

Market Summary							Commentary													
	23-Sep-22	7day	30day	90day	FYTD	CYTD	As Pakistan is battling with After-effects of Floods, news of new finance minister is on the horizon. Investors in Pakistan are already shaky about Pakistan ability to come out of this economic spiraling crisis. Triple whammy of macro-economic crisis, political instability & natural disaster has really taken its toll on Government chices and common people. Food prices are soaring with prices of wheat per bag climbs new heights. Farmlands have been devastated in Southern Punjab and Interior Sindh and the fear that these “abnormal” rains may be new normality. With no plans in sight to counter climate change, Pakistan may experience unprecedented economic and environmental challenges. Pakistan has requested for debt relief, due to floods, which has rattled Pakistan International Bonds. Investors confidence has been emasculated by concerns of political turmoil, inflation numbers and lack of clarity in policies. On economy front, July has seen contraction in LSM by 1.4% YoY basis. Massive floods, rising inflation, political instability and higher commodity prices have taken toll on demand in the economy, although, this may be short term phenomenon and demand may return to normal as rehabilitation and foreign aid speed up. SPI has decreased by 8.11 over the previous week. Raw cotton imports almost double during August 2022 which shows devastation of crops due to floods. This will cut down the margins of competitive textile industry and further weaken Current Account Deficit (CAD).													
KSE100	40,620	-2.5%	-6.3%	-1.1%	-2.2%	-8.9%														
KMI30	66,324	-3.3%	-8.1%	-1.8%	-3.6%	-7.5%														
KMIAll	20,435	-2.6%	-6.4%	-0.8%	-2.2%	-7.2%														
Global Markets							Stock Market Review KSE-100 & KMI-30 Index decreased by 2.5% & 3.3% respectively. That’s sharply in contrast to international markets which mostly remained green. Oil & Gas exploration, Cement and Power Generation & Distribution shares contributed negatively with fall of 6.13%, 4.17% & 3.28 in market capitalization. TRG, Unity & FFC contributed positively to market while PPL, OGDC & LUCK dragged market down. Individual were the major buyer while insurance companies were the major sellers. From fundamental perspective, market is trading at an attractive Price-to-Earnings (P/E) multiple of 4.5x, versus historical average of 8.2x. The market also offers healthy dividend yield of around 7-8%. Pakistan economy remains under a													
	23-Sep-22	7day	30day	90day	FYTD	CYTD														
UK	7,019	3.1%	6.5%	2.7%	2.1%	5.2%														
USA	10,868	5.3%	14.4%	6.8%	1.5%	44.0%														
China	3,088	1.2%	4.1%	8.5%	10.0%	17.9%														
Japan	26,432	4.3%	7.1%	0.2%	-0.1%	8.9%														
India	58,099	1.3%	1.7%	-9.2%	-8.7%	0.3%														
KSE100 Index Top Ten Sector Details (on Free Float Market Capitalization)							Key Economic Figures													
	Index Weight (%)	Current Market Cap (PKR'Bn)	Previous Week Market Cap (PKR'Bn)	Change (%) in Market Cap.	SECTORS															
COMMERCIAL BANKS	21	337	347	(2.75)																
FERTILIZER	13	211	212	(0.70)																
OIL & GAS EXPLORATION COMPANIES	11	174	186	(6.13)																
CEMENT	8	127	132	(4.17)																
TECHNOLOGY & COMMUNICATION	8	127	128	(0.69)																
POWER GENERATION & DISTRIBUTION	5	84	87	(3.28)																
AUTOMOBILE ASSEMBLER	4	63	67	(6.34)																
CHEMICAL	4	59	62	(3.78)																
OIL & GAS MARKETING COMPANIES	4	58	61	(4.67)																
PHARMACEUTICALS	3	48	49	(2.32)																
Portfolio Investments (USD mn)							Key Economic Figures													
	7 days	30 days	90 days	365days	FYTD	CYTD														
FIPI (net)	5	17	18	(215)	17	(31)														
LIPI (net)	(5)	(17)	(18)	215	(17)	31														
Ind.	1.5	5	21	139	17	103														
Banks/DFIs	1.4	10	15	113	8	95														
Companies	(2.1)	4	9	110	10	61														
M.Funds	(2.4)	(16)	(30)	(150)	(28)	(145)														
Brokers	(0.3)	(2)	8	(6)	5	(3)														
Others	0.2	4	7	47	7	25														
Ins.	(3.3)	(23)	(48)	(40)	(38)	(104)														
NBFC	(0.1)	1	1	2	1	(0)														
PKRV Rates (change in bps)							Key Economic Figures													
	Rate %	7day Δ	1m Δ	3m Δ	6m Δ	12m Δ	FY19	FY20	FY21	Fy22	23-Sep									
PKRV 1Y	15.92	(3)	6	44	347	734	Imports	USD'mn	51,869	46,417	56,380	72,048	11,064							
PKRV 3Y	13.91	6	33	33	182	434	Exports	USD'mn	24,257	23,462	25,304	32,450	4,736							
PKRV 5Y	13.32	12	42	46	134	347	Trade Deficit	USD'mn	(27,612)	(22,955)	(31,076)	(39,598)	(6,328)							
PKRV 10Y	12.90	18	32	2	102	275	Remittances	USD'mn	21,740	23,131	29,370	31,238	5,248							
PKRV 20Y	13.51		9	2	122	284	FX Reserves	USD'mn	14,482	18,886	24,398	15,742	14,070							
*Inter Bank Rate																				
23-Sep-22																				

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