

Market Summary

	15-Feb-23	15day	30day	90day	FYTD	CYTD
KSE100	41,327	1.61%	4.0%	-3.5%	-0.5%	2.2%
KMI30	71,505	2.97%	5.2%	-1.4%	4.0%	4.7%
KMIAll	20,003	1.71%	3.0%	-5.6%	-4.3%	0.1%

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	20	316	311	1.65
FERTILIZER	15	234	232	0.87
OIL & GAS EXPLORATION COMPANIES	14	211	203	4.29
CEMENT	7	110	107	3.05
CHEMICAL	3	46	45	2.64
OIL & GAS MARKETING COMPANIES	4	56	55	1.70
PHARMACEUTICALS	2	37	34	6.40

Global Markets

	15-Feb-23	15day	30day	90day	FYTD	CYTD
UK	7,998	-2.8%	-1.7%	-8.1%	-10.4%	-6.8%
USA	12,071	-4.0%	-8.1%	-7.7%	-8.6%	-13.3%
China	3,280	-0.8%	-1.6%	-5.0%	3.6%	-5.8%
Japan	27,502	-0.6%	-6.1%	1.6%	-4.0%	-5.1%
India	61,275	-2.8%	-1.9%	0.8%	-13.5%	-0.7%

Commentary

Economic Review

The much-awaited gov. actions have started to materialize as with gov. action on fuel prices as well as hike in gas tariff. The objective to generate further PKR170 billion also forced spike in sales tax rate by 1% to 18%. These actions will allow the country to get back on IMF program with resulting inflation figures to spike further adding to economic vows in short term. Industrial output also witnesses decline with LSM for 1HFY23 declining by 3.68% compared to SPLFTY. Central Bank also monitoring the situation as 3m PKRV hit 18.08% with 1-year at 18.24%. Central bank actions have also been visible in curtailing import demand as the country FX reserves position requires a definite injection for which gov. has taken such stringent measures. The impact of these will exacerbate through current fiscal year and cascade into the next as external pressures will continue to grind economic managers to cope with Current Account Deficit as well as external loan repayments. In the midst, remittance figure also showed a decline with Jan'23 figures declining to USD1.8 billion, a significant hit. The gov. continued to chalk out plan to manage the burden of circular debt with rumors of heavy dividends from listed companies to neutralize the baggage and raising prices to stop further pileup in the head of circular debt for both gas and power with increase in prices.

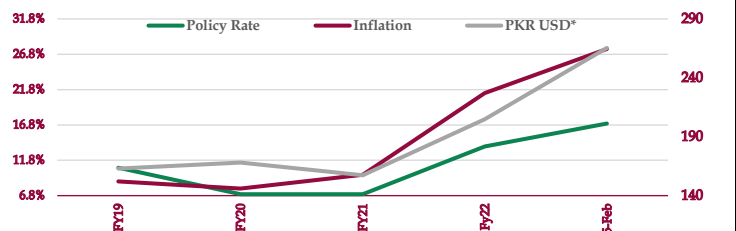
Money Market Review

SBP conducted T-Bills auction on 9th February 2023 where yields for 3M, 6M & 12M settled at 17.9996%, 17.84% & 17.9499% respectively. Auction for PIB's was also conducted on 15TH February 2023 where bids for 1Y, 3Y & 10Y were rejected while there were no bids for 15Y, 20Y & 30Y. Market is anxiously waiting and anticipating upcoming Monetary Policy announcements of March & April.

Stock Market Review

KSE-100 & KMI-30 indexes posted gains of MTD 1.61% & 2.97% respectively. Oil & Gas exploration, Cement, Chemicals & pharmaceuticals sectors outperformed the market.

During the fortnightly period the major buyers are Individuals, companies & Banks whereas, major sellers are Mutual Funds, Brokers and Insurance companies.



Key Economic Figures

		FY19	FY20	FY21	Fy22	15-Feb
Policy Rate	15-Feb-23	10.8%	7.0%	7.0%	13.8%	17.0%
1yr KIBOR	15-Feb-23	13.6%	7.4%	8.1%	15.7%	18.8%
Inflation	Jan End	8.8%	7.8%	9.8%	21.3%	27.6%
PKR USD*	15-Feb-23	163.1	168.2	157.3	204.8	265.4

Key Economic Figures

		FY19	FY20	FY21	Fy22	FY23-TD
Imports	USD'mn	51,869	46,417	56,380	72,048	38,268
Exports	USD'mn	24,257	23,462	25,304	32,450	19,981
Trade Deficit	USD'mn	(27,612)	(22,955)	(31,076)	(39,598)	(18,287)
Remittances	USD'mn	21,740	23,131	29,370	31,238	16,007
FX Reserves	USD'mn	14,482	18,886	24,398	15,742	9,611

PKRV Rates (change in bps)

	Rate %	15day Δ	1m Δ	3m Δ	6m Δ	12m Δ
PKRV 1Y	18.24	29	121	254	235	751
PKRV 3Y	17.17	34	93	302	352	637
PKRV 5Y	15.53	5	37	233	263	468
PKRV 10Y	14.68	23	74	178	211	367
PKRV 20Y	14.50	13	35	100	108	274

*Inter Bank Rate

15-Feb-23

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