

Market Summary							Commentary
	19-Aug-22	7day	30day	90day	FYTD	CYTD	The positive news flow on economic front led by affirmation of IMF tranche, with further assistance from Gulf states has boosted investors' confidence in Pakistan especially short-term risk has diluted to great extent evident by decline in Pakistan bonds yields. PKR also took a breath with its recovery against the USD and is now trading at 214/USD. While the govt. actions have decreased the pace of imports, these actions along with rain and flood , created supply shock which impacted food inflation. SPI spiked by 42% by week end showing govt. has limited options but to keep a tight cap on expenditures to keep economy afloat. Pakistan's Foreign exchange reserves leaves limited room for any soft action. Gov. has agreed with IMF to increase fuel prices in a staged wise pattern. These consecutive actions are to ensure a desired primary budgetary balance. As world faces continued commodity super cycle, a slowdown in various economies could add up to be a positive factor for local economy. Pakistan's action on monetary side can be considered as a necessary and preemptive as regional economies i.e. Bangladesh is now facing some similar external issues. SBP is expected to keep the policy rate at 15% and as demand cooling off has started to pay off. Remittance for the 1mFY23 clocked at USD 2.5 billion as compared to USD 2.7 billion in the month of June 2022, showing dip of 8%. Reserves of SBP are at ~USD 7.9 billion while commercial banks have USD 5.7 billion in reserves. Gov. has also been vigilant on USD outflow with some restriction being added to travelers. On the other hand, KSE-100 Index increased by 1.0% on weekly basis. Banking, Cement and Power sectors remained green while Auto Assemblers, OMC and E&P contributed negatively to index. Auto Assembler shares were negatively impacted (2.5% WoW) as plant shutdowns commenced. There is significant increase in volume being traded (51% on w/w) , owing to expectations of IMF Tranche and lower oil prices.
KSE100	43,271	1.0%	6.9%	0.4%	4.2%	-3.0%	
KMI30	71,313	1.5%	7.4%	2.6%	3.7%	-0.5%	
KMIAll	21,769	0.7%	6.3%	3.3%	4.2%	-1.2%	
Global Markets							
	19-Aug-22	7day	30day	90day	FYTD	CYTD	
UK	7,550	-0.7%	-3.8%	-2.1%	-5.0%	-2.2%	
USA	12,715	2.6%	-6.4%	-10.7%	-13.3%	23.0%	
China	3,258	0.6%	1.4%	-3.4%	4.3%	11.7%	
Japan	28,930	-1.3%	-4.3%	-7.6%	-8.8%	-0.5%	
India	59,646	-0.3%	-7.1%	-8.9%	-11.1%	-2.3%	
KSE100 Index Top Ten Sector Details (on Free Float Market Capitalization)							
	Index Weight (%)	Current Market Cap (PKR'Bn)	Previous Week Market Cap (PKR'Bn)	Change (%) in Market Cap.			
SECTORS							
COMMERCIAL BANKS	22	371	366	1.23			
FERTILIZER	13	220	219	0.49			
OIL & GAS EXPLORATION COMPANIES	12	202	205	(1.43)			
CEMENT	8	129	124	3.68			
TECHNOLOGY & COMMUNICATION	7	118	114	3.24			
POWER GENERATION & DISTRIBUTION	5	91	89	1.98			
AUTOMOBILE ASSEMBLER	4	71	72	(1.26)			
CHEMICAL	4	65	67	(3.33)			
OIL & GAS MARKETING COMPANIES	4	65	67	(1.71)			
PHARMACEUTICALS	3	52	51	1.21			
Portfolio Investments (USD mn)							
	7 days	30 days	90 days	365days	FYTD	CYTD	
FIPI (net)	(3)	(2)	(9)	(265)	3	(44)	
LIPI (net)	3	2	9	265	(3)	44	
Ind.	(1.9)	1	43	166	11	96	
Banks/DFIs	(2.5)	(0)	7	102	(4)	83	
Companies	2.5	5	32	97	7	58	
M.Funds	1.8	(3)	(31)	(140)	(12)	(129)	
Brokers	7.2	8	6	(7)	6	(2)	
Others	0.2	(1)	9	55	2	20	
Ins.	(4.5)	(8)	(55)	(10)	(14)	(81)	
NBFC	0.0	0	(2)	2	0	(1)	
PKRV Rates (change in bps)							
	Rate %	7day Δ	1m Δ	3m Δ	6m Δ	12m Δ	
PKRV 1Y	15.89	2	21	124	518	819	
PKRV 3Y	13.65	-	42	19	290	485	
PKRV 5Y	12.90	5	(35)	5	211	355	
PKRV 10Y	12.57	(28)	(41)	(30)	162	267	
PKRV 20Y	13.42	(4)	(2)	(8)	167	296	
*Inter Bank Rate							
19-Aug-22							

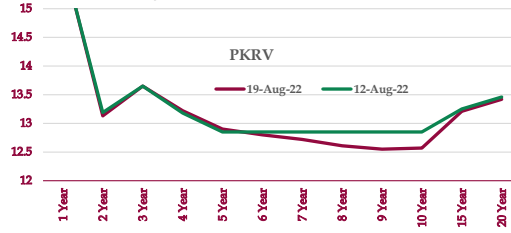
Key Economic Figures						
		FY19	FY20	FY21	Fy22	19-Aug
Policy Rate	19-Aug-22	10.8%	7.0%	7.0%	13.8%	15.0%
1yr KIBOR	19-Aug-22	13.6%	7.4%	8.1%	15.7%	16.3%
Inflation	July End	8.8%	7.8%	9.8%	21.3%	24.9%
PKR USD*	19-Aug-22	163.1	168.2	157.3	204.8	214.7
Key Economic Figures						
		FY19	FY20	FY21	Fy22	19-Aug
Imports	USD'mn	51,869	46,417	56,380	72,048	4,993
Exports	USD'mn	24,257	23,462	25,304	32,450	2,254
Trade Deficit	USD'mn	(27,612)	(22,955)	(31,076)	(39,598)	(2,739)
Remittances	USD'mn	21,740	23,131	29,370	31,238	2,524
FX Reserves	USD'mn	14,482	18,886	24,398	15,742	13,613

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