



WEEKLY REVIEW

PAKISTAN EQUITIES

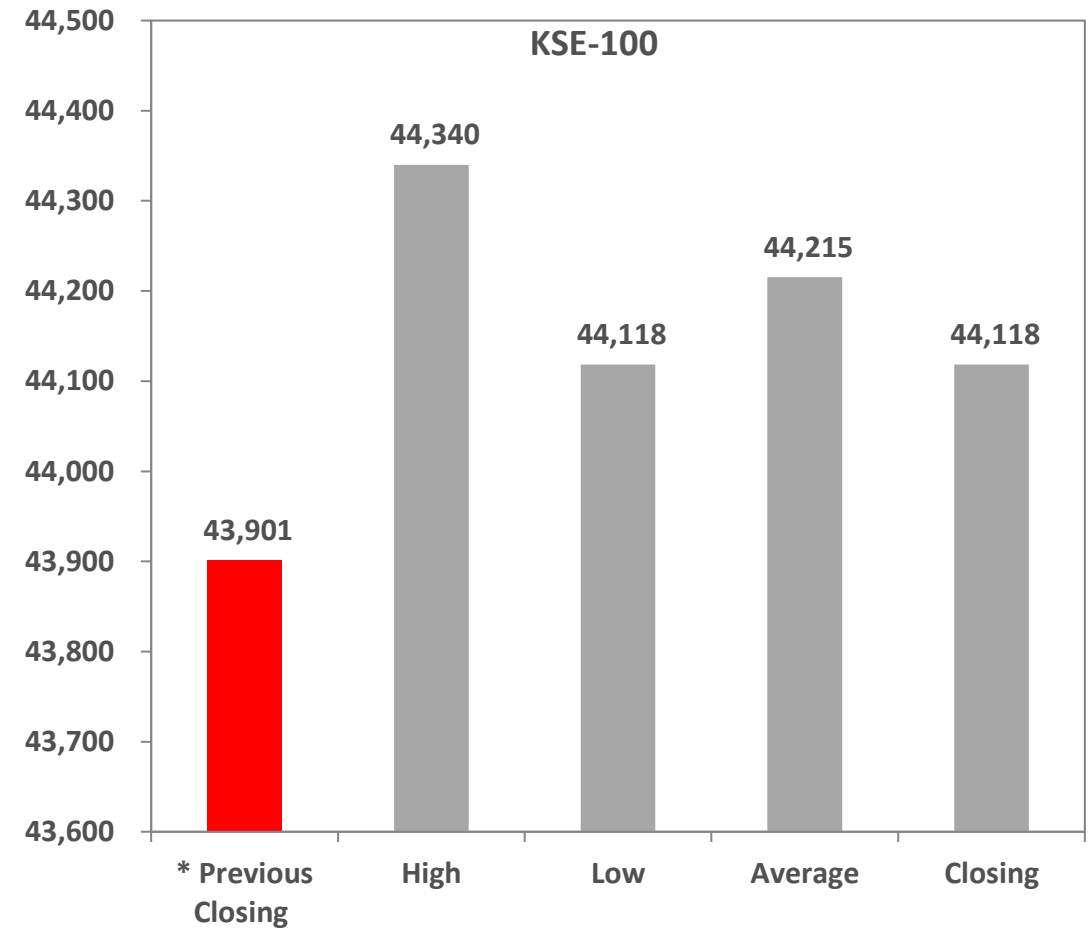
December 24, 2021

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PSX Indices

KSE100 gain 0.5% w/w

PSX Indices	Level	w/w
KSE100	44,118	0.5%
KSE30	17,353	0.3%
KSEALL	30,204	0.6%
KMI30	70,987	-0.2%
KMIALL	21,795	0.5%
OGTi	12,820	-0.4%
BKTI	11,412	0.2%

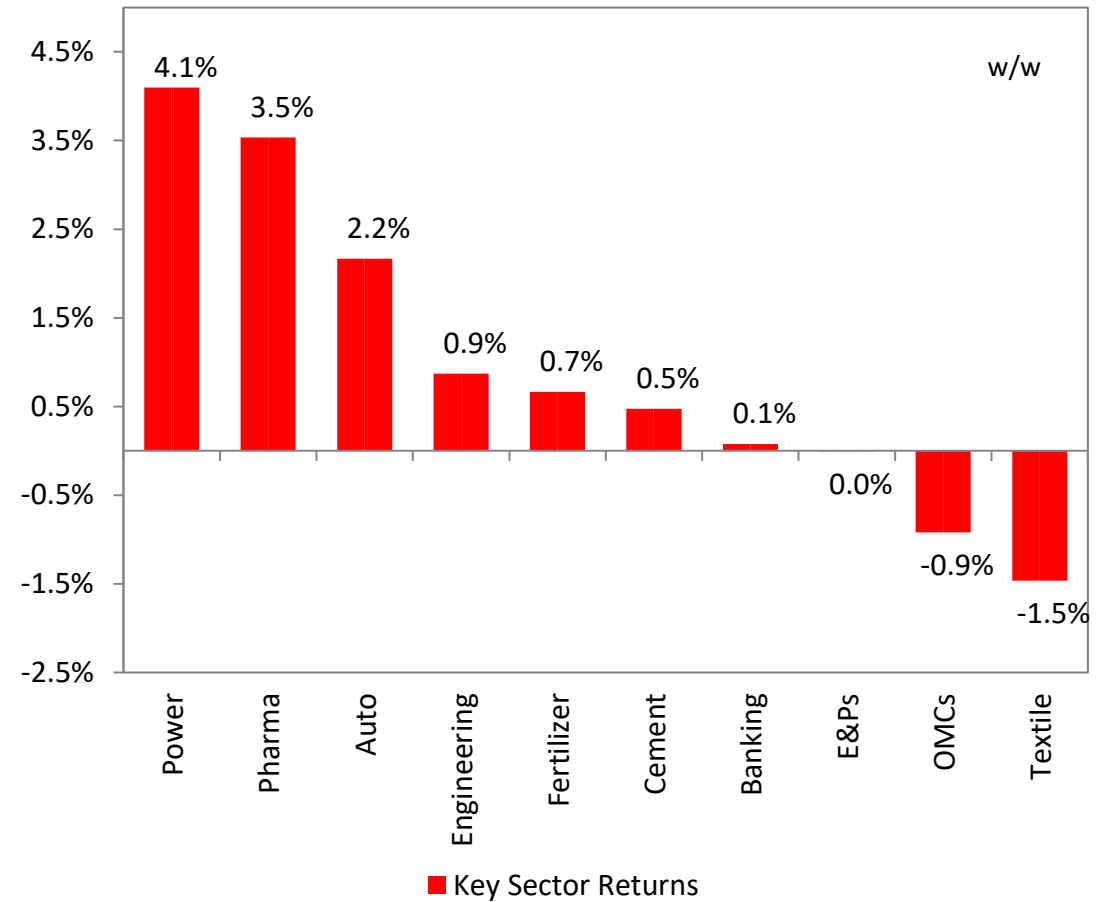
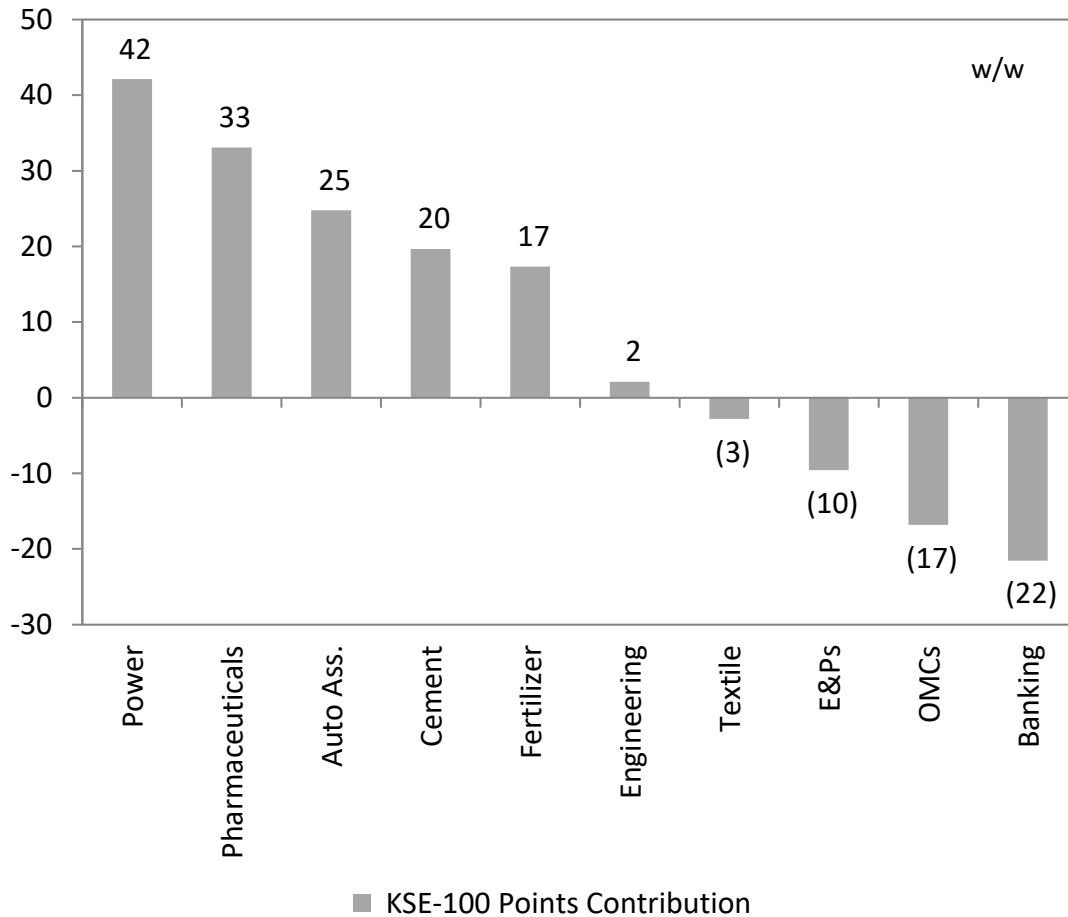


* Last week closing

Source: PSX , Next Research

Power sector add 42 points by KSE100 Index

Textile lost 1.5% w/w



* Cash dividends are not adjusted

Source: PSX , Next Research

Top 10 positive contributors added 309 points to KSE100 Index

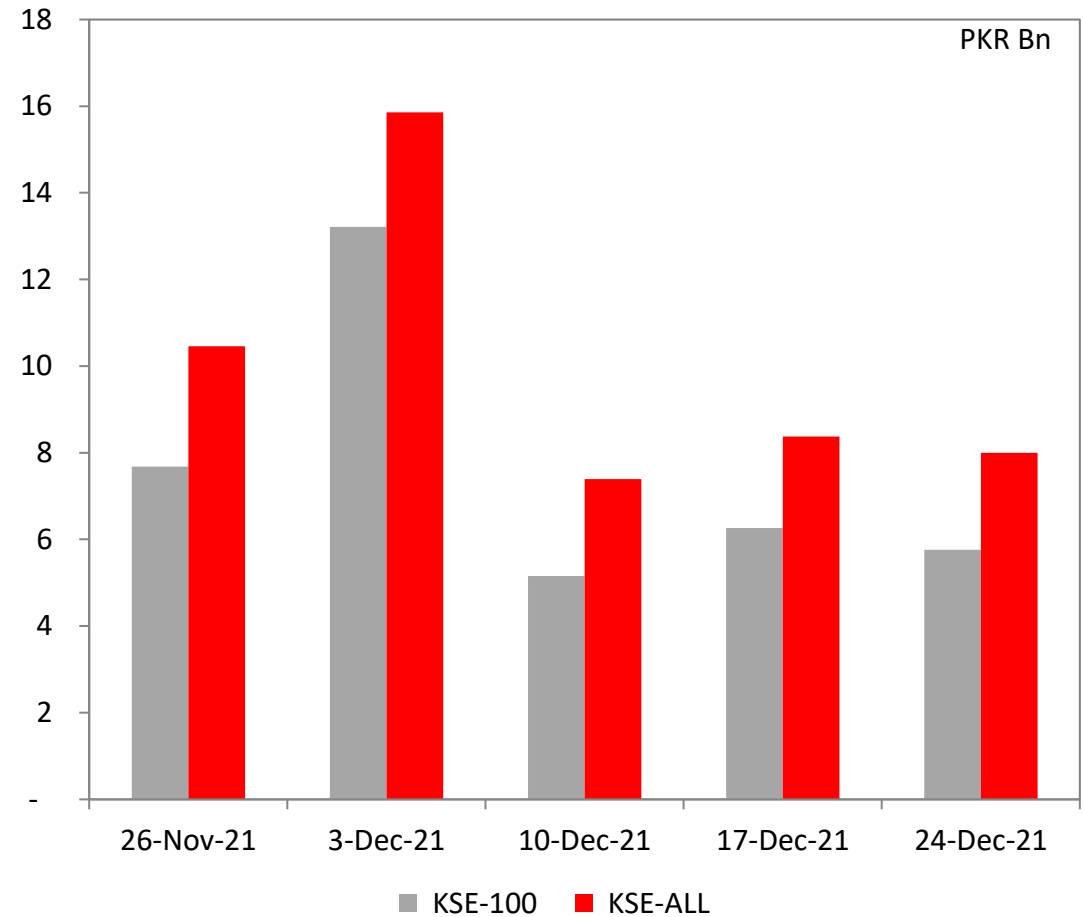
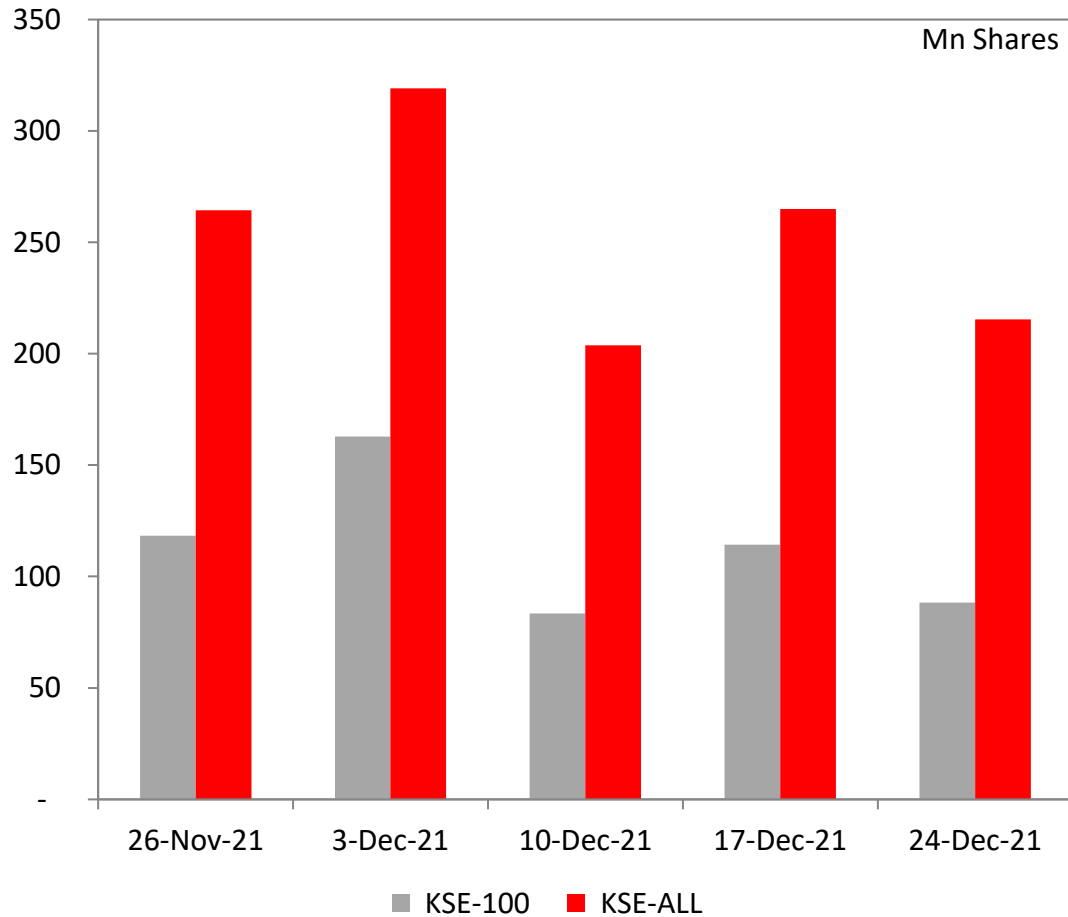
Top 10 negative contributors took 212 points from KSE100 Index

Top 10 Positive Contributors		Top 10 Negative Contributors	
	Index Points		Index Points
TRG	134.31	MEBL	(42.53)
HUBC	33.90	SYS	(28.83)
ABOT	23.58	COLG	(25.77)
OGDC	23.46	HBL	(22.02)
HCAR	22.36	PPL	(21.78)
UNITY	18.31	PSO	(16.68)
MCB	16.35	DAWH	(16.56)
PSX	14.20	MARI	(15.76)
NESTLE	12.09	EPCL	(11.33)
HMB	10.27	NML	(10.91)

Source: PSX , Next Research

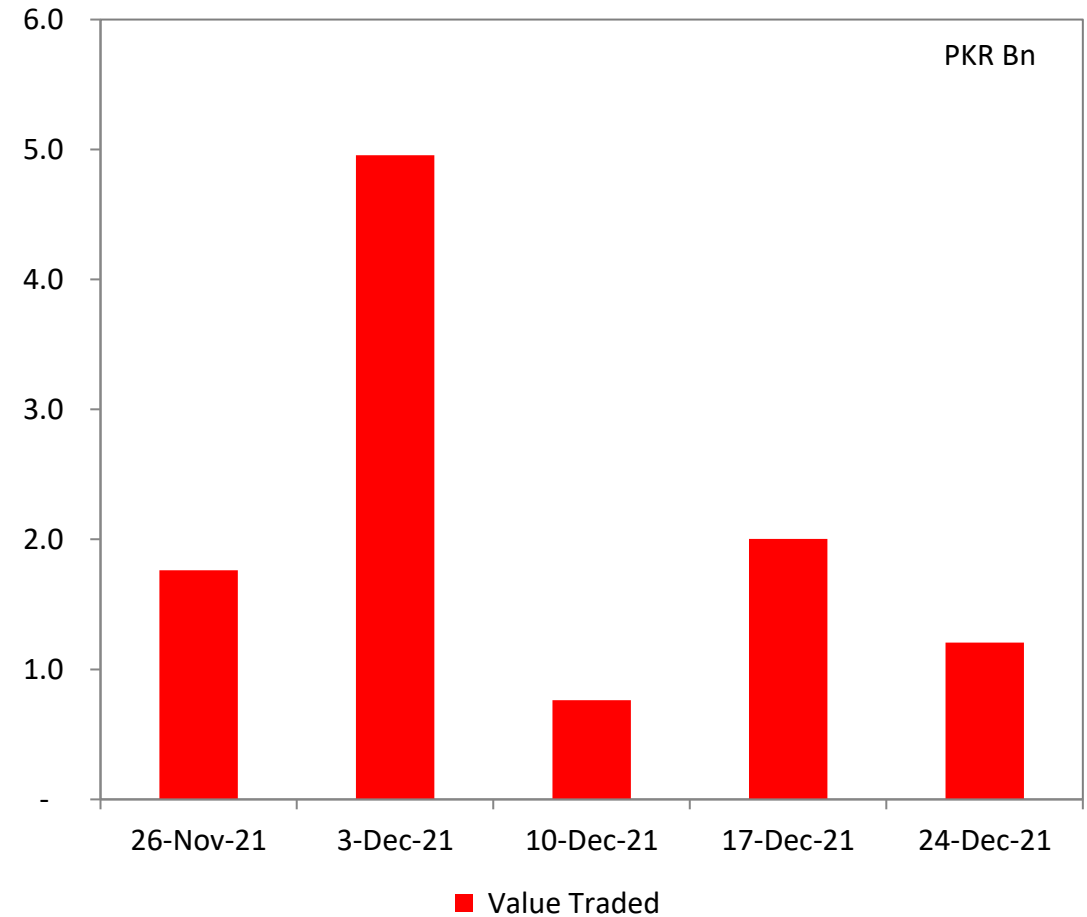
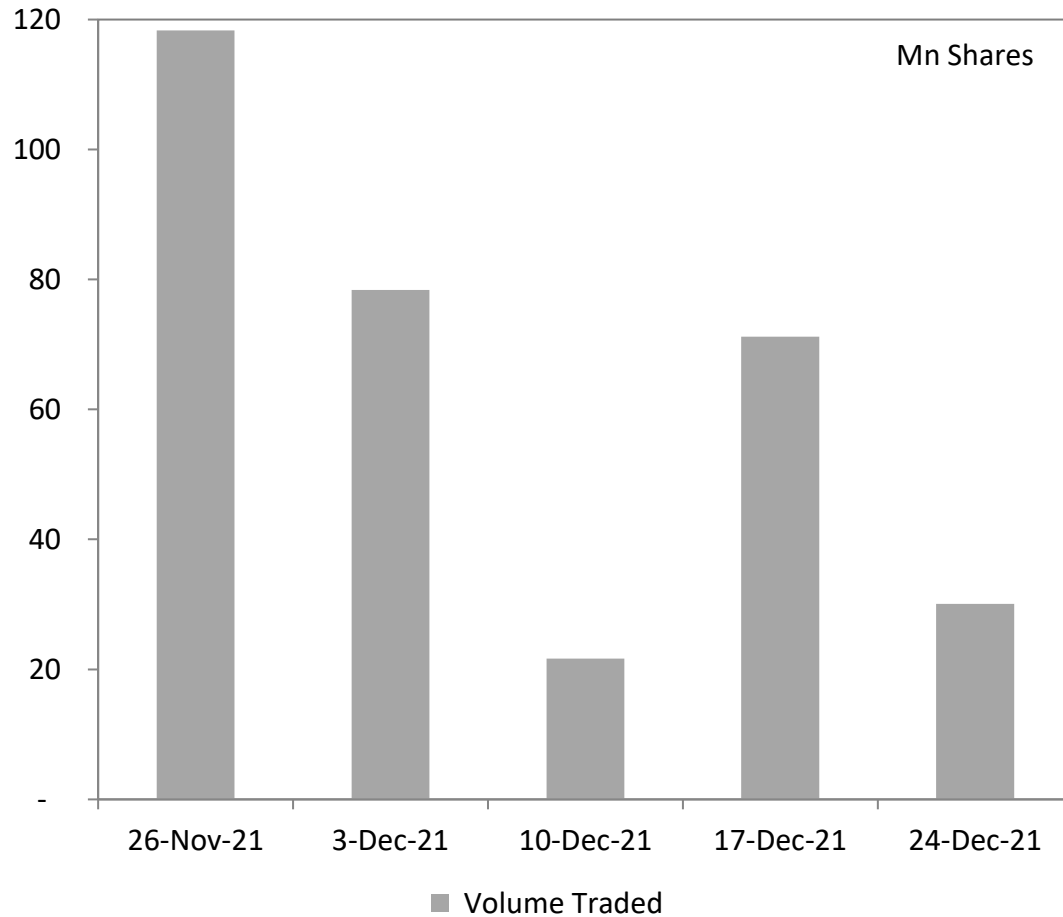
Average volume down 19% w/w

Average value traded down 4% w/w



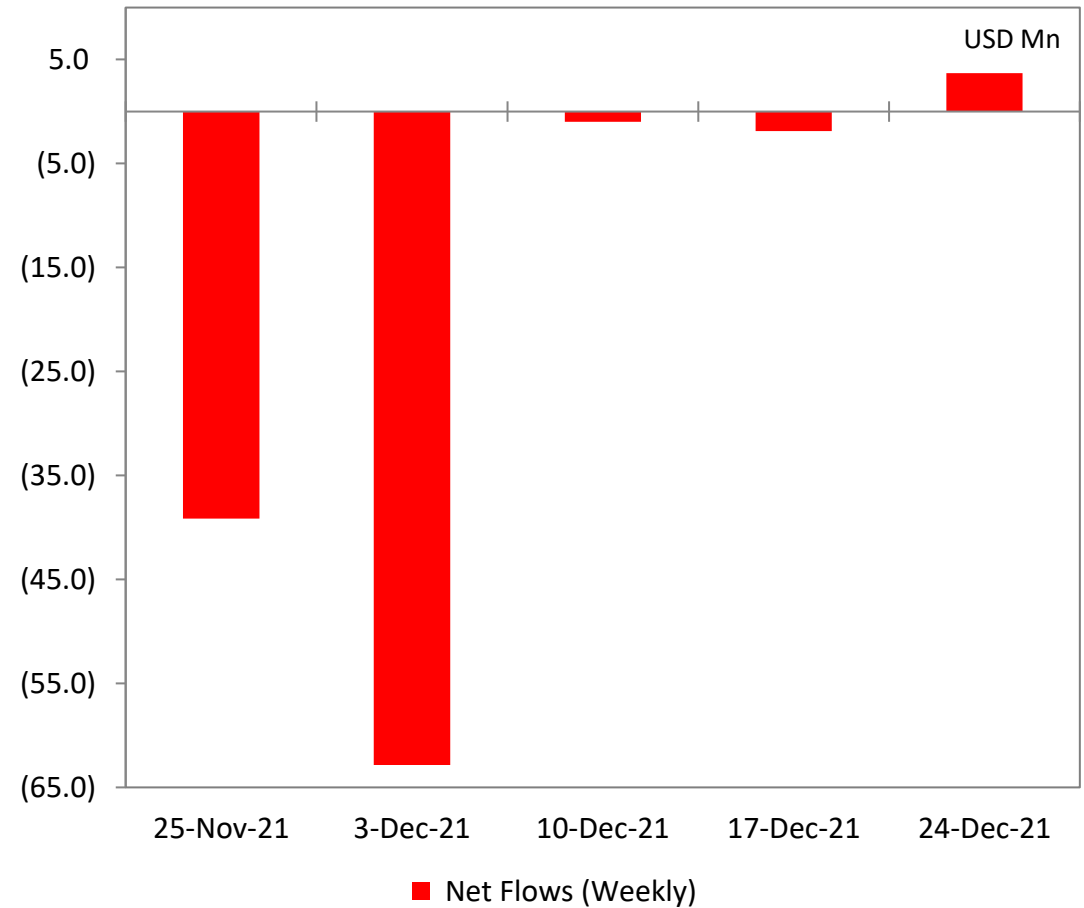
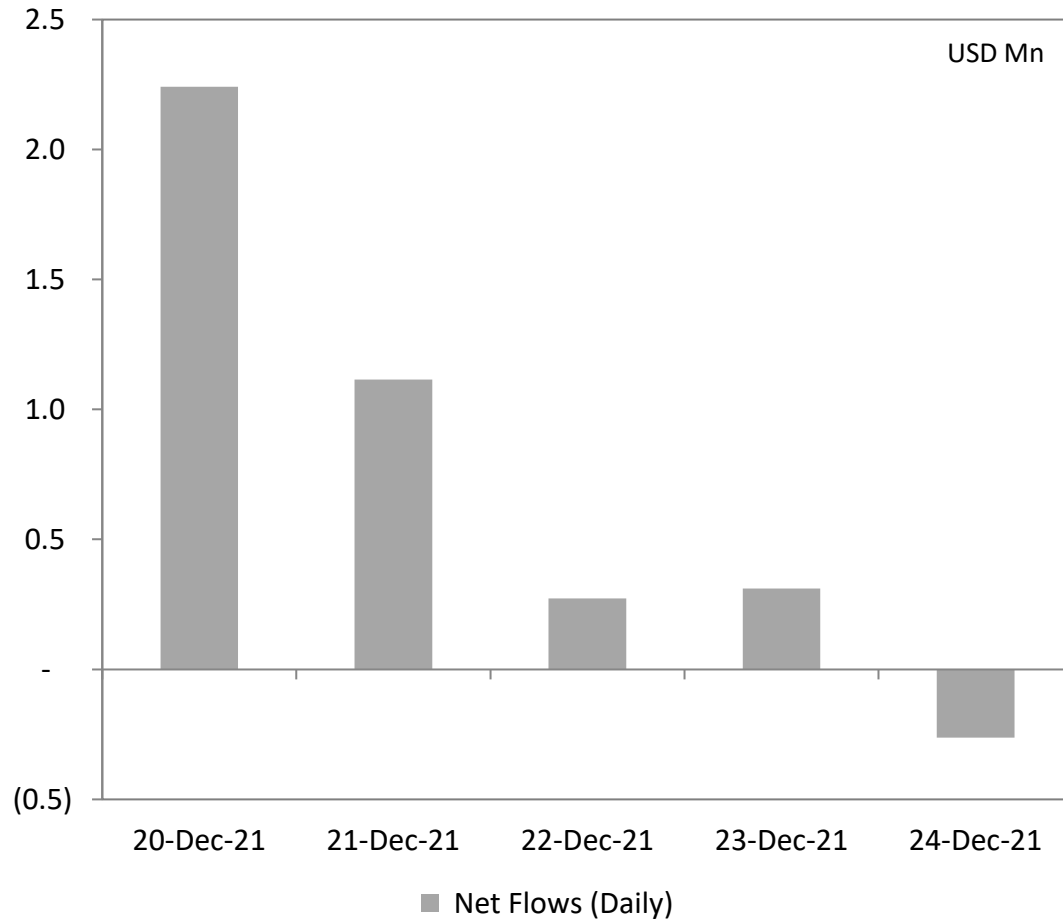
Off-market volume was 30mn shares during the week

Off-market value traded was PKR1.2bn during the week



Foreigners were buyers during the week

Foreign buying stood at USD3.7mn during the week



M. Funds were the largest net sellers

Insurance emerged as the largest net buyer

Weekly Net Flows (USD Mn)	FIPI	Individuals	Banks	Companies	M. Funds	Brokers	Others	Insurance	NBFC
All other Sectors	0.9	(1.5)	(0.6)	0.4	(0.6)	1.2	(0.1)	0.3	0.0
Cement	1.0	(1.9)	0.4	(0.4)	0.5	(0.1)	0.1	0.2	(0.0)
Commercial Banks	(0.2)	(0.4)	(1.4)	2.9	(1.5)	(0.3)	(0.0)	(0.1)	1.0
Fertilizer	2.6	(1.1)	0.1	(0.3)	(0.6)	(0.7)	(0.0)	0.0	0.0
Consumers	(0.0)	0.6	(0.1)	(0.0)	(0.5)	0.5	0.5	(0.9)	(0.0)
Oil and Gas Exploration	(0.3)	(0.4)	(0.0)	1.1	(0.5)	0.1	(0.0)	0.1	(0.0)
Oil and Gas Marketing	0.0	0.4	(0.0)	(0.0)	(0.4)	0.1	0.0	(0.0)	(0.0)
Power	(0.2)	0.3	(0.5)	(0.3)	0.6	0.1	(0.0)	(0.0)	0.0
Technology & Communication	(0.0)	1.3	(0.3)	(1.3)	0.2	(0.5)	(1.9)	2.4	(0.0)
Textile Composite	(0.0)	(0.0)	0.3	(0.0)	(0.6)	0.2	(0.0)	0.1	0.0
Total	3.7	(2.6)	(2.0)	2.1	(3.5)	0.7	(1.5)	2.1	1.1

Source: NCCPL , Next Research

Major News

Current account deficit hits \$7bn in five months

- **Oil rallies on reduced fears of Omicron-induced demand slump (Reuters):** Oil prices bounced in a light-volume session on Thursday on signs that the worst effects of the Omicron variant might be more containable than previously feared, even as countries imposed travel restrictions on surging infection levels. (Friday)
- **SBP reserves fall \$415mn to \$18.15bn (E.Tribune):** The reserves held by the central bank fell 2.23% on a weekly basis, according to data released by the SBP on Thursday. (Friday)
- **GST exemptions, WHT, SBP autonomy bill; Govt to submit 2 bills before Parliament next week (The News):** After shooting down the proposal by the IMF for presenting a mini-budget through ordinances, the govt has decided to submit bills before parliament next week for abolishing GST exempt, raising WHT on the telecom & granting autonomy to the SBP. (Friday)
- **KE's BQPS-III; commissioning of first unit faces delay (BR):** The commissioning of first unit of 450MW of Karachi Electric's 900MW BQPS-III combined cycle plant due in Nov-21, is now expected to start operations in 2022 as delay has been witnessed in some approvals at the level of federal govt due to Covid -19, well informed sources told Business. (Friday)
- **Pakistan, ADB sign agreements worth \$1.5bn for various projects (Dawn):** The federal government and the ADB on Wednesday signed six agreements amounting to \$1.543 billion to finance projects related to the energy sector, urban infrastructure, social protection, roads and water resources, the Ministry of Economic Affairs in a statement. (Thursday)
- **Jul-Oct import bill soars 64pc to \$25.1bn YoY, Senate told: (BR):** Pakistan's import bill jumped by 64 per cent or \$ 25.1 billion—in the first four months of the current fiscal year from July to October—compared to \$ 15.2 billion in the corresponding months of the last financial year, federal government admitted in Senate on Wednesday. (Thursday)
- **Incentives restricted to new auto companies (BR):** The Federal Cabinet has reportedly rejected incentives for existing auto companies on manufacturing of new products, i.e., cars, vans, LCVs, 2-3 wheelers and tractors. (Wednesday)
- **STPF 2020-25 approved; Govt seeks to achieve \$57bn export target (BR):** The Federal Cabinet on Tuesday approved the Strategic Trade Policy Framework (STPF) 2020-25, hoping to achieve export target of \$ 57.03 billion by 2024-25. (Wednesday)
- **Fauji Foods Equity became Positive after 2.5 years (Augaf):** Fauji Foods Limited company equity has become positive after successful issuance of PKR7.8 billion right issue. (Tuesday)
- **Power generation jumps by 13.4% YoY during Nov (MettisGlobal):** Power generation increased by 13.4% YoY to 8,482 GWh during Nov'2021 compared to 7,479 GWh in Nov'20, backed by the higher generation from hydel, nuclear, and coal, monthly power production data released by the National Electric Power Authority (NEPRA) said on Monday. (Tuesday)
- **FATIMA likely to acquire 84.5% shares of Samba Bank (MettisGlobal):** The board of directors of Fatima Fertilizer Company Limited (FATIMA) has approved to evaluate and pursue (including as part of a consortium of parties) the potential acquisition of around 84.51% shareholding of Samba Bank Limited proposed to be sold by Saudi National Bank, including to conduct due diligence of the bank, the company informed through a notice to PSX today. (Tuesday)
- **TRGP decides to continue its investment in TRGI (BR):** The board of directors of TRGP considered the options offered to it by TRGI, i.e., either to directly receive (by way of full or partial redemption) its share of TRGI's liquid assets namely cash and certain number of shares of Ibex Limited owned by TRGI or continue with its investment in TRGI. (Tuesday)
- **IsDB approves \$252.5mln funding for Mohmand Dam, vaccines (TheNews):** The 343rd meeting of the board of executive directors of the bank gave the approval for the allocation of \$180 million to contribute to the financing of Mohmand Dam and hydropower project in Khyber Pakhtunkhwa. (Tuesday)
- **ECC approves Rs64.0876bn for 40pc payment to IPPs (BR):** ECC of the Cabinet has approved Rs64.0876bn supplementary grants for making 40% payment to the IPPs. (Monday)
- **FDI rises 12pc to \$798m in July-November (Dawn):** FDI plunged by 39 per cent month-on-month to \$135.6 million in November. (Monday)

Commodities

WTI increases 4.1% WoW

Commodity	Unit	3-Dec-21	10-Dec-21	17-Dec-21	24-Dec-21
WTI	bbl	66	72	71	74
Brent	bbl	70	75	72	75
Arab Light	bbl	74	76	75	77
Coal	MT	129	135	143	140
Natural Gas	mmbtu	4.1	3.9	3.7	3.7
PVC	MT	1,550	1,530	1,470	1,470
Ethylene	MT	1,035	1,035	1,030	1,030
PTA	MT	690	720	710	710
Urea	MT	959	959	959	959
DAP	MT	750	750	750	750

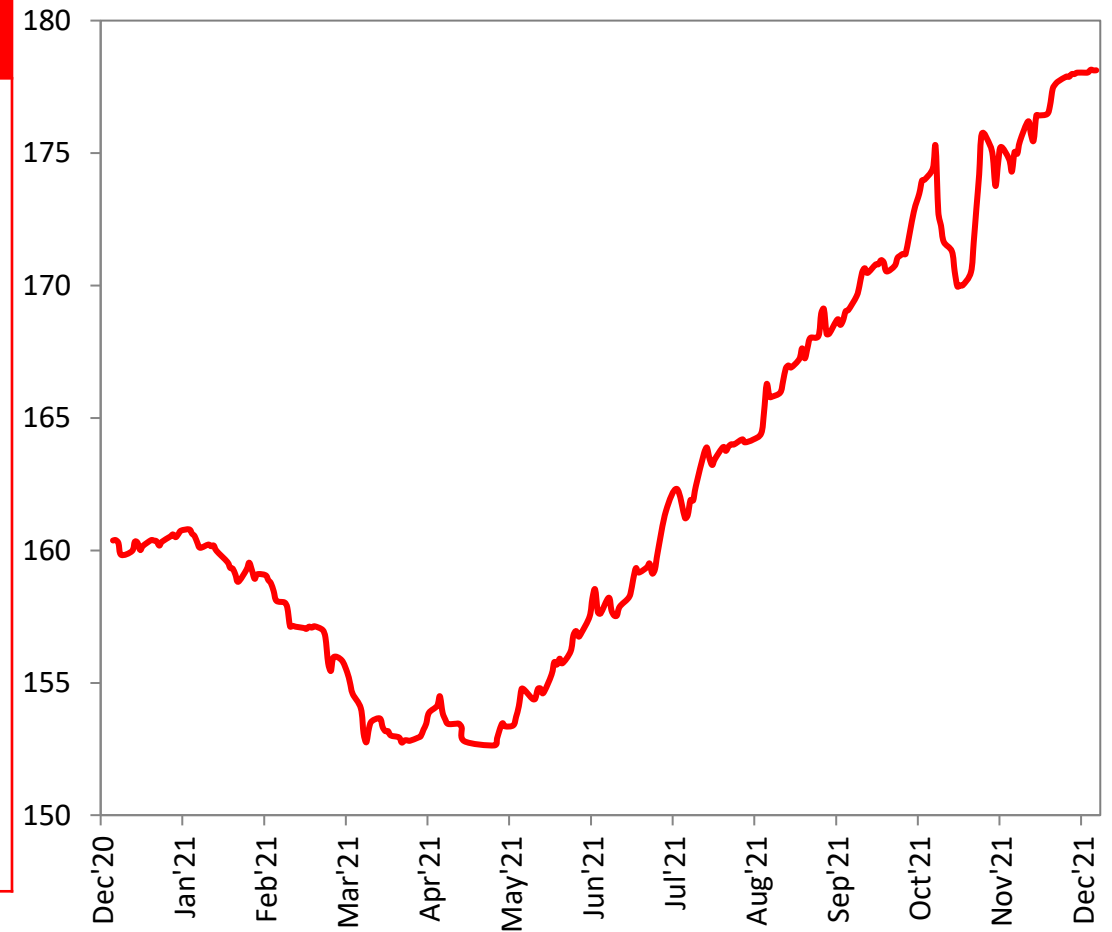
Commodity	Unit	3-Dec-21	10-Dec-21	17-Dec-21	24-Dec-21
Cotton	lb	104	106	107	109
Gold	Ounce	1,783	1,783	1,798	1,810
Silver	Ounce	23	22	22	23
Aluminum	MT	2,623	2,607	2,725	2,846
Copper	lb	4.3	4.3	4.3	4.4
Iron Ore	MT	101	105	112	113
CRC	MT	855	857	857	857
HRC	MT	749	748	758	758
Skim Milk	MT	3,710	3,725	3,725	3,760
Rubber	KG	174	171	170	169

Source: Bloomberg , Next Research

Currencies

PKR depreciated against USD

Currency	26-Nov-21	3-Dec-21	10-Dec-21	17-Dec-21	24-Dec-21
PKR / USD	175.46	176.74	177.71	178.04	178.13
PKR / EUR	197.85	199.91	200.55	201.52	201.93
PKR / GBP	233.53	234.48	234.55	236.97	238.72
PKR / JPY	1.54	1.56	1.56	1.57	1.56
PKR / CAD	137.51	137.80	139.72	139.23	138.87
PKR / AUD	125.12	124.83	127.01	127.48	128.95

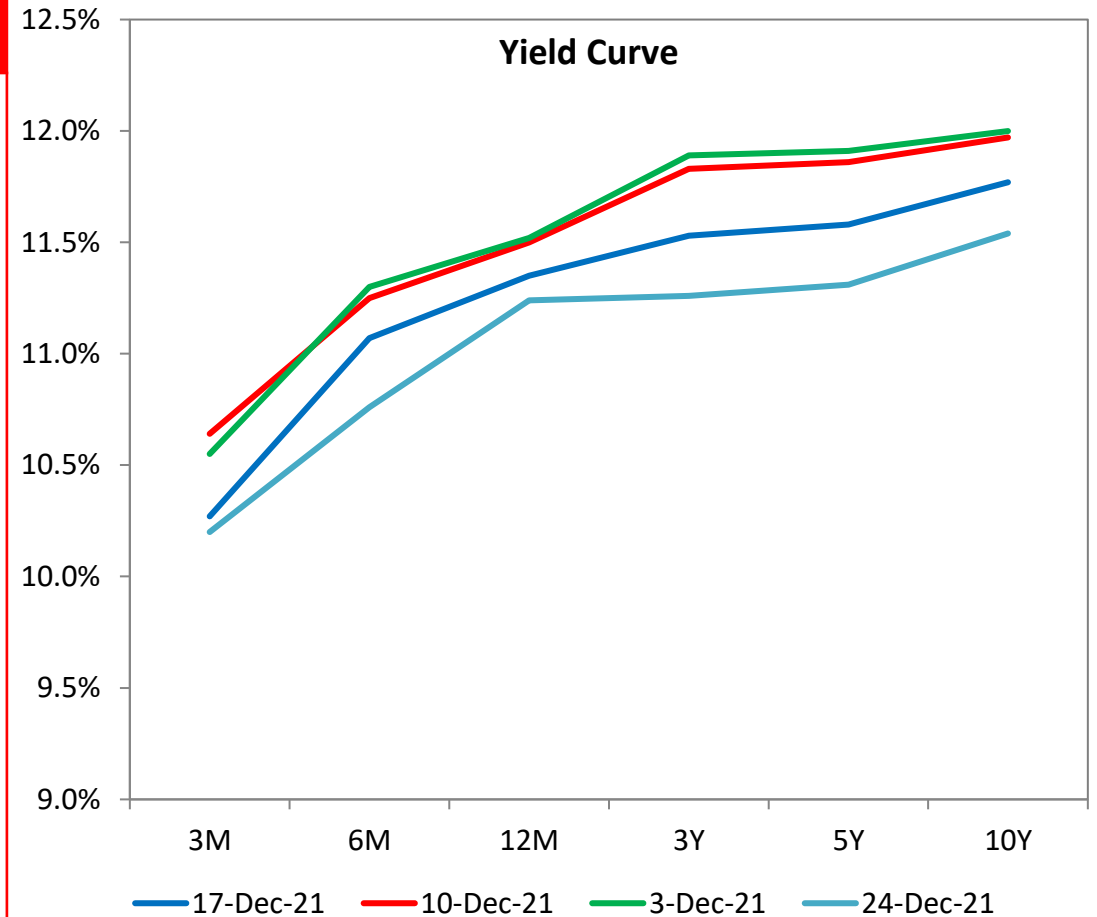


Economic Indicators

Monetary aggregates

	Sep-21	Oct-21	Nov-21	Dec-21*
Discount Rate	8.3%	8.3%	9.8%	10.8%
Policy Rate	7.3%	7.3%	8.8%	9.8%
6M KIBOR	7.9%	8.7%	11.5%	11.4%
CPI	9.0%	9.2%	11.5%	n/a
CPI – NFNE Urban	6.4%	6.7%	7.6%	n/a
M2 – Growth YoY	15.5%	14.5%	13.8%	9.9%
CIC – Growth YoY	15.1%	15.0%	14.5%	14.9%
NDA – Banking Growth YoY	11.1%	12.1%	13.2%	7.6%
NFA – Banking Growth YoY	-431.3%	-277.7%	-303.3%	822.9%
Private Sector Credit Growth YoY	15.8%	16.0%	18.4%	12.2%
Govt. Borrowing W/ SBP Growth YoY	-18.3%	-15.2%	-5.0%	-10.2%

*Latest Number Available

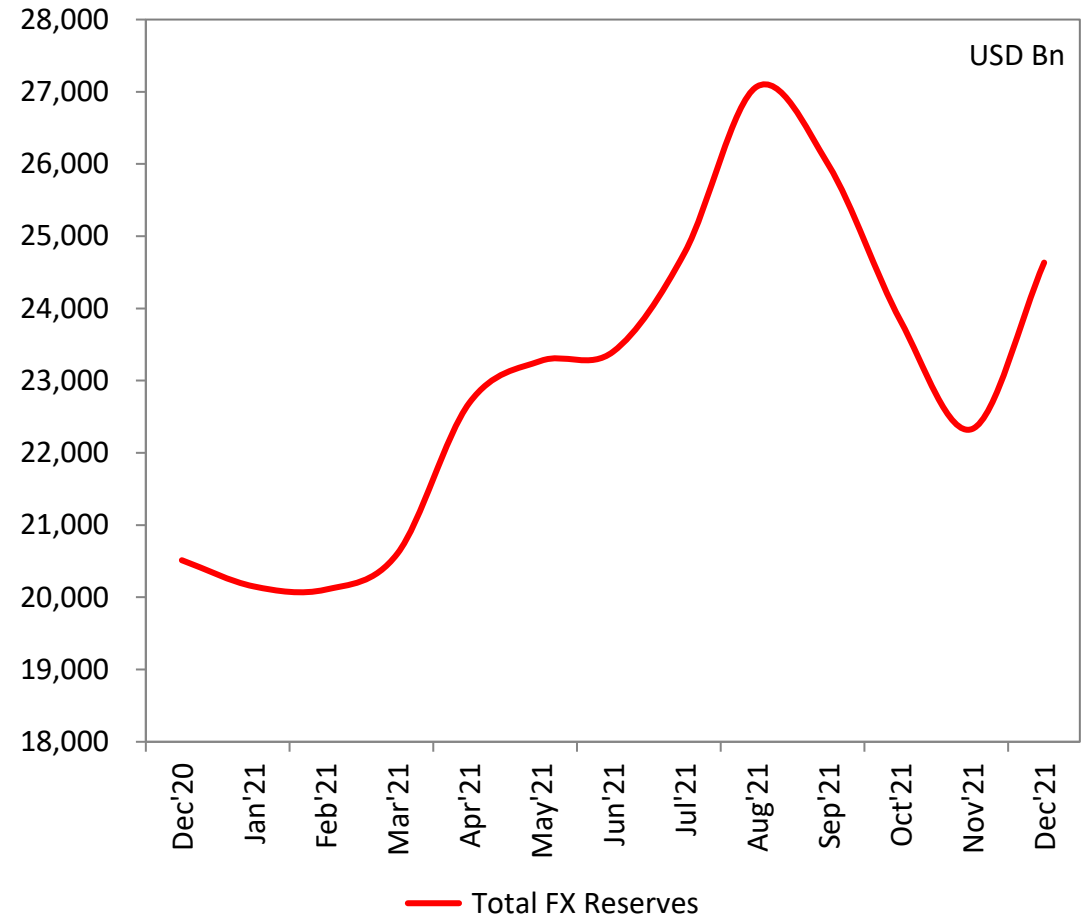


Source: SBP, PBS, Next Research

Economic Indicators

External account

USD Million	Aug-21	Sep-21	Oct-21	Nov-21
Current Account	-1,473	-1,134	-1,760	-1,908
Financial Account	3,653	-760	167	-297
Balance of Payment	2,309	-678	-2,097	-1,251
FDI	113	236	223	136
Remittances	2,658	2,670	2,518	2,352
Commodities Exports – SBP	2,348	2,634	2,381	2,716
Commodities Imports – SBP	5,998	6,053	6,028	6,423
Trade Balance – SBP	-3,650	-3,419	-3,647	-3,707
Exports – PBS	2,247	2,410	2,464	2,903
Imports – PBS	6,577	6,595	6,369	7,928
Trade Balance – PBS	-4,330	-4,185	-3,905	-5,025



Source: SBP, PBS, Next Research

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Annexure

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