

A voyage beyond 62,000 points level

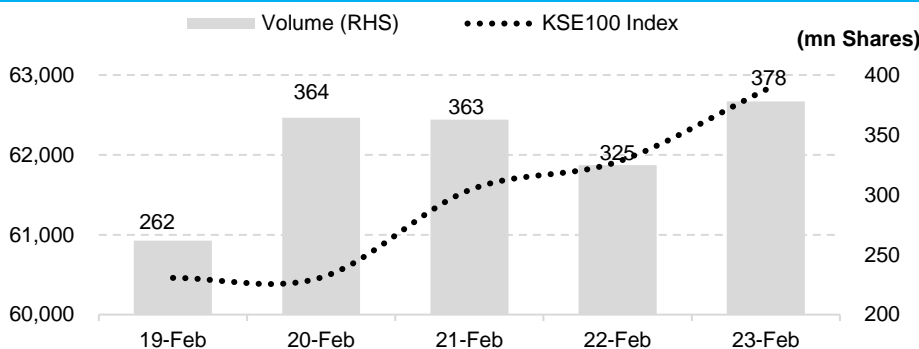
The market momentum remained buoyant during the week, taking the index level beyond 62,000 points again from 59,000 points last week. The elated sentiment comes amid agreement between winning political parties to form a coalition government. On the economic front, the current account shifted to a deficit of USD 269mn in Jan'24 from a surplus of USD 404mn in Dec'23. In addition to this, the remittances reported a growth of 26% YoY in Jan'24. Meanwhile, Treasury bills auction held this week showcased an increase in cut off yields by 126bps, and 25bps of 3M and 12M tenors. Whereas, NSS rates showcased a decrease across different certificates (ranging from 40bps – 160bps). Furthermore, the power generation climbed up by 7.6% MoM in Jan'24. Moreover, Roshan Digital Account in Jan'24 witnessed an inflow of USD 142mn in Jan'24, settling at USD 7.3bn. The foreign reserves held by SBP declined by USD 44mn WoW, clocking in at USD 8.0bn on 16th Feb'24. The market closed at 62,816 points, significantly gaining 2,943 points | 4.92% WoW.

Sector-wise positive contributions came from i) E&Ps (623pts), ii) Banks (513pts), iii) Technology (355pts), iv) Fertilizer (255pts) and v) Power (254pts). Meanwhile, the sectors which mainly contributed negatively were i) Miscellaneous (26pts) and ii) Chemical (16pts). Scrip-wise positive contributors were OGDC (340pts), PPL (221pts), HUBC (216pts), SYS (201pts) and MEBL (195pts). Meanwhile, scrip-wise negative contributions came from PSEL (57pts), NESTLE (20pts), COLG (15pts), FATIMA (11pts), and AKBL (10pts).

Foreign buying continued during this week, clocking in at USD 2.9mn compared to a net buy of USD 5.2mn last week. Major buying was witnessed in All other sectors (USD 3.7mn) and Commercial Banks (USD 1.5mn). On the local front, selling was reported by Individuals (USD 6.2mn) followed by Insurance Companies (USD 1.6mn). Average volumes arrived at 338mn shares (down by 3.3% WoW) while the average value traded settled at USD 45mn (down by 6.3% WoW).

Other major news: i) Indus Motor to invest Rs3 billion in localising Toyota parts, ii) Nishat Group seeks inclusion of its two plants in IGCEP, iii) OGDCL agrees to pay Rs12.6bn royalty to Balochistan, iv) NEPRA allows PEL-EPQL gas deal at \$5.6127/MMBTU, and v) IGI Insurance to buy 6% stake in Packages from Stora Enso.

Figure: KSE100 Index and PSX Volume



Source (s): PSX, AHL Research

Outlook and Recommendation

A new government is expected to be formed in the upcoming week, which will bolster the ongoing positive sentiment. Moreover, the result season will continue in the next week, where certain scrips are anticipated to be in the limelight amid the expectation of robust results. In addition to this, scrips are trading at attractive valuations which could entice investors. Hence, the market momentum is projected to be upbeat. Our preferred stocks are OGDC, PPL, MARI, MCB, UBL, MEBL, FABL, HBL, LUCK, MLCF, FCCL, FFC, HUBC, PSO and INDU. The KSE-100 is currently trading at a PER of 4.2x (2024) as compared to its 5-year average of 5.9x offering a dividend yield of ~10.8% as compared to its 5-year average of ~6.0%.

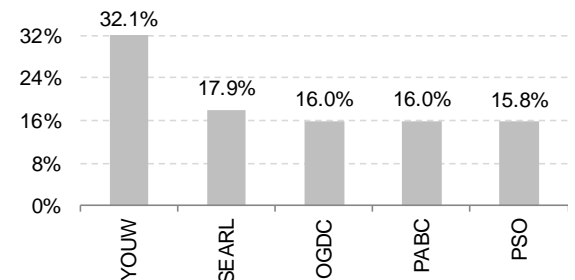
PSX Indices Performance

Index	Current	WoW (%)	CY24TD (%)
KSE100	62,816	4.9	0.6
KSEAll	42,129	4.3	0.5
KSE30	21,134	5.1	1.7
KMI30	105,229	6.8	0.5
BKTI	15,826	2.9	5.8
OGTI	15,274	8.3	2.8

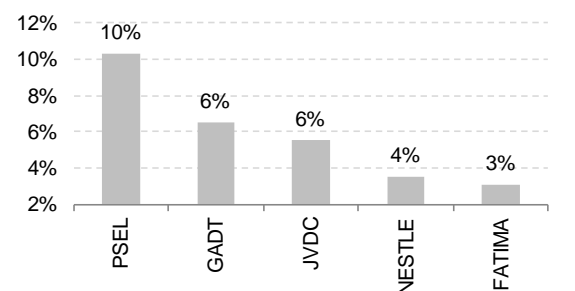
PSX Volume Leaders

	Avg. Vol. (mn)	Closing
BOP	35.9	6.2
KEL	20.7	4.4
WTL	17.3	1.3
CNERGY	13.2	4.0
PRL	12.1	26.8

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

Pakistan to seek at least \$6bn in new IMF loan programme (The News)

PAKISTAN plans to seek a new loan of at least \$6 billion from the International Monetary Fund to help the incoming government repay billions of dollars in debt due this year, according to a Pakistani official. The South Asian nation will seek to negotiate an Extended Fund Facility with the IMF, the official said, asking not to be identified as the discussions are private. Talks with the Washington-based lender are expected to start in March or April, the person said. Shehbaz Sharif, who's been nominated as prime minister, said last week that negotiating a fresh IMF loan will be a priority for the new administration.

Hike in prices of 146 essential drugs notified (BR)

The caretaker government on Wednesday notified an increase in prices of 146 essential drugs in line with the federal cabinet's decision of February 1, 2024. A notification issued here by the Ministry of National Health Services and Regulations said, "In exercise of the powers conferred by section 36 of the Drug Act 1976, the federal government, being of the opinion that the public interest so requires, is pleased to exempt all drugs and biological not included in the National Essential Medicines List, from the operation of section 12 of the said act".

Govt restructures gas priority for industrial growth (Tribune)

The caretaker government has decided to change the gas priority order by placing the process industry at the top along with domestic consumers. It has also changed the priority order of the fertiliser sector by placing it in the second category along with the power sector. Earlier, the fertiliser industry was placed in the third category. The export-oriented industry was placed in the second category in the old policy. However, the caretaker government has removed it from the second category and placed it in the fertiliser sector. In the first category, the government had added domestic and commercial consumers, including tandoor and industry processing only.

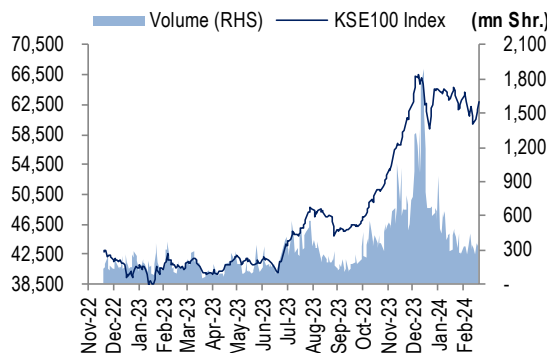
Pakistan's REER index surges to 101.7 in January (BR)

Pakistan's Real Effective Exchange Rate (REER), a measure of the value of a currency against a weighted average of several foreign currencies, witnessed an increase as it clocked in at 101.70 in January 2024, up from 98.83 in December 2023, data released by the State Bank of Pakistan (SBP) on Monday showed. A REER below 100 means the country's exports are competitive, while imports are expensive. The situation reverses when REER stands above 100 on the index. The recent increase indicates a drop in trade competitiveness. As per latest data by the SBP on Monday, the REER increased 2.9% month-on-month (MoM) in January 2024.

Arab Monetary Fund, SBP in talks to integrate cross-border remittance platforms (The News)

The Arab Monetary Fund (AMF) and the State Bank of Pakistan (SBP) are engaged in technical level talks to integrate their payment systems and facilitate cross-border remittances between the Arab region and Pakistan, the deputy governor of the SBP said. The chairman of AMF and the governor of Pakistan's central bank signed an agreement last year to establish a framework of cooperation between Buna, a cross-border payment system operated by Arab Regional Payments Clearing and Settlement Organization (ARPCSO) and owned by AMF, and Raast, a Pakistani instant payment system for real-time settlement of small-value retail payments, including inter-bank peer-to-peer and person-to-merchant transactions.

PSX Volume and KSE100 Index



Top Contributors in KSE100 Index

Companies	Index Contribution
Bullish Companies	
OGDC	340.5
PPL	221.1
HUBC	216.4
SYS	201.4
MEBL	194.8
	1,174.1

Bearish Companies

PSEL	(56.5)
NESTLE	(20.0)
COLG	(15.0)
FATIMA	(10.8)
AKBL	(9.5)
	(111.9)

Sectors

Sectors	Index Contribution
Bullish Sectors	
Oil & Gas Exploration Companies	622.7
Commercial Banks	512.8
Technology & Communication	355.1
Fertilizer	255.1
Power Generation & Distribution	254.0
	1,999.7

Bearish Sectors

Miscellaneous	(25.6)
Chemical	(16.2)
Automobile Parts & Accessories	(6.2)
Textile Spinning	(3.3)
Vanaspati & Allied Industries	(0.2)
	(51.5)



Best Investment Bank: 2022



Best Equity Advisor: 2021



Excellence Award Leading
Brokerage House for RDA 2021



Best Money Market
Broker- (Islamic) 2021

AHL Universe - Recommendation Summary

Code	Company	Price 23-Feb-24	TP Dec-24	Total Return (%)	Stance	EPS (PKR)			DPS (PKR)			P/E (x)		DY (%)		P/B (x)		ROE (%)		Indices	
						2023	2024	2025	2023	2024	2025	2023	2024	2023	2024	2023	2024	2023	2024		
Exploration & Production																					
PPL	Pakistan Petroleum Ltd.	109.1	129.61	18.8	Buy	37.4	39.5	37.4	2.50	3.50	3.50	2.9	2.8	2.3	3.2	0.5	0.5	20.9	18.3	KSE100, KSE30, KMI & MSCI	
OGDC	Oil and Gas Dev Co.	125.2	165.6	32.3	Buy	52.2	45.2	43.5	8.55	9.00	8.75	2.4	2.8	6.8	7.2	0.5	0.4	22.9	17.0	KSE100, KSE30, KMI & MSCI	
POL	Pakistan Oilfields Ltd.	409.8	554.82	35.4	Buy	128.4	120.4	110.8	80.00	76.00	70.00	3.2	3.4	19.5	18.5	1.7	1.6	61.4	49.2	KSE100, KSE30 & MSCI	
MARI	Mari Petroleum Ltd	2,266.7	2,711.4	19.6	Buy	420.7	553.3	609.1	147.00	235.00	280.00	5.4	4.1	6.5	10.4	1.8	1.4	37.5	38.9	KSE100, KSE30, KMI & MSCI	
Commercial Banks																					
UBL	United Bank Ltd.*	188.8	276.0	46.2	Buy	45.0	56.1	52.3	44.00	42.00	39.00	4.2	3.4	23.3	22.2	1.0	0.9	24.1	28.7	KSE100, KSE30 & MSCI	
BAFL	Bank Alfalah*	51.6	69.1	33.9	Buy	23.2	25.9	23.9	8.00	8.00	7.00	2.2	2.0	15.5	15.5	0.6	0.5	32.0	29.1	KSE100 & MSCI	
MCB	MCB Bank Ltd.*	191.8	294.1	53.3	Buy	54.9	61.4	58.7	30.00	34.00	33.00	3.5	3.1	15.6	17.7	1.0	0.9	31.4	30.9	KSE100, KSE30 & MSCI	
HBL	Habib Bank Ltd.*	113.8	158.3	39.1	Buy	40.8	50.2	43.5	9.75	12.00	10.00	2.8	2.3	8.6	10.5	0.5	0.4	19.4	20.3	KSE100, KSE30 & MSCI	
ABL	Allied Bank Ltd.*	87.0	148.8	71.1	Buy	36.1	38.6	33.3	12.00	14.00	12.00	2.4	2.3	13.8	16.1	0.6	0.5	29.0	26.3	KSE100	
NBP	National Bank of Pakistan.*	27.2	47.6	75.3	Buy	25.0	26.0	22.4	-	3.00	2.00	1.1	1.0	-	11.0	0.2	0.1	15.9	14.6	KSE100	
AKBL	Askari Bank Ltd.*	22.7	33.7	48.4	Buy	14.8	15.0	13.8	2.50	5.00	4.00	1.5	1.5	11.0	22.0	0.4	0.3	26.1	22.1	KSE100	
BOP	The Bank of Punjab*	6.2	7.9	26.3	Buy	3.4	3.2	2.9	1.00	0.75	0.50	1.8	1.9	16.0	12.0	0.3	0.2	15.9	13.4	KSE100 & MSCI	
MEBL	Meezan Bank Ltd.*	182.0	240.0	31.9	Buy	47.7	57.7	54.9	20.00	24.00	22.00	3.8	3.2	11.0	13.2	1.9	1.4	58.7	50.7	KSE100, KSE30 & KMI	
FABL	Faysal Bank Ltd.*	32.4	53.4	64.5	Buy	13.3	16.1	14.9	4.00	6.00	6.00	2.4	2.0	12.3	18.5	0.6	0.5	26.6	27.9	KSE100, KMI & MSCI	
Fertilizer																					
ENGRO	Engro Corporation*	313.8	372.1	18.6	Buy	63.2	76.0	85.6	54.00	61.00	69.00	5.0	4.1	17.2	19.4	0.5	0.5	12.1	12.2	KSE100, KSE30, KMI & MSCI	
FFBL	Fauji Fert. Bin Qasim	25.4	29.9	17.7	Buy	3.4	4.6	5.5	1.00	1.00	1.00	7.4	5.5	3.9	-	1.3	1.0	18.3	20.8	KSE100, KMI & MSCI	
EFERT	Engro Fertilizer	135.2							Under Review											KSE100, KSE30, KMI & MSCI	
FFC	Fauji Fertilizer Co.	113.2	152.3	34.5	Buy	23.3	27.7	28.3	15.49	21.00	22.00	4.9	4.1	13.7	18.5	2.5	2.2	54.6	56.7	KSE100, KSE30 & MSCI	
FATIMA	Fatima Fertilizer Co.	35.2	na	na	na	na	na	na	na	na	na	Group Company: No estimates are given								KSE100 & KMI	
AHCL	Arif Habib Corp. Ltd.	35.6	na	na	na	8.4	na	na	-	na	na	Group Company: No estimates are given								KSEALL	
Cement																					
LUCK	Lucky Cement Ltd.*	728.6	1,148.9	57.7	Buy	166.4	217.6	232.7	18.00	20.00	43.00	4.4	3.3	2.5	2.7	0.8	0.7	21.2	21.8	KSE100, KSE30, KMI & MSCI	
FCCL	Fauji Cement Co.	17.8	35.0	96.4	Buy	3.0	3.8	7.0	-	-	2.00	5.9	4.6	-	-	0.7	0.6	12.1	13.5	KSE100, KMI & MSCI	
ACPL	Attock Cement Ltd.	86.4	155.1	79.6	Buy	11.0	22.2	30.4	6.00	10.00	12.00	7.8	3.9	6.9	11.6	0.2	0.2	4.0	4.9	KSEALL, KMI & MSCI	
DGKC	D.G. Khan Cement Co.	67.6	98.7	46.0	Buy	(8.3)	9.8	16.2	-	-	4.00	(8.1)	6.9	-	-	0.5	0.4	(5.4)	6.5	KSE100, KSE30, KMI & MSCI	
KOHC	Kohat Cement Co.	212.0	322.1	51.9	Buy	29.7	38.6	37.3	-	11.58	11.18	7.1	5.5	-	5.5	1.3	1.0	19.4	20.8	KSE100, KMI & MSCI	
MLCF	Maple Leaf Cement.*	37.7	59.4	57.3	Buy	5.4	6.7	8.2	-	2.00	3.00	7.0	5.6	-	5.3	0.9	4.2	13.2	26.5	KSE100, KMI & MSCI	
POWER	Power Cement	5.5	na	na	na	0.2	na	na	-	na	na	Group Company: No estimates are given								KMI	
Oil & Gas Marketing																					
PSO	Pakistan State Oil	163.5	258.8	58.3	Buy	12.1	65.9	73.7	7.50	10.00	12.00	13.6	2.5	4.6	6.1	0.4	0.3	2.6	13.7	KSE100, KSE30, KMI & MSCI	
APL	Attock Petroleum Ltd.	379.19	398.20	5.0	Hold	100.2	97.3	110.6	27.50	57.50	67.50	3.8	3.9	7.3	15.2	1.0	0.9	30.2	25.4	KSE100 & KMI	
SNGP	Sui Northern Gas Pipeline Ltd.	66.4	84.3	27.0	Buy	18.8	23.3	25.6	8.00	7.00	8.00	3.5	2.8	12.1	10.5	0.9	0.7	149.7	249.7	KSE100, KSE30, KMI & MSCI	
Automobile Assemblers																					
PSMC	Pak Suzuki Motor Co.	609.0							Coverage Restricted due to Advisory Mandate												KSE100 & KMI
INDU	Indus Motor Co.	1,488.3	1,571.0	5.6	Hold	123.0	186.1	227.1	71.80	109.00	133.00	12.1	8.0	4.8	7.3	1.9	1.8	16.9	23.2	KSE100	
HCAR	Honda Atlas Cars (Pak)	221.7	248.1	11.9	Hold	1.8	13.6	24.0	-	5.00	11.00	121.7	16.3	-	2.3	1.6	1.5	1.3	9.7		KSE100 & KMI
MTL	Millat Tractors Ltd.	563.2	661.2	17.4	Buy	17.6	48.6	59.0	25.00	49.00	53.00	32.0	11.6	4.4	8.7	14.0	14.1	45.8	121.4	KSE100, KSE30, KMI & MSCI	
Power Generation & Distribution																					
HUBC	Hub Power Company*	111.6	170.7	52.9	Buy	44.4	53.4	57.5	30.00	30.00	24.25	2.5	2.1	26.9	26.9	0.9	0.7	40.6	39.4	KSE100, KSE30, KMI & MSCI	
NCPL	Nishat Chu. Power Ltd.	25.6	29.6	15.5	Buy	10.8	12.7	10.3	-	4.00	2.75	2.4	2.0	-	15.6	0.4	0.3	16.4	18.1	KMI & MSCI	
NPL	Nishat Power Ltd.	31.0	35.8	15.2	Buy	11.6	13.6	9.9	7.00	6.00	4.00	2.7	2.3	22.6	19.3	0.4	0.3	14.1	15.4	KSEALL & MSCI	
Textile Composite																					
NML	Nishat Mills Ltd.	70.3	107.3	52.7	Buy	34.6	41.3	44.4	5.00	6.00	6.50	2.0	1.7	7.1	8.5	0.3	0.2	14.4	15.2	KSE100, KMI & MSCI	
NCL	Nishat (Chunian) Ltd.	26.0	39.0	50.2	Buy	(4.2)	10.8	11.5	-	4.00	4.00	(6.2)	2.4	-	15.4	0.3	0.3	(4.4)	12.1	KSEALL	
ILP	Interloop Ltd.	71.5	99.2	38.8	Buy	14.4	16.2	20.1	5.00	5.50	8.00	5.0	4.4	7.0	7.7	2.3	1.7	52.2	44.3	KSE100 & KMI	
Chemicals																					
LOTCHEM	Lotte Chemical Pak Ltd.	18.50	27.90	50.8	Buy	4.5	4.5	4.9	3.50	2.00	2.50	4.1	4.1	18.9	10.8	1.1	1.0	28.8	25.6	KSE100 & KMI	
EPCL	Engro Polymer & Chem.	44.3	56.8	28.2	Buy	6.6	8.6	10.6	5.50	6.00	7.50	6.7	5.1	12.4	13.5	1.5	1.4	22.1	27.8	KSE100, KSE30 & KMI	
LCI	Lucky Core Industries Ltd.	768.9	937.1	21.9	Buy	191.1	86.8	113.1	43.00	40.00	50.00	4.0	8.9	5.6	5.2	1.6	1.1	45.7	14.6	KSE100 & KMI	
Leather & Tanneries																					
SGF	Service Global Footwear Ltd.	54.74	76.40	39.6	Buy	4.9	8.8	14.3	3.00	3.50	5.50	11.2	6.2	5.5	6.4	1.7	1.5	15.9	25.6	KMI	
Engineering																					
ASTL	Amreli Steels Ltd.	21.9	27.4	24.9	Buy	(2.3)	1.5	5.7	-	-	2.00	(9.6)	14.6	-	-	0.4	0.4	(4.6)	3.0	KSEALL	
AGHA	Agha Steel Industries Ltd.	11.6							Under Review												KMI
ASL	Aisha Steel Mills Ltd.	7.4	na	na	na	(3.5)	na	na	-	na	na	Group Company: No estimates are given									KSEALL
Technology & Communication																					
SYS	Systems Ltd.	408.6	614.0	50.2	Buy	31.7	35.7	43.1	5.00	6.75	12.50	12.9	11.5	1.2	1.7	3.6	2.8	33.3	27.5	KSE100, KSE30, KMI & MSCI	

Source: Bloomberg, AHL Research, *Earnings Consolidated Basis

Pakistan Weekly Update

Pakistan
Stock Market



February 23, 2024

AHL Universe - Performance

Code	Closing	WoW (%)	MTD (%)	CYTD (%)	90-Days		180-Days		365-Days	
					High	Low	High	Low	High	Low
OGDC	125.21	16.01	(7.44)	11.35	155.57	105.09	155.57	88.95	155.57	70.52
PSO	163.47	15.79	(0.10)	(7.49)	217.22	141.18	217.22	103.66	217.22	93.36
HCAR	221.65	13.20	(3.18)	3.71	281.91	195.80	281.91	102.63	281.91	82.41
PPL	109.07	11.04	(4.37)	(5.18)	133.79	91.58	133.79	64.82	133.79	55.25
SNGP	66.38	8.98	1.70	(9.71)	79.07	60.64	79.07	41.02	79.07	37.35
SGF	54.74	8.65	7.33	(9.25)	60.32	41.67	60.32	28.65	60.32	23.03
HUBC	111.61	6.75	1.49	(1.24)	119.39	104.55	119.39	66.92	119.39	53.37
BOP	6.24	6.12	0.65	(3.70)	7.57	5.04	7.57	3.42	7.57	3.19
DGKC	67.61	5.48	(5.02)	(12.65)	82.50	64.10	82.50	41.54	82.50	39.44
FABL	32.43	5.43	0.62	(0.46)	33.85	27.32	33.85	20.42	33.85	18.37
MLCF	37.73	5.19	(1.02)	(3.06)	42.71	35.87	42.71	27.05	42.71	23.81
APL	379.19	4.95	(2.91)	2.87	412.21	334.28	412.21	262.16	412.21	262.16
FCCL	17.82	4.89	(0.28)	(5.81)	20.51	16.83	20.51	10.54	20.51	10.54
KOHC	211.97	4.67	(1.76)	(9.50)	249.06	194.43	249.06	151.84	249.06	137.73
ACPL	86.38	4.65	(3.68)	(7.74)	104.52	82.54	104.52	71.15	104.52	47.28
MTL	563.20	4.40	7.46	(3.11)	655.84	518.27	655.84	403.21	655.84	313.47
NCPL	25.60	4.32	(3.40)	(8.47)	32.23	23.59	32.23	17.91	32.23	13.60
EFERT	135.17	4.07	10.68	20.44	135.17	97.90	135.17	70.50	135.17	68.98
UBL	188.81	3.82	3.71	6.17	190.05	169.14	190.05	129.39	190.05	79.04
NML	70.31	3.81	(6.27)	(8.36)	83.64	67.73	83.64	53.08	83.64	47.08
FML	92.00	3.72	(2.61)	1.94	94.68	82.01	94.68	65.88	94.68	50.81
AGHA	11.56	3.68	(6.02)	(18.76)	16.07	11.03	16.16	9.19	16.16	9.11
FFC	113.23	3.64	(0.21)	0.04	120.77	109.06	120.77	87.50	120.77	87.13
LCI	768.90	3.59	2.50	2.27	778.60	656.82	778.60	535.23	778.60	471.25
LUCK	728.56	3.57	(0.74)	(7.42)	818.48	699.89	818.48	514.35	818.48	379.99
HBL	113.77	3.37	2.33	2.64	129.52	108.00	129.52	87.89	129.52	63.87
ITTEFAQ	6.64	3.27	(7.52)	(14.76)	8.62	6.27	8.62	4.75	8.62	4.20
MARI	2,266.70	3.11	4.72	12.89	2,427.97	1,635.84	2,427.97	1,464.30	2,427.97	1,328.69
MCB	191.79	2.89	7.12	11.15	191.79	163.90	191.79	119.02	191.79	93.75
ILP	71.46	2.79	3.09	(0.75)	75.25	64.35	75.25	35.17	75.25	28.44
KAPCO	29.14	2.79	(0.85)	2.50	31.99	27.52	31.99	19.19	31.99	16.48
INDU	1,488.34	2.60	2.54	25.19	1,548.08	1,129.56	1,548.08	856.70	1,548.08	802.47
ENGRO	313.81	2.59	(1.21)	6.41	332.41	285.32	332.41	236.68	332.41	230.52
BAFL	51.63	2.08	2.26	6.43	53.19	42.96	53.19	37.71	53.19	25.73
NCL	25.99	2.04	(3.95)	0.15	29.99	24.90	29.99	19.98	29.99	19.98
POWER	5.50	1.29	-	(7.72)	6.43	5.19	6.43	3.49	6.43	3.49
HUMNL	6.55	1.24	5.65	(4.38)	8.04	6.20	8.04	5.35	8.04	5.30
ABL	86.95	1.12	1.10	4.76	90.51	81.37	90.51	66.27	90.51	54.88
FFBL	25.40	0.99	(5.12)	(20.38)	32.43	22.33	32.43	12.94	32.43	11.11
ASTL	21.91	0.92	(11.80)	(4.99)	27.53	21.71	27.53	18.29	27.53	14.99
NPL	31.02	0.91	1.67	0.23	33.85	29.31	33.85	19.01	33.85	14.30
POL	409.77	0.33	(0.73)	2.95	425.98	385.43	425.98	351.43	425.98	317.92
AHCL	35.60	0.14	(5.39)	(0.89)	38.79	30.00	38.79	24.35	38.79	23.25
NBP	27.17	(0.59)	(2.27)	(15.38)	37.46	27.08	37.46	21.00	37.46	18.89
LOTCEM	18.50	(1.86)	(6.99)	(31.46)	28.59	18.46	28.59	18.46	29.81	18.46
EPCL	44.33	(2.93)	(6.56)	(4.85)	51.25	43.27	51.25	37.08	51.25	36.41
AKBL	22.71	(3.07)	(3.61)	(8.13)	25.18	21.60	25.18	15.01	25.18	12.12
FATIMA	35.21	(3.08)	5.10	(0.79)	37.01	33.26	37.01	26.01	37.01	24.36

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 (%)	3.9	1.4	3.3	2.6	3.6	3.5	3.4	3.4	2.0	3.0	10.8	-72.0%
P/E (x)	14.2	18.3	8.8	11.9	7.7	14.7	10.3	16.4	9.0	12.3	4.2	-65.8%
P/B (x)	1.9	3.1	1.6	1.4	1.0	1.3	1.1	2.3	0.9	1.6	0.7	-56.6%

Source: Bloomberg, AHL Research

Local & Foreign Investors Portfolio Investment (USD mn)

LIPI Normal

Current Week

Category	Gross Buy	Gross Sell	Net	Net
Individuals	277.16	283.35	SELL	(6.19)
Companies	15.20	16.70	SELL	(1.50)
Banks / DFIs	7.68	7.44	BUY	0.24
NBFC	0.11	0.13	SELL	(0.02)
Mutual Funds	8.46	5.12	BUY	3.34
Other Organizations	4.31	3.84	BUY	0.48
Broker Proprietary Trading	69.76	67.42	BUY	2.34
Insurance Companies	1.40	2.98	SELL	(1.58)
Total	384.10	386.98	SELL	(2.88)

Last Week

Category	Gross Buy	Gross Sell	Net	Net
Individuals	223.24	224.75	SELL	(1.51)
Companies	10.46	11.23	SELL	(0.77)
Banks / DFIs	12.29	14.41	SELL	(2.12)
NBFC	0.15	0.10	BUY	0.06
Mutual Funds	13.82	10.86	BUY	2.95
Other Organizations	2.23	3.15	SELL	(0.91)
Broker Proprietary Trading	47.55	53.43	SELL	(5.88)
Insurance Companies	5.76	2.82	BUY	2.95
Total	315.51	320.75	SELL	(5.23)

LIPI Sector Wise

Current Week

Sector	Gross Buy	Gross Sell	Net	Net
Commercial Banks	23.90	25.42	SELL	(1.53)
Fertilizer	13.82	13.38	BUY	0.43
Cement	15.89	15.49	BUY	0.41
Power Generation & Distribution	14.80	14.71	BUY	0.08
Exploration & Production	86.53	87.00	SELL	(0.47)
Oil & Gas Marketing Companies	26.56	26.46	BUY	0.10
Food and Personal Care Products	13.85	13.77	BUY	0.08
Textile Composite	3.70	3.00	BUY	0.70
Technology and Communication	66.57	65.54	BUY	1.03
Debt	0.46	0.46	SELL	0.00
All other Sectors	118.38	122.10	SELL	(3.72)
Total	384.46	387.35	SELL	(2.88)

Last Week

Sector	Gross Buy	Gross Sell	Net	Net
Commercial Banks	19.54	19.34	BUY	0.20
Fertilizer	16.09	17.01	SELL	(0.92)
Cement	16.75	16.11	BUY	0.64
Power Generation & Distribution	15.91	16.72	SELL	(0.81)
Exploration & Production	100.95	103.12	SELL	(2.17)
Oil & Gas Marketing Companies	27.57	28.03	SELL	(0.46)
Food and Personal Care Products	6.64	7.55	SELL	(0.91)
Textile Composite	1.33	1.35	SELL	(0.02)
Technology and Communication	25.76	25.40	BUY	0.36
Debt	0.19	0.46	SELL	(0.28)
All other Sectors	84.39	85.54	SELL	(1.15)
Total	315.11	320.62	SELL	(5.23)

FIPI Normal

Current Week

Category	Gross Buy	Gross Sell	Net	Net
Foreign Individuals	2.36	2.31	BUY	0.04
Foreign Corporates	7.16	2.52	BUY	4.64
Overseas Pakistani	20.71	22.51	SELL	(1.80)
Total	30.23	27.34	BUY	2.88

Last Week

Category	Gross Buy	Gross Sell	Net	Net
Foreign Individuals	0.02	0.05	SELL	(0.03)
Foreign Corporates	6.27	4.89	BUY	1.38
Overseas Pakistani	18.81	14.93	BUY	3.88
Total	25.11	19.88	BUY	5.23

FIPI Sector Wise

Current Week

Sector	Gross Buy	Gross Sell	Net	Net
Commercial Banks	3.28	1.76	BUY	1.53
Fertilizer	0.48	0.92	SELL	(0.43)
Cement	1.27	1.67	SELL	(0.41)
Power Generation & Distribution	0.75	0.84	SELL	(0.08)
Exploration & Production	4.75	4.27	BUY	0.47
Oil & Gas Marketing Companies	1.87	1.97	SELL	(0.10)
Food and Personal Care Products	0.98	1.06	SELL	(0.08)
Textile Composite	0.09	0.80	SELL	(0.70)
Technology and Communication	6.23	7.26	SELL	(1.03)
All other Sectors	10.52	6.79	BUY	3.72
Total	30.23	27.34	BUY	2.88

Last Week

Sector	Gross Buy	Gross Sell	Net	Net
Commercial Banks	2.92	3.13	SELL	(0.20)
Fertilizer	1.67	0.75	BUY	0.92
Cement	0.68	1.32	SELL	(0.64)
Power Generation & Distribution	1.52	0.71	BUY	0.81
Exploration & Production	6.71	4.54	BUY	2.17
Oil & Gas Marketing Companies	1.63	1.17	BUY	0.46
Food and Personal Care Products	1.31	0.40	BUY	0.91
Textile Composite	0.10	0.07	BUY	0.02
Technology and Communication	2.69	3.05	SELL	(0.36)
All other Sectors	5.87	4.72	BUY	1.15
Total	25.11	19.88	BUY	5.23

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

Country	Index	Index Closing*	WTD (%)	MTD (%)	CY24TD (%)	Country	Index	Index Closing*	WTD (%)	MTD (%)	CY24TD (%)
Poland	WIG20 Index	2,474	5.4	8.7	4.1	Thailand	SET Index	1,398	0.6	0.6	(6.4)
Pakistan	KSE100 Index	62,816	4.9	1.4	1.5	Argentina	MERVAL Index	1,076,030	0.6	(15.9)	11.6
Croatia	CRO Index	2,800	4.1	4.8	8.1	Turkey	XU100 Index	9,382	0.6	7.8	19.4
Slovenia	SBITOP Index	1,426	3.8	7.4	11.3	Philippines	PCOMP Index	6,913	0.5	4.2	6.0
China	SHSZ300 Index	3,490	3.7	8.1	0.3	Iceland	ICEXI Index	2,271	0.4	(3.1)	5.8
Ireland	ISEQ Index	9,613	3.5	4.5	7.4	Bulgaria	SOFIX Index	785	0.4	(0.5)	0.4
Italy	FTSEMIB Index	32,581	3.1	5.7	5.0	Portugal	PSI20 Index	6,190	0.3	(2.3)	(5.3)
Mauritius	SEMDEX Index	2,052	2.9	(1.1)	(2.4)	Denmark	KFX Index	2,595	0.3	6.3	11.2
Kazakhstan	KZKAK Index	4,716	2.9	10.3	13.9	Netherland	AEX Index	857	0.3	4.5	6.5
France	CAC Index	7,953	2.9	3.7	3.2	UK	UKX Index	7,685	0.2	0.4	(1.3)
Europe	SX5E Index	4,868	2.6	4.5	5.4	Australia	AS51 Index	7,644	0.2	(0.9)	(3.3)
Spain	IBEX Index	10,089	2.5	(0.1)	(2.3)	Canada	SPTSX Index	21,318	0.2	0.7	(0.4)
Romania	BET Index	16,025	2.5	3.1	2.0	Finland	HEX Index	9,868	(0.1)	(3.1)	(4.4)
Hong Kong	HSI Index	16,726	2.3	7.9	(2.1)	Austria	ATX Index	3,386	(0.1)	(2.2)	(3.5)
Serbia	BELEX15 Index	930	2.2	5.8	3.9	Jordan	JOSMGNFF Index	2,465	(0.3)	(0.6)	1.7
Tunisia	TUSISE Index	8,497	2.1	0.8	(4.5)	Vietnam	VNIndex Index	1,212	(0.3)	3.2	5.6
Germany	DAX Index	17,378	2.0	2.6	1.5	Indonesia	JCI Index	7,295	(0.3)	2.2	(1.1)
Sweden	OMX Index	2,426	1.9	3.4	(1.4)	Mexico	MEXBOL Index	57,149	(0.4)	(0.0)	(1.4)
USA	NDX Index	18,005	1.8	5.1	7.0	Lithuania	VILSE Index	951	(0.5)	(1.4)	(1.7)
Brazil	IBOV Index	130,241	1.7	1.7	(4.7)	Mongolia	MSETOP Index	44,724	(0.5)	8.3	9.3
Latvia	RIGSE Index	1,343	1.7	(1.7)	(1.6)	Ghana	GGSECI Index	3,186	(0.6)	(1.3)	(3.1)
USA	SPX Index	5,087	1.6	5.0	6.7	Ukraine	PFTS Index	507	(0.8)	(2.1)	(0.6)
Hungary	BUX Index	66,308	1.5	2.1	5.4	Dubai	DFMGI Index	4,226	(0.8)	1.4	4.1
Qatar	DSM Index	10,303	1.4	2.0	(2.8)	Bahrain	BHSEASI Index	2,050	(0.8)	(0.8)	4.5
Japan	NKY Index	39,099	1.3	4.7	9.3	Belgium	BEL20 Index	3,702	(1.0)	2.0	0.4
Egypt	EGX30 Index	29,310	1.3	3.6	18.8	Belgium	BEL20 Index	3,702	(1.0)	2.0	0.4
Czech Republic	PX Index	1,495	1.3	0.6	0.8	Norway	OBXP Index	554	(1.0)	(1.4)	(7.1)
Switzerland	SMI Index	11,440	1.2	(1.4)	(2.1)	Singapore	FSSTI Index	3,185	(1.0)	0.5	(3.6)
Sri Lanka	CSEALL Index	10,655	1.2	4.9	4.3	Oman	MSM30 Index	4,571	(1.3)	0.2	1.9
Saudi Arabia	SASEIDX Index	12,634	1.2	7.1	5.9	Uae	ADSMI Index	9,280	(1.6)	(2.4)	(3.1)
USA	INDU Index	39,069	1.1	2.4	3.7	South Africa	JALSH Index	73,882	(1.8)	(4.1)	(9.0)
Greece	ASE Index	1,415	1.1	3.2	7.1	Luxembourg	LUXXX Index	1,499	(2.0)	(0.6)	(3.8)
New Zealand	NZSE Index	1,768	1.1	(0.5)	(2.8)	Chile	IPSA Index	6,238	(2.7)	(0.8)	(9.5)
Malaysia	FBMKLCI Index	1,549	1.1	1.4	2.3	Russia	IMOEX Index	3,142	(3.7)	(5.5)	(2.4)
India	SENSEX Index	73,143	1.0	2.0	1.6	Russia	RTSI\$ Index	1,064	(3.9)	(5.4)	(1.8)
Estonia	TALSE Index	1,776	1.0	0.1	(1.7)	Lebanon	BLOM Index	1,786	(5.5)	(6.3)	(10.5)
Kenya	NSEASI Index	93	0.9	10.4	8.1	Nigeria	NGSEINDX Index	101,253	(7.0)	(41.9)	(20.4)
Taiwan	TWSE Index	18,889	0.9	4.7	2.1	Zimbabwe	ZHIALLSH Index	502,145	(7.6)	(30.7)	7.7
South Korea	KOSPI Index	2,668	0.8	6.7	(2.8)						

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

Key Economic Data & Commodities Prices

Month end	Units	Feb-23	Mar-23	Apr-23	May-23	Jun-23	Jul-23	Aug-23	Sep-23	Oct-23	Nov-23	Dec-23	Jan-24	Current*
Money Market Data														
03-M T-Bill	%	19.53	21.60	21.90	22.09	22.65	22.95	23.13	22.46	21.65	21.33	21.28	20.70	21.16
06-M T-Bill	%	19.82	21.32	21.80	22.00	22.87	22.99	23.20	22.81	21.70	21.33	21.37	21.00	21.38
12-M T-Bill	%	19.93	21.39	21.76	22.00	22.93	23.02	23.28	22.90	21.76	21.30	21.32	20.84	21.12
03-Y PIB	%	18.20	18.33	18.30	19.10	19.47	19.46	20.57	19.11	17.82	16.50	16.54	16.73	17.05
05-Y PIB	%	15.80	15.23	15.00	15.10	16.08	16.86	17.22	17.23	15.46	15.90	15.90	15.47	15.71
10-Y PIB	%	15.50	15.22	15.10	15.10	15.32	15.96	16.31	16.12	15.15	14.97	14.91	14.17	14.38
06-M KIBOR	%	20.06	22.03	22.06	22.18	22.97	23.22	23.21	22.95	22.00	21.47	21.49	20.97	21.67
Policy Rate	%	17.00	20.00	21.00	21.00	22.00	22.00	22.00	22.00	22.00	22.00	22.00	22.00	22.00
Inflation (YoY)														
Headline (CPI New Base)	%	31.6	35.4	36.4	38.0	29.4	28.3	27.4	31.4	26.8	29.2	29.7	28.3	28.3
Monetary Sector														
M1	PKR bn	23,131	24,074	24,802	25,017	26,157	25,857	25,964	26,184	26,403	26,717	27,130	n/a	27,130
M2	PKR bn	27,878	28,732	29,433	29,859	31,280	30,966	31,209	31,425	31,722	32,000	32,594	n/a	32,594
M3	PKR bn	31,241	32,070	32,743	33,140	34,545	34,246	34,483	34,287	34,906	35,180	35,741	n/a	35,741
Banking Sector														
Deposits	PKR bn	22,921	23,562	23,429	24,388	25,508	25,702	26,110	26,318	26,398	26,798	27,841	n/a	27,841
Advances	PKR bn	11,723	11,836	12,111	12,072	12,202	11,898	11,775	11,857	11,898	11,964	12,352	n/a	12,352
Investment	PKR bn	18,993	19,236	19,695	20,144	20,896	21,468	22,016	22,622	23,232	24,587	25,280	n/a	25,280
WALR	%	15.5	16.3	17.6	17.7	18.2	18.4	18.9	19.3	19.3	19.3	14.7	n/a	14.7
WADR	%	8.7	8.7	9.7	10.2	10.5	11.3	11.3	11.4	11.6	11.7	8.4	n/a	8.4
Spread	%	6.8	7.5	7.9	7.6	7.7	7.1	7.6	7.9	7.7	7.6	6.3	n/a	6.3
External Sector														
Forex Reserves	USD bn	9.3	9.8	10.0	9.5	9.2	13.5	13.2	12.5	12.0	12.0	13.2	13.3	13.1
With SBP	USD bn	3.8	4.2	4.5	4.1	4.4	8.2	7.8	7.6	7.4	7.4	8.2	8.2	8.0
With Banks	USD bn	5.5	5.6	5.6	5.4	4.7	5.3	5.3	4.9	4.6	4.6	5.0	5.0	5.1
Exchange rate	PKR/USD	261.5	283.7	283.8	285.5	286.0	286.6	305.5	287.7	281.5	285.2	281.9	279.5	279.4
C/A Balance	USD mn	(36.0)	750.0	78.0	220.0	504.0	(775.0)	(160.0)	(46.0)	(184.0)	(15.0)	404.0	(269.0)	(269.0)
Exports	USD bn	2.2	2.4	2.1	2.6	2.1	2.1	2.5	2.5	2.8	2.7	2.8	2.7	2.7
Imports	USD bn	3.9	4.0	3.7	3.8	3.2	4.2	4.0	4.0	4.4	4.4	4.1	4.5	4.5
Trade Balance	USD bn	(1.7)	(1.6)	(1.6)	(1.2)	(1.1)	(2.1)	(1.5)	(1.5)	(1.6)	(1.7)	(1.3)	(1.8)	(1.8)
Remittances	USD bn	2.0	2.5	2.2	2.1	2.2	2.0	2.1	2.2	2.5	2.3	2.4	2.4	2.4
Key Commodities Prices														
International														
Coal	USD/ton	143.1	132.5	127.9	100.2	100.3	102.7	113.1	122.5	120.9	108.0	101.0	95.0	92.2
Steel (HRC)	USD/ton	628.8	636.2	574.0	519.9	531.7	569.1	543.3	532.3	526.8	560.2	574.4	567.0	556.9
PTA	USD/ton	785.0	840.0	875.0	780.0	770.0	825.0	800.0	830.0	790.0	765.0	780.0	800.0	800.0
Gold	USD/oz	1,826.9	1,980.4	1,990.0	1,962.7	1,913.7	1,965.1	1,940.2	1,864.9	1,983.9	2,036.4	2,063.0	2,039.5	2,026.0
Cotton (COTLOOK A)	USd/lb	99.4	96.5	93.2	93.8	89.3	94.9	97.0	98.4	95.0	89.7	91.4	93.3	101.6
Crude oil (WTI)	USD/bbl	77.1	74.4	76.8	68.1	67.7	81.8	83.6	91.7	81.0	76.0	71.7	75.9	77.9
Crude oil (Arab Light)	USD/bbl	83.4	78.8	80.9	74.7	77.8	88.8	90.5	97.7	91.2	87.7	80.4	84.9	82.9
Crude oil (Brent)	USD/bbl	83.9	79.3	79.5	72.7	72.3	85.6	86.9	95.4	87.4	82.8	77.0	81.7	83.0
Local														
Cotton	PKR/maund	20,000.0	18,700.0	20,000.0	20,000.0	17,500.0	17,935.0	20,100.0	17,700.0	17,000.0	17,200.0	17,300.0	20,000.0	22,000.0
Cement	PKR/bag	1,109.9	1,125.8	1,120.9	1,121.4	1,144.7	1,140.8	1,177.0	1,196.1	1,195.9	1,241.3	1,232.5	1,213.0	1,234.2
Gold	PKR/10 grms	166,580	178,160	188,230	197,620	185,270	190,590	207,050	176,270	185,530	186,474	187,930	189,300	189,300

*Current Price

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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 a shareholding in NBP, BOP, FCCL, MLCF and SNGP.