

Market Summary							Commentary						
	09-Sep-22	7day	30day	90day	FYTD	CYTD							
KSE100	41,948	-0.9%	-1.3%	-0.2%	1.0%	-5.9%	IMF highlighted political issues and resulting fiscal slippages which led to unsustainable fiscal situation resulting in demand unsupportive of central banks' reserves standing. IMF has stressed new gov. to keep a proactive monetary policy along with enforcing tight measures on fiscal side with limiting grants, removing subsidies on fuel & power to achieving a primary budgetary balance. For FY22 fiscal imbalance reached 7% of GDP against the program target of 4.3% while primary deficit target was also breached.						
KMI30	69,220	-1.2%	-0.3%	0.5%	0.7%	-3.4%							
KMIAll	21,250	-1.0%	-0.7%	1.8%	1.7%	-3.5%							
Global Markets													
	09-Sep-22	7day	30day	90day	FYTD	CYTD	IMF while recognizing the pressure on PKR:USD pressed on continues keeping a market-based exchange rate. A key concern raised by IMF under program is removal of ban on imports of luxury items i.e., mobile phones, cars and non-essential items. IMF rules out these restrictions to manage Balance of Payments (BoP) and govt. has committed to gradually remove these restrictions and KERB has started to witness the stress on PKR simultaneously.						
UK	7,351	-1.0%	2.1%	-0.5%	-2.5%	0.5%							
USA	12,112	-4.0%	6.1%	-6.4%	-8.9%	29.2%							
China	3,262	-2.3%	-1.0%	0.7%	4.2%	11.6%							
Japan	28,215	-2.0%	-1.4%	-1.4%	-6.5%	2.0%							
India	59,793	-1.7%	-1.6%	-9.2%	-11.3%	-2.6%	IMF has shared its medium term macroeconomic targets with GDP growth expected @-3.5% & 4.2% for FY23 & FY24 respectively. Consumer Price Index (CPI) is expected to hang around 20% for FY23 with some respite hinging on food and commodity prices to unfold in FY24. Pakistan will continue to face a deficit under current account to around 2.5% in FY23 compared to a deficit of 4.7% of GDP in FY22. Combined with floods situation and volatility in global commodity prices, the country's financial managers have even tighter rope to cling.						
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	354	365	(3.00)									
FERTILIZER	13	215	219	(1.81)									
OIL & GAS EXPLORATION COMPANIES	12	195	200	(2.54)									
CEMENT	8	135	130	3.77									
TECHNOLOGY & COMMUNICATION	7	118	117	0.93									
POWER GENERATION & DISTRIBUTION	5	85	87	(2.37)									
AUTOMOBILE ASSEMBLER	4	66	69	(4.85)									
CHEMICAL	4	62	63	(1.35)									
OIL & GAS MARKETING COMPANIES	4	62	62	(0.36)									
PHARMACEUTICALS	3	50	52	(2.95)									
Portfolio Investments (USD mn)													
	7 days	30 days	90 days	365days	FYTD	CYTD							
FIPI (net)	(3)	(7)	(6)	(244)	(2)	(49)							
LIPI (net)	3	7	6	244	2	49							
Ind.	0.3	8	34	159	18	103							
Banks/DFIs	2.6	7	15	119	6	93							
Companies	3.2	6	21	100	12	63							
M.Funds	(6.1)	(11)	(28)	(148)	(22)	(139)							
Brokers	(0.2)	8	6	(10)	7	(1)							
Others	2.2	5	8	51	6	24							
Ins.	0.7	(17)	(51)	(29)	(26)	(93)							
NBFC	0.2	1	(0)	3	1	(0)							
PKRV Rates (change in bps)													
	Rate %	7day Δ	1m Δ	3m Δ	6m Δ	12m Δ							
PKRV 1Y	15.95	5	12	33	457	832							
PKRV 3Y	13.81	16	11	20	226	504							
PKRV 5Y	13.21	22	24	26	164	393							
PKRV 10Y	12.75	15	(9)	(15)	127	290							
PKRV 20Y	13.48	7	1	(2)	154	303							
*Inter Bank Rate													
09-Sep-22													

Key Economic Figures						
		FY19	FY20	FY21	Fy22	09-Sep
Policy Rate	9-Sep-22	10.8%	7.0%	7.0%	13.8%	15.0%
1yr KIBOR	9-Sep-22	13.6%	7.4%	8.1%	15.7%	16.4%
Inflation	August End	8.8%	7.8%	9.8%	21.3%	27.3%
PKR USD*	9-Sep-22	163.1	168.2	157.3	204.8	228.2

Key Economic Figures						
		FY19	FY20	FY21	Fy22	09-Sep
Imports	USD'mn	51,869	46,417	56,380	72,048	5,385
Exports	USD'mn	24,257	23,462	25,304	32,450	2,295
Trade Deficit	USD'mn	(27,612)	(22,955)	(31,076)	(39,598)	(3,090)
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	14,474

IMF highlighted political issues and resulting fiscal slippages which led to unsustainable fiscal situation resulting in demand unresponsive of central banks' reserves standing. IMF has stressed new gov. to keep a proactive monetary policy along with enforcing tight measures on fiscal side with limiting grants, removing subsidies on fuel & power to achieving a primary budgetary balance. For FY22 fiscal imbalance reached 7% of GDP against the program target of 4.3% while primary deficit target was also breached.

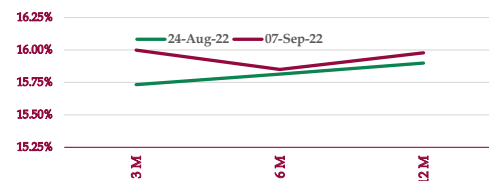
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Stock Market Review:

Overall market returns for KSE100 and KMI30 have decreased by 0.9% & 1.2% respectively. Hence banking, fertilizer and Oil & Gas sectors have decreased by 3%, 1.81% & 2.54% respectively. Cement and IT sector has increased by 3.77% & 0.93% respectively. The market is expected to remain range bound owing to lack of positive triggers.

T-Bills Auction Yields:



Key Economic Figures

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