

Morning Brief

Economy & Politics

NA, Senate sessions on constitutional amendments rescheduled for Monday (Neutral)

Both National Assembly (NA) and Senate sessions were delayed multiple times on Sunday as political meetings continued ahead of a potential 'amendment package' from the government.
<https://tribune.com.pk/story/2496380/senate-session-on-key-constitutional-amendments-postponed-fill-10-pm>

Aurangzeb satisfied with IMF conditions for \$7bn bailout (Neutral)

Finance Minister Muhammad Aurangzeb is sure to get approval from the International Monetary Fund's executive board for a new \$7 billion Extended Fund Facility this month
<https://www.dawn.com/news/1859050/aurangzeb-satisfied-with-imf-conditions-for-7bn-bailout>

Govt cuts fuel prices: Petrol down by Rs10, HSD by Rs13.06 per litre (Neutral)

The federal government has announced a reduction in fuel prices on Sunday, with the cost of petrol falling by Rs10 per litre
<https://tribune.com.pk/story/2496188/govt-cuts-fuel-prices-petrol-down-by-rs-10-hsd-by-rs-13-6-per-litre>

New incentives proposed to boost remittances (Neutral)

The State Bank of Pakistan (SBP) has proposed performance-based incentives for banks and exchange companies to encourage higher remittance inflows
<https://tribune.com.pk/story/2496215/new-incentives-proposed-to-boost-remittances>

Friendly nations to invest \$27bn: Ahsan (Neutral)

Minister for Planning and Development Ahsan Iqbal has said the government is committed to bringing socio-economic and judicial reforms to put the country on the fast track economic development.
<https://epaper.brecorder.com/2024/09/16/3-page/1007514-news.html>

Privatisation of power sector entities: Essential Services Act enforced to bar employees from protests (Neutral)

Privatisation plans include electricity distribution companies in Islamabad (Iesco), Gujranwala (Gepco), Faisalabad (Fesco), Lahore (Lesco), and Multan (Mepco)
<https://www.thenews.com.pk/print/1230930-privatisation-of-power-sector-entities-essential-services-act-enforced-to-bar-employees-from-protests>

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Monday, 16 September 2024

PSX STATISTICS

KSE-100 Index	Previous	Current	Change	% Δ
Close	79,017.6	79,333.1	315.44	0.40%
Volume (mn)	132.8	191.9	59.10	44.5%
Value (Rs mn)	8,157.0	12,649.8	4,492.79	55.1%

Source: PSX

International Markets

Index	Countries	Level	% Δ
NASDAQ	USA	17,683.98	0.65%
FTSE 100	UK	8,273.09	0.39%
NIKKEI 225	Japan	36,581.76	-0.68%
Hang Seng	Hong Kong	17,369.09	0.75%
SENSEX	India	82,890.94	-0.09%

Source: Investing.com

Macro Economic Data

Discount Rate	17.50%
CPI (Aug - 24)	9.6%
M2 (30 - Aug - FY25)	-2.63%
C/A Surplus/(Deficit) (1MFY25)	\$(0.162) billion
Trade Deficit (2MFY25)	\$(3.578) billion
Remittances (2MFY25)	\$5.937 billion
Borrowing from SBP (30 - Aug - FY25)	Rs 44.135 billion
SBP Reserves (06-Sep-24)	\$9.47 billion
Total Reserves (06-Sep-24)	\$14.80 billion

Source: PBS, SBP

Total Leverage of Market

MTS Rate (%)	20.61%
MTS Amount (Rs bn)	7.53
MFS Amount (Rs bn)	6.73
Future Amount (Rs bn)	23.88
Sep	23.56
Oct	0.32
Nov	0.00
Total Leverage	38.14

Source: NCCPL, PSX

Foreign/Local Investors' Participation (USDmn)

	FY23	FY24	Aug-24	Latest
FIPI	1.53	140.77	9.27	(2.89)
Individual	83.96	(59.63)	20.31	0.97
Companies	99.68	35.65	(2.72)	2.90
Banks/DFI	73.68	(141.29)	(7.27)	(1.95)
NBFC	(0.10)	(0.96)	(0.11)	0.03
Mutual Fund	(144.49)	(46.92)	(8.42)	1.89
Other Organization	24.79	(33.15)	(6.73)	(2.23)
Broker Prop. Trading	(14.76)	(20.81)	3.01	0.34
Insurance companies	(124.31)	126.34	(7.33)	0.94

Source: NCCPL

Room 806-814, 8th Floor, Pakistan Stock Exchange Building,
Stock Exchange Road, Karachi


Phone: +9221 32420909/32440519


Fax: +9221 32437380

Website: www.adamsecurities.com.pk

E-mail: research@adamsecurities.com.pk

 Adam Securities Ltd

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www.jamapunji.com

Morning Brief



To detect potential tax evaders: FBR to outsource audit of individuals, companies (Neutral)

FBR will hire audit firms having a workforce of 4,000 professional auditors in its fold to scrutinise income and assets of HNWs individuals

<https://www.thenews.com.pk/print/1230931-to-detect-potential-tax-evaders-fbr-to-outsource-audit-of-individuals-companies>

New gas tariff mechanism in the works to check circular debt (Neutral)

The government has begun work to introduce a new gas price determination mechanism, either on a monthly or quarterly basis, instead of the current biannual system.

<https://www.thenews.com.pk/print/1230259-new-gas-tariff-mechanism-in-the-works-to-check-circular-debt>

Saudi Arabia offers 15% investment in Reko Diq mining project (Neutral)

Saudi Arabia has proposed a 15% investment in Pakistan's Reko Diq mining project and grants to develop road infrastructure around the site.

<https://tribune.com.pk/story/2496106/saudi-arabia-offers-15-investment-in-preko-diq-mining-project>

KSE100 Index recomposed, new firms to join from October 1 (Neutral)

The Pakistan Stock Exchange (PSX) has completed the latest recomposition of the KSE100 Index for the review period from March 2024 to August 2024.

<https://profit.pakistantoday.com.pk/2024/09/14/psx-announces-kse100-index-recomposition-new-companies-to-join-from-october-1/>

International

Oil Steadies as Falling Libyan Exports Offset Weak Chinese Data (Neutral)

Oil steadied after its first weekly gain in a month as a drop in Libyan exports was offset by signs an economic slump in China is deepening.

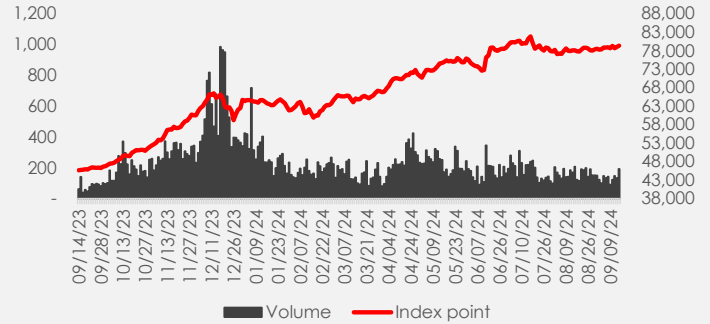
<https://www.bloomberg.com/news/articles/2024-09-15/latest-oil-market-news-and-analysis-for-sept-16?srnd=homepage-europe>

Asian Stocks Swing as China Data Offset Fed Bets: Markets Wrap (Neutral)

A gauge of Asian stocks shifted between losses and gains on Monday, with expectations for a Federal Reserve rate cut

<https://www.bloomberg.com/news/articles/2024-09-15/asia-eyes-cautious-open-after-worrying-china-data-markets-wrap>

KSE 100 Index



Commodities

	Previous	Current	% Δ
Gold (USD/oz)	2566.60	2,576.50	0.4%
Copper (USD/pound)	4.23	4.22	-0.2%
Arab Light (USD/bbl)	71.75	72.67	1.3%
WTI (USD/bbl)	69.31	69.24	-0.1%
Brent (USD/bbl)	72.29	71.61	-0.9%
Coal (USD/ton)	106.90	107.85	0.9%
Urea (USD/ton)	335.00	330.00	-1.5%

Source: Bloomberg

Forex Rate (Open Market)

	Previous	Current	% Δ
US Dollar	280.85	280.75	-0.04%
UK Pound Sterling	366.45	368.83	0.65%
Euro	309.44	311	0.50%
Japanese Yen	1.97	1.98	0.51%
Saudi Riyal	74.72	74.62	-0.13%
U.A.E Dirham	76.44	76.35	-0.12%

Source: Forex.com.pk

Total Leverage vs Market Capitalization

Total Market Capitalization (Rs bn)	10,543
Total leverage as % of Market Capitalization	0.36%

Source: PSX, NCCPL

Board Meetings

Symbol	Date	Account Period
DGKC	16-Sep-24	Annual
GCIL	16-Sep-24	Annual
CENERGY	16-Sep-24	Annual
KML	16-Sep-24	Annual

Source: PSX

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Phone: +9221 32420909/32440519

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