

Morning Brief

Economy & Politics

SCO summit kicks off from today (Neutral)

The 23rd meeting of the Council of the Heads of Government (CHG) of the member states of the Shanghai Cooperation Organisation (SCO) kicks off from today (Tuesday).

<https://www.dawn.com/news/1865277/sco-summit-kicks-off-from-today>

Gwadar International Airport virtually inaugurated; Currency swap among 14 accords inked with China (Positive)

The signing ceremony which took place at the Prime Minister's House, was witnessed by Prime Minister Shehbaz Sharif and his Chinese counterpart Chinese Premier Li Qiang

<https://epaper.brecorder.com/2024/10/15/1-page/1011222-news.html>

Pakistan, China agree to further enhance bilateral cooperation in multiple sectors (Positive)

Pakistan and China on Monday agreed to further enhance bilateral cooperation in multiple sectors including security, education, agriculture

<https://www.brecorder.com/news/40327044/pakistan-china-agree-to-further-enhance-bilateral-cooperation-in-multiple-sectors>

Conference proposes SCO bank (Neutral)

Business leaders have called for the establishment of a dedicated investment and trade development bank within the Shanghai Cooperation Organisation (SCO), aimed at facilitating transactions in local currencies.

<https://tribune.com.pk/story/2502833/conference-proposes-sco-bank>

Roshan Digital Accounts surpass of \$8.749bn remittances (Positive)

Roshan Digital Accounts exceed \$8.749 billion in remittances, with overseas Pakistanis investing \$1.532 billion.

<https://tribune.com.pk/story/2502734/roshan-digital-accounts-surpass-of-8749bn-remittances>

T-bills continue to attract foreign capital (Positive)

Foreign investors maintained a strong interest in Pakistani T-Bills, injecting \$89.35 million in the first four days of October 2024.

<https://mettisglobal.news/t-bills-continue-to-attract-foreign-capital/>

Oct 31 new deadline for filing tax returns (Neutral)

The government has extended the deadline for filing income tax returns for the tax year 2024 until October 31

<https://www.dawn.com/news/1865260/oct-31-new-deadline-for-filing-tax-returns>

This report has been prepared by ADAM SECURITIES LIMITED is provided for information purpose only. Under no circumstances it should be used or considered as an offer to sell, or solicitation of any offer to buy. This information has been compiled from sources we believe to be reliable, but we do not hold ourselves responsible for its completeness or accuracy. All opinions and estimates expressed in this report constitute our present judgment only and are subject to change without notice. This report is intended for persons having professional experience in matters relating to investments.

Tuesday, 15 October 2024

PSX STATISTICS

| KSE-100 Index | Previous | Current | Change | % Δ |
|---------------|----------|----------|-----------|--------|
| Close | 85,483.4 | 85,261.4 | -222.01 | -0.26% |
| Volume (mn) | 295.0 | 263.5 | -31.50 | -10.7% |
| Value (Rs mn) | 20,705.6 | 18,568.8 | -2,136.74 | -10.3% |

Source: PSX

International Markets

| Index | Countries | Level | % Δ |
|------------|-----------|-----------|--------|
| NASDAQ | USA | 18,502.69 | 0.87% |
| FTSE 100 | UK | 8,292.66 | 0.47% |
| NIKKEI 225 | Japan | 39,605.80 | 0.57% |
| Hang Seng | Hong Kong | 21,092.87 | -0.75% |
| SENSEX | India | 81,973.05 | 0.73% |

Source: Investing.com

Macro Economic Data

| | |
|--------------------------------------|---------------------|
| Discount Rate | 17.50% |
| CPI (Sep - 24) | 6.9% |
| M2 (06 - Sep - FY25) | -2.57% |
| C/A Surplus/(Deficit) (2MFY25) | \$(0.171) billion |
| Trade Deficit (1QFY25) | \$(5.435) billion |
| Remittances (1QFY25) | \$8.786 billion |
| Borrowing from SBP (06 - Sep - FY25) | (Rs 395.30) billion |
| SBP Reserves (04-Oct-24) | \$10.81 billion |
| Total Reserves (04-Oct-24) | \$16.05 billion |

Source: PBS, SBP

Total Leverage of Market

| | |
|-----------------------|--------|
| MTS Rate (%) | 20.52% |
| MTS Amount (Rs bn) | 7.97 |
| MFS Amount (Rs bn) | 7.68 |
| Future Amount (Rs bn) | 23.97 |
| Oct | 23.77 |
| Nov | 0.20 |
| Dec | 0.00 |

Total Leverage

39.62

Source: NCCPL, PSX

Foreign/Local Investors' Participation (USDmn)

| | FYTD | CYTD | MTD | Last Day |
|----------------------|---------|---------|---------|----------|
| FIPI | (69.16) | 0.60 | (47.42) | (3.66) |
| Individual | 38.57 | (13.07) | (8.82) | 0.33 |
| Companies | (6.25) | (23.05) | 7.76 | 3.79 |
| Banks/DFI | 1.41 | (47.44) | (6.31) | (1.17) |
| NBFC | 0.10 | (0.57) | 0.02 | 0.04 |
| Mutual Fund | 61.66 | 65.78 | 42.86 | 2.40 |
| Other Organization | 0.45 | (22.00) | 9.01 | 0.73 |
| Broker Prop. Trading | (9.38) | (8.87) | 1.08 | (0.14) |
| Insurance companies | (17.39) | 48.62 | 1.81 | (2.32) |

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

 Adamsecurities

 Adamsecurities

 Jama Punji

www.jamapunji.com

Morning Brief

Oil sector rejects Ogra's proposed margin revisions, calls for higher adjustments (Neutral)

"We do not accept the proposed margin calculation without consultation," the PPDA said in a letter to Ogra's chairman <https://www.thenews.com.pk/print/1240122-oil-sector-rejects-ogra-s-proposed-margin-revisions-calls-for-higher-adjustments>

Siemens Pakistan to sell energy portfolio to Siemens Gamesa for Rs17.8bn (Neutral)

The Board of Directors (BoD) of (SIEM), has approved the sale of company's energy portfolio to Siemens Gamesa Renewable Energy (Private) Limited

<https://www.brecorder.com/news/40326972/siemens-pakistan-to-sell-energy-portfolio-to-siemens-gamesa-for-rs178bn>

To be shared with IMF: MoF asks ministries to submit 17 SOEs' makeover plans (Neutral)

The Ministry of Finance has sought restructuring/business plans of 17 State Owned Entities (SOEs) from their administrative ministries <https://www.brecorder.com/news/40327113/to-be-shared-with-imf-mof-asks-ministries-to-submit-17-soes-makeover-plans>

IMF tax target for traders missed by 99.99% (Negative)

Mini-budget looms as Q1FY2024-25 target missed despite taking advances

<https://tribune.com.pk/story/2502836/imf-tax-target-for-traders-missed-by-9999>

PPL begins oil & gas production from Punjab (Positive)

Pakistan Petroleum Limited (PPL), an oil and gas exploration firm, announced commencement of hydrocarbon production from a new development well, Adhi South-9 well

<https://www.brecorder.com/news/40327019/ppl-begins-oil-amp-gas-production-from-punjab>

International

Oil falls 3% as concerns ease on potential Iran supply disruption

Oil prices slid 3% in early Asian trade on Tuesday after a media report said Israel is willing not to strike Iranian oil targets,

<https://www.reuters.com/business/energy/oil-prices-drop-2-demand-concerns-israel-comments-2024-10-15/>

Asian Stocks Rise Tracking US Gains; Oil Declines: Markets Wrap

Shares in Asia climbed after another record high on Wall Street fueled by technology shares.

<https://www.bloomberg.com/news/articles/2024-10-14/stock-market-today-dow-s-p-live-updates>

Secondary Market Yields

| KIBOR | Bid | Ask | PKRV | Rates |
|-------|--------|--------|-------|--------|
| 1W | 17.35% | 17.85% | 3M | 15.75% |
| 2W | 17.31% | 17.81% | 6M | 14.36% |
| 1M | 17.11% | 17.61% | 9M | 14.20% |
| 3M | 15.72% | 15.97% | 1Yr. | 13.77% |
| 6M | 14.45% | 14.70% | 2Yrs. | 12.93% |
| 9M | 14.09% | 14.59% | 3Yrs. | 12.52% |
| 12M | 13.60% | 14.10% | 5Yrs. | 12.46% |

Source: SBP, MUFAP

Scripts for the day

| Symbol | LDCP | Stance | DdD | FYTD |
|--------|--------|--------|-------|-------|
| PKGI | 10.69 | Buy | 10.3% | 33.5% |
| ANTM | 15.45 | Buy | 5.1% | 51.9% |
| ATLH | 814.35 | Buy | 8.3% | 67.3% |
| KTML | 86.12 | Buy | 5.0% | 3.8% |
| PCAL | 153.34 | Buy | 8.1% | -1.2% |
| PIBTL | 6.68 | Buy | 7.7% | 8.3% |
| DSIL | 5.72 | Buy | 5.7% | 65.8% |
| CSAP | 95.17 | Buy | 8.3% | 76.2% |
| JSIL | 21.67 | Buy | 5.7% | 35.4% |
| DCR | 19.42 | Buy | 5.8% | 18.1% |

Source: PSX, ASL Research

Commodities

| | Previous | Current | % Δ |
|----------------------|----------|----------|-------|
| Gold (USD/oz) | 2,657.26 | 2,646.84 | -0.4% |
| Copper (USD/pound) | 4.49 | 4.39 | -2.3% |
| Arab Light (USD/bbl) | 79.47 | 79.47 | 0.0% |
| WTI (USD/bbl) | 75.49 | 71.61 | -5.1% |
| Brent (USD/bbl) | 78.76 | 75.13 | -4.6% |
| Coal (USD/ton) | 112.75 | 112.90 | 0.1% |
| Urea (USD/ton) | 367.50 | 367.50 | 0.0% |

Source: Bloomberg

Forex Rate (Open Market)

| | Previous | Current | % Δ |
|-------------------|----------|---------|--------|
| US Dollar | 279.59 | 279.35 | -0.09% |
| UK Pound Sterling | 364.16 | 363.98 | -0.05% |
| Euro | 304.67 | 304.3 | -0.12% |
| Japanese Yen | 1.89 | 1.88 | -0.53% |
| Saudi Riyal | 74.17 | 74.11 | -0.08% |
| U.A.E Dirham | 76.01 | 75.97 | -0.05% |

Source: Forex.com.pk

Total Leverage vs Market Capitalization

| | |
|--|--------|
| Total Market Capitalization (Rs bn) | 11,165 |
| Total leverage as % of Market Capitalization | 0.35% |

Source: PSX, NCCPL

Board Meetings

| Symbol | Date | Account Period |
|----------|-----------|----------------|
| AWTX | 15-Oct-24 | Other Matters |
| NITGETF | 15-Oct-24 | 1st Quarter |
| NITG-ETF | 15-Oct-24 | 1st Quarter |
| NATF | 15-Oct-24 | 1st Quarter |

Source: PSX

This report has been prepared by ADAM SECURITIES LIMITED is provided for information purpose only. Under no circumstances it should be used or considered as an offer to sell, or solicitation of any offer to buy. This information has been compiled from sources we believe to be reliable, but we do not hold ourselves responsible for its completeness or accuracy. All opinions and estimates expressed in this report constitute our present judgment only and are subject to change without notice. This report is intended for persons having professional experience in matters relating to investments.

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

 Adamsecurities

 Adamsecurities

 JamaPunji

www.jamapunji.com