

Week of market swings

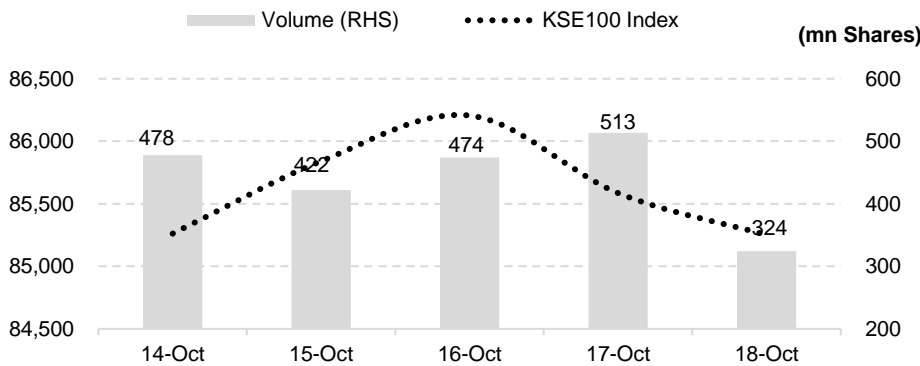
The market's bull run persisted this week, with the index reaching a record high of over 86,000 on Wednesday. The rally was fuelled by investor optimism surrounding the SCO summit. On the economic front, Large-Scale Manufacturing Index (LSMI) output recorded a 2.6% YoY decline in Aug'24, though it saw a sequential recovery of 4.7% MoM. Additionally, Pakistan's trade deficit widened by 24% YoY to USD 1.8bn in Sep'24. Meanwhile, yields in the recent PIB auction saw a sharp drop across all tenors, with the 2-year PIB witnessing a significant 74bps decline. Moreover, the SBP reserves grew by USD 215mn, bringing the total to USD 11.0bn. Meanwhile, PKR depreciated against the USD by 0.02 | 0.01% WoW, closing at 277.6. The market closed at 85,250 points, marking a decline of 233.3 points | -0.27% WoW.

Sector-wise negative contributions came from i) Commercial Banks (293pts), ii) Power Generation (131pts), iii) Fertilizer (95pts), iv) Cement (65pts) and v) Paper & Board (28pts). Meanwhile, the sectors that mainly contributed positively were i) Refinery (93pts), ii) Tobacco (82pts), iii) Engineering (65pts), iv) Pharmaceutical (49pts), and v) Automobile assemblers (34pts). Scrip-wise negative contributors were POL (180pts), HUBC (142pts), MCB (134pts), UBL (119pts), and ENGRO (108pts). Meanwhile, scrip-wise positive contributions came from MARI (173pts), ATRL (101pts), PAKT (82pts), FFC (65pts), and INDU (58pts).

Foreigner selling continued during this week, clocking in at USD 11.6mn compared to a net sell of USD 22.6mn last week. Major selling was witnessed in Other Sectors (USD 7.4mn) followed by Fertilizer (USD 1.6mn). On the local front, buying was reported by Companies (USD 25.8mn) followed by Mutual Funds (USD 7.6mn). Average volumes arrived at 442mn shares (down by 15.5% WoW), while the average value traded settled at USD 81mn (down by 24.5% WoW).

Other major news: i) Ogra notifies up to 7.11pc reduction in RLNG prices, ii) Digital payments share increases to 84pc in FY24, iii) FBR receives 4.436m IT returns, iv) SNGPL removes 121 connections over gas theft, and v) Siemens Pakistan sells energy portfolio to Siemens Gamesa for Rs17.82bn.

Figure: KSE100 Index and PSX Volume



Source (s): PSX, AHL Research

Outlook and Recommendation

We expect the market to maintain its upward trajectory next week as the result season progresses, with several stocks likely to attract investor attention due to anticipated strong financial performance. Our preferred stocks are OGDC, MCB, UBL, MEHL, FABL, NBP LUCK, MLCF, FCCL, FFC, PPL, PSO and AIRLINK. The KSE-100 is currently trading at a PER of 4.3x (2025) compared to its 5-year average of 5.9x offering a dividend yield of ~10.1% compared to its 5-year average of ~8.2%.

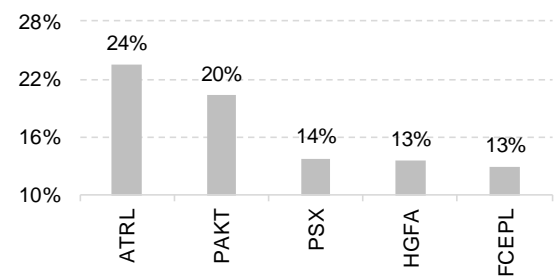
PSX Indices Performance

Index	Current	WoW (%)	CY24TD (%)
KSE100	85,250	(0.3)	36.5
KSEAll	54,927	0.7	31.0
KSE30	26,803	(1.3)	29.0
KMI30	129,269	(0.2)	23.4
BKTI	21,563	(1.7)	44.2
OGTI	21,060	(1.4)	41.7

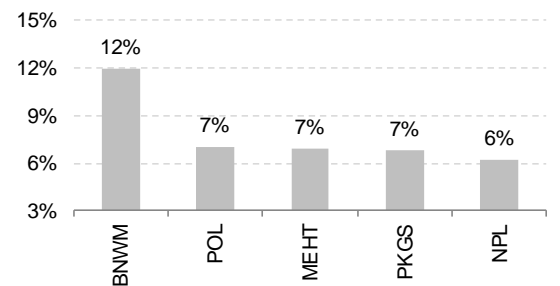
PSX Volume Leaders

	Avg. Vol. (mn)	Closing
PRL	32.6	23.9
HUBC	26.0	102.3
WTL	23.7	1.2
CNERGY	19.5	3.7
PIBTL	17.5	6.6

Major Gainers (KSE100 Index)



Major Losers (KSE100 Index)



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EUROMONEY

'24
Best for Research
Best for Diversity & Inclusion
'23
Best Investment Bank

ASIAMONEY

'23
Best Securities House
Best Investment Bank

CFA Society Pakistan

'23 - '21
Best Brokerage House
Best Economic Research

'23 - '13
Corporate Finance House

'22 - '20
Best Equity Research Analyst

Business and Economic News of the Week

Pakistan needs to repay external debt of \$18.8bn in current fiscal: IMF (The News)

Terming Pakistan's external debt repayment capacity as fragile, IMF has assessed Islamabad's external financing needs have ballooned to \$62.6 billion over three years period under the Extended Fund Facility (EFF) programme. The external financing needs will go up to \$110.5 billion if calculated for five years from 2024-25 to 2028-29. According to the IMF staff report, Pakistan will have external financing needs of \$18.813 billion in the current fiscal year, \$20.088 billion in 2025-26 and \$23.714 billion in 2026-27.

'Take and pay' mode: Govt tailors four customised options for 18 IPPs (BR)

The government experts are said to have tailored four options of 'take and pay' mode to be offered to 18 Independent Power Producers (IPPs) established under Power Generation Policies of 1994 and 2002, well-informed sources told Business Recorder. "We will give final touches to available options for 18 IPPs to shift from 'take or pay' mode to 'take and pay' at the end of this week and most probably, calling notices will be issued to them next week, starting Monday," the sources added.

SLGL, Maersk sign deal (Dawn)

Secure Log-is-tics Group Ltd (SLGL) has entered into an agreement to provide transport services to Maersk West and Central Asia Ltd. In a stock filing on Tuesday, SLGL said this corporate on-boarding of SG as one of the transport service provider to Maersk aligns with SLG's objectives to become a leading domestic logistic service provider.

Pakistan's tech sector reaps huge returns at GITEX, Dubai: PSEB acting CEO (BR)

Pakistan Software Export Board (PSEB) Acting CEO Zeeshan Khattak said the country's tech companies are "seeing impressive returns" from their participation in GITEX Global, Dubai, with historic revenues of approximately \$40 generated for every dollar spent by the body on subsidies. Speaking at the Tech Destination Pakistan's Connexion Lounge – an attractive terrace at World Trade Centre Dubai (DWTC), Khattak told Business Recorder that the platform has been highly beneficial for Pakistan's IT industry. Taking place at DWTC until October 18, GITEX GLOBAL presents its biggest, most international edition in its 44th year, welcoming over 6,500 exhibitors, 1,800 startups, 1,200 investors alongside governments from more than 180 countries.

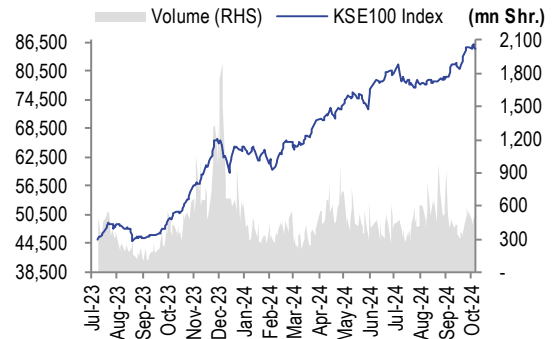
FFC and NBP enter in sale purchase agreement for Agritech Limited shares (The News)

Fauji Fertilizer Company Limited (FFC) has entered a sale and purchase transaction with the National Bank of Pakistan, where FFC is purchasing the entire holding of NBP's shares of Agritech Limited. Both FFC and NBP informed the Pakistan Stock Exchange through statements on Tuesday. NBP has divested its entire shareholding in Agritech Limited. According to details, there are 106,014,632 ordinary shares; 61,748,756 listed, convertible, non-voting, redeemable and cumulative preference shares and 248,639,905 non-convertible, redeemable cumulative preference shares with limited voting rights.

Pakistan, China vow to speed up ML-1 project (Dawn)

Pakistan and China have reaffirmed their commitment to advancing the upgrade of the Main Line-1 (ML-1) railway project, agreeing to prioritise the construction of the Karachi-Hyderabad section as part of phase one, in line with the phased approach for the project's implementation. In a joint statement issued by the Ministry of Foreign Affairs, both nations pledged to refine and optimise the construction plan for ML-1's Karachi-Hyderabad section and to formulate feasible and sustainable plans for financing and implementation.

PSX Volume and KSE100 Index



Top Contributors in KSE100 Index

Companies	Index Contribution
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Bullish Companies

MARI	172.9
ATRL	100.8
PAKT	81.8
FFC	64.9
INDU	58.4
	478.6

Bearish Companies

POL	(179.9)
HUBC	(141.8)
MCB	(133.9)
UBL	(118.7)
ENGRO	(108.3)
	(682.7)

Sectors	Index Contribution
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Bullish Sectors

Refinery	93.1
Tobacco	81.8
Engineering	65.3
Pharmaceuticals	49.0
Automobile Assembler	34.1
	323.3

Bearish Sectors

Commercial Banks	(292.6)
Power Generation & Distribution	(131.2)
Fertilizer	(95.4)
Cement	(64.8)
Paper & Board	(27.5)
	(611.5)



'23

Best Brokerage House



Best Investment Bank: '22



Excellence Award Leading Brokerage House for RDA '21



'24

Best Gender Equality Bond

'21

Best Equity Advisor



Best Money Market Broker- (Islamic) '21

AHL Universe - Recommendation Summary																					
Code	Company	Price		TP	Total Return (%)	Stance	EPS (PKR)			DPS (PKR)			P/E (x)		DY (%)		P/B (x)		ROE (%)		Indices
		18-Oct-24	Jun-25				2024	2025	2026	2024	2025	2026	2024	2025	2024	2025	2024	2025	2024	2025	
Exploration & Production																					
PPL	Pakistan Petroleum Ltd.	128.7	163.01	26.7	Buy	42.0	41.1	37.8	6.00	15.00	4.00	2.8	3.1	5.1	11.7	0.5	0.5	19.2	16.3	KSE100, KSE30, KMI & MSCI	
OGDC	Oil and Gas Dev Co.	165.7	194.1	17.2	Buy	48.6	45.9	43.3	10.10	20.00	7.50	2.8	3.6	7.5	12.1	0.5	0.5	18.1	15.0	KSE100, KSE30, KMI & MSCI	
POL	Pakistan Oilfields Ltd.	565.2	614.59	8.7	Hold	137.9	109.6	108.9	95.00	70.00	70.00	3.6	5.2	19.4	12.4	1.9	2.1	55.2	41.1	KSE100, KSE30 & MSCI	
MARI	Mari Petroleum Ltd	426.3	406.0	(4.8)	Hold	64.4	65.6	67.4	25.78	29.52	30.34	42.1	6.5	1.0	6.9	15.3	2.0	40.6	33.2	KSE100, KSE30, KMI & MSCI	
Commercial Banks																					
UBL	United Bank Ltd.*	292.3	322.2	10.2	Hold	55.4	52.3	56.5	44.00	40.00	42.00	5.3	5.6	15.1	13.7	1.2	1.2	24.3	21.6	KSE100, KSE30 & MSCI	
BAFL	Bank Alfalah*	68.1	85.0	24.7	Buy	27.7	23.0	25.8	8.00	7.00	9.00	2.5	3.0	11.7	10.3	0.6	0.6	26.3	20.1	KSE100 & MSCI	
MCB	MCB Bank Ltd.*	247.4	324.8	31.3	Buy	59.1	56.5	58.5	36.00	31.00	33.00	4.2	4.4	14.6	12.5	1.1	1.0	27.3	23.7	KSE100, KSE30 & MSCI	
HBL	Habib Bank Ltd.*	134.0	154.1	15.0	Hold	41.7	41.3	44.9	16.00	14.00	12.00	3.2	3.2	11.9	10.4	0.5	0.4	17.1	13.7	KSE100, KSE30 & MSCI	
ABL	Allied Bank Ltd.*	112.0	140.0	25.0	Buy	38.8	33.5	38.6	16.00	13.00	15.00	2.9	3.3	14.3	11.6	0.6	0.5	21.3	16.7	KSE & MSCI	
NBP	National Bank of Pakistan.*	66.5	72.8	9.4	Hold	12.6	17.2	20.7	5.00	9.00	14.00	5.3	3.9	7.5	13.5	0.4	0.3	6.7	9.0	KSE & MSCI	
AKBL	Askari Bank Ltd.*	29.8	33.2	11.7	Hold	15.4	13.3	15.1	5.00	5.00	6.00	1.9	2.2	16.8	16.8	0.4	0.3	21.3	16.3	KSE100	
BOP	The Bank of Punjab*	5.4	7.2	33.4	Buy	3.3	2.9	3.2	0.50	0.50	1.00	1.6	1.9	9.3	9.3	0.2	0.2	12.8	10.2	KSE100 & MSCI	
MEBL	Meezan Bank Ltd.*	241.0	340.2	41.2	Buy	57.0	52.4	53.4	28.00	26.00	29.00	4.2	4.6	11.6	10.8	1.8	1.5	46.8	34.7	KSE100, KSE30 & KMI	
FABL	Faysal Bank Ltd.*	50.7	68.4	34.7	Buy	16.1	15.0	16.1	5.00	4.00	6.00	3.1	3.4	9.9	7.9	0.7	0.6	24.6	19.6	KSE100 & KMI	
Fertilizer																					
ENGRO	Engro Corporation*	308.2	403.4	30.9	Buy	78.0	78.7	63.9	64.00	64.00	52.00	4.0	3.9	20.8	20.8	0.7	0.6	15.0	17.0	KSE100, KSE30, KMI & MSCI	
FFBL	Fauji Fert. Bin Qasim	56.1	63.3	12.9	Hold	11.7	12.8	13.5	4.50	6.50	7.00	4.8	4.4	8.0	11.6	1.8	1.3	44.8	34.9	KSE100, KMI & MSCI	
EFERT	Engro Fertilizer	196.0	157.8	(19.5)	Sell	26.5	28.1	29.4	25.00	26.00	33.00	7.4	7.0	12.8	13.3	5.7	5.8	75.5	82.9	KSE100, KSE30, KMI & MSCI	
FFC	Fauji Fertilizer Co.	246.7	210.2	(14.8)	Hold	36.7	37.7	37.0	28.00	28.00	29.00	6.7	6.6	11.4	11.4	4.3	3.7	69.0	60.1	KSE100, KSE30 & MSCI	
Cement																					
LUCK	Lucky Cement Ltd.*	837.7	1,373.1	63.9	Buy	223.8	243.0	261.5	18.00	15.00	43.00	4.1	3.4	1.7	5.1	0.9	0.7	22.9	20.9	KSE100, KSE30, KMI & MSCI	
FCCL	Fauji Cement Co.	28.6	37.6	31.5	Buy	3.4	6.4	7.8	1.00	2.00	3.00	6.8	4.5	4.4	7.0	0.8	0.8	11.8	19.4	KSE100 & KMI	
ACPL	Attock Cement Ltd.	130.5	148.3	13.7	Hold	26.0	10.7	14.4	6.50	6.00	8.40	3.7	12.2	6.7	4.6	0.6	0.7	17.7	6.4	KSEALL, KMI & MSCI	
DGKC	D.G. Khan Cement Co.	77.9	123.5	58.5	Buy	1.2	15.2	19.2	-	4.00	5.00	72.9	5.1	-	5.1	0.6	0.5	0.8	9.4	KSE100, KSE30, KMI & MSCI	
KOHC	Kohat Cement Co.	310.2	339.4	9.4	Hold	45.4	47.2	52.0	-	11.18	12.34	5.5	6.6	-	3.6	1.2	1.2	24.3	20.4	KSE100 & KMI	
MLCF	Maple Leaf Cement.*	37.1	66.6	79.4	Buy	6.4	9.7	10.7	-	3.00	5.00	5.9	3.8	-	8.1	0.8	0.7	13.9	19.0	KSE100 & KMI	
Oil & Gas Marketing																					
PSO	Pakistan State Oil	197.0	220.5	11.9	Hold	33.8	67.4	54.5	10.00	12.00	12.00	4.9	2.9	6.0	6.1	0.4	0.4	7.3	13.8	KSE100, KSE30, KMI & MSCI	
APL	Attock Petroleum Ltd.	435.78	514.20	18.0	Buy	111.1	124.2	130.1	27.50	47.50	55.00	3.5	3.5	7.1	10.9	0.9	0.9	27.8	26.3	KSE100 & KMI	
HTL	Hi-Tech Lubricants Ltd	38.09	63.62	67.0	Buy	(1.0)	10.6	14.9	-	5.28	7.47	(36.1)	3.6	-	13.9	0.9	0.8	(2.3)	23.8	KMI	
SNGP	Sui Northern Gas Pipeline Ltd.	73.4	84.30	14.9	Hold	23.3	25.6	6.9	7.00	8.00	3.00	2.7	2.9	11.0	10.9	0.7	0.7	249.7	249.7	KSE100, KSE30, KMI & MSCI	
Automobile Assemblers																					
INDU	Indus Motor Co.	1,872.0	2,273.4	21.4	Buy	191.8	264.0	327.8	114.70	154.00	196.71	8.2	7.1	7.3	8.2	1.8	2.0	23.7	29.2	KSE100	
HCAR	Honda Atlas Cars (Pak)	253.9	281.9	11.0	Hold	16.3	19.7	24.9	-	9.87	12.47	13.6	12.9	-	3.9	1.5	1.6	11.4	12.6	KSE100 & KMI	
SAZEW	Sazgar Engineering Works Limited	956.3	935.0	(2.2)	Hold	133.4	232.7	256.3	20.00	58.00	64.00	6.2	4.1	2.4	6.1	5.6	3.0	133.8	98.8	KSE All & MSCI	
MTL	Millat Tractors Ltd.	534.9	667.6	24.8	Buy	51.7	68.0	71.6	25.00	61.00	57.00	12.3	7.9	3.9	11.4	11.6	8.7	108.9	116.7	KSE100, KSE30, KMI & MSCI	
Textile Composite																					
NML	Nishat Mills Ltd.	68.1	98.5	44.7	Buy	18.6	26.1	33.3	2.50	4.00	4.50	3.8	2.6	3.5	5.9	0.3	0.2	7.1	9.1	KSE100, KMI & MSCI	
NCL	Nishat (Chunian) Ltd.	29.2	37.1	27.1	Buy	2.9	9.8	13.3	-	3.50	4.00	9.1	3.0	-	12.0	0.3	0.3	3.4	10.8	KSE All & MSCI	
ILP	Interloop Ltd.	72.5	103.5	42.9	Buy	11.3	16.0	25.9	4.50	6.50	9.00	6.3	4.5	6.4	9.0	1.8	1.4	31.5	35.0	KSE All & MSCI	
Chemicals																					
LOTCHM	Lotte Chemical Pak Ltd.	17.45	19.43	11.3	Hold	2.8	3.7	4.0	1.50	2.00	2.00	6.3	4.7	8.6	11.5	1.1	1.0	17.4	22.2	KSE100 & KMI	
EPCL	Engro Polymer & Chem.	32.4	45.1	39.3	Buy	4.7	7.2	8.4	3.25	5.00	6.00	6.9	4.5	10.0	15.4	1.0	0.9	14.7	21.6	KSE100, KSE30 & KMI	
LCI	Lucky Core Industries Ltd.	1,145.0	1,115.0	(2.6)	Hold	120.7	130.5	172.8	60.00	50.00	50.00	9.5	8.8	6.5	4.4	1.7	1.9	23.9	22.9	KSE100 & KMI	
Leather & Tanneries																					
SGF	Service Global Footwear Ltd.	72.2	92.5	28.0	Buy	9.1	14.6	18.3	8.00	13.00	15.00	7.9	5.0	11.1	18.0	1.9	1.6	26.5	35.0	KMI & MSCI	
Technology & Communication																					
AIRLINK	Air Link Communication Limited	136.2	186.9	37.2	Buy	11.7	17.1	19.1	6.00	7.00	7.50	11.6	8.0	4.4	5.1	3.6	2.8	30.7	39.6	KSE100, KMI & MSCI	
SYS	Systems Ltd.	414.1	545.2	31.7	Buy	29.0	33.5	37.9	10.30	11.80	17.37	14.3	12.3	2.5	2.8	2.1	1.7	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
ACPL	130.47	42.75	45.26	45.69	95.69	87.49	99.01	87.49	99.97	74.33
ASTL	19.31	15.98	6.33	(16.26)	26.44	16.65	28.96	16.65	28.96	16.65
HTL	38.09	11.54	11.73	45.44	41.75	33.58	41.75	23.46	41.75	22.49
AGHA	12.51	7.66	11.00	(12.09)	15.20	8.43	15.20	8.43	16.16	8.43
INDU	1,872.02	7.51	7.98	64.78	1,748.97	1,625.03	1,748.97	1,487.60	1,748.97	863.24
MARI	426.34	5.55	0.19	98.63	457.49	276.76	457.49	271.04	457.49	157.78
AKBL	29.76	4.97	13.11	35.58	30.97	23.25	30.97	20.38	30.97	15.29
LOTCHEM	17.45	4.49	9.27	(29.95)	18.30	15.67	18.43	15.67	26.39	15.67
NML	68.08	3.33	15.61	(7.43)	66.97	58.47	72.41	58.47	80.18	56.08
EPCL	32.37	3.09	(3.08)	(28.90)	44.60	31.00	48.08	30.70	50.08	31.00
AIRLINK	136.23	3.04	4.66	139.02	145.24	99.08	145.24	63.09	145.24	25.01
KAPCO	25.93	2.85	1.59	22.46	29.77	24.39	29.77	23.27	29.77	16.35
NCPL	27.94	2.83	4.64	(0.11)	32.11	25.73	32.98	24.45	32.98	21.59
MLCF	37.10	2.74	14.36	(4.68)	39.73	32.15	40.91	32.15	42.71	32.15
FFBL	56.08	2.73	11.89	82.89	55.47	40.94	55.47	29.14	55.47	15.07
APL	435.78	1.80	13.03	23.27	441.18	380.77	441.18	364.29	441.18	294.11
HCAR	253.85	1.58	1.41	21.35	313.31	245.50	328.79	233.62	328.79	153.46
KOHC	310.24	1.50	2.07	32.45	319.78	225.91	319.78	206.32	319.78	175.02
FABL	50.74	1.42	10.54	77.04	54.95	44.50	54.95	35.26	54.95	20.35
FFC	246.67	1.20	10.89	147.19	247.76	154.19	247.76	126.94	247.76	85.60
SAZEW	956.28	0.76	0.59	450.94	1,154.98	940.87	1,154.98	503.89	1,154.98	122.90
BAFL	68.12	0.38	12.32	64.30	68.50	55.72	68.63	52.51	68.63	32.79
PSO	197.01	0.17	28.35	17.15	196.67	147.41	196.67	147.41	206.73	115.43
MEBL	240.95	0.14	5.61	65.19	242.07	212.64	248.36	203.00	248.36	111.00
SNGP	73.38	0.14	15.12	6.54	73.28	62.13	73.28	56.92	74.07	44.57
ITTEFAQ	5.40	-	(3.57)	(30.68)	6.70	5.40	7.02	5.40	8.62	5.40
FCCL	28.58	(0.14)	17.38	56.83	28.62	19.27	28.62	18.88	28.62	12.00
OGDC	165.68	(0.20)	18.29	56.12	168.10	125.46	168.10	116.03	168.10	86.97
PPL	128.65	(0.45)	22.78	17.40	129.73	104.78	129.73	104.78	129.73	73.81
ABL	112.00	(0.62)	0.90	52.82	121.55	106.74	121.55	83.74	121.55	60.00
LUCK	837.74	(0.87)	(5.24)	8.30	932.24	813.32	940.92	775.06	940.92	577.68
NBP	66.53	(1.04)	10.88	107.19	67.23	43.72	67.23	34.94	67.23	23.00
EFERT	196.00	(1.09)	3.02	96.93	203.54	157.21	203.54	142.57	203.54	72.14
FATIMA	60.76	(1.16)	2.03	91.93	62.53	48.45	62.53	40.41	62.53	25.85
ILP	72.45	(1.27)	5.94	7.03	77.50	66.96	81.28	66.29	81.28	41.85
POWER	5.21	(1.33)	3.78	(12.58)	6.09	4.75	6.23	4.75	6.43	4.06
HBL	134.02	(1.49)	5.49	34.14	143.94	115.50	143.94	101.36	143.94	82.46
LCI	1,144.97	(1.56)	8.94	57.26	1,257.56	875.58	1,257.56	769.91	1,257.56	537.70
BOP	5.39	(1.64)	6.73	(0.65)	5.93	4.98	5.93	4.63	6.34	3.36
NCL	29.20	(1.72)	25.38	12.52	29.78	22.76	30.79	22.76	30.79	22.76
AHCL	57.06	(2.39)	0.25	58.85	59.60	48.07	59.60	38.43	59.60	24.67
UBL	292.28	(2.51)	0.30	92.42	299.81	240.14	299.81	176.31	299.81	122.95
HUMNL	13.18	(2.80)	33.67	92.41	13.56	9.30	13.56	6.69	13.56	5.48
SGF	72.22	(3.11)	3.20	23.88	76.48	63.89	84.20	56.76	84.20	31.66
MTL	534.92	(3.18)	(3.41)	(4.11)	634.59	510.73	661.99	510.73	661.99	431.68
DGKC	77.93	(3.71)	6.03	0.68	91.72	73.30	95.32	69.74	95.32	49.44
MCB	247.40	(3.89)	2.91	63.33	257.42	212.05	257.42	189.15	257.42	118.24
ENGRO	308.17	(3.92)	1.47	10.95	340.21	303.72	353.13	303.72	356.03	247.04
HUBC	102.34	(4.27)	(14.25)	(2.41)	156.07	106.90	157.47	98.31	157.47	74.83
NPL	27.51	(6.20)	(8.79)	21.60	35.44	28.60	35.44	25.17	35.44	17.11
POL	565.21	(7.07)	0.61	57.96	622.88	490.95	622.88	400.56	622.88	337.49
FML	70.10	(11.27)	(5.27)	(22.33)	81.66	66.37	89.00	66.37	94.68	66.37

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 (%)	4.4	1.3	2.9	2.7	3.9	3.5	3.3	3.4	2.0	3.0	10.1	232.6%
P/E (x)	13.9	18.2	10.2	11.4	10.0	14.8	11.8	16.3	9.1	12.8	4.3	-66.3%
P/B (x)	1.9	3.2	1.6	1.5	0.9	1.4	1.2	2.6	0.9	1.7	0.8	-52.1%

Source: Bloomberg, AHL Research

Local & Foreign Investors Portfolio Investment (USD mn)

LIPI Normal Current Week					Last Week				
Category	Gross Buy	Gross Sell	Net	Net	Category	Gross Buy	Gross Sell	Net	Net
Individuals	372.37	378.90	SELL	(6.53)	Individuals	433.48	440.23	SELL	(6.74)
Companies	34.95	9.17	BUY	25.78	Companies	27.82	20.99	BUY	6.83
Banks / DFIs	18.21	34.83	SELL	(16.62)	Banks / DFIs	18.96	25.78	SELL	(6.82)
NBFC	0.31	0.30	BUY	0.01	NBFC	0.45	0.46	SELL	(0.01)
Mutual Funds	25.90	18.34	BUY	7.56	Mutual Funds	55.38	36.46	BUY	18.91
Other Organizations	3.71	1.72	BUY	1.99	Other Organizations	3.44	2.36	BUY	1.09
Broker Proprietary Trading	59.31	57.64	BUY	1.67	Broker Proprietary Trading	80.50	81.78	SELL	(1.28)
Insurance Companies	11.17	13.42	SELL	(2.25)	Insurance Companies	36.91	26.25	BUY	10.67
Total	525.93	514.31	BUY	11.61	Total	656.94	634.31	BUY	22.63

LIPI Sector Wise Current Week					Last Week				
Sector	Gross Buy	Gross Sell	Net	Net	Sector	Gross Buy	Gross Sell	Net	Net
Commercial Banks	19.78	19.22	BUY	0.56	Commercial Banks	53.68	55.74	SELL	(2.06)
Fertilizer	26.12	24.54	BUY	1.58	Fertilizer	29.56	29.17	BUY	0.39
Cement	30.05	30.55	SELL	(0.50)	Cement	39.00	39.86	SELL	(0.85)
Power Generation & Distribution	67.97	67.89	BUY	0.08	Power Generation & Distribution	119.99	112.30	BUY	7.69
Exploration & Production	45.67	44.60	BUY	1.07	Exploration & Production	130.61	124.91	BUY	5.70
Oil & Gas Marketing Companies	26.19	25.31	BUY	0.88	Oil & Gas Marketing Companies	32.36	31.74	BUY	0.62
Food and Personal Care Products	11.07	11.09	SELL	(0.01)	Food and Personal Care Products	25.46	7.42	BUY	18.04
Textile Composite	11.69	10.53	BUY	1.15	Textile Composite	7.99	7.97	BUY	0.02
Technology and Communication	40.91	41.48	SELL	(0.57)	Technology and Communication	67.52	75.20	SELL	(7.68)
Debt	1.48	1.48	SELL	0.00	Debt	6.53	6.53	BUY	0.00
All other Sectors	244.99	237.62	BUY	7.37	All other Sectors	144.23	143.47	BUY	0.76
Total	525.93	514.31	BUY	11.61	Total	656.94	634.31	BUY	22.63

FIPI Normal Current Week					Last Week				
Category	Gross Buy	Gross Sell	Net	Net	Category	Gross Buy	Gross Sell	Net	Net
Foreign Individuals	0.05	0.05	BUY	0.00	Foreign Individuals	0.03	0.09	SELL	(0.06)
Foreign Corporates	14.56	24.99	SELL	(10.43)	Foreign Corporates	25.09	45.71	SELL	(20.62)
Overseas Pakistani	25.14	26.33	SELL	(1.19)	Overseas Pakistani	33.63	35.58	SELL	(1.96)
Total	39.76	51.37	SELL	(11.61)	Total	58.75	81.38	SELL	(22.63)

FIPI Sector Wise Current Week					Last Week				
Sector	Gross Buy	Gross Sell	Net	Net	Sector	Gross Buy	Gross Sell	Net	Net
Commercial Banks	2.88	3.44	SELL	(0.56)	Commercial Banks	11.01	8.95	BUY	2.06
Fertilizer	2.03	3.61	SELL	(1.58)	Fertilizer	6.42	6.81	SELL	(0.39)
Cement	2.19	1.69	BUY	0.50	Cement	3.45	2.60	BUY	0.85
Power Generation & Distribution	3.93	4.01	SELL	(0.08)	Power Generation & Distribution	6.28	13.97	SELL	(7.69)
Exploration & Production	2.50	3.58	SELL	(1.07)	Exploration & Production	8.16	13.87	SELL	(5.70)
Oil & Gas Marketing Companies	1.32	2.19	SELL	(0.88)	Oil & Gas Marketing Companies	2.21	2.82	SELL	(0.62)
Food and Personal Care Products	10.38	10.37	BUY	0.01	Food and Personal Care Products	0.51	18.55	SELL	(18.04)
Textile Composite	0.53	1.68	SELL	(1.15)	Textile Composite	0.38	0.40	SELL	(0.02)
Technology and Communication	3.15	2.58	BUY	0.57	Technology and Communication	12.63	4.95	BUY	7.68
Debt	-	-	SELL	0.00	Debt	-	0.00	SELL	(0.00)
All other Sectors	10.85	18.21	SELL	(7.37)	All other Sectors	7.69	8.45	SELL	(0.76)
Total	39.76	51.37	SELL	(11.61)	Total	58.75	81.38	SELL	(22.63)

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 (%)
Indonesia	JCI Index	7,760	3.8	0.9	6.0	France	CAC Index	7,641	(0.0)	(2.6)	(0.6)
Taiwan	TWSE Index	23,487	2.9	4.4	25.0	Brazil	IBOV Index	130,793	(0.1)	(4.9)	(16.6)
Kenya	NSEASI Index	113	2.9	5.8	49.7	Austria	ATX Index	3,641	(0.1)	(3.0)	4.0
Qatar	DSM Index	10,733	2.1	1.1	1.3	Hungary	BUX Index	74,537	(0.2)	(2.5)	15.3
Mauritius	SEMDEX Index	2,472	2.0	4.2	15.7	India	SENSEX Index	81,225	(0.2)	(4.0)	11.3
Lebanon	BLOM Index	2,121	1.7	1.9	6.3	Lithuania	VILSE Index	1,046	(0.2)	0.8	8.4
Italy	FTSEMIB Index	35,172	1.7	0.3	13.7	Pakistan	KSE100 Index	85,205	(0.3)	5.1	38.6
Czech Republic	PX Index	1,628	1.5	(1.7)	10.5	Serbia	BELEX15 Index	1,149	(0.3)	(0.6)	28.8
Thailand	SET Index	1,490	1.3	0.3	8.5	Estonia	TALSE Index	1,747	(0.3)	1.3	(3.1)
Singapore	FSSTI Index	3,640	1.3	(0.7)	13.0	USA	NDX Index	20,190	(0.4)	0.6	20.0
UK	UKX Index	8,373	1.2	(1.0)	10.7	Ghana	GGSECI Index	4,348	(0.6)	(2.2)	3.4
Mongolia	MSETOP Index	48,388	1.1	0.8	18.4	Saudi Arabia	SASEIDX Index	11,907	(0.7)	(2.7)	(0.4)
Croatia	CRO Index	3,036	1.0	0.6	17.5	Latvia	RIGSE Index	882	(0.8)	(1.8)	(35.2)
Oman	MSM30 Index	4,800	1.0	1.9	7.0	Finland	HEX Index	10,158	(0.8)	(4.3)	(1.3)
Philippines	PCOMP Index	7,416	1.0	(0.4)	10.8	New Zealand	NZSE Index	1,875	(0.9)	(1.8)	1.0
Turkey	XU100 Index	8,956	1.0	(7.5)	3.4	Nigeria	NGSEINDX Index	97,900	(1.1)	0.7	(27.5)
Greece	ASE Index	1,442	0.9	(3.3)	9.4	Sweden	OMX Index	2,598	(1.2)	(4.8)	3.4
USA	INDU Index	43,239	0.9	2.1	14.7	Europe	SX5E Index	4,982	(1.3)	(3.0)	8.1
Kazakhstan	KZKAK Index	5,176	0.9	(0.3)	16.8	Luxembourg	LUXXX Index	1,381	(1.4)	(7.2)	(11.1)
Spain	IBEX Index	11,904	0.7	(2.4)	15.6	Tunisia	TUSISE Index	9,812	(1.5)	(3.2)	11.4
Canada	SPTSX Index	24,690	0.7	0.8	12.8	South Korea	KOSPI Index	2,594	(1.5)	(4.0)	(8.2)
Dubai	DFMGI Index	4,469	0.6	(0.8)	10.1	Portugal	PSI20 Index	6,705	(1.6)	(3.9)	2.8
Germany	DAX Index	19,656	0.6	(1.0)	15.1	Vietnam	VNIndex Index	1,285	(1.6)	(2.6)	9.7
Ireland	ISEQ Index	9,864	0.5	(3.0)	10.4	Iceland	ICEXI Index	2,154	(1.8)	(0.5)	(0.0)
Slovenia	SBITOP Index	1,627	0.5	(1.2)	27.3	Chile	IPSA Index	6,572	(1.9)	(3.5)	(0.9)
USA	SPX Index	5,841	0.5	1.4	22.5	Bulgaria	SOFIX Index	846	(1.9)	(4.0)	8.5
China	SHSZ300 Index	3,925	0.4	(3.5)	14.4	Hong Kong	HSI Index	20,804	(2.1)	(1.6)	22.7
Argentina	MERVAL Index	1,801,604	0.4	4.9	59.7	Egypt	EGX30 Index	30,144	(2.1)	(5.3)	(22.4)
Malaysia	FBMKLCI Index	1,646	0.4	(4.4)	20.6	Denmark	KFX Index	2,515	(2.1)	(1.7)	8.0
Uae	ADSMI Index	9,288	0.3	(1.5)	(3.0)	Japan	NKY Index	38,982	(2.2)	(1.8)	9.4
Switzerland	SMI Index	12,322	0.2	(1.3)	7.2	Poland	WIG20 Index	2,311	(2.2)	(3.8)	(2.4)
South Africa	JALSH Index	87,214	0.2	(1.2)	18.0	Romania	BET Index	17,442	(2.4)	(3.6)	11.3
Ukraine	PFTS Index	494	0.2	(2.7)	(9.9)	Netherland	AEX Index	901	(2.5)	(3.6)	12.3
Australia	AS51 Index	8,283	0.2	(3.1)	7.2	Norway	OBXP Index	618	(2.5)	(1.3)	0.4
Sri Lanka	CSEALL Index	12,313	0.1	5.0	27.8	Mexico	MEXBOL Index	52,464	(2.7)	(1.5)	(22.3)
Jordan	JOSMGNFF Index	2,394	0.1	0.8	(1.2)	Belgium	BEL20 Index	4,317	(3.0)	(6.5)	(22.8)
Bahrain	BHSEASI Index	2,000	0.0	(0.7)	1.9	Belgium	BEL20 Index	4,317	(3.0)	(6.5)	(22.8)

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

Key Economic Data & Commodities Prices

Month end	Units	Oct-23	Nov-23	Dec-23	Jan-24	Feb-24	Mar-24	Apr-24	May-24	Jun-24	Jul-24	Aug-24	Sep-24	Current*
Money Market Data														
03-M T-Bill	%	21.65	21.33	21.28	20.70	21.21	21.72	21.62	20.44	19.97	19.41	18.05	15.52	15.14
06-M T-Bill	%	21.70	21.33	21.37	21.00	21.50	21.54	21.20	20.81	19.91	19.09	17.61	14.64	14.16
12-M T-Bill	%	21.76	21.30	21.32	20.84	20.76	20.73	20.80	19.92	18.68	18.06	16.95	13.48	13.51
03-Y PIB	%	17.82	16.50	16.54	16.73	16.90	16.74	16.61	16.59	16.50	16.25	15.34	12.30	12.57
05-Y PIB	%	15.46	15.90	15.90	15.47	15.58	15.57	15.45	15.39	15.37	15.25	14.79	12.19	12.52
10-Y PIB	%	15.15	14.97	14.91	14.17	14.32	14.22	14.18	14.14	14.09	14.07	13.44	12.12	12.20
06-M KIBOR	%	22.00	21.47	21.49	20.97	21.73	21.70	21.54	21.02	20.14	19.39	17.91	15.20	14.59
Policy Rate	%	22.00	22.00	22.00	22.00	22.00	22.00	22.00	22.00	20.50	19.50	19.50	17.50	17.50
Inflation (YoY)														
Headline (CPI New Base)	%	26.8	29.2	29.7	28.3	23.1	20.7	17.3	11.8	12.6	11.1	9.6	6.9	6.9
Monetary Sector														
M1	PKR bn	26,403	26,717	27,130	27,085	27,421	28,168	28,505	29,134	30,518	30,100	30,377	n.a	30,377
M2	PKR bn	31,722	32,000	32,594	32,466	32,997	33,750	34,130	34,843	36,499	36,070	36,315	n.a	36,315
M3	PKR bn	34,906	35,180	35,741	35,584	36,119	36,861.2	37,240	37,949	39,608	39,195	39,447	n.a	39,447
Banking Sector														
Deposits	PKR bn	26,398	26,798	27,841	27,541	27,886	28,322	28,416	29,349	31,122	30,603	30,654	n.a	30,654
Advances	PKR bn	11,898	11,964	12,352	12,095	12,062	11,964	12,028	12,169	12,435	11,872	11,666	n.a	11,666
Investment	PKR bn	23,232	24,587	25,280	25,603	25,449	26,270	27,282	28,923	30,171	30,431	30,521	n.a	30,521
WALR	%	19.3	19.3	14.7	19.04	18.9	18.9	18.9	19.0	19.0	18.1	17.9	n.a	17.9
WADR	%	11.6	11.7	8.4	12.02	12.0	11.8	11.8	11.8	11.8	11.2	11.1	n.a	11.1
Spread	%	7.7	7.6	6.3	7.02	7.0	7.0	7.1	7.1	7.3	6.8	6.8	n.a	6.8
External Sector														
Forex Reserves	USD bn	12.0	12.0	13.2	13.3	12.4	12.8	13.8	13.7	14.0	14.0	14.8	16.0	16.1
With SBP	USD bn	7.4	7.4	8.2	8.2	8.0	8.0	9.1	9.1	9.4	9.2	9.4	10.7	11.0
With Banks	USD bn	4.6	4.6	5.0	5.0	4.5	4.7	4.6	4.5	4.6	4.7	5.3	5.3	5.1
Exchange rate	PKR/USD	281.5	285.2	281.9	279.5	279.1	277.9	278.3	278.3	278.3	278.7	278.5	277.7	277.6
C/A Balance	USD mn	(193.0)	(65.0)	365.0	(303.0)	98.0	434.0	499.0	(270.0)	(313.0)	(246.0)	75.0	n.a	75.0
Exports	USD bn	2.8	2.7	2.8	2.7	2.5	2.5	2.6	3.0	2.4	3.0	3.1	n.a	3.1
Imports	USD bn	4.4	4.4	4.1	4.6	4.4	4.6	4.4	5.0	4.6	5.6	5.6	n.a	5.6
Trade Balance	USD bn	(1.6)	(1.7)	(1.3)	(1.9)	(1.8)	(2.0)	(1.8)	(2.0)	(2.2)	(2.6)	(2.5)	n.a	(2.5)
Remittances	USD bn	2.5	2.3	2.4	2.4	2.2	3.0	2.8	3.2	3.2	3.0	2.9	2.8	2.8
Key Commodities Prices														
International														
Coal	USD/ton	120.9	108.0	101.0	95.0	101.1	98.3	104.5	107.5	106.5	110.3	115.5	112.8	111.0
Steel (HRC)	USD/ton	526.8	560.2	574.4	567.0	559.4	517.3	527.1	527.5	510.2	477.7	455.8	523.6	505.4
PTA	USD/ton	790.0	765.0	780.0	800.0	785.0	775.0	800.0	805.0	810.0	780.0	730.0	690.0	700.0
Gold	USD/oz	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	2,447.6	2,503.4	2,634.6	2,692.7
Cotton (COTLOOK A)	USD/lb	95.0	89.7	91.4	93.3	105.3	95.6	88.3	86.8	84.7	79.6	81.2	84.7	82.3
Crude oil (WTI)	USD/bbl	81.0	76.0	71.7	75.9	78.3	83.2	81.9	77.5	81.5	77.9	73.6	68.2	70.7
Crude oil (Arab Light)	USD/bbl	91.2	87.7	80.4	84.9	82.5	88.3	89.5	84.4	88.1	82.1	79.4	74.7	75.0
Crude oil (Brent)	USD/bbl	87.4	82.8	77.0	81.7	83.6	87.5	87.9	81.6	86.4	80.7	78.8	71.8	74.5
Local														
Cotton	PKR/maund	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	17,200.0	19,000.0	18,000.0	17,800.0
Cement	PKR/bag	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	1,462.1	1,481.3	1,460.0	1,456.1
Gold	PKR/10 grms	185,530	186,474	187,930	189,300	188,920	198,910	201,820	205,980	206,670	216,440	228,740	237,920	237,490

*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 Jun'25 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 OGDC, HUBC, FCCL and BOP.