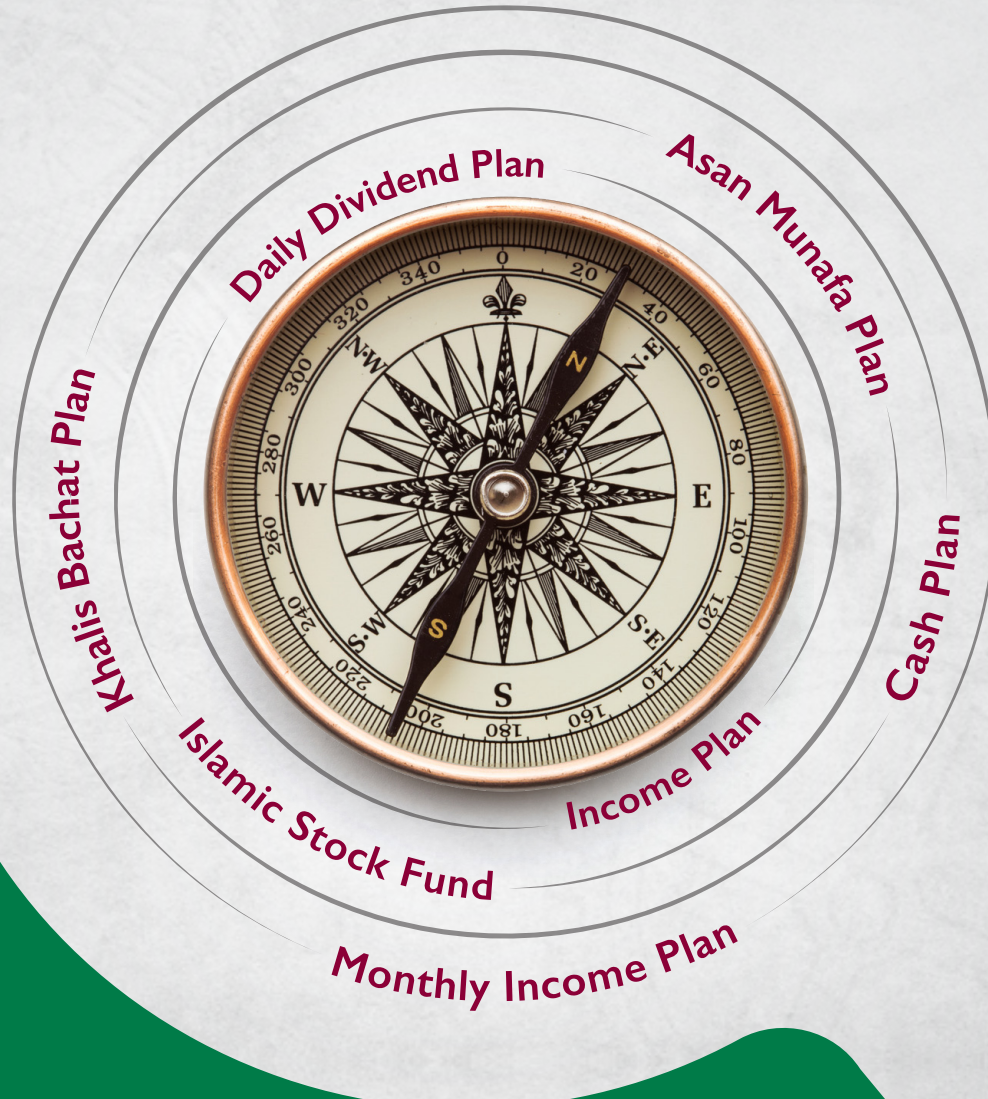




PAK-QATAR
ASSET MANAGEMENT



INVESTOR'S OUTLOOK

January 15, 2025

Pak-Qatar Asset Management Company Limited

Keynote January 15, 2025

ASSET MANAGEMENT

Market Summary

	15-Jan-25	MTD	30days	90days	FYTD	CYTD
KSE100	117,008	2.37%	0.7%	36.7%	49.2%	87.4%
KMI30	175,999	-1.77%	-4.2%	35.7%	39.2%	68.1%
KMIAll	51,267	-0.37%	-2.5%	36.7%	47.1%	67.3%

Global Markets

	15-Jan-25	MTD	30days	90days	FYTD	CYTD
UK	8,301	0.0%	-0.5%	1.0%	-1.7%	-6.8%
USA	19,511	2.1%	3.4%	-5.8%	-8.4%	-23.1%
China	3,227	5.1%	4.9%	-1.8%	-8.0%	-7.8%
Japan	38,445	2.7%	2.6%	1.2%	-9.3%	-13.0%
India	76,724	7.0%	6.5%	5.6%	3.0%	-5.8%

Portfolio Investments (USD mn)

	7 days	30 days	90 days	365days	FYTD	CYTD
FIPI (net)	(10)	(25)	(123)	(128)	(198)	(129)
LIPI (net)	10	25	123	128	198	128
Ind.	8	55	9	(6)	40	(6)
Banks/DFIs	(4)	11	(11)	(73)	(26)	(73)
Companies	14	13	19	16	34	16
M.Funds	(10)	(40)	110	182	179	182
Brokers	(1)	(8)	(6)	(14)	(14)	(14)
Others	3	(18)	(15)	(41)	(13)	(41)
Ins.	1	13	18	65	0	65
NBFC	(0)	(2)	(2)	(2)	(1)	(2)

Key Economic Figures

		FY21	FY22	FY23	FY24	15-Jan
Policy Rate	15-Jan-25	7.0%	13.8%	22.0%	20.5%	13.0%
1yr KIBOR	15-Jan-25	8.1%	15.7%	23.3%	19.2%	12.1%
Inflation	Oct End	9.8%	21.3%	29.4%	12.6%	4.1%
PKR USD*	15-Jan-25	157.3	204.8	286.0	279.0	278.64

Key Economic Figures

		FY21	FY22	FY23	FY24	FY25-TD
Imports	USD'mn	56,380	72,048	51,979	48,402	22,972
Exports	USD'mn	25,304	32,450	27,903	28,678	13,283
Trade Deficit	USD'mn	(31,076)	(39,598)	(24,076)	(19,724)	(9,689)
Remittances	USD'mn	29,370	31,238	27,028	27,093	17,846
FX Reserves	USD'mn	24,398	15,742	9,181	14,207	16,451

PKRV Rates (change in bps)

	Rate %	15day Δ	1m Δ	3m Δ	6m Δ	12m Δ
PKRV 1Y	11.62	(49)	(48)	(189)	(688)	(882)
PKRV 3Y	11.97	(14)	(14)	(60)	(452)	(436)
PKRV 5Y	12.15	2	4	(37)	(325)	(341)
PKRV 10Y	12.10	8	10	(10)	(200)	(268)
PKRV 20Y	11.99	(1)	-	5	(197)	(259)

*Inter Bank Rate

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

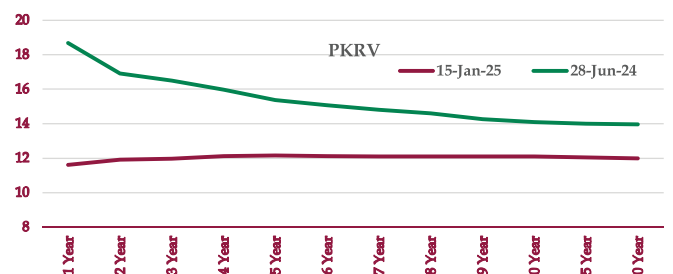
SECTORS	Index Weight (%)	Current Market Cap (PKR'Bn)	Previous Market Cap (PKR'Bn)	Change (%) in Market Cap.
COMMERCIAL BANKS	18	830	827	0.32
FERTILIZER	9	693	580	19.53
OIL & GAS EXPLORATION COMPANIE	17	518	537	(3.54)
CEMENT	5	251	256	(1.98)
CHEMICAL	3	56	57	(0.98)
OIL & GAS MARKETING COMPANIES	3	137	150	(8.70)
PHARMACEUTICALS	3	114	112	1.99

Commentary

Economic Review: The country continue abiding IMF program with broadly supportive indicators has been traversing an upward GDP trajectory albeit some glitches with 1QFY25 GDP growth of 0.92% aided by positive agricultural and service sector growth of 1.15% and 1.43% respectively for the 1QFY25. PKR has remained stable during calendar year while SBP reserves have also shown strength reaching USD11,725 million with overall reserves standing at USD16,450 million. Current Account has shown significant improvement with a surplus of USD1,210 million for 1HFY25 compared a deficit of USD1,397 million SPLFY. This was aided by a strong surge in Workers Remittances which reached ~USD17,846 million for 1HFY25 compared to USD 13,436 million SPLFY. Inflation has been under a comfortable trajectory with government taking further steps to build confidence for generation of economic activity with revision in power tariff while also changing pension rules to induce fiscal stability.

On money market front, yields for government bonds have also declined with cutoffs declining to 11.94%, 11.89% and 12.40% for 2-years, 3-years and 5-years respectively. Variable gov. Ijara auction cutoffs settled at 11.19%, 11.23%, and 11.63% for 3-years, 5-year and 10-year respectively. Market is looking forward for a further decline in policy rate by ~100-150 bps.

Stock Market Review: During the fortnightly basis, the KSE 100 recorded a positive return of 2.37%, and the KMI 30 showed negative return of 1.77% decrease, Notably the key Sectors Fertilizer and Pharmaceuticals aided the index while the Oil & Gas Exploration Companies, Cement, Chemical and Oil and Gas Marketing Companies consolidated during the fortnight. During this period, foreign investors recorded net inflows amounting to USD 11 million. Looking ahead, the index is expected to maintain range-bound, traversing political and macro economic climate.



15-Jan-25

PAK-QATAR

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