

Morning Brief

Economy & Politics

Chinese PM due today (Neutral)

Chinese Prime Minister Li Qiang will arrive in capital on Monday (today) to attend Shanghai Cooperation Organization (SCO) Summit.

<https://www.brecorder.com/news/40326965/chinese-pm-due-today>

Forex reserves will touch \$11bn in two weeks: Aurangzeb (Positive)

Finance Minister Muhammad Aurangzeb said Sunday that the country economy is moving towards positive direction and foreign exchange reserves will touch US\$11 billion in the next two weeks.

<https://www.brecorder.com/news/40326966/forex-reserves-will-touch-11bn-in-two-weeks-aurangzeb>

Govt may collect Rs300bn from agri tax (Neutral)

The government can collect a maximum amount of Rs 300 billion from agriculture income tax with the help of provinces.

<https://www.brecorder.com/news/40326967/govt-may-collect-rs300bn-from-agri-tax>

Pakistan needs to repay external debt of \$18.8bn in current fiscal: IMF (Neutral)

The external financing needs will go up to \$110.5 billion if calculated for five years from 2024-25 to 2028-29.

<https://www.thenews.com.pk/print/1239646-pakistan-needs-to-repay-external-debt-of-18-8bn-in-current-fiscal-imf>

IMF concerned at low investment in social sector (Neutral)

The International Monetary Fund (IMF) has raised concerns over Pakistan's persistently low investment in the social sectors, warning that this underinvestment is perpetuating poverty

<https://epaper.brecorder.com/2024/10/13/1-page/1010965-news.html>

Govt pledges PSDP cuts, other reforms amid IMF criticism (Negative)

Lender warns Pakistan on SIFC, Sovereign Wealth Fund, Govt promises to adjust gas, power tariffs, expand tax net to agriculture, retail sectors, Plans to privatise four power sector entities this year

<https://www.dawn.com/news/1864680/govt-pledges-psdp-cuts-other-reforms-amid-imf-criticism>

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Monday, October 14, 2024

PSX STATISTICS

KSE-100 Index	Previous	Current	Change	% Δ
Close	85,453.2	85,483.4	30.18	0.04%
Volume (mn)	293.9	295.0	1.08	0.4%
Value (Rs mn)	23,281.3	20,705.6	-2,575.70	-11.1%

Source: PSX

International Markets

Index	Countries	Level	% Δ
NASDAQ	USA	18,342.94	0.33%
FTSE 100	UK	8,253.65	0.19%
NIKKEI 225	Japan	39,605.80	0.57%
Hang Seng	Hong Kong	21,251.98	2.98%
SENSEX	India	81,381.36	-0.28%

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 (%)	21.19%
MTS Amount (Rs bn)	8.10
MFS Amount (Rs bn)	7.53
Future Amount (Rs bn)	23.73
Oct	23.58
Nov	0.16
Dec	0.00

Total Leverage

39.37

Source: NCCPL, PSX

Foreign/Local Investors' Participation (USDmn)

	FYTD	CYTD	MTD	Last Day
FII	(65.49)	4.27	(43.76)	(0.45)
Individual	38.24	(13.39)	(9.14)	(0.26)
Companies	(10.03)	(26.83)	3.98	2.27
Banks/DFI	2.58	(46.27)	(5.14)	(2.45)
NBFC	0.05	(0.62)	(0.02)	0.02
Mutual Fund	59.25	63.37	40.45	0.53
Other Organization	(0.28)	(22.73)	8.28	(0.16)
Broker Prop. Trading	(9.24)	(8.73)	1.22	(0.71)
Insurance companies	(15.07)	50.94	4.14	1.20

Source: NCCPL

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Govt stops payments to 18 IPPs ahead of negotiations? (Neutral)
The sources said that conversion of Power Purchase Agreements (PPAs) of identified 18 IPPs from take-or-pay to take-and-pay mode would be for two years,

<https://www.brecorder.com/news/40326962/govt-stops-payments-to-18-ipp-s-ahead-of-negotiations>

Petrol price may increase by Rs3.95, diesel by Rs10.26 per litre from 16th (Neutral)

The government is likely to increase from October 16 the price of petrol by Rs3.95 per litre and diesel by Rs10.26 which may fuel inflation to some extent in the country.

<https://www.thenews.com.pk/print/1239648-petrol-price-may-increase-by-rs3-95-diesel-by-rs10-26-per-litre-from-16th>

IMF assured of semi-annual gas tariff adjustment by Feb 15, 2025 (Neutral)

The federal government has assured the IMF that the semi-annual gas tariff adjustment

<https://epaper.brecorder.com/2024/10/12/1-page/1010863-news.html>

Economic Coordination Committee green-lights more sugar exports (Neutral)

On the demand of the sugar industry, the Economic Coordination Committee (ECC) of the Cabinet on Friday allowed the export of another 500,000 tonnes of sugar

<https://www.dawn.com/news/1864661/ecc-green-lights-more-sugar-exports>

IMF raises alarm over banks' heavy reliance on govt (Negative)

The International Monetary Fund (IMF) has cautioned that the entrenched nexus between the government, the central bank and the banking sector is detrimental to the country's economy and financial sector

<https://www.dawn.com/news/1864663/imf-raises-alarm-over-banks-heavy-reliance-on-govt>

International

Oil prices fall by more than \$1 on deflation worries in China

Oil prices fell by more than \$1 a barrel, losing over 1.5% in early trading on Monday, after disappointing Chinese inflation data

<https://www.reuters.com/business/energy/oil-prices-fall-by-more-than-1-chinese-economic-data-2024-10-13/>

Asia shares stutter on diverging takes of China's stimulus pledges

Asian stocks swung between gain and loss on Monday as investors struggled to reach a consensus view on China's economic stimulus

<https://www.reuters.com/markets/global-markets-wrapup-1-2024-10-14/>

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Secondary Market Yields

KIBOR	Bid	Ask	PKRV	Rates
1W	17.28%	17.78%	3M	15.83%
2W	17.29%	17.79%	6M	14.38%
1M	17.17%	17.67%	9M	14.23%
3M	15.70%	15.95%	1Yr.	13.73%
6M	14.43%	14.68%	2Yrs.	12.94%
9M	14.10%	14.60%	3Yrs.	12.49%
12M	13.54%	14.04%	5Yrs.	12.43%

Source: SBP, MUFAP

Scripts for the day

Symbol	LDCP	Stance	DdD	FYTD
PKGI	9.69	Buy	10%	21%
QUET	15.13	Buy	6%	124%
REWM	104.35	Buy	10%	28%
PTC	15.70	Buy	8%	31%
HUMNL	13.56	Buy	10%	32%
PSON	206.65	Buy	5%	24%
FFLM	2.79	Buy	12%	31%
ATLH	751.93	Buy	10%	55%
PIOC	205.03	Buy	8%	22%
FTSM	16.95	Buy	8%	-2%

Source: PSX, ASL Research

Commodities

	Previous	Current	% Δ
Gold (USD/oz)	2,641.26	2,657.26	0.6%
Copper (USD/pound)	4.45	4.49	0.9%
Arab Light (USD/bbl)	77.97	79.47	1.9%
WTI (USD/bbl)	75.75	75.49	-0.3%
Brent (USD/bbl)	79.22	78.76	-0.6%
Coal (USD/ton)	113.85	112.75	-1.0%
Urea (USD/ton)	370.00	367.50	-0.7%

Source: Bloomberg

Forex Rate (Open Market)

	Previous	Current	% Δ
US Dollar	279.59	279.59	0.00%
UK Pound Sterling	364.93	364.16	-0.21%
Euro	305.1	304.67	-0.14%
Japanese Yen	1.89	1.89	0.00%
Saudi Riyal	74.18	74.17	-0.01%
U.A.E Dirham	76.06	76.01	-0.07%

Source: Forex.com.pk

Total Leverage vs Market Capitalization

Total Market Capitalization (Rs bn)	11,157
Total leverage as % of Market Capitalization	0.35%

Source: PSX, NCCPL

Board Meetings

Symbol	Date	Account Period
EFERT	12-Oct-24	3rd Quarter
EPQL	12-Oct-24	1st Quarter
ALTN	12-Oct-24	Other Matters
TRIPF	12-Oct-24	3rd Quarter
PTC	12-Oct-24	3rd Quarter

Source: PSX

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