

Morning Brief

Economy & Politics

Two dead as massive blast near airport rocks Karachi (Neutral)

At least two people were killed and 11 others, including a foreign national, were said to be injured when a massive explosion took place on a road

<https://www.dawn.com/news/1863546/two-dead-as-massive-blast-near-airport-rocks-karachi>

Centre, provinces sign landmark fiscal pact under IMF condition (Neutral)

Provinces will take steps to increase their own tax-collection efforts in sales tax on services and more

<https://www.thenews.com.pk/print/1236997-centre-provinces-sign-landmark-fiscal-pact-under-imf-condition>

Foreign investors inject \$69.2mn into Pakistan's govt securities (Positive)

Foreign investment in Pakistan's short-term government debt surged to \$69.2 million in September, driven largely by the benefits of carry trades,

<https://profit.pakistantoday.com.pk/2024/10/05/foreign-investors-inject-69-2mn-into-pakistans-govt-securities/>

WB places Pakistan in 4th quintile (Neutral)

The World Bank has placed Pakistan in the fourth quintile – ie, the group of economies which grapple with a challenging business environment

<https://epaper.brecorder.com/2024/10/05/1-page/1009874-news.html>

Oil and gas companies report strong gas sales collections amid price revisions (Positive)

The latest financial reports from OGDC and PPL reveal significant improvements in gas sales collections, attributed to timely revisions in consumer gas prices.

<https://www.thenews.com.pk/print/1236836-oil-and-gas-companies-report-strong-gas-sales-collections-amid-price-revisions>

Pakistan scouts for foreign investment in maritime (Positive)

According to a statement issued by the Ministry of Maritime Affairs, the Malaysian companies expressed their commitment to expanding business operations through Pakistani ports.

<https://tribune.com.pk/story/2500920/pakistan-scouts-for-foreign-investment-in-maritime>

Industries struggle as energy costs soar (Negative)

Despite hopes of economic recovery several industrial sectors are either shutting down units or reducing production due to the soaring costs

<https://www.dawn.com/news/1863312/industries-struggle-as-energy-costs-soar>

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.

Monday, 7 October 2024

PSX STATISTICS

KSE-100 Index	Previous	Current	Change	% Δ
Close	82,721.8	83,532.0	810.19	0.98%
Volume (mn)	159.6	173.7	14.07	8.8%
Value (Rs mn)	13,013.1	16,727.7	3,714.57	28.5%

Source: PSX

International Markets

Index	Countries	Level	% Δ
NASDAQ	USA	18,137.85	1.22%
FTSE 100	UK	8,280.63	-0.02%
NIKKEI 225	Japan	38,635.62	0.22%
Hang Seng	Hong Kong	22,736.87	2.82%
SENSEX	India	81,688.46	-0.98%

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 (2MFY25)	\$5.937 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 (%)	19.65%
MTS Amount (Rs bn)	8.20
MFS Amount (Rs bn)	7.08
Future Amount (Rs bn)	22.34
Oct	22.24
Nov	0.10

Total Leverage

37.62

Source: NCCPL, PSX

Foreign/Local Investors' Participation (USDmn)

	FYTD	CYTD	MTD	Last Day
FPI	(42.86)	26.90	(21.13)	(7.66)
Individual	44.98	(6.65)	(2.40)	(0.22)
Companies	(16.87)	(33.66)	(2.85)	(0.81)
Banks/DFI	9.40	(39.45)	1.68	0.54
NBFC	0.06	(0.61)	(0.01)	(0.02)
Mutual Fund	40.34	44.46	21.54	4.71
Other Organization	(1.37)	(23.82)	7.20	1.87
Broker Prop. Trading	(7.95)	(7.45)	2.50	1.96
Insurance companies	(25.74)	40.28	(6.53)	(0.35)

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

Rebasing of electricity tariffs likely from Jan 1 (Neutral)

The Federal government is likely to commence rebasing of electricity tariffs from January 1 each year instead of July 1, aimed at shifting financial shocks on consumers

<https://epaper.brecorder.com/2024/10/05/1-page/1009878-news.html>

China seeks end to foreign exchange controls (Neutral)

China has requested Pakistan to initiate a pilot project for exempting settlement in Chinese renminbi (RMB) currency for export-oriented enterprises in the Gwadar Free Zone,

<https://tribune.com.pk/story/2500720/china-seeks-end-to-foreign-exchange-controls>

1,320 MW coal plant: PQEPC threatens to halt operations

(Negative)

Port Qasim Electric Power Company Limited (PQEPC) has threatened to shut down operations of its 1,320 MW coal-fired power plant if its outstanding amount is not cleared by the government.

<https://epaper.brecorder.com/2024/10/06/1-page/1009963-news.html>

Five IPPs 'agree' to terminate contracts (Neutral)

IPP's would not be paid future payments, but they would be paid previous dues, says govt official

<https://www.thenews.com.pk/print/1237300-five-ipp-s-agree-to-terminate-contracts>

'Inefficient' KE grilled over long outages, overbilling (Neutral)

NA panel to hold next meeting in Karachi to judge performance KE seeks 51 paise tariff hike for August

<https://www.dawn.com/news/1862951/inefficient-ke-grilled-over-long-outages-overbilling>

PR awards contract of Thar coal mines-Port Qasim rail line

(Positive)

Pakistan Railways (PR) has awarded the contract of constructing 105 kilometres long Tharparkar Railway line project to connect Thar Coal mines and Port Qasim

<https://epaper.brecorder.com/2024/10/05/1-page/1009877-news.html>

Pakistan mulls lifting ban on livestock export (Neutral)

Pakistan is likely to lift the ban on the commercial export of sheep and goats imposed more than a decade back,

<https://www.dawn.com/news/1863317/pakistan-mulls-lifting-ban-on-livestock-export>

International

Oil pares gains after strongest weekly rise in over a year

Oil prices pared gains in early trade on Monday after charting their biggest weekly rise in over a year

<https://www.reuters.com/business/energy/oil-pares-gains-after-strongest-weekly-rise-over-year-2024-10-07/>

Japan leads Asia stock rally, dollar gains after blowout US payrolls

Asian stocks rallied and the dollar reached a fresh seven-week peak on the yen on Monday after blowout U.S. labour data

<https://www.reuters.com/markets/global-markets-wrapup-1-2024-10-07/>

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.

Secondary Market Yields

KIBOR	Bid	Ask	PKRV	Rates
1W	17.32%	17.82%	3M	15.61%
2W	17.29%	17.79%	6M	14.35%
1M	17.19%	17.69%	9M	14.00%
3M	15.61%	15.86%	1Yr.	13.52%
6M	14.45%	14.70%	2Yrs.	12.96%
9M	14.11%	14.61%	3Yrs.	12.40%
12M	13.51%	14.01%	5Yrs.	12.33%

Source: SBP, MUFAP

Scripts for the day

Symbol	LDCP	Stance	DdD	FYTD
QUET	14.52	Buy	10%	115%
PAKL	37.26	Buy	10%	101%
ANTM	15.83	Buy	10%	56%
PACE	6.29	Buy	16%	108%
REWM	82.57	Buy	9%	1%
PRET	294.45	Buy	9%	-7%
HCL	1175.34	Buy	8%	183%
IDYM	128.37	Buy	7%	6%
PPL	118.60	Buy	6%	1%
STYLERS	42.86	Buy	9%	-10%

Source: PSX, ASL Research

Commodities

	Previous	Current	% Δ
Gold (USD/oz)	2,662.82	2,653.52	-0.3%
Copper (USD/pound)	4.55	4.57	0.3%
Arab Light (USD/bbl)	75.35	77.67	3.1%
WTI (USD/bbl)	73.78	74.45	0.9%
Brent (USD/bbl)	77.64	78.14	0.6%
Coal (USD/ton)	111.00	112.75	1.6%
Urea (USD/ton)	370.00	375.00	1.4%

Source: Bloomberg

Forex Rate (Open Market)

	Previous	Current	% Δ
US Dollar	279.86	279.84	-0.01%
UK Pound Sterling	367.16	366.71	-0.12%
Euro	307.72	307.22	-0.16%
Japanese Yen	1.92	1.93	0.52%
Saudi Riyal	74.36	74.28	-0.11%
U.A.E Dirham	76.17	76.08	-0.12%

Source: Forex.com.pk

Total Leverage vs Market Capitalization

Total Market Capitalization (Rs bn)	10,880
Total leverage as % of Market Capitalization	0.35%

Source: PSX, NCCPL

Board Meetings

Symbol	Date	Account Period
JATM	07-Oct-24	Annual
ASTM	07-Oct-24	Annual
DBCI	07-Oct-24	Annual
CTM	07-Oct-24	Annual
DBSL	07-Oct-24	Annual
LPGL	07-Oct-24	Annual
SGABL	07-Oct-24	Annual

Source: PSX

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