

Morning Brief

Economy & Politics

RDA inflows hit \$8.255bn mark (Positive)

Gross inflows of Pakistan Roshan Digital Accounts (RDA) reached \$8.25 billion at the end of June 2024,

<https://www.brecorder.com/news/40315739/rda-inflows-hit-8255bn-mark>

Electricity bills: Govt struggling to find solution to capacity charges (Neutral)

the Ministry of Energy has proposed paying off the capacity charges of Rs 4 trillion in one go. This would enable the government to provide relief to the people

<https://www.brecorder.com/news/40315821/electricity-bills-govt-struggling-to-find-solution-to-capacity-charges>

Petroleum exploration and production firms not allowed 35pc local sales (Neutral)

The CCI approved that Exploration and Production (E&P) companies could sell 35 per cent of their gas production to the private sector through competitive bidding. However, the Petroleum Division has yet to finalise the framework

<https://www.dawn.com/news/1849963/petroleum-exploration-and-production-firms-not-allowed-35pc-local-sales>

SIFC initiatives fuel massive surge in Pakistan's exports (Neutral)

While exports increased, imports saw a slight decrease of 0.84%, shows PBS data

<https://tribune.com.pk/story/2485431/sifc-initiatives-boost-pakistans-exports-beyond-30-billion>

PM forms task force to fix power sector (Neutral)

Role of task force shall not be restricted to fact finding and shall be responsible for overseeing implementation of its recommendations

<https://www.thenews.com.pk/print/1216722-shehbaz-woos-all-stakeholders-for-nation-s-uplift>

Govt adopts irrational pricing policy (Negative)

Pakistan is facing a low growth trap while the new budget essentially increases expenditure through more borrowing and a higher burden of taxes.

<https://tribune.com.pk/story/2485347/govt-adopts-irrational-pricing-policy>

Continuous supply of 150MMCFD RLNG to KE: SNGPL urges PPL to explore possibility (Neutral)

SNGPL has warned that less retention of (RLNG by SGGCL) will have financial implications, suggesting PPL to explore possibility of continuous supply of 150 MMCFD RLNG to K-Electric

<https://www.brecorder.com/news/40315942/continuous-supply-of-150mmcf-d-ring-to-ke-sngpl-urges-ppl-to-explore-possibility>

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Monday, 5 August 2024

PSX STATISTICS

KSE-100 Index	Previous	Current	Change	% Δ
Close	77,740.3	78,226.0	485.67	0.62%
Volume (mn)	97.0	203.3	106.28	109.5%
Value (Rs mn)	5,758.3	10,086.6	4328.21	75.2%

Source: PSX

International Markets

Index	Countries	Level	% Δ
NASDAQ	USA	16,776.16	-2.43%
FTSE 100	UK	8,174.71	-1.31%
NIKKEI 225	Japan	35,909.70	-5.81%
Hang Seng	Hong Kong	16,945.51	-2.08%
SENSEX	India	80,981.96	-1.08%

Source: Investing.com

Macro Economic Data

Discount Rate	19.50%
CPI (July - 24)	11.1%
M2 (19th July - FY25)	-3.48%
C/A Surplus/(Deficit) (FY24)	\$(0.681) billion
Trade Deficit (1MFY25)	\$(1.948) billion
Remittances (FY24)	\$30.251 billion
Borrowing from SBP (19th July - FY25)	Rs 345.07 billion
SBP Reserves (26th July - 24)	\$9.10 billion
Total Reserves (26th July - 24)	\$14.39 billion

Source: PBS, SBP

Total Leverage of Market

MTS Rate (%)	21.87%
MTS Amount (Rs bn)	7.41
MFS Amount (Rs bn)	7.23
Future Amount (Rs bn)	20.73
Aug	20.64
Sep	0.10

Total Leverage

35.38

Source: NCCPL, PSX

Foreign/Local Investors' Participation (USDmn)

	FY23	FY24	Jul-24	Latest
FIPI	1.53	140.77	23.84	(0.68)
Individual	83.96	(59.63)	4.77	1.22
Companies	99.68	35.65	(8.85)	0.02
Banks/DFI	73.68	(141.29)	5.21	(0.02)
NBFC	(0.10)	(0.96)	0.04	0.00
Mutual Fund	(144.49)	(46.92)	(15.09)	(0.19)
Other Organization	24.79	(33.15)	(3.76)	(0.16)
Broker Prop. Trading	(14.76)	(20.81)	(4.90)	0.39
Insurance companies	(124.31)	126.34	(1.26)	(0.58)

Source: NCCPL

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\$5bn investment in oil & gas sector: 18-member panel fails to hold its first meeting in given 3-week time (Neutral)

A committee was given three-week time to work out plans on how to cope with the monster of circular debt in the gas sector
<https://www.thenews.com.pk/print/1216798-5bn-investment-in-oil-gas-sector-18-member-panel-fails-to-hold-its-first-meeting-in-given-3-week-time>

Another 24 state-owned enterprises to be sold off under new plan (Neutral)

The Cabinet Committee on Privatisation (CCOP) convened on Friday to discuss the government's new phased privatisation programme for the period 2024-29
<https://www.dawn.com/news/1849774/another-24-state-owned-enterprises-to-be-sold-off-under-new-plan>

July cement despatches decline 6.81pc to 3.01m tons YoY (Negative)

Cement despatches declined by 6.81% in July 2024 showing declining trend for consecutive 11 months due to sluggish economic activity in the country.
<https://www.brecorder.com/news/40315810/july-cement-despatches-decline-681pc-to-301m-tons-yoy>

Senate body seeks copies of IPP agreements (Neutral)

Senate Standing Committee on Power has sought copies of Independent Power Producers (IPPs) agreements since 1994,
<https://www.brecorder.com/news/40315944/senate-body-seeks-copies-of-ipp-agreements>

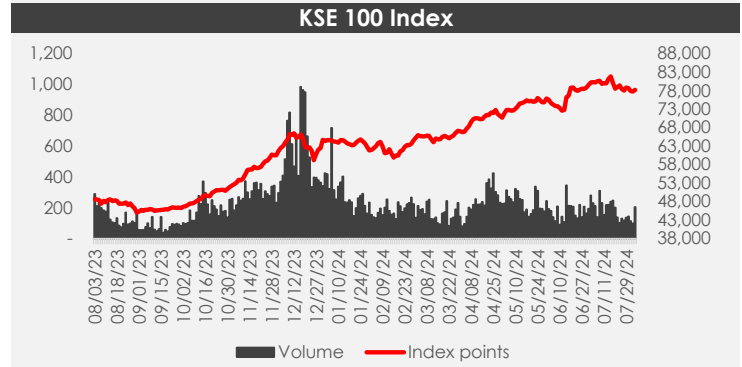
International

Oil hovers at 8-month lows as U.S. recession fears offset Mideast tensions (Neutral)

Oil prices hovered at eight-month lows on Monday as fears of a recession in the United States,
<https://www.reuters.com/business/energy/oil-hovers-8-month-lows-us-recession-fears-offset-mideast-tensions-2024-08-05/>

Asian stocks tumble on recession fears; Japanese shares eye bear market (Neutral)

Asian stocks fell sharply on Monday, extending last week's losses amid growing fears of a U.S. economic slowdown,
<https://www.investing.com/news/stock-market-news/asian-stocks-tumble-on-recession-fears-japanese-shares-eye-bear-market-3553822>



Commodities			
	Previous	Current	% Δ
Gold (USD/oz)	2455.44	2441.87	-0.6%
Copper (USD/pound)	4.07	4.08	0.4%
Arab Light (USD/bbl)	78.68	76.07	-3.3%
WTI (USD/bbl)	76.85	73.52	-4.3%
Brent (USD/bbl)	79.52	76.81	-3.4%
Coal (USD/ton)	112.50	114.25	1.6%
Urea (USD/ton)	340.50	340.50	0.0%

Source: Bloomberg

Forex Rate (Open Market)			
	Previous	Current	% Δ
US Dollar	280.49	280.41	-0.03%
UK Pound Sterling	359.25	356.53	-0.76%
Euro	302.55	302.24	-0.10%
Japanese Yen	1.87	1.88	0.53%
Saudi Riyal	74.6	74.57	-0.04%
U.A.E Dirham	76.35	76.36	0.01%

Source: Forex.com.pk

Total Leverage vs Market Capitalization	
Total Market Capitalization (Rs bn)	10,373
Total leverage as % of Market Capitalization	0.34%

Source: PSX, NCCPL

Board Meetings		
Symbol	Date	Account Period
LCI	05-Aug-24	Annual
BAPL	05-Aug-24	Other Matters

Source: PSX

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