

## Momentum remained contained

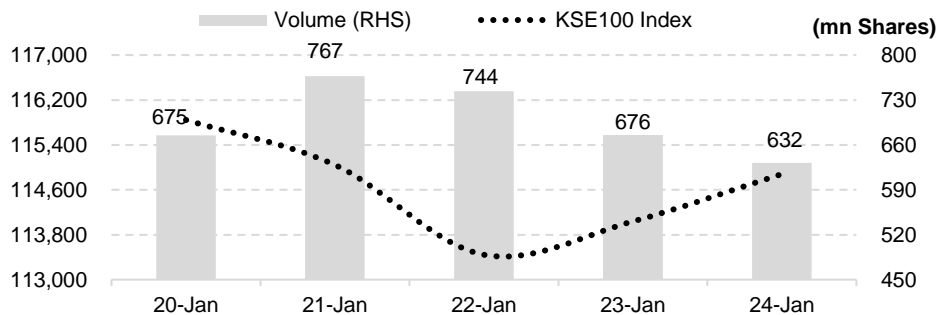
The market commenced on a positive note amid expectation of further rate cut in the upcoming monetary policy committee meeting next week. However, a brief profit-taking during the week reversed the momentum. During the week, the oil price witnessed a 3% WoW contraction amid concerns over US President Trump's plan to boost oil production of USA. Furthermore, Pakistan has agreed to the terms for USD 1bn loans with two Middle Eastern Banks. In the T-bill auction held during the week, the SBP raised PKR 326bn against a target of PKR 350bn. The cut-off yields were set at 11.59% for 3-month, 11.40% for 6M, and 11.39% for 12M T-bills. In addition to this, the textile group's exports increased by 9.7% YoY in 1HFY25, settling at USD 9.1bn. Moreover, the power generation increased by 1% YoY in Dec'24. The SBP reserves declined by USD 276mn WoW, clocking in at USD 11.4bn. The KSE-100 index closed at 114,880 points, losing 392 points (down 0.34%) WoW.

Sector-wise negative contributions came from i) Oil & Gas Exploration Companies (1,225pts), ii) Power (194pts), iii) Oil & Gas Marketing Companies (114pts), iv) Automobile Assembler (81pts) and v) Engineering (33pts). Meanwhile, the sectors that contributed positively were i) Fertilizer (638pts), ii) Cement (165pts), iii) Pharmaceuticals (74pts), and iv) Technology (54pts), and v) Chemical (43pts). Scrip-wise negative contributors were MARI (788pts), OGDC (198pts), PPL (198pts), HUBC (151pts), and UBL (123pts). Whereas, scrip-wise positive contributions came from FFC (582pts), FCCL (146pts), MEBL (112pts), SYS (76pts), and MCB (46pts).

Foreigner buying was witnessed during this week clocked in at USD 5.6mn compared to a net sell of USD 9.7mn last week. Major buying was witnessed in Cement (USD 3.9mn) followed by E&P's (USD 1.7mn). On the local front, selling was reported by Banks (USD 14.1mn) and NBFC (USD 0.1mn). Average volumes arrived at 698mn shares (up 25.1% WoW), while the average value traded settled at USD 123.9mn (up 7.0% WoW).

Other major news: i) OGDCL boosts working interest in Qadirpur gas field to 83%, ii) Security Papers Limited to upgrade its manufacturing plant for new banknote series, iii) PTCL Group injects Rs4bn capital into U Bank, iv) Mari Energies to acquire 5% stake in Kohesultan Mining Company, and v) Pakistan to issue \$200m Panda Bond by June: Aurangzeb.

Figure: KSE100 Index and PSX Volume



Source (s): PSX, AHL Research

## Outlook and Recommendation

The market participants are expected to closely monitor the MPC meeting on 27th Jan'25 (which will mark the first MPC meeting of CY25). We project a 100bps cut in the monetary policy rate, arriving at 12% (a level last seen in Mar'22). Moreover, many financial results are expected to be announced in the upcoming week, due to which certain scrips are expected to be in light. Our preferred stocks are PSO, OGDC, PPL, FFC, FCCL, MLCF, LUCK, AKBL, BOP, HUMNL, SYS, and HTL. The KSE-100 is currently trading at a PER of 6.1x (2025) compared to its 10-year average of 8.0 offering a dividend yield of ~7.7% compared to its 10-year average of ~6.5%.

## PSX Indices Performance

Index	Current	WoW (%)	CY25TD (%)
KSE100	114,880	(0.3)	(0.2)
KSEAll	70,923	(0.9)	(1.7)
KSE30	36,125	(0.5)	(0.2)
KMI30	174,312	(1.7)	(2.4)
BKTI	26,217	(0.0)	1.4
OGTI	27,460	(7.3)	(10.6)

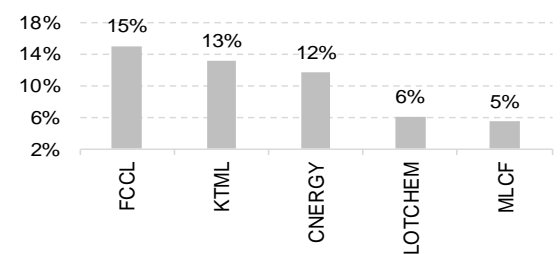
## KSEAll Market Capitalization

	Current	WoW (%)	CY24TD (%)
PKR bn	14,117	(0.9)	(2.6)
USD bn	50.6	(0.9)	(2.7)

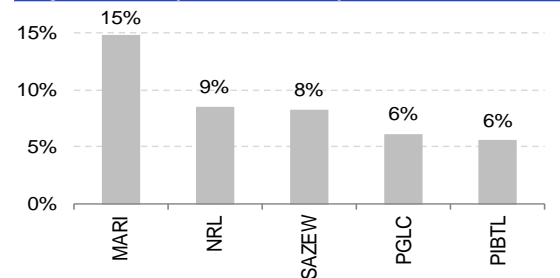
## PSX Volume Leaders

	Avg. Vol. (mn)	Closing
CENERGY	86.4	7.7
WTL	66.7	1.8
FCCL	42.8	40.1
LOTCHEM	30.1	22.6
CPHL	22.9	91.6

## Major Gainers (KSE100 Index)



## Major Losers (KSE100 Index)



Analyst

AHL Research

research@arifhabibltd.com

+92-21-32462589

**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's oil and gas output drops in H1 FY25 amid reduced demand (Profit)

Pakistan's oil and gas production witnessed a significant decline during the first half of the current financial year, with oil output falling by 10% and gas production by 7%, according to the latest data. The decrease in hydrocarbon production was primarily attributed to forced curtailments at the Nashpa field and the TAL block, driven by reduced gas demand. Several major oil fields, including Nashpa, Makori East, Pasakhi, Maramzai, Mardenkhel, Rajian, and Dhok Sultan, reported lower production during the July-December period of FY25.

### SBP unveils key changes to implement IFRS 9 (BR)

The State Bank of Pakistan (SBP) has announced key amendments to implement International Financial Reporting Standard 9 (IFRS 9) in a move aimed at easing compliance for Financial Institutions (FIs) across the country. These amendments are aimed at addressing concerns raised by banks and FIs regarding the practical implementation of IFRS 9 while ensuring that they remain compliant with global financial reporting standards. As per the revised guidelines, financial institutions are now required to apply modification accounting retrospectively. However, the provisions will apply only to loans modified on or after January 1, 2020.

### Saudi's Manara Minerals 'plans to buy' 10-20% stake in Pakistan's Reko Diq project (The News)

Saudi Arabian investment mining fund Manara Minerals is planning to buy 10% to 20% stake in Pakistan's Reko Diq copper and gold project, which is being developed by Barrick Gold, the Financial Times reported on Tuesday. The investment mining fund plans to buy between 10% to 20% stake from the government of Pakistan, which owns 25% of the mine, for about \$500 million to \$1 billion, the publication said, citing people close to the discussions. Manara, a joint venture between state-controlled Ma'aden and the \$925 billion Public Investment Fund (PIF), was set up as part of the kingdom's efforts to diversify its economy away from oil, including by buying minority stakes in assets overseas.

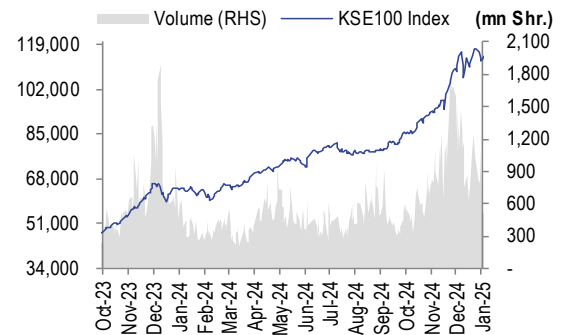
### Repatriation of profit surges 114pc (Dawn)

The outflow of profit and dividends on foreign investments surged 114 per cent during the first half of the current fiscal year. The profit repatriation was primarily restricted in FY24 to contain the country's fast-depleting foreign exchange reserves. Foreign investors widely criticised the government policy, and the International Monetary Fund (IMF), among other harsh conditions, asked Pakistan to ease the curbs on imports and outward remittances by multinational companies if it wanted to secure a new 37-month \$7bn Extended Fund Facility. Pakistan secured the first tranche of \$1bn in September 2024 under the new bailout package.

### IMF proposes CPP tariff alignment from Feb (Tribune)

The International Monetary Fund (IMF) has proposed the alignment of gas tariffs for captive power plants (CPPs) with re-gasified liquefied natural gas (RLNG) prices, effective from February 1 this year. Earlier, the government agreed with the IMF that gas supply to CPPs would be disconnected. The agreement came in the backdrop of supplies by public gas utilities to the inefficient gas-based power plants. These plants had not been receiving gas at discounted rates but they had been provided electricity from the national grid at cheaper prices. In the past, the accountability court had also conducted an inquiry, terming gas supply to CPPs at cheaper rates a criminal offence while discouraging supplies to efficient power plants.

### PSX Volume and KSE100 Index



### Top Contributors in KSE100 Index

#### Companies

Companies	Index Contribution
<b>Bullish Companies</b>	
FFC	582.4
FCCL	145.6
MEBL	111.5
SYS	75.6
MCB	45.8
	<b>960.9</b>

<b>Bearish Companies</b>	
MARI	(788.0)
OGDC	(198.3)
PPL	(198.0)
HUBC	(151.4)
UBL	(123.2)
	<b>(1,458.8)</b>

#### Sectors

Sectors	Index Contribution
<b>Bullish Sectors</b>	
Fertilizer	637.6
Cement	164.7
Pharmaceuticals	74.4
Technology & Communication	54.3
Chemical	43.2
	<b>974.2</b>

<b>Bearish Sectors</b>	
Oil & Gas Exploration Companies	(1,224.5)
Power Generation & Distribution	(194.3)
Oil & Gas Marketing Companies	(113.9)
Automobile Assembler	(81.0)
Engineering	(33.3)
	<b>(1,647.0)</b>



'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 - Performance**

Code	Closing	WoW (%)	MTD (%)	CYTD (%)	90-Days		180-Days		365-Days	
					High	Low	High	Low	High	Low
FCCL	40.06	15.02	9.51	9.51	40.65	30.58	40.65	19.27	40.65	15.83
LOTCHEM	22.63	6.04	8.23	8.23	23.27	16.53	23.27	15.67	23.27	15.67
MLCF	46.74	5.48	1.74	1.74	50.33	36.44	50.33	32.15	50.33	32.15
FFC	408.06	5.44	11.39	11.39	420.11	273.02	420.11	161.09	420.11	96.15
POWER	9.42	4.43	4.09	4.09	9.87	5.56	9.87	4.75	9.87	4.75
SGF	98.58	4.31	(1.31)	(1.31)	105.86	63.25	105.86	63.25	105.86	47.32
DGKC	108.69	3.82	3.59	3.59	110.75	77.77	110.75	73.30	110.75	63.58
MEBL	244.60	3.24	1.09	1.09	263.34	211.40	263.34	206.61	263.34	141.06
ACPL	238.08	2.91	(11.79)	(11.79)	269.89	151.51	269.89	87.49	269.89	78.95
ABL	140.02	2.47	1.56	1.56	151.49	108.57	151.49	103.20	151.49	72.02
FATIMA	83.87	2.38	7.14	7.14	84.23	62.84	84.23	48.45	84.23	29.82
NBP	63.30	2.31	(5.41)	(5.41)	77.23	58.65	77.23	43.72	77.23	27.08
AKBL	40.42	2.15	5.62	5.62	43.10	28.01	43.10	23.25	43.10	19.51
MCB	287.47	1.20	2.19	2.19	288.49	239.44	288.49	204.81	288.49	148.95
BOP	10.21	1.19	(5.55)	(5.55)	10.96	5.50	10.96	4.98	10.96	4.63
FABL	49.99	1.13	3.11	3.11	52.54	45.25	52.54	43.17	53.30	25.65
KOHC	370.85	1.10	(4.26)	(4.26)	446.02	357.32	446.02	225.91	446.02	202.51
HTL	49.71	1.06	(2.91)	(2.91)	60.57	37.98	60.57	33.58	60.57	22.49
EFERT	223.14	0.82	9.28	9.28	239.45	192.90	239.45	155.27	239.45	105.51
HBL	174.51	0.76	0.03	0.03	182.44	125.35	182.44	112.17	182.44	94.49
HUMNL	13.92	0.72	(5.11)	(5.11)	15.90	12.79	15.90	9.30	15.90	6.20
INDU	2,060.16	0.57	(3.26)	(3.26)	2,245.36	1,783.56	2,245.36	1,608.94	2,245.36	1,319.37
ILP	64.58	(0.11)	(6.02)	(6.02)	74.24	62.09	75.38	62.09	81.28	60.50
BAFL	84.97	(0.14)	1.97	1.97	86.97	65.35	86.97	54.09	86.97	40.35
NML	99.72	(0.46)	(6.93)	(6.93)	126.13	68.79	126.13	58.47	126.13	58.47
AHCL	69.04	(0.63)	(1.29)	(1.29)	73.44	54.34	73.44	43.26	73.44	31.06
MTL	696.63	(0.89)	12.13	12.13	731.29	538.68	731.29	510.73	731.29	497.37
APL	507.88	(0.90)	(8.40)	(8.40)	559.47	436.98	559.47	380.77	559.47	336.11
SNGP	99.60	(1.15)	(11.02)	(11.02)	112.83	75.07	112.83	62.13	112.83	56.81
KAPCO	36.43	(1.22)	(3.11)	(3.11)	38.93	25.61	38.93	24.39	38.93	20.59
LCI	1,130.49	(1.23)	5.05	5.05	1,236.97	1,025.42	1,257.56	875.58	1,257.56	714.74
POL	631.37	(1.49)	(0.04)	(0.04)	662.15	555.41	662.15	493.47	662.15	363.42
LUCK	1,109.15	(1.70)	0.79	0.79	1,257.41	883.20	1,257.41	813.32	1,257.41	687.95
AIRLINK	200.75	(1.81)	(8.75)	(8.75)	222.89	121.77	222.89	99.08	222.89	52.25
UBL	388.85	(1.96)	1.73	1.73	396.98	298.73	396.98	231.67	396.98	147.61
HCAR	304.41	(2.19)	(2.34)	(2.34)	342.89	244.74	342.89	244.74	342.89	191.65
PSO	385.03	(3.27)	(12.63)	(12.63)	445.20	205.24	445.20	147.41	445.20	134.36
HUBC	132.60	(3.49)	1.31	1.31	139.43	103.29	145.98	97.36	157.47	97.01
OGDC	212.43	(4.27)	(6.53)	(6.53)	233.29	169.31	233.29	123.41	233.29	100.19
NCL	31.50	(4.60)	(10.23)	(10.23)	40.28	28.14	40.28	22.76	40.28	22.76
PPL	181.46	(4.80)	(10.85)	(10.85)	211.40	131.56	211.40	103.36	211.40	92.31
FML	67.31	(6.16)	(2.42)	(2.42)	73.81	66.29	81.66	66.29	94.68	66.29
SAZEW	991.73	(8.32)	(11.32)	(11.32)	1,172.58	977.38	1,172.58	921.57	1,172.58	191.09
MARI	584.59	(14.76)	(18.76)	(18.76)	899.73	406.47	899.73	276.76	899.73	229.52

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 (%)	5.2	1.3	2.9	3.1	2.8	3.8	3.2	3.4	2.0	3.1	7.7	151.2%
P/E (x)	11.8	18.2	10.3	9.9	12.5	14.0	11.9	16.3	9.1	12.7	6.1	-51.5%
P/B (x)	0.0	3.1	1.5	1.3	1.2	1.3	1.2	2.6	0.9	1.4	1.1	-23.7%

Source: Bloomberg, AHL Research

## Local &amp; 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	582.01	581.57	BUY	0.44	Individuals	556.60	540.91	BUY	15.69
Companies	23.92	18.56	BUY	5.36	Companies	25.13	15.84	BUY	9.29
Banks / DFIs	12.05	26.17	SELL	(14.12)	Banks / DFIs	9.69	14.97	SELL	(5.28)
NBFC	0.33	0.47	SELL	(0.13)	NBFC	0.77	0.87	SELL	(0.10)
Mutual Funds	38.48	37.20	BUY	1.29	Mutual Funds	24.42	34.34	SELL	(9.91)
Other Organizations	2.38	1.50	BUY	0.89	Other Organizations	5.06	7.86	SELL	(2.80)
Broker Proprietary Trading	84.34	83.70	BUY	0.64	Broker Proprietary Trading	79.64	79.74	SELL	(0.10)
Insurance Companies	3.78	3.71	BUY	0.07	Insurance Companies	7.18	4.25	BUY	2.93
<b>Total</b>	<b>747.31</b>	<b>752.88</b>	<b>SELL</b>	<b>(5.57)</b>	<b>Total</b>	<b>708.49</b>	<b>698.76</b>	<b>BUY</b>	<b>9.72</b>

LIPI Sector Wise Current Week					Last Week				
Sector	Gross Buy	Gross Sell	Net	Net	Sector	Gross Buy	Gross Sell	Net	Net
Commercial Banks	26.54	27.14	SELL	(0.60)	Commercial Banks	29.21	25.42	BUY	3.79
Fertilizer	42.74	41.14	BUY	1.59	Fertilizer	25.12	22.63	BUY	2.48
Cement	95.91	99.85	SELL	(3.94)	Cement	51.71	51.60	BUY	0.11
Power Generation & Distribution	29.27	28.72	BUY	0.55	Power Generation & Distribution	41.14	41.86	SELL	(0.72)
Exploration & Production	61.43	63.13	SELL	(1.70)	Exploration & Production	58.69	56.70	BUY	1.98
Oil & Gas Marketing Companies	48.29	48.84	SELL	(0.55)	Oil & Gas Marketing Companies	61.99	61.63	BUY	0.35
Food and Personal Care Products	19.85	19.85	SELL	(0.00)	Food and Personal Care Products	18.02	18.12	SELL	(0.09)
Textile Composite	2.07	1.92	BUY	0.15	Textile Composite	2.35	2.33	BUY	0.02
Technology and Communication	44.18	44.77	SELL	(0.59)	Technology and Communication	76.47	77.40	SELL	(0.93)
Debt	15.48	15.48	SELL	(0.00)	Debt	2.62	2.69	SELL	(0.08)
All other Sectors	361.55	362.03	SELL	(0.48)	All other Sectors	341.17	338.36	BUY	2.81
<b>Total</b>	<b>747.31</b>	<b>752.88</b>	<b>SELL</b>	<b>(5.57)</b>	<b>Total</b>	<b>708.49</b>	<b>698.76</b>	<b>BUY</b>	<b>9.72</b>

FIPI Normal Current Week					Last Week				
Category	Gross Buy	Gross Sell	Net	Net	Category	Gross Buy	Gross Sell	Net	Net
Foreign Individuals	0.04	0.11	SELL	(0.07)	Foreign Individuals	0.00	0.33	SELL	(0.32)
Foreign Corporates	12.40	7.59	BUY	4.81	Foreign Corporates	7.70	20.53	SELL	(12.83)
Overseas Pakistani	44.60	43.77	BUY	0.83	Overseas Pakistani	42.98	39.55	BUY	3.43
<b>Total</b>	<b>57.05</b>	<b>51.47</b>	<b>BUY</b>	<b>5.57</b>	<b>Total</b>	<b>50.69</b>	<b>60.41</b>	<b>SELL</b>	<b>(9.72)</b>

FIPI Sector Wise Current Week					Last Week				
Sector	Gross Buy	Gross Sell	Net	Net	Sector	Gross Buy	Gross Sell	Net	Net
Commercial Banks	5.73	5.13	BUY	0.60	Commercial Banks	3.73	7.51	SELL	(3.79)
Fertilizer	3.09	4.68	SELL	(1.59)	Fertilizer	2.12	4.60	SELL	(2.48)
Cement	9.79	5.85	BUY	3.94	Cement	3.05	3.16	SELL	(0.11)
Power Generation & Distribution	2.01	2.57	SELL	(0.55)	Power Generation & Distribution	2.79	2.07	BUY	0.72
Exploration & Production	5.44	3.74	BUY	1.70	Exploration & Production	4.09	6.07	SELL	(1.98)
Oil & Gas Marketing Companies	3.35	2.80	BUY	0.55	Oil & Gas Marketing Companies	3.67	4.03	SELL	(0.35)
Food and Personal Care Products	1.90	1.90	BUY	0.00	Food and Personal Care Products	1.76	1.66	BUY	0.09
Textile Composite	0.28	0.43	SELL	(0.15)	Textile Composite	0.28	0.29	SELL	(0.02)
Technology and Communication	3.31	2.72	BUY	0.59	Technology and Communication	6.93	6.00	BUY	0.93
Debt	-	-	SELL	0.00	Debt	0.08	-	BUY	0.08
All other Sectors	22.14	21.66	BUY	0.48	All other Sectors	22.20	25.01	SELL	(2.81)
<b>Total</b>	<b>57.05</b>	<b>51.47</b>	<b>BUY</b>	<b>5.57</b>	<b>Total</b>	<b>50.69</b>	<b>60.41</b>	<b>SELL</b>	<b>(9.72)</b>

Source (s): NCCPL, AHL Research

## Key Economic Data &amp; Commodities Prices

Month end	Units	Dec-23	Jan-24	Feb-24	Mar-24	Apr-24	May-24	Jun-24	Jul-24	Aug-24	Sep-24	Oct-24	Nov-24	Dec-24	Current*
<b>Money Market Data</b>															
03-M T-Bill	%	21.28	20.70	21.21	21.72	21.62	20.44	19.97	19.41	18.05	15.52	13.41	12.19	11.88	11.56
06-M T-Bill	%	21.37	21.00	21.50	21.54	21.20	20.81	19.91	19.09	17.61	14.64	13.03	12.12	11.90	11.44
12-M T-Bill	%	21.32	20.84	20.76	20.73	20.80	19.92	18.68	18.06	16.95	13.48	12.65	11.68	12.08	11.34
03-Y PIB	%	16.54	16.73	16.90	16.74	16.61	16.59	16.50	16.25	15.34	12.30	11.81	11.79	12.34	11.49
05-Y PIB	%	15.90	15.47	15.58	15.57	15.45	15.39	15.37	15.25	14.79	12.19	12.01	11.81	12.35	12.11
10-Y PIB	%	14.91	14.17	14.32	14.22	14.18	14.14	14.09	14.07	13.44	12.12	12.01	11.84	12.18	12.15
06-M KIBOR	%	21.49	20.97	21.73	21.70	21.54	21.02	20.14	19.39	17.91	15.20	13.56	12.67	12.16	11.66
Policy Rate	%	22.00	22.00	22.00	22.00	22.00	22.00	20.50	19.50	19.50	17.50	17.50	15.00	13.00	13.00
<b>Inflation (YoY)</b>															
Headline (CPI New Base)	%	29.7	28.3	23.1	20.7	17.3	11.8	12.6	11.1	9.6	6.9	7.2	4.9	4.1	4.1
<b>Monetary Sector</b>															
M1	PKR bn	27,130	27,085	27,421	28,168	28,505	29,134	30,518	30,100	30,377	30,763	30,919	31,046	n/a	31,046
M2	PKR bn	32,594	32,466	32,997	33,750	34,130	34,843	36,499	36,070	36,315	36,741	36,771	36,912	n/a	36,912
M3	PKR bn	35,741	35,584	36,119	36,861.2	37,240	37,949	39,608	39,195	39,447	39,888	39,932	40,086	n/a	40,086
<b>Banking Sector</b>															
Deposits	PKR bn	27,841	27,541	27,886	28,322	28,416	29,349	31,122	30,603	30,654	31,342	31,116	31,145	30,283	30,283
Advances	PKR bn	12,352	12,095	12,062	11,964	12,028	12,169	12,435	11,872	11,666	12,305	13,779	14,873	16,009	16,009
Investment	PKR bn	25,280	25,603	25,449	26,270	27,282	28,923	30,171	30,431	30,521	30,699	28,938	29,026	29,129	29,129
WALR	%	14.7	19.04	18.9	18.9	18.9	19.0	19.0	18.1	17.9	17.3	15.4	14.8	13.7	13.7
WADR	%	8.4	12.02	12.0	11.8	11.8	11.8	11.8	11.2	11.1	10.5	9.5	8.7	7.3	7.3
Spread	%	6.3	7.02	7.0	7.0	7.1	7.1	7.3	6.8	6.8	6.8	5.9	6.0	6.4	6.4
<b>External Sector</b>															
Forex Reserves	USD bn	13.2	13.3	12.4	12.8	13.8	13.7	14.0	14.0	14.8	15.4	15.5	16.1	16.4	16.2
With SBP	USD bn	8.2	8.2	8.0	8.0	9.1	9.1	9.4	9.2	9.4	10.7	11.2	12.0	11.7	11.4
With Banks	USD bn	5.0	5.0	4.5	4.7	4.6	4.5	4.6	4.7	5.3	4.7	4.3	4.1	4.7	4.7
Exchange rate	PKR/USD	281.9	279.5	279.1	277.9	278.3	278.3	278.3	278.7	278.5	277.7	277.9	278.1	278.6	278.8
C/A Balance	USD mn	279.0	(404.0)	71.0	387.0	421.0	(347.0)	(426.0)	(322.0)	(59.0)	(21.0)	346	684	582	582.0
Exports	USD bn	2.8	2.7	2.5	2.5	2.6	3.0	2.4	2.4	2.4	2.6	3.0	2.7	3.1	3.1
Imports	USD bn	4.2	4.7	4.4	4.6	4.4	5.0	4.6	4.8	4.7	4.7	4.6	4.1	4.8	4.8
Trade Balance	USD bn	(1.4)	(2.0)	(1.8)	(2.0)	(1.8)	(2.0)	(2.2)	(2.5)	(2.3)	(2.1)	(1.6)	(1.4)	(1.7)	(1.7)
Remittances	USD bn	2.4	2.4	2.3	3.0	2.8	3.2	3.2	3.0	2.9	2.9	3.1	2.9	3.1	3.1
<b>Key Commodities Prices</b>															
<b>International</b>															
Coal	USD/ton	101.0	95.0	101.1	98.3	104.5	107.5	106.5	110.3	115.5	112.8	110.4	111.4	106.8	99.0
Steel (HRC)	USD/ton	574.4	567.0	559.4	517.3	527.1	527.5	510.2	477.7	455.8	523.6	503.0	488.1	475.5	474.2
PTA	USD/ton	780.0	800.0	785.0	775.0	800.0	805.0	810.0	780.0	730.0	690.0	675.0	660.0	660.0	705.0
Gold	USD/oz	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	2,744.0	2,643.2	2,624.5	2,754.9
Cotton (COTLOOK A)	USD/lb	91.4	93.3	105.3	95.6	88.3	86.8	84.7	79.6	81.2	84.7	82.6	82.0	79.4	78.1
Crude oil (WTI)	USD/bbl	71.7	75.9	78.3	83.2	81.9	77.5	81.5	77.9	73.6	68.2	69.3	68.0	71.7	74.6
Crude oil (Arab Light)	USD/bbl	80.4	84.9	82.5	88.3	89.5	84.4	88.1	82.1	79.4	74.7	73.0	73.8	77.3	83.7
Crude oil (Brent)	USD/bbl	77.0	81.7	83.6	87.5	87.9	81.6	86.4	80.7	78.8	71.8	73.2	72.9	74.6	78.3
<b>Local</b>															
Cotton	PKR/maund	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	18,000.0	17,400.0	17,800.0	18,200.0
Cement	PKR/bag	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	1,447.2	1,426.4	1,408.5	1,385.5
Gold	PKR/10 grms	187,930	189,300	188,920	198,910	201,820	205,980	206,670	216,440	228,740	237,920	250,430	242,970	241,350	246,870

\*Current Price

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

Country	Index	Index Closing*	WTD (%)	CY25TD (%)	Country	Index	Index Closing*	WTD (%)	CY25TD (%)
Denmark	KFX Index	2,155	10.1	3.3	Vietnam	VNIndex Index	1,265	2.3	1.4
Ireland	ISEQ Index	10,119	6.6	5.1	Canada	SPTSX Index	25,434	2.2	3.2
Poland	WIG20 Index	2,382	6.5	11.3	Spain	IBEX Index	11,939	2.2	4.3
Slovenia	SBITOP Index	1,861	6.2	12.6	USA	NDX Index	21,901	2.1	4.2
France	CAC Index	7,958	5.3	9.2	Taiwan	TWSE Index	23,525	2.1	2.2
Czech Republic	PX Index	1,882	5.1	8.1	Kazakhstan	KZKAK Index	5,734	2.0	4.1
Germany	DAX Index	21,475	4.8	8.8	USA	SPX Index	6,119	2.0	4.0
Croatia	CRO Index	3,456	4.7	9.2	Italy	FTSEMIB Index	36,254	1.9	7.0
Sweden	OMX Index	2,674	4.5	8.6	South Africa	JALSH Index	84,634	1.9	3.6
Mexico	MEXBOL Index	51,055	4.4	5.9	Bulgaria	SOFIX Index	889	1.8	0.2
Estonia	TALSE Index	1,828	4.1	6.4	Mauritius	SEMDEX Index	2,498	1.8	5.3
Luxembourg	LUXXX Index	1,355	4.1	5.3	Qatar	DSM Index	10,660	1.8	0.8
Finland	HEX Index	9,976	4.1	6.2	Indonesia	JCI Index	7,166	1.7	1.5
Argentina	MERVAL Index	2,625,050	4.0	2.0	China	SHSZ300 Index	3,833	1.6	(1.9)
Japan	NKY Index	39,932	3.9	0.8	Egypt	EGX30 Index	29,998	1.6	2.0
Chile	IPSA Index	7,051	3.9	6.3	Portugal	PSI20 Index	6,524	1.3	3.6
Austria	ATX Index	3,850	3.8	6.0	Kenya	NSEASI Index	132	1.3	7.2
Europe	SX5E Index	5,243	3.8	8.5	Singapore	FSSTI Index	3,804	1.3	1.8
Greece	ASE Index	1,548	3.6	6.7	New Zealand	NZSE Index	1,895	1.3	1.3
Thailand	SET Index	1,354	3.5	(1.6)	Netherland	AEX Index	906	1.0	4.4
Switzerland	SMI Index	12,283	3.5	5.8	Serbia	BELEX15 Index	1,131	1.0	(0.7)
Sri Lanka	CSEALL Index	16,918	3.4	4.3	Saudi Arabia	SASEIDX Index	12,354	0.8	2.8
Malaysia	FBMKLIC Index	1,574	3.3	(2.1)	Turkey	XU100 Index	10,090	0.8	1.7
Brazil	IBOV Index	122,483	3.0	6.9	Uae	ADSMI Index	9,564	0.7	1.5
Australia	AS51 Index	8,409	3.0	5.2	Lebanon	BLOM Index	2,558	0.7	(2.7)
Hungary	BUX Index	84,917	3.0	8.5	Belgium	BEL20 Index	4,271	0.6	(2.7)
Lithuania	VILSE Index	1,132	2.9	7.2	Belgium	BEL20 Index	4,271	0.6	(2.7)
Iceland	ICEXI Index	2,472	2.5	2.8	Ukraine	PFTS Index	509	0.5	1.4
USA	INDU Index	44,565	2.5	4.7	Jordan	JOSMGNFF Index	2,638	0.4	5.9
Norway	OBXP Index	643	2.5	8.3	Dubai	DFMGI Index	5,226	0.3	1.3
Latvia	RIGSE Index	880	2.5	1.8	Mongolia	MSETOP Index	51,936	0.2	0.8
Hong Kong	HSI Index	20,066	2.4	(0.2)	India	SENSEX Index	76,190	(0.2)	(3.3)
UK	UKX Index	8,535	2.3	3.5	Bahrain	BHSEASI Index	1,896	(0.2)	(4.4)
Tunisia	TUSISE Index	10,195	2.3	2.9	<b>Pakistan</b>	<b>KSE100 Index</b>	<b>114,880</b>	<b>(0.4)</b>	<b>(0.3)</b>
Nigeria	NGSEINDX Index	103,446	2.3	1.1	Oman	MSM30 Index	4,604	(0.4)	0.6
South Korea	KOSPI Index	2,537	2.3	8.7	Philippines	PCOMP Index	6,296	(0.7)	(4.3)
Romania	BET Index	17,062	2.3	2.4	Ghana	GGSECI Index	5,077	(1.2)	0.4

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

## Disclaimer

**Analyst Certification:** The research analyst(s) is (are) principally responsible for preparation of this report. The views expressed in this research report accurately reflect the personal views of the analyst(s) about the subject security (ies) or sector (or economy), and no part of the compensation of the research analyst(s) was, is, or will be directly or indirectly related to the specific recommendations and views expressed by research analyst(s) in this report. In addition, we currently do not have any interest (financial or otherwise) in the subject security (ies). Furthermore, compensation of the Analyst(s) is not determined nor based on any other service(s) that AHL is offering. Analyst(s) are not subject to the supervision or control of any employee of AHL's non-research departments, and no personal engaged in providing non-research services have any influence or control over the compensatory evaluation of the Analyst(s).

### Equity Research Ratings

Arif Habib Limited (AHL) uses three rating categories, depending upon return form current market price, with Target period as Dec'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 0% and +15% from last closing of market price(s)
SELL	Upside of subject security(ies) is less than 0% 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**

This document has been prepared by Research analysts at Arif Habib Limited (AHL). This document does not constitute an offer or solicitation for the purchase or sale of any security. This publication is intended only for distribution to the clients of the Company who are assumed to be reasonably sophisticated investors that understand the risks involved in investing in equity securities. The information contained herein is based upon publicly available data and sources believed to be reliable. While every care was taken to ensure accuracy and objectivity, AHL does not represent that it is accurate or complete and it should not be relied on as such. In particular, the report takes no account of the investment objectives, financial situation and particular needs of investors. The information given in this document is as of the date of this report and there can be no assurance that future results or events will be consistent with this information. This information is subject to change without any prior notice. AHL reserves the right to make modifications and alterations to this statement as may be required from time to time. However, AHL is under no obligation to update or keep the information current. AHL is committed to providing independent and transparent recommendation to its client and would be happy to provide any information in response to specific client queries. Past performance is not necessarily a guide to future performance. This document is provided for assistance only and is not intended to be and must not alone be taken as the basis for any investment decision. The user assumes the entire risk of any use made of this information. Each recipient of this document should make such investigation as it deems necessary to arrive at an independent evaluation of an investment in the securities of companies referred to in this document (including the merits and risks involved), and should consult his or her own advisors to determine the merits and risks of such investment. AHL or any of its affiliates shall not be in any way responsible for any loss or damage that may be arise to any person from any inadvertent error in the information contained in this report.

© 2025 Arif Habib Limited. Corporate Member of the Pakistan Stock Exchanges. No part of this publication may be copied, reproduced, stored or disseminated in any form or by any means without the prior written consent of Arif Habib Limited.

## Disclosure required under Research Analyst Regulations, 2015:

In order to avoid any conflict of interest, we hereby disclosed that;

Arif Habib Limited (AHL) has a shareholding in BOP, FABL, HBL, HUBC, LOTCHEM, MLCF and NBP.