

Political uncertainty keeps index range bound

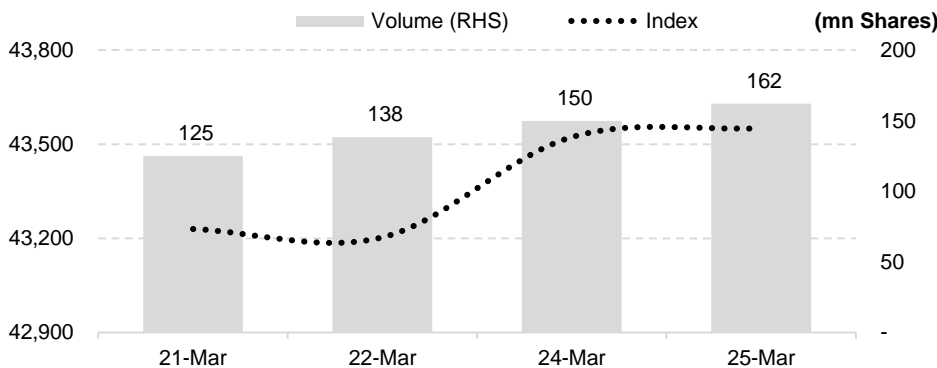
This week the market remained sluggish due to domestic political uncertainty and slow progress on the negotiation with the IMF. Although the market gained some momentum amid 78% MoM contraction in the current account during Feb'22 coupled with a landmark agreement on the Reko Dig between the Federal government, Government of Baluchistan and Barrick Gold Corporation, this remained short lived. Rising cut off rates in the T-bill auction, signaling monetary tightening, as well as the rupee weakening to its historic low, crossing the 181/USD mark, kept the index range bound. The market settled at 43,551pts, gaining 522 points (up by 1.2%) WoW.

Sector-wise negative contributions came from i) Automobile Parts & Accessories (16pts), ii) Paper & Board (6.95pts), iii) Miscellaneous (6.29pts), iv) Oil & Gas Exploration (4.02pts), and v) Insurance (2.58pts). Whereas, sectors which contributed positively were i) Fertilizer (160pts), ii) Cement (97pts) iii) Power Generation & Distribution (57pts), iv) Commercial Banks (56pts) and v) Chemical (47pts). Scrip-wise negative contributors were SYS (42pts), UBL (41pts), BAHF (25pts), THALL (16pts) and HMB (11pts). Meanwhile, scrip-wise positive contribution came from HBL (93pts), LUCK (84pts), FFC (72pts), TRG (64pts) and HUBC (52pts).

Foreign selling continued this week, clocking-in at USD 4.12mn compared to a net sell of USD 4.90mn last week. Major selling was witnessed in Banks (USD 5.9mn) and E&P's (USD 0.8mn). On the local front, buying was reported by Mutual Funds (USD 5.3mn) followed by Individuals (USD 2.6mn). Average volumes clocked-in at 143.7mn shares (down by 17.4% WoW) while average value traded settled at USD 25.8mn (down by 1.5% WoW).

Other major news: i) Govt fails to convince IMF over amnesty scheme, ii) Cost of power generation up 78 percent in July-Feb, iii) Up to Rs1.2m price hike shocks Toyota buyers, iv) Rs7.4bn loans: banks grant 'spot conditional approvals', v) Non-textile exports jump 26pc to almost \$8bn, vi) SPI down 1.37pc WoW.

Figure: KSE100 Index and PSX Volume



Source (s): PSX, AHL Research

Outlook and Recommendation

We expect the market to remain range bound next week due to political unrest and the upcoming vote of no confidence. On the international front, any de-escalation in Russia-Ukraine tensions could propel a rebound in markets. Market participants should also remain wary of high commodity prices, any indication of oil prices cooling down would also aid the sentiment in the local bourse. Our preferred stocks are OGDC, PPL, MARI, HBL, MCB, UBL, MEBL, FABL, LUCK, MLCF, FCCL, ENGRO, FFC, HUBC, PSO, INDU, ILP, EPCL, and ASTL. The KSE-100 is currently trading at a PER of 4.7x (2022) compared to Asia Pac regional average of 12.4x while offering a dividend yield of ~9.2% versus ~2.5% offered by the region.

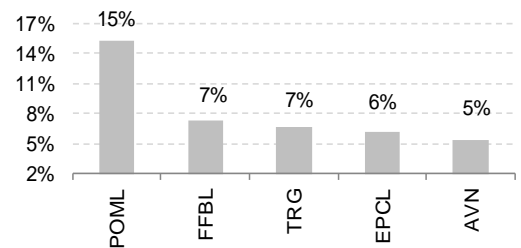
PSX Indices Performance

Index	Current	WoW (%)	CY22TD (%)
KSE100	43,551	1.2	(2.3)
KSEAll	29,860	1.3	(2.8)
KSE30	16,657	1.4	(4.8)
KMI30	70,091	1.4	(2.2)
BKTI	12,455	(0.1)	(3.4)
OGTI	11,205	(0.1)	(2.3)

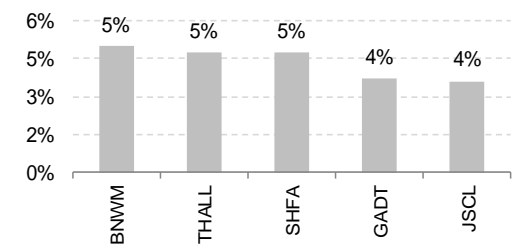
PSX Volume Leaders

	Avg. Vol. (mn)	Closing
TREET	11.6	30.5
WTL	10.1	1.6
TELE	6.5	10.5
SMBL	6.2	2.7
TRG	6.0	76.1

Major Gainers (KSE100 Index)



Major Losers (KSE100 Index)



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Business & Economic developments during the week.

Current account deficit shrinks 78pc in February (Dawn)

The country's current account deficit (CAD) shrank by 78.46 per cent to \$545 million in February from a whopping \$2.531 billion in January mainly on account of a sharp decline in the imports. However, during the first 8 months of FY22, the CAD crossed the \$12 billion mark leaving no sign of improvement in the external account. In February 2021 the CAD was just \$34m. The State Bank of Pakistan's data issued on Saturday showed that the CAD widened to \$12.099bn in 8MFY22 against a surplus of \$994m in the same period of last fiscal year. Prime Minister Imran Khan on Saturday said that the government's timely actions to contain the current account deficit bore fruits as the monthly deficit shrank to the lowest figures of \$0.5bn in February during the current fiscal year.

Next IMF tranche hangs in the balance (Dawn)

While a staff mission of the International Monetary Fund (IMF) raised more questions over the financing of a relief package announced by the prime minister last month, Pakistan may not be able to draw the next tranche of the \$6 billion Extended Fund Facility (EFF) for over a month. In a televised address to the nation at the end of February, PM Imran Khan had announced a reduction of Rs10 per litre in petrol/diesel and Rs5 in electricity prices. He further claimed the rates would remain stable until the next federal budget. Official sources told Dawn that the IMF mission and Pakistani authorities remained engaged in discussions on the seventh review of the Fund programme, and decided to meet again on Monday. The sources said a final round of policy-level talks between Finance Minister Shaukat Tarin and the Fund mission was being scheduled for Tuesday. They said the IMF team asked more questions about the financing of the prime minister's relief package. They also expressed concern over the growth prospects in view of a major cut in the Public Sector Development Programme, and wanted precise project details that would be affected by this cut.

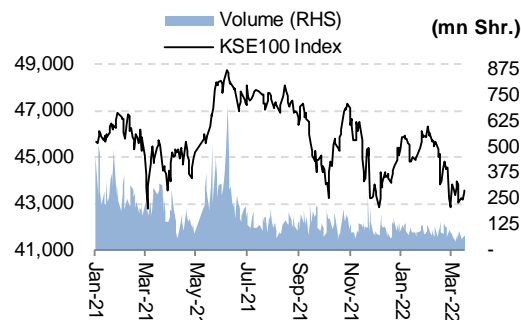
ADB approves \$300m for capital market reforms (Dawn)

The Asian Development Bank (ADB) on Tuesday approved a \$300 million loan as budgetary support to Pakistan for the development of the capital market, promotion of private investment and help mobilise resources to finance sustainable economic growth. The second subprogramme of ADB's Third Capital Market Development Programme builds on institutional and regulatory reforms under the first subprogramme approved in 2020. It aims to catalyse institutional investor demand and increase the range of alternative financial instruments such as derivatives and commodity futures that are available to investors. "For several years ADB has been Pakistan's lead development partner in supporting the evolution of its capital markets," said ADB Director General for Central and West Asia Yevgeniy Zhukov.

Govt gets financial relief as China rolls over \$4.2b debt (Tribune)

Finance Minister Shaukat Tarin on Tuesday said that China has agreed to rollover \$4.2 billion debt that was maturing this week, providing a major financial relief to the government. The \$2 billion loan by China's State Administration of Foreign Exchange (SAFE), has been rolled over, Tarin confirmed to The Express Tribune. The SAFE deposit loan matured on Wednesday (today). Tarin said that the visiting Chinese Foreign Minister also conveyed on Tuesday China's willingness to rollover another \$2.2 billion Chinese commercial loan. The \$2.2 billion or RMB 15 billion facility was maturing on Friday.

PSX Volume & Index



Top Contributors in KSE100 Index

Companies Index Contribution

Bullish Companies

HBL	92.9
LUCK	84.1
FFC	72.3
TRG	63.8
HUBC	51.8
Total	364.9

Bearish Companies

SYS	(41.8)
UBL	(40.8)
BAHL	(24.5)
THALL	(15.5)
HMB	(10.4)
Total	(133.0)

Sectors

Index Contribution

Bullish Sectors

Fertilizer	159.9
Cement	96.6
Power Generation & Distribution	57.0
Commercial Banks	56.0
Chemical	47.0
Total	416.5

Bearish Sectors

Automobile Parts & Accessories	(15.5)
Paper & Board	(7.0)
Miscellaneous	(6.3)
Oil & Gas Exploration Companies	(4.0)
Insurance	(2.6)
Total	(35.3)

Outstanding Company in the
Financial Sector 2021



Best Broker in Pakistan



Best Corporate &
Investment Bank: 2020



Top 25 Companies

AHL Universe - Recommendation Summary

Code	Company	Price	TP	Upside	Stance	EPS (PKR)			DPS (PKR)			P/E (x)		DY (%)		P/B (x)		ROE (%)		Indices	
		25-Mar-22	Dec-22	(%)		2021	2022	2023	2021	2022	2023	2022	2023	2022	2023	2022	2023	2022	2023		
Exploration & Production																					
PPL	Pakistan Petroleum Ltd.	72.4	158.8	119.3	Buy	19.3	24.6	25.8	3.50	4.50	5.00	2.9	2.8	6.2	6.9	0.4	0.4	16.0	14.8	KSE100, KSE30, KMI & MSCI	
OGDC	Oil and Gas Dev Co.	82.6	163.9	98.3	Buy	21.28	27.19	26.77	6.90	11.50	11.25	3.0	3.1	13.9	13.6	0.4	0.4	14.6	13.3	KSE100, KSE30 & KMI	
POL	Pakistan Oilfields Ltd.	373.4	546.5	46.4	Buy	47.1	72.3	68.8	50.00	69.00	62.00	5.2	5.4	18.5	16.6	2.4	2.5	49.5	45.3	KSE100, KSE30, KMI & MSCI	
MARI	Mari Petroleum Ltd	1,721.8	2,522.8	46.5	Buy	235.7	304.0	353.2	141.00	182.00	212.00	5.7	4.9	10.6	12.3	1.7	1.5	32.8	33.4	KSE100, KSE30, KMI & MSCI	
Commercial Banks																					
UBL	United Bank Ltd.*	136.9	217.2	58.6	Buy	24.8	28.2	31.6	18.00	18.00	20.00	4.9	4.3	13.1	14.6	0.8	0.7	15.4	16.9	KSE100, KSE30 & MSCI	
BAFL	Bank Alfalah*	32.7	53.4	63.3	Buy	8.1	9.4	10.6	4.00	5.00	6.00	3.5	3.1	15.3	18.4	0.5	0.5	15.9	16.7	KSE100 & MSCI	
MCB	MCB Bank Ltd.*	144.1	236.3	64.0	Buy	26.3	30.9	35.2	19.00	22.00	25.00	4.7	4.1	15.3	17.4	0.8	0.8	19.2	20.0	KSE100, KSE30 & MSCI	
HBL	Habib Bank Ltd.*	113.5	184.7	62.7	Buy	23.9	29.3	33.2	7.50	9.00	10.00	3.9	3.4	7.9	8.8	0.5	0.5	14.4	14.7	KSE100, KSE30 & MSCI	
ABL	Allied Bank Ltd.*	85.0	114.6	34.8	Buy	15.3	18.4	20.3	8.00	9.00	10.00	4.6	4.2	10.6	11.8	0.7	0.6	15.2	15.4	KSE100	
NBP	National Bank of Pakistan.*	30.8	52.3	70.1	Buy	13.4	17.1	18.7	1.00	-	-	1.8	1.6	-	-	0.2	0.2	11.5	11.2	KSE100	
AKBL	Askari Bank Ltd.*	18.5	34.3	85.9	Buy	7.7	8.8	9.6	-	2.50	3.00	2.1	1.9	13.6	16.3	0.3	0.3	17.7	16.7	KSE100	
BOP	The Bank of Punjab*	6.9	12.9	86.5	Buy	4.2	4.5	5.0	-	1.00	1.50	1.5	1.4	14.5	21.7	0.3	0.3	21.4	20.1	KSE100	
MEBL	Meezan Bank Ltd.*	129.0	220.5	71.0	Buy	17.4	20.3	23.1	6.00	8.00	12.50	6.4	5.6	6.2	9.7	2.0	1.7	33.7	32.5	KSE100, KSE30 & KMI	
FABL	Faysal Bank Ltd.*	25.0	38.9	55.7	Buy	5.4	6.7	7.5	1.50	2.00	2.00	3.8	3.3	8.0	8.0	0.5	0.5	14.5	14.8	KSE100	
Fertilizer																					
ENGRO	Engro Corporation*	263.8	343.2	30.1	Buy	48.5	55.5	57.4	25.00	29.00	30.00	4.8	4.6	11.0	11.4	0.6	0.6	13.0	12.8	KSE100, KSE30, KMI & MSCI	
FFBL	Fauji Fert. Bin Qasim	22.5	33.8	50.3	Buy	4.9	5.3	5.5	-	1.00	1.00	4.3	4.1	4.5	4.5	0.9	0.8	26.1	20.6	KSE100	
EFERT	Engro Fertilizer	91.0	83.0	(8.8)	Hold	15.8	9.2	8.0	16.50	7.50	7.50	9.8	11.3	8.2	8.2	1.2	1.2	17.0	10.7	KSE100, KSE30, KMI & MSCI	
FFC	Fauji Fertilizer Co.	111.9	145.1	29.6	Buy	17.2	18.8	19.9	14.50	15.00	16.00	5.9	5.6	13.4	14.3	2.7	2.5	47.9	46.2	KSE100, KSE30 & MSCI	
FATIMA	Fatima Fertilizer Co.	40.0	na	na	na	na	na	na	na	na	na	Group Company: No estimates are given						KSE100 & KMI			
AHCL	Arif Habib Corp. Ltd.	36.8	na	na	na	18.3	na	na	3.00	na	na	Group Company: No estimates are given						KSEALL			
Cement																					
LUCK	Lucky Cement Ltd.	597.7	1,004.4	68.0	Buy	43.5	53.1	89.6	-	-	26.00	11.3	6.7	-	4.4	1.5	1.2	14.1	20.0	KSE100, KSE30, KMI & MSCI	
LUCK	Lucky Cement Ltd.*	597.7	1,004.4	68.0	Buy	70.7	104.2	177.0	-	-	26.00	5.7	3.4	-	4.4	1.0	0.8	19.4	26.6	KSE100, KSE30, KMI & MSCI	
FCCL	Fauji Cement Co.	17.6	30.3	72.2	Buy	2.5	3.5	4.2	-	0.50	1.50	5.0	4.2	2.8	8.5	0.9	0.8	19.1	19.7	KSE100 & KMI	
ACPL	Attock Cement Ltd.	123.0	203.4	65.4	Buy	8.1	9.3	28.2	4.00	3.00	10.00	13.2	4.4	2.4	8.1	0.9	0.8	7.2	20.1	KSEALL & KMI	
DGKC	D.G. Khan Cement Co.	66.0	119.5	81.0	Buy	8.5	11.0	22.9	1.00	-	4.00	6.0	2.9	-	6.1	0.4	0.3	6.3	12.2	KSE100, KSE30 & KMI	
KOHC	Kohat Cement Co.	161.2	261.4	62.1	Buy	17.4	28.1	42.6	-	-	15.00	5.7	3.8	-	9.3	1.2	1.0	22.5	27.9	KSE100 & KMI	
MLCF	Maple Leaf Cement.*	34.0	54.1	59.0	Buy	3.5	5.4	6.7	-	1.00	3.00	6.3	5.1	2.9	8.8	0.9	0.8	14.5	16.2	KSE100, KSE30 & KMI	
POWER	Power Cement	6.0	na	na	na	0.2	na	na	-	na	na	Group Company: No estimates are given						KMI			
Oil & Gas Marketing																					
PSO	Pakistan State Oil	156.7	300.0	91.5	Buy	62.1	110.3	67.5	15.00	20.00	20.00	1.4	2.3	12.8	12.8	0.4	0.4	33.8	17.9	KSE100, KSE30, KMI & MSCI	
APL	Attock Petroleum Ltd.	295.0	436.0	47.8	Buy	49.4	58.5	53.9	27.00	32.50	32.50	5.0	5.5	11.0	11.0	1.2	1.1	24.3	20.3	KSE100 & KMI	
HTL	Hi-Tech Lubricants Ltd.	39.6	78.3	97.9	Buy	4.7	5.8	8.1	4.00	3.00	4.00	6.9	4.9	7.6	10.1	1.2	1.0	17.7	22.3	KMI	
SNGP	Sui Northern Gas Pipeline Ltd.	29.8	80.9	171.5	Buy	21.2	19.8	19.7	6.00	6.00	6.00	1.5	1.5	20.1	20.1	0.4	0.4	49.7	149.7	KSE100 & KMI	
Automobile Assemblers and Parts																					
PSMC	Pak Suzuki Motor Co.	209.2	327.9	56.8	Buy	32.6	41.3	51.4	6.50	17.00	21.00	5.1	4.1	8.1	10.0	0.6	0.6	12.6	14.4	KSE100 & KMI	
INDU	Indus Motor Co.	1,300.0	1,823.7	40.3	Buy	163.2	248.2	278.8	103.50	125.00	167.00	5.2	4.7	9.6	12.8	1.8	1.5	36.8	35.2	KSE100	
HCAR	Honda Atlas Cars (Pak)	190.3	316.5	66.3	Buy	12.6	22.6	30.5	4.52	8.00	11.00	8.4	6.2	4.2	5.8	1.3	1.2	16.8	20.1	KSE100 & KMI	
MTL	Millat Tractors Ltd.	806.3	1,153.0	43.0	Buy	71.6	75.5	87.9	100.00	90.00	101.00	10.7	9.2	11.2	12.5	7.1	6.9	66.9	76.4	KSE100, KMI & MSCI	
PTL	Panther Tyres Ltd.	32.8	53.3	62.4	Buy	5.1	5.2	8.2	2.00	1.00	2.00	6.3	4.0	3.0	6.1	0.7	0.6	12.4	17.0	KMI	
Power Generation & Distribution**																					
HUBC	Hub Power Company*	68.8	132.1	107.0	Buy	26.0	23.5	30.2	12.00	13.25	14.25	2.9	2.3	19.3	20.7	0.7	0.6	25.7	28.1	KSE100, KSE30, KMI & MSCI	
NCPL	Nishat Chu. Power Ltd.	16.4	14.5	(2.5)	Hold	6.8	6.4	6.1	-	1.50	1.50	2.5	2.7	9.1	9.1	0.3	0.2	10.7	9.6	KSEALL	
NPL	Nishat Power Limited	17.8	22.7	47.2	Buy	7.6	6.5	6.3	1.50	2.00	2.00	2.7	2.8	11.2	11.2	0.3	0.2	9.0	8.7	KSEALL	
KAPCO	Kot Addu Power Co.	28.0	50.2	79.2	Buy	11.6	11.9	na	10.00	10.00	na	2.4	na	35.7	na	0.4	na	17.0	na	KSE100 & KSE30	
Textile Composite																					
NML	Nishat Mills Ltd.	79.2	144.6	82.6	Buy	16.8	28.2	25.6	4.00	11.50	10.00	2.8	3.1	14.5	12.6	0.3	0.3	11.0	9.3	KSE100 & KMI	
NCL	Nishat (Chunian) Ltd.	49.2	58.4	18.7	Buy	23.3	29.6	14.6	5.00	6.00	4.00	1.7	3.4	12.2	8.1	0.5	0.5	34.2	14.7	KSE100	
FML	Feroze1888 Mills Ltd.	66.2	124.2	87.6	Buy	10.8	10.1	14.8	3.43	4.28	6.31	6.6	4.5	6.5	9.5	1.0	0.9	15.6	20.3	KSE100 & KMI	
ILP	Interloop Ltd.	72.8	92.7	27.3	Buy	7.0	10.6	12.8	2.50	4.00	4.50	6.8	5.7	5.5	6.2	2.5	1.9	40.6	37.7	KSE100 & KMI	
Chemicals																					
LOTCEM	Lotte Chemical Pak Ltd.	15.0	18.5	23.7	Buy	3.07	2.39	2.72	1.50	1.00	1.50	6.3	5.5	6.7	10.0	1.0	1.0	17.4	18.1	KSE100	
EPCL	Engro Polymer & Chem.	62.7	77.5	23.5	Buy	16.6	13.8	14.2	16.30	5.50	5.75	4.5	4.4	8.8	9.2	1.5	1.3	37.6	31.8	KSE100, KSE30 & KMI	
ICI	ICI Pakistan Ltd.*	754.3	1,064.7	41.2	Buy	60.7	91.9	90.9	40.00	40.00	45.00	8.2	8.3	5.3	6.0	2.2	1.7	29.4	22.7	KSE100 & KMI	
Leather																					
SGF	Service Global Footwear Limitec	46.4	71.3	53.5	Buy	2.7	4.8	7.2	1.50	2.50	3.50	9.7	6.5	5.4	7.5	1.3	1.2	14.4	19.2	KMI	
Engineering																					
ASTL	Amreli Steels Ltd.	30.7	61.2	99.4	Buy	4.6	8.2	12.9	-	0.50	0.50	3.8	2.4	1.6	1.6	0.6	0.5	16.0	21.1	KSEALL	
ITTEFAQ	Ittefaq Iron Industries Ltd.	9.5	13.7	43.9	Buy	1.8	3.4	5.2	-	-	-	2.8	1.8	-	-	0.3	0.2	10.5	14.1	KMI	
AGHA	Agha Steel Industries Ltd.	18.2	53.9	197.0	Buy	3.4	4.8	8.0	-	1.00	2.00	3.8	2.3	5.5	11.0	0.7	0.6	19.3	26.9	KMI	
Food & Personal Care Product																					
UNITY	Unity Foods Ltd.	25.0	38.8	55.1	Buy	2.8	2.8	4.1	-	1.00	1.00	9.0	6.1	4.0	4.0	1.8	1.5	22.3	26.4	KSE100, KSE30 & KMI	

Source: Bloomberg, AHL Research, *Earnings Consolidated Basis, **Upside is total return

AHL Universe - Performance

Code	Closing	WoW (%)	MTD (%)	CYTD (%)	90-Days		180-Days		365-Days	
					High	Low	High	Low	High	Low
FFBL	22.47	7.36	(0.31)	(9.32)	27.25	20.59	27.34	20.22	29.15	20.22
SGF	46.44	7.35	(2.62)	0.17	53.02	43.26	54.06	41.12	63.82	41.12
EPCL	62.71	6.18	9.34	26.54	59.69	48.84	59.69	46.61	59.69	35.23
LUCK	597.67	5.29	(7.91)	(12.01)	701.27	552.60	790.31	552.60	940.74	552.60
UNITY	25.02	5.21	(8.75)	(5.48)	32.42	22.95	33.00	21.04	49.36	21.04
FATIMA	40.03	5.18	9.67	11.23	39.86	34.56	39.86	28.51	39.86	26.01
PSMC	209.16	4.95	(2.62)	(10.33)	243.09	192.63	267.87	192.63	364.45	192.63
HBL	113.51	4.72	(0.26)	(0.65)	122.17	108.39	125.38	104.10	130.17	104.10
HTL	39.59	4.13	(10.73)	(5.16)	48.19	38.02	58.18	36.53	65.21	36.53
FFC	111.91	3.88	6.98	16.55	107.73	93.46	107.73	88.75	107.73	88.75
MTL	806.25	3.35	1.33	17.53	798.24	679.43	798.24	679.43	798.24	661.10
HUBC	68.77	3.23	(4.37)	4.71	76.76	65.46	76.76	64.39	76.76	63.56
POWER	6.02	2.73	(1.31)	(5.35)	6.64	5.86	7.83	5.86	10.60	5.86
EFERT	91.00	2.72	8.89	26.66	88.59	70.82	88.59	62.05	88.59	48.86
ASTL	30.70	2.27	(16.80)	(31.41)	47.09	29.59	48.54	29.59	48.54	29.59
ACPL	122.98	2.25	(6.83)	(10.12)	137.68	119.67	145.80	119.09	172.90	119.09
NCL	49.23	1.97	(1.27)	14.61	51.59	40.78	51.59	37.24	51.59	36.86
KAPCO	28.03	1.93	(3.51)	(2.27)	31.99	27.13	31.99	23.61	32.78	23.61
MLCF	34.03	1.64	1.76	(5.34)	36.97	30.11	40.01	30.11	49.25	30.11
NPL	17.78	1.60	4.28	(1.26)	21.21	15.85	21.21	15.46	21.21	15.27
MEBL	128.95	1.41	(6.47)	(2.71)	141.33	127.15	151.79	127.15	151.79	88.83
ICI	754.29	1.23	(1.68)	1.75	775.00	718.20	791.08	690.98	874.55	690.98
INDU	1,300.00	1.14	(9.77)	8.21	1,440.74	1,197.68	1,440.74	1,040.18	1,440.74	892.78
BOP	6.90	0.94	(2.24)	(8.35)	7.76	6.76	7.92	6.76	7.92	6.76
NBP	30.77	0.92	5.68	(7.94)	35.83	29.12	35.83	29.12	36.63	29.12
MCB	144.05	0.92	(5.73)	(2.87)	158.92	141.89	158.92	139.45	158.92	139.43
ITTEFAQ	9.54	0.53	(8.80)	(20.30)	12.53	9.35	15.96	9.35	21.85	9.35
PTL	32.81	0.49	(4.29)	(21.43)	42.35	32.25	52.87	32.25	63.09	32.25
FML	66.20	0.46	(2.07)	(7.56)	74.46	63.68	99.21	63.68	104.59	63.68
FCCL	17.62	0.40	(0.34)	(4.08)	19.07	16.57	21.49	16.18	24.54	16.18
PSO	156.65	0.29	(13.58)	(13.88)	196.85	156.20	196.85	156.20	230.66	156.20
ENGRO	263.75	0.28	(3.01)	(2.82)	289.30	263.02	289.30	260.73	293.69	249.02
NML	79.20	0.27	(3.88)	(0.48)	96.77	77.94	96.77	77.03	100.20	76.32
APL	295.00	0.20	(6.65)	(1.95)	343.95	289.26	343.95	276.78	343.95	276.78
AHCL	36.78	0.19	6.95	2.65	36.94	33.10	37.66	32.19	37.66	31.70
AKBL	18.45	0.16	(4.11)	(16.21)	23.57	18.42	24.61	18.42	24.61	18.42
OGDC	82.62	0.16	(3.87)	(2.09)	92.98	82.11	92.98	76.38	97.66	76.38
MARI	1,721.82	0.11	(3.72)	7.95	1,800.13	1,546.06	1,800.13	1,419.75	1,800.13	1,354.97
FABL	25.01	0.04	4.15	13.12	26.89	21.79	27.55	21.79	27.55	14.76
ABL	85.00	-	1.74	5.74	89.34	73.88	89.34	64.74	89.34	62.16
PPL	72.42	(0.01)	(5.60)	(6.67)	85.92	72.43	85.92	68.58	90.63	68.58
KOHC	161.22	(0.14)	(7.89)	(14.52)	190.59	155.62	201.72	152.93	234.44	152.93
POL	373.43	(0.59)	0.76	10.02	394.25	327.78	394.25	317.73	394.25	307.68
DGKC	66.02	(0.84)	(7.99)	(20.40)	84.89	63.33	95.83	63.33	129.50	63.33
BAFL	32.69	(0.91)	(5.12)	0.10	36.39	31.91	36.39	30.27	36.39	25.62
SNGP	29.81	(1.06)	(12.25)	(10.88)	37.14	30.13	45.76	30.13	50.47	30.13
ILP	72.80	(1.48)	(5.60)	2.83	80.32	67.01	80.32	63.17	80.32	57.16
LOTCHEM	14.99	(1.51)	1.63	9.74	15.57	13.15	15.57	12.03	15.57	12.03
AGHA	18.16	(1.94)	(11.97)	(30.61)	27.62	17.77	32.48	17.77	34.28	17.77
UBL	136.91	(2.40)	(3.78)	4.47	143.74	127.93	143.74	109.25	143.74	100.01
HCAR	190.28	(2.67)	(10.50)	(19.64)	241.80	188.07	263.98	188.07	388.43	188.07
NCPL	16.40	(2.96)	11.95	2.50	18.67	12.32	18.67	11.74	18.67	11.74

Source (s): Bloomberg, AHL Research

Local & Foreign Investors Portfolio Investment (USD mn)

LIPI Normal

Current Week

Category	Gross Buy	Gross Sell	Net	Net
Individuals	125.88	123.25	BUY	2.63
Companies	10.99	12.95	SELL	(1.96)
Banks / DFIs	11.47	16.06	SELL	(4.59)
NBFC	0.12	0.08	BUY	0.04
Mutual Funds	15.39	10.06	BUY	5.33
Other Organizations	1.40	0.74	BUY	0.66
Broker Proprietary Trading	46.43	46.27	BUY	0.16
Insurance Companies	2.78	0.92	BUY	1.86
Total	214.45	210.33	BUY	4.12

Last Week

Category	Gross Buy	Gross Sell	Net	Net
Individuals	107.96	111.11	SELL	(3.15)
Companies	11.98	9.11	BUY	2.87
Banks / DFIs	6.91	2.53	BUY	4.38
NBFC	0.07	0.06	BUY	0.01
Mutual Funds	10.05	10.52	SELL	(0.47)
Other Organizations	2.50	1.51	BUY	0.99
Broker Proprietary Trading	26.68	28.42	SELL	(1.74)
Insurance Companies	3.00	0.99	BUY	2.00
Total	169.15	164.25	BUY	4.90

LIPI Sector Wise

Current Week

Sector	Gross Buy	Gross Sell	Net	Net
Commercial Banks	14.18	8.28	BUY	5.90
Fertilizer	13.28	14.87	SELL	(1.60)
Cement	16.21	16.16	BUY	0.05
Power Generation & Distribution	3.66	3.59	BUY	0.08
Exploration & Production	10.45	9.68	BUY	0.77
Oil & Gas Marketing Companies	8.72	8.54	BUY	0.18
Food and Personal Care Products	28.69	28.60	BUY	0.08
Textile Composite	6.30	6.24	BUY	0.06
Technology and Communication	61.14	61.98	SELL	(0.83)
Debt	9.18	9.18	SELL	-
All other Sectors	42.64	43.20	SELL	(0.57)
Total	214.45	210.33	BUY	4.12

Last Week

Sector	Gross Buy	Gross Sell	Net	Net
Commercial Banks	15.69	9.74	BUY	5.95
Fertilizer	8.62	9.11	SELL	(0.49)
Cement	21.63	21.34	BUY	0.29
Power Generation & Distribution	3.65	3.91	SELL	(0.26)
Exploration & Production	8.19	8.09	BUY	0.10
Oil & Gas Marketing Companies	6.36	5.70	BUY	0.66
Food and Personal Care Products	14.56	14.36	BUY	0.21
Textile Composite	2.23	2.23	BUY	0.00
Technology and Communication	41.65	43.28	SELL	(1.63)
Debt	2.02	2.02	SELL	-
All other Sectors	44.53	44.47	BUY	0.06
Total	169.15	164.25	BUY	4.90

FIPI Normal

Current Week

Category	Gross Buy	Gross Sell	Net	Net
Foreign Individuals	0.13	0.08	BUY	0.06
Foreign Corporates	10.45	15.61	SELL	(5.16)
Overseas Pakistani	12.24	11.25	BUY	0.98
Total	22.82	26.94	SELL	(4.12)

Last Week

Category	Gross Buy	Gross Sell	Net	Net
Foreign Individuals	0.07	0.06	BUY	0.01
Foreign Corporates	11.85	17.10	SELL	(5.25)
Overseas Pakistani	9.60	9.26	BUY	0.34
Total	21.53	26.42	SELL	(4.90)

FIPI Sector Wise

Current Week

Sector	Gross Buy	Gross Sell	Net	Net
Commercial Banks	6.34	12.24	SELL	(5.90)
Fertilizer	2.89	1.30	BUY	1.60
Cement	1.46	1.50	SELL	(0.05)
Power Generation & Distribution	0.27	0.34	SELL	(0.08)
Exploration & Production	1.12	1.89	SELL	(0.77)
Oil & Gas Marketing Companies	1.28	1.46	SELL	(0.18)
Food and Personal Care Products	1.58	1.67	SELL	(0.08)
Textile Composite	0.28	0.34	SELL	(0.06)
Technology and Communication	4.91	4.08	BUY	0.83
All other Sectors	2.70	2.13	BUY	0.57
Total	22.82	26.94	SELL	(4.12)

Last Week

Sector	Gross Buy	Gross Sell	Net	Net
Commercial Banks	4.91	10.86	SELL	(5.95)
Fertilizer	1.86	1.38	BUY	0.49
Cement	1.46	1.75	SELL	(0.29)
Power Generation & Distribution	0.85	0.60	BUY	0.26
Exploration & Production	1.57	1.67	SELL	(0.10)
Oil & Gas Marketing Companies	1.10	1.76	SELL	(0.66)
Food and Personal Care Products	0.83	1.04	SELL	(0.21)
Textile Composite	0.21	0.21	SELL	(0.00)
Technology and Communication	5.56	3.93	BUY	1.63
All other Sectors	3.17	3.24	SELL	(0.06)
Total	21.53	26.42	SELL	(4.90)

Source (s): NCCPL, AHL Research

Forward Estimates

Country	Indonesia	India	Vietnam	Philippines	Sri Lanka	Thailand	China	Taiwan	S.Korea	Peer Avg	Pakistan	Prem/(Disc)
DY (%)	2.5	1.4	1.3	1.9	2.6	3.0	3.5	4.0	2.1	2.5	9.2	-72.8%
P/E (x)	6.4	20.9	11.0	14.2	12.6	15.6	9.2	12.4	9.5	12.4	4.7	-61.8%
P/B (x)	0.4	3.1	2.0	1.6	8.7	1.6	1.2	2.1	1.0	2.4	0.8	-68.6%

Source: Bloomberg, AHL Research

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

Country	Index	Index Closing*	WTD (%)	MTD (%)	CY22TD (%)	Country	Index	Index Closing*	WTD (%)	MTD (%)	CY22TD (%)
Brazil	IBOV Index	119,053	7.3	13.1	31.2	Switzerland	SMI Index	12,158	0.4	0.5	(6.9)
Mongolia	MSETOP Index	38,782	5.0	(2.8)	(14.7)	Malaysia	FBMKLCI Index	1,603	0.4	(0.7)	1.0
Norway	OBXP Index	601	4.1	8.0	8.5	Taiwan	TWSE Index	17,677	0.2	(2.1)	(6.2)
Chile	IPSA Index	4,955	3.7	10.7	24.4	Poland	WIG20 Index	2,123	0.2	3.6	(11.7)
Bahrain	BHSEASI Index	2,033	3.4	3.5	13.1	South Korea	KOSPI Index	2,730	0.1	(0.3)	(10.5)
Serbia	BELEX15 Index	836	3.1	(1.7)	(1.0)	Hungary	BUX Index	43,906	(0.1)	(1.9)	(16.9)
Australia	AS51 Index	7,406	2.9	8.8	2.7	Hong Kong	HSI Index	21,405	(0.1)	(5.9)	(8.9)
Japan	NKY Index	28,150	2.8	0.4	(7.4)	USA	INDU Index	34,708	(0.1)	2.4	(4.5)
Singapore	FSSTI Index	3,414	2.4	5.3	8.6	Croatia	CRO Index	2,054	(0.3)	0.8	(4.6)
USA	NDX Index	14,766	2.4	3.7	(9.5)	Latvia	RIGSE Index	1,141	(0.3)	(6.5)	(12.9)
Luxembourg	LUXXX Index	1,777	2.3	0.8	3.4	New Zealand	NZSE Index	1,928	(0.4)	2.8	(7.0)
South Africa	JALSH Index	74,549	2.1	3.9	10.6	Ukraine	PFTS Index	519	(0.4)	3.1	(8.2)
Czech Republic	PX Index	1,347	2.1	(0.0)	(7.2)	Germany	DAX Index	14,416	(0.4)	(2.0)	(11.7)
Philippines	PCOMP Index	7,125	2.1	(4.1)	(2.0)	Europe	SX5E Index	3,901	(0.5)	(2.3)	(12.2)
Vietnam	VNIndex Index	1,499	2.0	0.3	(0.2)	Bangladesh	DSEX Index	6,753	(0.5)	(0.1)	(0.7)
Turkey	XU100 Index	2,193	1.9	5.2	5.2	France	CAC Index	6,610	(0.6)	(2.5)	(10.6)
Portugal	PSI20 Index	5,829	1.9	3.0	1.2	Nigeria	NGSEINDX Index	46,961	(0.7)	(0.5)	12.1
Mexico	MEXBOL Index	55,830	1.9	6.6	6.6	Belgium	BEL20 Index	4,135	(0.7)	1.2	(7.2)
Dubai	DFMGI Index	3,412	1.9	1.7	6.8	Oman	MSM30 Index	4,281	(0.8)	5.6	3.7
Uae	ADSMI Index	9,769	1.7	4.8	15.1	Thailand	SET Index	1,677	(0.8)	(3.1)	0.5
Qatar	DSM Index	13,632	1.6	5.2	17.9	Iceland	ICEXI Index	2,531	(0.8)	(0.2)	(3.2)
Lithuania	VILSE Index	889	1.4	(2.7)	(10.5)	Tunisia	TUSISE Index	7,117	(1.0)	(1.6)	(2.3)
Saudi Arabia	SASEIDX Index	12,948	1.4	2.9	14.9	India	SENSEX Index	57,362	(1.2)	1.1	(3.7)
Kenya	NSEASI Index	159	1.3	(1.3)	(5.5)	Bulgaria	SOFIX Index	597	(1.2)	(1.6)	(8.7)
UK	UKX Index	7,493	1.3	(1.0)	(1.0)	Spain	IBEX Index	8,345	(1.3)	(3.3)	(6.8)
USA	SPX Index	4,520	1.3	3.3	(5.2)	Sweden	OMX Index	2,133	(2.0)	0.8	(15.1)
Kazakhstan	KZKAK Index	3,318	1.2	(7.2)	(20.4)	Ghana	GGSECI Index	2,742	(2.0)	(8.3)	(19.2)
Netherland	AEX Index	728	1.2	(2.0)	(11.8)	Romania	BET Index	12,471	(2.1)	(3.6)	(7.1)
Jordan	JOSMGNFF Index	2,259	1.2	5.2	6.5	China	SHSZ300 Index	4,175	(2.2)	(9.7)	(15.6)
Canada	SPTSX Index	21,938	1.1	5.1	4.3	Greece	ASE Index	843	(2.9)	(7.2)	(8.9)
Italy	FTSEMIB Index	24,590	1.1	(4.9)	(12.5)	Denmark	KFX Index	1,717	(3.1)	(0.2)	(10.4)
Argentina	MERVAL Index	90,107	0.7	(0.1)	0.6	Finland	HEX Index	11,044	(3.2)	(3.6)	(16.4)
Indonesia	JCI Index	7,003	0.7	1.7	5.9	Austria	ATX Index	3,265	(3.3)	(5.3)	(17.7)
Pakistan	KSE100 Index	43,551	0.5	(4.4)	(5.2)	Ireland	ISEQ Index	7,246	(4.8)	(9.4)	(17.0)
Lebanon	BLOM Index	964	0.5	1.3	(6.3)	Sri Lanka	CSEALL Index	10,455	(5.6)	(37.2)	(40.2)
Slovenia	SBITOP Index	1,191	0.5	0.5	(8.0)	Egypt	EGX30 Index	11,709	(6.4)	(9.9)	(16.0)
Mauritius	SEMDEX Index	2,149	0.5	(3.1)	0.3	Russia	RTSI\$ Index	830	(11.5)	(11.5)	(48.0)
Estonia	TALSE Index	1,888	0.5	(0.1)	(8.2)	Russia	IMOEX Index	2,484	(17)	(17.0)	(51.1)

Key Economic Data & Commodities Prices

Month end	Units	Mar-21	Apr-21	May-21	Jun-21	Jul-21	Aug-21	Sep-21	Oct-21	Nov-21	Dec-21	Jan-22	Feb-22	Current*
Money Market Data														
03-M T-Bill	%	7.4	7.3	7.4	7.3	7.2	7.2	7.6	8.2	9.7	10.4	10.2	10.5	11.8
06-M T-Bill	%	7.8	7.5	7.6	7.5	7.5	7.4	8.0	8.8	10.2	11.3	10.6	10.9	12.3
12-M T-Bill	%	7.9	7.7	7.7	7.8	7.7	7.6	8.7	9.1	10.7	11.4	10.8	11.0	12.4
03-Y PIB	%	9.4	8.9	9.0	9.0	8.9	8.7	9.7	9.9	11.4	11.4	10.8	10.9	12.1
05-Y PIB	%	9.9	9.4	9.4	9.5	9.4	9.3	10.0	10.2	11.5	11.5	10.9	11.0	12.0
10-Y PIB	%	10.4	10.0	9.9	9.9	10.0	9.9	10.5	11.0	11.9	11.6	11.1	11.1	11.9
06-M KIBOR	%	7.9	7.6	7.7	7.7	7.6	7.5	8.2	8.9	10.3	11.5	10.7	11.0	11.0
Policy Rate	%	7.0	7.0	7.0	7.0	7.0	7.0	7.3	7.3	8.8	9.8	9.8	9.8	9.75
Inflation (YoY)														
Headline (CPI New Base)	%	9.1	11.1	10.9	9.7	8.4	8.4	9.0	9.2	11.5	12.3	13.0	13.0	12.2
Monetary Sector														
M1	PKR bn	18,403	18,723	18,935	19,824	19,888	19,812	20,085	19,902	20,128	20,444	20,204	n.a	20,204
M2	PKR bn	21,985	22,213	22,476	23,722	23,576	23,537	23,904	23,646	23,933	24,369	24,211	n.a	24,211
M3	PKR bn	26,228	26,441	26,606	27,731	27,563	27,494	27,840	27,576	27,854	28,273	28,122	n.a	28,122
Banking Sector														
Deposits	PKR bn	17,906	17,561	17,955	19,796	18,839	19,208	19,829	19,344	19,668	20,972	19,949	19,914	19,914
Advances	PKR bn	8,600	8,665	8,811	8,996	8,878	8,936	9,290	9,394	9,646	10,149	9,944	9,961	9,961
Investment	PKR bn	12,553	12,418	13,068	13,742	14,102	13,902	14,096	13,796	13,556	14,124	14,424	14,541	14,541
WALR	%	7.8	8.0	7.9	8.0	7.8	7.8	7.7	7.9	8.0	8.7	9.3	9.6	9.6
WADR	%	3.5	3.5	3.5	3.5	3.6	3.6	3.6	3.7	3.8	4.6	5.08	5.00	5.0
Spread	%	4.3	4.5	4.5	4.5	4.2	4.3	4.1	4.2	4.2	4.1	4.26	4.62	4.6
External Sector														
Forex Reserves	USD bn	20.6	22.7	23.3	23.3	24.9	27.2	26.0	23.8	22.3	23.9	22.1	22.9	21.4
With SBP	USD bn	13.5	15.6	16.1	16.1	17.8	20.1	19.3	17.2	16.0	17.7	15.7	16.5	15.0
With Banks	USD bn	7.1	7.1	7.2	7.2	7.0	7.1	6.7	6.6	6.4	6.2	6.4	6.4	6.5
Exchange rate	PKR/USD	152.8	153.5	154.4	157.5	162.4	166.4	170.7	171.7	175.7	176.5	176.7	177.5	181.78
C/A Balance	USD mn	(364)	(188)	(650)	(1,619)	(814)	(1,473)	(1,134)	(1,760)	(1,908)	(1,863)	(2,531)	(545.0)	(545)
Exports	USD bn	2.6	2.3	2.1	2.5	2.3	2.3	2.6	2.4	2.7	2.9	2.5	2.9	2.9
Imports	USD bn	5.2	5.0	5.0	6.3	5.4	6.0	6.1	6.0	6.4	6.5	6.3	5.2	5.2
Trade Balance	USD bn	(2.6)	(2.7)	(2.8)	(3.8)	(3.4)	(3.7)	(3.4)	(3.7)	(3.7)	(3.6)	(3.8)	(2.3)	(2.3)
Remittances	USD bn	2.7	2.8	2.5	2.7	2.7	2.7	2.7	2.5	2.4	2.5	2.1	2.2	2.2
Key Commodities Prices														
International														
Coal	USD/ton	96.9	93.2	108.3	114.9	123.0	146.8	200.5	220.0	117.0	137.3	174.0	261.0	333.4
Steel (HRC)	USD/ton	818.6	888.4	886.2	836.9	918.7	887.4	900.1	848.0	744.9	747.2	766.4	785.8	817.6
PTA	USD/ton	690.0	695.0	695.0	745.0	750.0	745.0	745.0	780.0	735.0	725.0	815.0	875.0	885.0
Gold	USD/oz	1,707.7	1,769.1	1,906.9	1,770.1	1,814.2	1,813.6	1,757.0	1,783.4	1,774.5	1,829.2	1,797.2	1,909.0	1,957.7
Cotton (COTLOOK A)	USD/lb	87.2	91.9	89.7	96.6	100.3	103.7	110.2	123.1	123.3	125.9	135.9	135.2	146.8
Crude oil (WTI)	USD/bbl	59.2	63.6	66.3	73.5	74.0	68.5	75.0	83.6	66.2	75.2	88.2	95.7	112.3
Crude oil (Arab Light)	USD/bbl	63.4	66.1	68.7	75.0	75.4	72.2	79.0	83.9	72.8	79.2	91.1	99.9	121.1
Crude oil (Brent)	USD/bbl	63.5	67.3	69.3	75.1	76.3	73.0	78.5	84.4	70.6	77.8	91.2	101.0	119.0
Local														
Cotton	PKR/maund	11,500	11,300	12,300	12,600	13,000	14,200	14,100	15,400	17,500	18,000	19,400	20,000	20,000
Cement	PKR/bag	611	615	615	640	654	674	678	723	742	739	737	748	862
Gold	PKR/10 grms	90,880	89,510	93,020	92,770	93,880	92,250	97,310	102,280	101,680	107,940	108,880	111,460	110,940

*Current Price

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Arif Habib Limited (AHL) uses three rating categories, depending upon return form current market price, with Target period as Dec'22 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 +10% from last closing of market price(s)
HOLD	Upside* of subject security(ies) is between -10% and +10% from last closing of market price(s)
SELL	Upside* of subject security(ies) is less than -10% from last closing of market price(s)

* Upside for Power Generation Companies is upside plus dividend yield.

Equity Valuation Methodology

AHL Research uses the following valuation technique(s) to arrive at the period end target prices;

- **Discounted Cash Flow (DCF)**
- **Dividend Discounted Model (DDM)**
- **Sum of the Parts (SoTP)**
- **Justified Price to Book (JPTB)**
- **Reserved Base Valuation (RBV)**

Risks

The following risks may potentially impact our valuations of subject security (ies);

- **Market risk**
- **Interest Rate Risk**
- **Exchange Rate (Currency) Risk**

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

Arif Habib Limited (AHL) has shareholding in OGDC, PPL, NBP, AKBL, FCCL, MLCF, PSO, UNITY and SNGP.