

Morning Brief

Economy & Politics

Saudi Arabia, Pakistan to sign 26 contracts valuing \$2.2bn (Positive)

A high-level Saudi business and investment delegation on Wednesday arrived in Pakistan amid expectations that Riyadh and Islamabad will ink bilateral agreements worth \$2.2 billion.
<https://www.thenews.com.pk/print/1238619-saudi-arabia-pakistan-to-sign-26-contracts-valuing-2-2bn>

Q1 remittances up 39pc to record \$8.8bn YoY (Positive)

The country has received highest-ever quarterly workers remittance inflows of \$8.8 billion during the first quarter of the fiscal year 2025 (FY25).
<https://www.brecorder.com/news/40326368/q1-remittances-up-39pc-to-record-88bn-yoy>

Chinese PM to address joint session of parliament (Neutral)

Many agreements will be signed between both the countries during the Chinese premier's visit
<https://www.thenews.com.pk/print/1238627-chinese-pm-to-address-joint-session-of-parliament>

Refined POL items and solar power: Chinese team to explore deals with PD today (Neutral)

CAEDA is expected to invest up to \$13 billion in a Free Trade Zone in Pakistan over the next five years will hold a meeting with SIFC top brass, to seek necessary policy support from the Pakistani government.
<https://www.brecorder.com/news/40326374/refined-pol-items-and-solar-power-chinese-team-to-explore-deals-with-pd-today>

RMB, FDI, export-oriented enterprises: GFZ may be granted exemption to initiate pilot project (Neutral)

The government is likely to exempt Gwadar Free Zone (GFZ) from Import and Export Order and Foreign Exchange Regulations Act to initiate a pilot project for RMB currency exemption.
<https://www.brecorder.com/news/40326372/rmb-fdi-export-oriented-enterprises-gfz-may-be-granted-exemption-to-initiate-pilot-project>

FBR collects Rs647m as POS services fee since July '23 (Neutral)

The Federal Board of Revenue (FBR) has collected Rs 647 million under the head of point-of-sales (POS) services
<https://www.brecorder.com/news/40326362/fbr-collects-rs647m-as-pos-services-fee-since-july-23>

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Thursday, 10 October 2024

PSX STATISTICS

KSE-100 Index	Previous	Current	Change	% Δ
Close	85,664.0	85,669.3	5.30	0.01%
Volume (mn)	283.7	349.3	65.57	23.1%
Value (Rs mn)	26,521.5	25,588.8	-932.64	-3.5%

Source: PSX

International Markets

Index	Countries	Level	% Δ
NASDAQ	USA	18,291.62	0.60%
FTSE 100	UK	8,243.74	0.65%
NIKKEI 225	Japan	39,277.96	0.87%
Hang Seng	Hong Kong	20,637.24	-1.38%
SENSEX	India	81,467.10	-0.21%

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 (27-Sep-24)	\$10.7 billion
Total Reserves (27-Sep-24)	\$15.98 billion

Source: PBS, SBP

Total Leverage of Market

MTS Rate (%)	19.86%
MTS Amount (Rs bn)	8.33
MFS Amount (Rs bn)	7.55
Future Amount (Rs bn)	23.87
Oct	23.73
Nov	0.14
Dec	0.00
Total Leverage	39.75

Source: NCCPL, PSX

Foreign/Local Investors' Participation (USDmn)

	FYTD	CYTD	MTD	Last Day
FPI	(52.78)	16.98	(31.05)	(11.24)
Individual	41.42	(10.21)	(5.96)	2.29
Companies	(14.02)	(30.82)	(0.00)	(1.31)
Banks/DFI	5.39	(43.46)	(2.33)	(2.20)
NBFC	0.02	(0.65)	(0.05)	(0.02)
Mutual Fund	56.52	60.64	37.72	3.59
Other Organization	(0.40)	(22.85)	8.17	0.07
Broker Prop. Trading	(9.43)	(8.92)	1.03	(1.19)
Insurance companies	(26.72)	39.29	(7.52)	10.00

Source: NCCPL

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Early pact termination sparks IPPs' board meetings (Neutral)

As the government gears up to terminate key agreements prematurely this month, several independent power producers (IPPs) have called emergency meetings

<https://www.dawn.com/news/1864150/early-pact-termination-sparks-ipp-board-meetings>

SBP regulatory affairs: Finance minister says MoF shouldn't intervene (Neutral)

Finance Minister Muhammad Aurangzeb said, Wednesday, that the Ministry of Finance should not intervene into the regulatory affairs such as imposition of penalty on banks

<https://www.brecorder.com/news/40326369/sbp-regulatory-affairs-finance-minister-says-mof-shouldnt-intervene>

Reform agenda, structural benchmarks: Govt reaffirms its commitment (Neutral)

Federal Minister for Finance and Revenue, Muhammad Aurangzeb has reaffirmed the government's commitment to implementing its reform agenda

<https://www.brecorder.com/news/40326371/reform-agenda-structural-benchmarks-govt-reaffirms-its-commitment>

ISMO: CCoE approves proposal by power division (Neutral)

The Cabinet Committee on Energy (CCoE), headed by the Prime Minister, has approved the long-awaited proposal of Power Division to establish an Independent System and Market Operator (ISMO)

<https://www.brecorder.com/news/40326370/ismo-ccoe-approves-proposal-by-power-division>

Tax on agri income from next July (Neutral)

Finance Minister Muhammad Aurangzeb on Wednesday said that tax on the agriculture sector would come into force from July 1, 2025,

<https://www.dawn.com/news/1864153/tax-on-agri-income-from-next-july>

Fuel prices may rise (Neutral)

After five straight fortnightly cuts, the petroleum prices have started reverse journey owing mainly to higher international prices

<https://www.dawn.com/news/1864149/fuel-prices-may-rise>

International

Oil prices rise on Israel-Iran conflict fears and U.S. storm

Oil prices rose in early Asian trade on Thursday on concerns about potential supply disruptions in the Middle East, with Israel planning to strike oil-producer Iran,

<https://www.reuters.com/business/energy/oil-prices-rise-israel-iran-conflict-fears-us-storm-2024-10-10/>

Chinese stocks climb; dollar steady before US inflation test

Asian stocks got a lift on Thursday from Chinese stocks as China's central bank kicked off its 500 billion yuan facility to spur capital markets,

<https://www.reuters.com/markets/global-markets-wrapup-1-2024-10-10/>

Secondary Market Yields

KIBOR	Bid	Ask	PKRV	Rates
1W	17.24%	17.74%	3M	15.68%
2W	17.28%	17.78%	6M	14.32%
1M	17.17%	17.67%	9M	14.10%
3M	15.68%	15.93%	1Yr.	13.66%
6M	14.45%	14.70%	2Yrs.	13.00%
9M	14.09%	14.59%	3Yrs.	12.51%
12M	13.54%	14.04%	5Yrs.	12.46%

Source: SBP, MUFAP

Scripts for the day

Symbol	LDCP	Stance	DdD	FYTD
FECTC	41.28	Buy	8%	39%
HCL	1348.03	Buy	8%	225%
PNSC	471.78	Buy	10%	56%
DNCC	13.92	Buy	6%	-1%
LCI	1257.56	Buy	10%	35%
PTC	13.20	Buy	10%	10%
DMTM	8.34	Buy	7%	-29%
SML	31.95	Buy	6%	-20%
GSPM	5.16	Buy	10%	86%
PMPK	486.94	Buy	7%	-13%

Source: PSX, ASL Research

Commodities

	Previous	Current	% Δ
Gold (USD/oz)	2,615.41	2615.07	0.0%
Copper (USD/pound)	4.45	4.44	-0.4%
Arab Light (USD/bbl)	80.26	78.64	-2.0%
WTI (USD/bbl)	73.66	73.87	0.3%
Brent (USD/bbl)	77.36	77.19	-0.2%
Coal (USD/ton)	112.00	111.90	-0.1%
Urea (USD/ton)	375.00	370.00	-1.3%

Source: Bloomberg

Forex Rate (Open Market)

	Previous	Current	% Δ
US Dollar	279.66	279.61	-0.02%
UK Pound Sterling	365.25	365.07	-0.05%
Euro	306.01	305.66	-0.11%
Japanese Yen	1.9	1.89	-0.53%
Saudi Riyal	74.18	74.17	-0.01%
U.A.E Dirham	76.06	76.06	0.00%

Source: Forex.com.pk

Total Leverage vs Market Capitalization

Total Market Capitalization (Rs bn)	11,174
Total leverage as % of Market Capitalization	0.36%

Source: PSX, NCCPL

Board Meetings

Symbol	Date	Account Period
MZNP-ETF	10-Oct-24	1st Quarter
MZNPETF	10-Oct-24	1st Quarter
AGL	10-Oct-24	Other Matters
BWHL	10-Oct-24	1st Quarter
PAKOXY	10-Oct-24	Other Matters

Source: PSX

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