

Market Summary

| | 31-Aug-23 | 15days | 30days | 90days | FYTD | CYTD |
|----------------|-----------|--------|--------|--------|-------|--------|
| KSE100 | 45,002 | -6.53% | -6.7% | 8.8% | 8.6% | 11.3% |
| KMI30 | 74,969 | -7.39% | -7.1% | 5.4% | 6.0% | 9.8% |
| KMIAll | 21,626 | -6.95% | -7.8% | 7.9% | 5.7% | 8.2% |
| Global Markets | | | | | | |
| | 31-Aug-23 | 15days | 30days | 90days | FYTD | CYTD |
| UK | 7,439 | -1.1% | 3.1% | 2.3% | 1.2% | 0.2% |
| USA | 14,035 | -4.0% | 1.8% | -5.7% | -1.8% | -25.4% |
| China | 3,120 | 1.0% | 5.5% | 3.5% | 2.6% | -1.0% |
| Japan | 32,593 | -2.5% | 2.7% | -3.3% | 1.8% | -19.9% |
| India | 64,831 | 1.1% | 2.5% | -3.5% | -0.2% | -6.2% |

Portfolio Investments (USD mn)

| | 7 days | 30 days | 90 days | 365days | FYTD | CYTD |
|------------|--------|---------|---------|---------|------|-------|
| FIPI (net) | 4 | 12 | 37 | 30 | 31 | 34 |
| LIPI (net) | (4) | (12) | (37) | (30) | (31) | (34) |
| Ind. | (0.3) | (11) | (3) | 59 | (8) | 27 |
| Banks/DFIs | (7.0) | (22) | (28) | 46 | (28) | (4) |
| Companies | 0.1 | 18 | 31 | 112 | 21 | 98 |
| M.Funds | (4.2) | (19) | (50) | (167) | (37) | (118) |
| Brokers | (3.5) | (5) | (12) | (29) | (7) | (14) |
| Others | (0.2) | (10) | (9) | 10 | (11) | (2) |
| Ins. | 11.4 | 37 | 35 | (61) | 39 | (22) |
| NBFC | (0.0) | (0) | (0) | (0) | (0) | 2 |

Key Economic Figures

| | | FY20 | FY21 | FY22 | FY23 | 31-Aug |
|-------------|-----------|-------|-------|-------|-------|--------|
| Policy Rate | 31-Aug-23 | 7.0% | 7.0% | 13.8% | 22.0% | 22.0% |
| 1yr KIBOR | 31-Aug-23 | 7.4% | 8.1% | 15.7% | 23.3% | 23.5% |
| Inflation | Aug End | 7.8% | 9.8% | 21.3% | 29.4% | 27.4% |
| PKR USD* | 31-Aug-23 | 168.2 | 157.3 | 204.8 | 286.0 | 305.5 |

Key Economic Figures

| | | FY20 | FY21 | FY22 | FY23 | FY24-TD |
|---------------|--------|----------|----------|----------|----------|---------|
| Imports | USD'mn | 46,417 | 56,380 | 72,048 | 56,222 | 5,031 |
| Exports | USD'mn | 23,462 | 25,304 | 32,450 | 32,449 | 2,654 |
| Trade Deficit | USD'mn | (22,955) | (31,076) | (39,598) | (23,773) | (2,377) |
| Remittances | USD'mn | 23,131 | 29,370 | 31,238 | 27,028 | 2,027 |
| FX Reserves | USD'mn | 18,886 | 24,398 | 15,742 | 9,181 | 13,171 |

PKRV Rates (change in bps)

| | Rate % | 15day Δ | 1m Δ | 3m Δ | 6m Δ | 12m Δ |
|----------|--------|---------|------|------|------|-------|
| PKRV 1Y | 23.28 | 30 | 37 | 133 | 239 | 738 |
| PKRV 3Y | 20.57 | 112 | 130 | 143 | 216 | 692 |
| PKRV 5Y | 17.22 | 46 | 44 | 225 | 123 | 422 |
| PKRV 10Y | 16.31 | 18 | 41 | 121 | 76 | 371 |
| PKRV 20Y | 15.37 | - | (6) | 22 | 5 | 196 |

*Inter Bank Rate

31-Aug-23

KSE100 Index Top Ten Sector Details (on Free Float Market Capitalization)

| SECTORS | Index Weight (%) | Current Market Cap (PKR'Bn) | Previous Week Market Cap (PKR'Bn) | Change (%) in Market Cap. |
|---------------------------------|------------------|-----------------------------|-----------------------------------|---------------------------|
| COMMERCIAL BANKS | 23 | 363 | 383 | (5.11) |
| FERTILIZER | 12 | 193 | 203 | (4.89) |
| OIL & GAS EXPLORATION COMPANIES | 13 | 203 | 219 | (7.00) |
| CEMENT | 8 | 130 | 141 | (7.95) |
| CHEMICAL | 3 | 49 | 52 | (4.90) |
| OIL & GAS MARKETING COMPANIES | 3 | 51 | 56 | (9.91) |
| PHARMACEUTICALS | 2 | 31 | 33 | (7.81) |

Commentary

Economic Review

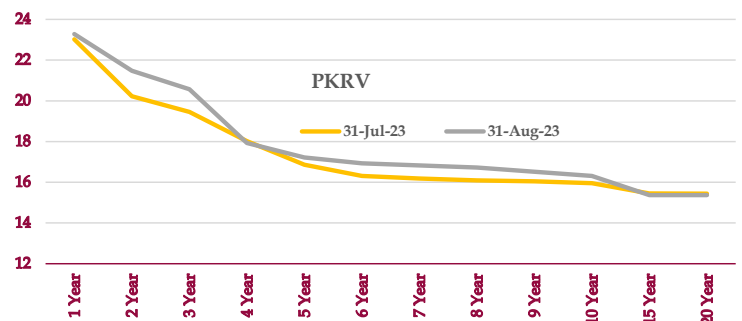
Economic flux continued to grapple the country with release of Current Account Deficit which swelled to USD809 million after a respite of four months. The gov. tenure ended with leaving behind an overabundance of uneasy decision to be delivered by the hand of interim setup. Amid IMF program stringent requirements, with no respite in international prices, dwindling exports and grim confidence left little room to cherish. Current political situation also left its mark on remittances which declined to USD 2,026 million, a decline of ~20% on YoY basis. Amid tight fiscal space, govt. is pressed to pass on power tariff increase along with increase in gas prices to masses which would extensively already depleted purchasing power which has been hit by ~28% inflation on YoY basis. LSM figures also depicted a decline of 10.26% on YoY basis with major import related industries facing forced shutdowns also struck down consumer financing with auto financing specially hit as loan retirees going down by ~18% on YoY basis.

Money Market Review

Central bank conducted Fixed PIB auction with for 3-year and 5y-year mopping up ~PKR80 billion against a target of PKR255 billion at weighted average cut-off of 19.3244% and 15.9500% respectively. SPB also conducted T-Bill auction during the month with a target of PKR2,700 billion with participation of PKR 5,145 billion with realization of PKR2,092 billion with yields for 3-month and 12-month yields of 22.8734% and 22.9396% respectively.

Stock Market Review

The benchmark KSE100 index close at 45,002 a loss of ~6.7% for the month while KMI30 dip by 7.1% in the month of August. Major hit on the index was witness in the last 15 days where KSE100 and KMI30 shrink by -6.53% and -7.39% respectively. All the sectors performance was dragged; top 3 non performing sectors include Oil & Gas marketing companies, cement and pharmaceuticals which had a change in market cap by 9.91%, 7.95% & 7.81%.



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