	548.6	8.6	Hold	49.7	46.7	30.5	51.2	100.00	65.00	31.00	51.00	16.6	9.9	6.1	10.1	8.4	8.3	50.4	84.8	KSE100, KSE30, KMI & MSCI	
Power Generation & Distribution**																							
HUBC	Hub Power Company*	69.3	119.7	79.5	Buy	26.0	21.9	32.3	36.8	12.00	6.50	27.25	15.00	2.1	1.9	39.3	21.6	0.6	0.5	31.2	30.0	KSE100, KSE30, KMI & MSCI	
NCPL	Nishat Chu. Power Ltd.	14.3	19.0	33.4	Buy	6.8	6.8	9.1	8.7	-	10.00	2.00	2.00	1.6	1.6	14.0	14.0	0.2	0.2	13.2	11.5	KSEALL	
NPL	Nishat Power Limited	16.8	21.1	25.6	Buy	7.6	9.4	9.5	8.4	1.50	4.50	4.00	2.00	1.8	2.0	23.8	11.9	0.2	0.2	11.6	9.6	KSEALL	
Textile Composite																							
NML	Nishat Mills Ltd.	55.8	72.1	29.1	Buy	16.8	29.3	28.3	30.1	4.00	4.00	6.00	6.00	2.0	1.9	10.8	10.8	0.2	0.2	12.3	12.3	KSE100 & KMI	
NCL	Nishat (Chunian) Ltd.	22.1	32.7	48.2	Buy	23.3	31.1	4.5	12.0	5.00	7.00	1.00	4.00	4.9	1.8	4.5	18.1	0.2	0.2	4.6	12.2	KSE100	
FML	Feroze1888 Mills Ltd.	62.3	91.8	47.4	Buy	10.8	8.5	9.0	11.5	3.43	4.27	5.00	6.00	6.9	5.4	8.0	9.6	0.8	0.7	11.6	13.8	KMI	
ILP	Interloop Ltd.	49.1	84.7	72.5	Buy	6.7	13.2	15.5	16.3	2.50	4.00	6.00	6.50	3.2	3.0	12.2	13.2	1.2	0.9	42.0	34.7	KSE100	
Chemicals																							
LOTCEM	Lotte Chemical Pak Ltd.	Coverage Restricted due to Advisory Mandate															KSE100						
EPCL	Engro Polymer & Chem.	47.1	45.5	(3.5)	Hold	16.6	12.9	7.6	8.3	16.30	12.50	5.25	5.75	6.2	5.7	11.1	12.2	1.3	1.3	22.2	22.9	KSE100, KSE30, KMI & MSCI	
LCI	Lucky Core Industries Limited	547.7	890.2	62.6	Buy	60.3	91.7	155.6	111.9	40.00	35.00	20.00	20.00	3.5	4.9	3.7	3.7	1.0	0.9	35.2	19.5	KSE100 & KMI	
Engineering																							
ASTL	Amreli Steels Ltd.	18.8	24.0	27.1	Buy	4.61	4.46	3.09	4.35	-	-	-	-	6.1	4.3	-	-	0.3	0.3	5.8	7.7	KSEALL	
AGHA	Agha Steel Industries Ltd.	11.7	18.3	56.5	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.	6.9	na	na	na	6.9	1.2	na	na	2.00	-	-	-	Group Company: No estimates are given								KSEALL	
Technology & Communication																							
HUMNL	Hum Network Limited.	5.7	10.0	75.5	Buy	0.9	1.2	1.5	1.9	-	0.50	0.75	1.00	3.7	2.9	13.2	17.6	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



March 17, 2023

AHL Universe - Performance

Code	Closing	WoW (%)	MTD (%)	CYTD (%)	90-Days		180-Days		365-Days	
					High	Low	High	Low	High	Low
DGKC	46.85	8.88	16.98	(9.28)	51.64	39.44	61.27	39.44	74.80	39.44
PTL	19.01	8.01	24.49	(8.25)	21.00	15.17	29.91	15.17	33.53	15.17
HTL	24.94	7.50	12.75	(3.59)	27.09	21.48	38.19	21.48	44.84	21.48
PSMC	121.58	4.51	(2.05)	(28.80)	170.77	115.57	187.35	115.57	220.49	115.57
FCCL	12.61	3.96	8.33	4.91	12.81	10.51	14.79	10.51	16.52	10.51
MLCF	26.66	3.70	7.28	18.12	27.41	19.34	29.12	19.34	38.44	19.34
AGHA	11.70	3.63	3.63	(15.83)	13.90	11.04	16.56	11.04	20.14	11.04
SGF	26.79	3.28	3.48	(19.16)	35.79	25.20	38.66	25.20	46.55	25.20
OGDC	89.68	3.22	11.39	15.53	103.24	67.99	103.24	66.62	103.24	66.62
UNITY	13.58	3.03	5.19	(3.82)	15.34	12.69	23.87	12.69	28.25	12.69
NCL	22.07	2.84	9.15	5.90	24.71	20.17	32.32	20.17	49.30	20.17
POWER	4.57	2.70	5.79	(1.08)	4.76	4.13	5.12	4.13	6.62	4.13
NML	55.81	2.65	8.60	1.49	56.55	49.40	65.01	49.40	85.23	49.40
HCAR	121.51	2.60	0.40	(26.92)	166.26	115.84	187.97	115.84	201.49	115.84
SNGP	42.45	1.36	7.22	13.05	47.42	35.33	47.42	28.82	47.42	20.70
ASTL	18.84	1.13	10.63	4.96	19.68	17.03	28.02	17.03	33.02	17.03
FFBL	13.74	0.81	11.80	(10.37)	15.92	12.19	19.95	12.19	24.93	12.19
PSO	120.53	0.71	6.96	(16.29)	147.53	111.84	158.36	111.84	181.36	111.84
PPL	69.18	0.65	11.52	2.99	82.65	51.00	82.65	50.33	82.65	50.33
NPL	16.82	0.60	-	3.06	17.76	15.23	17.76	15.01	19.88	11.61
UBL	116.15	0.46	2.77	15.29	117.27	92.11	117.27	92.11	129.51	92.11
HBL	75.61	0.45	9.00	18.64	78.85	59.92	79.70	59.92	109.61	59.92
ILP	49.09	0.41	(1.33)	(13.35)	59.87	48.23	62.43	48.23	69.06	48.23
NCPL	14.27	0.35	3.93	0.28	17.02	12.78	17.46	12.78	17.46	8.71
EFERT	89.80	0.31	6.35	16.79	90.83	74.91	90.83	74.32	92.01	74.32
MEBL	99.76	0.31	5.09	0.22	106.29	88.27	113.59	88.27	127.81	88.27
FML	62.29	(0.03)	4.29	1.72	63.90	53.25	69.17	53.25	69.32	53.25
FATIMA	29.98	(0.07)	1.01	(10.77)	35.84	28.63	38.33	28.63	41.29	28.63
MCB	114.79	(0.09)	3.40	4.02	115.01	102.18	115.01	102.18	130.96	102.18
AKBL	18.68	(0.11)	17.58	6.88	18.70	15.87	18.70	15.24	18.70	14.38
MARI	1,493.61	(0.12)	3.75	2.60	1,554.85	1,307.83	1,609.48	1,307.83	1,623.16	1,307.83
LUCK	420.02	(0.31)	1.54	(5.95)	450.52	383.90	516.76	383.90	643.64	383.90
NBP	22.35	(0.49)	(5.78)	(5.26)	25.65	22.28	27.22	22.28	33.44	22.28
FABL	23.15	(0.56)	0.78	(10.38)	26.29	22.08	31.54	20.95	31.54	16.49
EPCL	47.12	(0.67)	6.80	11.34	47.95	40.36	57.13	40.36	81.94	40.36
KAPCO	25.22	(0.94)	0.15	7.63	25.78	23.17	25.78	22.65	25.78	20.12
ITTEFAQ	5.11	(0.97)	18.01	(7.93)	5.80	4.20	7.46	4.20	10.77	4.20
MTL	505.13	(1.09)	0.82	16.61	512.68	426.49	643.85	426.49	661.58	426.49
BAFL	29.97	(1.22)	4.73	7.86	30.34	26.11	31.59	26.11	31.59	25.50
APL	292.85	(1.25)	2.54	5.36	304.95	275.81	309.85	264.82	309.85	207.87
BOP	4.39	(1.35)	(0.90)	(3.94)	5.10	4.31	5.56	4.31	7.38	4.31
FFC	101.11	(1.37)	(0.68)	2.43	105.52	98.35	105.52	97.42	116.83	96.99
HUBC	69.32	(1.39)	6.53	18.89	70.61	53.38	70.61	47.83	70.61	46.83
AHCL	30.87	(1.91)	(0.42)	(10.37)	34.65	30.11	35.00	29.41	35.67	29.08
INDU	896.30	(1.99)	1.23	(9.78)	1,020.04	793.33	1,020.04	793.33	1,321.63	793.33
ACPL	60.50	(1.99)	10.68	6.98	62.98	52.13	85.99	52.13	124.29	52.13
ENGRO	292.15	(2.13)	(2.66)	11.50	305.72	256.18	305.72	220.55	305.72	213.21
HUMNL	5.67	(2.41)	(0.18)	(2.91)	6.24	5.45	6.24	5.24	6.79	5.02
LOTCHEM	24.99	(2.46)	3.31	(3.51)	28.03	22.26	34.08	22.26	34.08	12.81
ABL	63.50	(2.97)	(0.02)	3.15	66.31	59.57	66.31	58.24	76.80	57.55
KOHC	156.95	(3.25)	9.12	6.26	164.44	115.77	167.18	115.77	174.82	115.77
LCI	547.67	(4.99)	(3.92)	(13.12)	632.76	513.64	695.55	513.64	794.89	513.64

Source (s): Bloomberg, AHL Research

Local & Foreign Investors Portfolio Investment (USD mn)

LIPI Normal

Current Week

Category	Gross Buy	Gross Sell	Net	Net
Individuals	105.62	104.66	BUY	0.95
Companies	23.66	7.91	BUY	15.76
Banks / DFIs	5.49	7.12	SELL	(1.63)
NBFC	0.06	0.09	SELL	(0.03)
Mutual Funds	10.04	10.12	SELL	(0.08)
Other Organizations	2.19	2.52	SELL	(0.33)
Broker Proprietary Trading	25.64	26.82	SELL	(1.18)
Insurance Companies	3.19	11.67	SELL	(8.48)
Total	175.89	170.91	BUY	4.98

Last Week

Category	Gross Buy	Gross Sell	Net	Net
Individuals	100.85	100.91	SELL	(0.06)
Companies	15.34	4.80	BUY	10.53
Banks / DFIs	6.02	4.77	BUY	1.25
NBFC	0.06	0.05	BUY	0.01
Mutual Funds	6.84	12.76	SELL	(5.92)
Other Organizations	2.35	1.64	BUY	0.71
Broker Proprietary Trading	28.39	31.85	SELL	(3.46)
Insurance Companies	5.95	6.11	SELL	(0.16)
Total	165.79	162.89	BUY	2.90

LIPI Sector Wise

Current Week

Sector	Gross Buy	Gross Sell	Net	Net
Commercial Banks	14.21	11.75	BUY	2.46
Fertilizer	25.45	24.42	BUY	1.03
Cement	28.84	28.96	SELL	(0.13)
Power Generation & Distribution	4.22	4.39	SELL	(0.18)
Exploration & Production	26.78	27.39	SELL	(0.61)
Oil & Gas Marketing Companies	9.86	9.79	BUY	0.07
Food and Personal Care Products	2.05	2.07	SELL	(0.03)
Textile Composite	2.76	2.46	BUY	0.30
Technology and Communication	24.65	22.26	BUY	2.39
Debt	0.03	0.06	SELL	(0.03)
All other Sectors	37.05	37.35	SELL	(0.30)
Total	175.89	170.91	BUY	4.98

Last Week

Sector	Gross Buy	Gross Sell	Net	Net
Commercial Banks	14.87	12.23	BUY	2.64
Fertilizer	7.98	8.99	SELL	(1.01)
Cement	34.69	34.53	BUY	0.16
Power Generation & Distribution	8.33	8.32	BUY	0.02
Exploration & Production	21.55	21.80	SELL	(0.25)
Oil & Gas Marketing Companies	10.02	9.74	BUY	0.28
Food and Personal Care Products	1.76	1.77	SELL	(0.02)
Textile Composite	1.47	1.40	BUY	0.08
Technology and Communication	30.11	30.32	SELL	(0.20)
Debt	1.12	1.12	BUY	0.00
All other Sectors	33.88	32.68	BUY	1.20
Total	165.79	162.89	BUY	2.90

FIPI Normal

Current Week

Category	Gross Buy	Gross Sell	Net	Net
Foreign Individuals	0.01	0.04	SELL	(0.03)
Foreign Corporates	5.84	10.64	SELL	(4.80)
Overseas Pakistani	8.01	8.15	SELL	(0.14)
Total	13.86	18.83	SELL	(4.98)

Last Week

Category	Gross Buy	Gross Sell	Net	Net
Foreign Individuals	0.00	0.03	SELL	(0.03)
Foreign Corporates	3.55	4.17	SELL	(0.61)
Overseas Pakistani	7.14	9.40	SELL	(2.26)
Total	10.70	13.60	SELL	(2.90)

FIPI Sector Wise

Current Week

Sector	Gross Buy	Gross Sell	Net	Net
Commercial Banks	2.10	4.55	SELL	(2.46)
Fertilizer	1.37	2.41	SELL	(1.03)
Cement	1.50	1.37	BUY	0.13
Power Generation & Distribution	0.34	0.17	BUY	0.18
Exploration & Production	1.78	1.16	BUY	0.61
Oil & Gas Marketing Companies	0.46	0.53	SELL	(0.07)
Food and Personal Care Products	0.20	0.17	BUY	0.03
Textile Composite	0.18	0.48	SELL	(0.30)
Technology and Communication	3.45	5.84	SELL	(2.39)
All other Sectors	2.45	2.15	BUY	0.30
Total	13.83	18.83	SELL	(4.98)

Last Week

Sector	Gross Buy	Gross Sell	Net	Net
Commercial Banks	0.64	3.28	SELL	(2.64)
Fertilizer	1.92	0.91	BUY	1.01
Cement	1.44	1.60	SELL	(0.16)
Power Generation & Distribution	0.63	0.65	SELL	(0.02)
Exploration & Production	1.22	0.98	BUY	0.25
Oil & Gas Marketing Companies	0.52	0.81	SELL	(0.28)
Food and Personal Care Products	0.11	0.10	BUY	0.02
Textile Composite	0.05	0.12	SELL	(0.08)
Technology and Communication	2.41	2.21	BUY	0.20
All other Sectors	1.75	2.95	SELL	(1.20)
Total	10.70	13.60	SELL	(2.90)

Forward Estimates

Country	Indonesia	India	Vietnam	Philippines	Sri Lanka	Thailand	China	Taiwan	S.Korea	Peer Avg	Pakistan	Prem/(Disc)
DY (%)	4.1	1.8	1.8	2.3	3.4	3.4	3.2	4.0	2.6	2.9	10.8	-72.7%
P/E (x)	13.5	16.6	8.1	12.6	6.1	14.2	10.9	12.6	9.4	11.6	3.9	-65.9%
P/B (x)	1.2	2.6	1.3	1.5	1.2	1.5	1.3	1.8	0.8	1.5	0.6	-57.8%

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 (%)
Lebanon	BLOM Index	2,017	16.6	26.8	43.0	Iceland	ICEXI Index	2,276	(1.9)	(2.6)	4.2
Zimbabwe	ZHIALLSH Index	33,715	12.2	18.1	73.0	Denmark	KFX Index	1,885	(2.0)	(2.3)	1.7
Ghana	GGSECI Index	2,713	8.3	16.3	(9.2)	Jordan	JOSMGNFF Index	2,645	(2.1)	(0.4)	5.7
USA	NDX Index	12,581	6.3	4.5	15.0	Belgium	BEL20 Index	3,615	(2.1)	(1.1)	(3.2)
USA	SPX Index	3,960	2.6	(0.2)	3.1	Belgium	BEL20 Index	3,615	(2.1)	(1.1)	(3.2)
USA	INDU Index	32,247	1.1	(1.3)	(2.7)	Kazakhstan	KZKAK Index	3,277	(2.2)	(4.8)	1.6
Hong Kong	HSI Index	19,519	1.0	(1.4)	(1.9)	Switzerland	SMI Index	10,617	(2.3)	(3.3)	(1.7)
New Zealand	NZSE Index	1,810	1.0	(1.5)	(0.6)	Croatia	CRO Index	2,227	(2.3)	0.2	11.9
Oman	MSM30 Index	4,888	0.8	2.8	0.6	Greece	ASE Index	1,033	(2.6)	(8.3)	10.3
Russia	RTSI\$ Index	950	0.8	0.4	(2.1)	India	SENSEX Index	57,990	(2.8)	(1.7)	(4.6)
Singapore	FSSTI Index	3,183	0.7	(2.1)	(2.3)	Netherlands	AEX Index	724	(2.9)	(3.6)	4.3
Russia	IMOEX Index	2,321	0.6	0.5	2.5	Sweden	OMX Index	2,103	(2.9)	(6.5)	1.8
Taiwan	TWSE Index	15,453	0.5	(0.3)	9.9	Mexico	MEXBOL Index	52,506	(3.0)	(3.3)	12.0
South Korea	KOSPI Index	2,396	0.5	0.0	3.4	Bulgaria	SOFIX Index	615	(3.1)	(2.0)	1.6
China	SHSZ300 Index	3,959	0.2	(2.0)	2.5	Turkey	XU100 Index	5,189	(3.8)	(1.6)	(7.2)
Latvia	RIGSE Index	1,188	0.1	(0.4)	2.3	Europe	SX5E Index	4,076	(4.0)	(3.6)	6.6
Ukraine	PFTS Index	507	(0.0)	0.0	(2.4)	France	CAC Index	6,944	(4.2)	(4.3)	6.4
Serbia	BELEX15 Index	896	(0.2)	2.5	8.1	Ireland	ISEQ Index	8,059	(4.3)	(1.7)	12.5
Vietnam	VNIndex Index	1,045	(0.3)	2.9	4.0	Germany	DAX Index	14,805	(4.4)	(3.5)	5.5
Tunisia	TUSISE Index	8,041	(0.6)	1.0	(1.1)	UK	UKX Index	7,354	(4.4)	(6.3)	(0.9)
Canada	SPTSX Index	19,539	(0.7)	(4.1)	(0.7)	Sri Lanka	CSEALL Index	9,670	(4.6)	13.0	24.1
Thailand	SET Index	1,564	(0.7)	(0.6)	(4.9)	Saudi Arabia	SASEIDX Index	9,977	(4.7)	(1.3)	(4.7)
Malaysia	FBMKLIC Index	1,412	(0.7)	(3.0)	(7.3)	Finland	HEX Index	10,493	(4.9)	(7.3)	(3.7)
Bahrain	BHSEASI Index	1,897	(0.8)	(1.8)	0.1	Portugal	PSI20 Index	5,736	(5.2)	(5.1)	(0.6)
Indonesia	JCI Index	6,678	(0.8)	(3.2)	(1.7)	South Africa	JALSH Index	72,894	(5.2)	(6.4)	(7.4)
Australia	AS51 Index	6,995	(0.9)	(4.4)	(2.4)	Czech Republic	PX Index	1,321	(5.7)	(8.1)	9.9
Mongolia	MSETOP Index	39,548	(0.9)	(2.1)	2.7	Spain	IBEX Index	8,774	(5.9)	(6.4)	5.8
Philippines	PCOMP Index	6,470	(1.0)	(0.3)	0.3	Poland	WIG20 Index	1,703	(6.3)	(7.7)	(6.3)
Dubai	DFMGI Index	3,349	(1.1)	(2.6)	0.4	Luxembourg	LUXXX Index	1,511	(6.3)	(5.3)	2.7
Japan	NKY Index	27,334	(1.1)	2.2	3.7	Italy	FTSEMIB Index	25,613	(6.5)	(6.6)	7.2
Lithuania	VILSE Index	1,001	(1.2)	(0.3)	4.9	Argentina	MERVAL Index	223,388	(6.5)	(12.3)	(3.5)
Slovenia	SBITOP Index	1,186	(1.2)	(0.3)	12.4	Norway	OBXP Index	532	(6.7)	(10.2)	(12.1)
Romania	BET Index	12,260	(1.3)	(0.1)	4.8	Chile	IPSA Index	5,217	(7.3)	(3.6)	1.4
Mauritius	SEMDEX Index	1,978	(1.4)	(2.6)	(9.4)	Qatar	DSM Index	9,910	(7.8)	(6.5)	(7.4)
Pakistan	KSE100 Index	41,330	(1.4)	(5.3)	(17.8)	Hungary	BUX Index	41,039	(8.4)	(12.3)	(6.4)
Nigeria	NGSEINDX Index	54,947	(1.5)	(1.6)	7.1	Austria	ATX Index	3,136	(9.3)	(11.4)	(0.5)
Brazil	IBOV Index	103,435	(1.6)	(2.3)	(5.5)	Egypt	EGX30 Index	14,704	(10.4)	(14.0)	(19.1)
Estonia	TALSE Index	1,873	(1.8)	(0.6)	5.2	Kenya	NSEASI Index	103	(12.5)	(19.8)	(22.9)
UAE	ADSMI Index	9,650	(1.8)	(2.0)	(5.5)						

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

Key Economic Data & Commodities Prices

Month end	Units	Mar-22	Apr-22	May-22	Jun-22	Jul-22	Aug-22	Sep-22	Oct-22	Nov-22	Dec-22	Jan-23	Feb-23	Current*
Money Market Data														
03-M T-Bill	%	11.8	14.5	14.3	15.0	15.5	15.8	15.5	15.6	16.8	16.7	17.75	19.53	20.93
06-M T-Bill	%	12.4	14.6	14.5	15.2	15.7	15.8	15.7	15.7	16.9	17.0	17.87	19.82	20.95
12-M T-Bill	%	12.5	14.6	14.6	15.3	15.8	15.9	15.7	15.7	16.9	17.0	17.95	19.93	21.00
03-Y PIB	%	12.2	13.2	13.6	13.5	13.4	13.7	13.8	14.1	15.1	15.6	16.83	18.20	18.23
05-Y PIB	%	12.0	12.9	12.6	12.9	13.4	13.0	13.1	13.2	14.0	14.6	15.48	15.80	15.16
10-Y PIB	%	11.8	14.5	14.3	15.0	15.5	15.8	15.5	15.6	16.8	16.7	17.75	19.53	20.93
06-M KIBOR	%	12.5	15.0	14.7	15.3	15.8	16.0	15.9	15.8	17.0	17.0	17.97	20.06	21.15
Policy Rate	%	9.75	12.25	13.75	13.75	15.00	15.00	15.00	15.00	16.00	16.00	17.00	17.00	20.00
Inflation (YoY)														
Headline (CPI New Base)	%	12.7	13.4	13.8	21.3	24.9	27.3	23.2	26.6	23.8	24.5	27.6	31.6	31.6
Monetary Sector														
M1	PKR bn	20,683	21,179	21,448	22,141	22,256	22,361	22,661	22,578	22,805	22,963	22,798	n.a	22,798
M2	PKR bn	24,727	25,155	25,634	26,768	26,799	26,894	27,261	27,296	27,387	27,335	27,292	n.a	27,292
M3	PKR bn	28,648	28,927	29,346	30,417	30,372	30,432	30,737	30,737	30,818	30,744	30,688	n.a	30,688
Banking Sector														
Deposits	PKR bn	20,476	20,052	21,151	22,810	22,101	22,152	22,820	22,412	22,732	22,467	22,754	22,921	22,921
Advances	PKR bn	10,328	10,638	10,822	10,886	10,858	10,922	11,084	11,052	11,092	11,913	11,659	11,723	11,723
Investment	PKR bn	15,012	15,210	15,556	17,419	17,608	18,183	17,484	18,285	18,483	17,902	19,293	18,993	18,993
WALR	%	9.6	10.26	10.78	11.4	12.8	13.2	13.7	14.0	14.12	14.6	15.1	n.a	15.1
WADR	%	4.9	5.24	6.18	7.0	7.1	7.5	7.6	7.7	7.79	8.1	8.0	n.a	8.0
Spread	%	4.7	5.02	4.6	4.4	5.8	5.7	6.0	6.2	6.33	6.5	7.1	n.a	7.1
External Sector														
Forex Reserves	USD bn	18.6	16.6	15.8	15.4	14.0	13.4	13.3	14.7	13.4	10.8	8.4	9.3	9.8
With SBP	USD bn	12.0	10.5	9.7	9.8	8.4	7.7	7.9	8.9	7.5	5.3	3.1	3.8	4.3
With Banks	USD bn	6.5	6.1	6.0	5.6	5.6	5.7	5.4	5.8	5.9	5.6	5.3	5.5	5.5
Exchange rate	PKR/USD	183.5	185.9	198.5	204.8	239.4	218.8	228.5	220.9	223.9	226.4	267.9	261.5	281.7
C/A Balance	USD mn	(1,028.0)	(623.0)	(1,425.0)	(2,187.0)	(1,215.0)	(676.0)	(363.0)	(569.0)	(252.0)	(290.0)	(242.0)	n.a	(242.0)
Exports	USD bn	3.1	3.2	2.5	3.1	2.3	2.8	2.5	2.3	2.2	2.3	2.2	n.a	2.2
Imports	USD bn	6.2	6.0	5.7	7.0	5.3	5.8	4.8	4.6	4.3	4.2	3.9	n.a	3.9
Trade Balance	USD bn	(3.1)	(2.8)	(3.2)	(3.9)	(3.1)	(3.0)	(2.3)	(2.3)	(2.0)	(1.9)	(1.7)	n.a	(1.7)
Remittances	USD bn	2.8	3.1	2.3	2.8	2.5	2.7	2.4	2.2	2.1	2.1	1.9	2.0	2.0
Key Commodities Prices														
International														
Coal	USD/ton	254.4	295.0	341.5	341.7	332.0	346.5	295.0	214.6	250.8	205.6	141.7	143.1	134.0
Steel (HRC)	USD/ton	830.8	773.2	726.0	659.8	587.0	577.8	566.3	509.5	550.6	595.5	635.9	628.8	642.5
PTA	USD/ton	935.0	960.0	995.0	965.0	870.0	860.0	870.0	805.0	795.0	790.0	830.0	785.0	790.0
Gold	USD/oz	1,937.4	1,894.5	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	1,919.5
Cotton (COTLOOK A)	USd/lb	153.6	154.3	157.5	135.5	131.4	135.3	107.1	92.5	97.5	99.3	102.0	99.4	95.8
Crude oil (WTI)	USD/bbl	100.3	105.4	114.7	105.8	98.6	89.6	79.5	86.5	80.6	80.3	78.9	77.1	68.4
Crude oil (Arab Light)	USD/bbl	109.3	110.6	124.6	116.3	111.9	105.2	98.4	95.6	85.3	84.2	82.9	83.4	75.7
Crude oil (Brent)	USD/bbl	107.9	107.6	122.8	114.8	110.0	96.5	88.0	94.8	85.4	85.9	84.5	83.9	74.7
Local														
Cotton	PKR/maund	20,500.0	21,000.0	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	19,500
Cement	PKR/bag	865.5	869.9	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	1,123.6
Gold	PKR/10 grms	110,940	116,430	121,740	121,660	138,890	123,890	123,970	128,090	138,460	158,780	173,190	166,580	174,470

*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'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, PPL, NBP, AKBL, DGKC, MLCF, HUBC and UNITY.