

Market Summary

	31-Oct-23	MTD	30days	90days	FYTD	CYTD
KSE100	51,920	12.30%	12.3%	6.5%	25.3%	28.5%
KMI30	88,225	13.59%	13.6%	7.9%	24.7%	29.2%
KMIALL	25,297	11.75%	11.8%	6.4%	23.7%	26.6%

Global Markets

	31-Oct-23	MTD	30days	90days	FYTD	CYTD
UK	7,322	3.9%	3.9%	3.3%	2.9%	1.8%
USA	12,851	2.9%	2.9%	8.7%	7.3%	-18.6%
China	3,019	3.0%	3.0%	8.0%	6.1%	2.3%
Japan	30,859	3.2%	3.2%	6.0%	7.6%	-15.4%
India	63,875	3.1%	3.1%	3.0%	1.3%	-4.8%

Portfolio Investments (USD mn)

	7 days	30 days	90 days	365days	FYTD	CYTD
FIPI (net)	(4)	(12)	(10)	(20)	10	12
LIPI (net)	4	12	10	20	(10)	(12)
Ind.	2.7	5	5	55	7	43
Banks/DFIs	(5.5)	1	(36)	30	(42)	(18)
Companies	4.9	15	34	133	40	117
M.Funds	(1.5)	(7)	(25)	(146)	(45)	(125)
Brokers	1.1	(1)	(7)	(26)	(9)	(16)
Others	2.0	2	(1)	12	(2)	7
Ins.	0.2	(4)	40	(36)	41	(20)
NBFC	(0.0)	(0)	(0)	(1)	(0)	1

Key Economic Figures

		FY20	FY21	FY22	FY23	31-Oct
Policy Rate	31-Oct-23	7.0%	7.0%	13.8%	22.0%	22.0%
1yr KIBOR	31-Oct-23	7.4%	8.1%	15.7%	23.3%	22.3%
Inflation	Oct End	7.8%	9.8%	21.3%	29.4%	26.3%
PKR USD*	31-Oct-23	168.2	157.3	204.8	286.0	281.47

Key Economic Figures

		FY20	FY21	FY22	FY23	FY24-TD
Imports	USD'mn	46,417	56,380	72,048	51,979	17,033
Exports	USD'mn	23,462	25,304	32,450	27,903	9,617
Trade Deficit	USD'mn	(22,955)	(31,076)	(39,598)	(24,076)	(7,416)
Remittances	USD'mn	23,131	29,370	31,238	27,028	6,330
FX Reserves	USD'mn	18,886	24,398	15,742	9,181	12,655

PKRV Rates (change in bps)

	Rate %	15day Δ	1m Δ	3m Δ	6m Δ	12m Δ
PKRV 1Y	21.77	(113)	(113)	(112)	(12)	605
PKRV 3Y	17.81	(130)	(130)	(143)	(47)	376
PKRV 5Y	15.45	(178)	(178)	(130)	43	227
PKRV 10Y	15.15	(97)	(97)	(76)	5	224
PKRV 20Y	15.01	(33)	(33)	(42)	(14)	151

*Inter Bank Rate

31-Oct-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	17	409	355	15.21
FERTILIZER	6	218	190	14.61
OIL & GAS EXPLORATION COMPANIE	13	214	204	4.77
CEMENT	5	143	135	6.02
CHEMICAL	6	53	52	1.14
OIL & GAS MARKETING COMPANIES	2	64	56	14.20
PHARMACEUTICALS	2	36	31	15.47

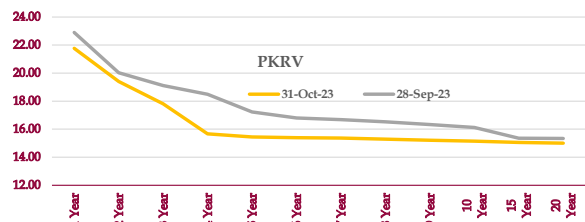
Commentary

Economic Review

With central bank keeping policy rate unchanged albeit market expectations of retreat and stability in PKR against green back, positive signs have emerged that economy is gradually getting back on track. Central Bank has highlighted key positives which contributed to a stable stance i.e., stability of PKR:USD parity, shoring of SBP foreign exchange reserves, fiscal consolidation. Central bank is also convenient of achieving inflation target range going forward while also incorporating better crop yields to pacify food prices for inflation projections. Although regional crisis in Middle East has led to volatility in crude oil prices amid supply concerns; bond market have shown signs of recovery with fund managers enhancing portfolio durations. Gov. is committed to achieve tax collection target with FBR tax collection standing at PKR707bn in Oct-2023 up 37% YoY, exceeds target of PKR705bn by PKR2bn. This has taken 4MFY24, FBR collection to PKR2,748bn up 27% YoY surpassing desired target of PKR2,682bn by PKR66bn. Gov. keeping its policies aligned with IMF had moved to enhance gas tariffs to control gas circular debt which would ease energy chain and consolidate the sector.

Stock Market Review

During the month, KSE100 advanced by 12.30% while KMI 30 also generated return of 13.6%. As central bank endorsed stable policy rate, market participants entered stable mode with expectation of peaked interest rate cycle and stability in PKR:USD parity further aided by passing on of gas tariff which bodes well for upcoming IMF talks for release of ~USD700mn. During the month Commerical Banks, Oil & Gas Markeing Companies, Fertilizers and Pharmaceutical grew owing to positive sentiments regarding expected decline in inflation and peaked



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