

Market Summary						
Index Level	23-Jun	1d Δ	1m Δ	3m Δ	6m Δ	12m Δ
KSE 30	16,353	0.6%	1.6%	-0.7%	-6.0%	-15.1%
KSE 100	42,717	0.6%	0.7%	-1.1%	-3.3%	-10.8%
KSE All Share	29,145	0.6%	0.7%	-1.6%	-3.7%	-10.9%

	Volume (mn shares)			Value (PKR mn)		
	1d	1m Avg.	6m Avg.	1d	1m Avg.	6m Avg.
KSE 30	110	66	61	5,848	3,897	4,197
KSE 100	186	98	101	7,356	4,735	5,197
KSE All Share	349	217	238	8,455	6,242	7,221

Portfolio investment (USD mn)						
	23-Jun	1m	3m	6m	12m	CYTD
FIPI Net	(1.1)	(14.6)	(44.4)	(69.2)	(305.7)	(50.5)
LIPI Net	1.1	14.6	44.4	69.2	305.7	50.5
Ind.	2.0	20.0	79.2	84.8	161.2	80.6
Banks/DFIs	(1.3)	1.6	44.3	60.1	108.0	79.3
Co's	0.5	23.7	26.1	47.2	117.8	50.9
M.Funds	1.0	(6.1)	(59.3)	(89.7)	(126.4)	(111.1)
Brokers	0.5	(4.4)	(8.2)	(8.9)	(20.2)	(11.5)
Others	0.9	5.3	12.7	31.2	62.3	16.7
Ins.	(2.4)	(24.0)	(49.3)	(54.7)	(0.5)	(53.3)
NBFC	(0.2)	(1.5)	(1.2)	(0.9)	3.5	(1.0)

Sector wise FIPI LIPI (USD mr)						
	FIPI	Ind.	Banks	M.Funds	Ins.	Other
Gross Buy	4.3	57.0	1.3	3.6	0.2	18.0
Gross Sell	(5.4)	(55.0)	(2.5)	(2.6)	(2.6)	(16.3)
All other Sectors	(0.2)	0.7	(0.3)	0.3	(0.6)	0.2
Cement	0.0	0.1	0.1	0.1	(0.2)	(0.1)
Commercial Banks	(0.6)	0.3	0.1	0.0	(0.1)	0.3
Fertilizer	(0.5)	(0.1)	(0.1)	0.4	(0.1)	0.3
Food and Personal Care	0.2	0.3	0.0	(0.0)	(0.1)	(0.3)
E&P Companies	(0.0)	0.6	(0.8)	0.5	(1.0)	0.7
OMC	(0.0)	0.1	(0.2)	0.0	(0.1)	0.2
Power Generation	0.1	0.0	(0.2)	(0.1)	(0.0)	0.2
Technology and Comm.	0.0	(0.1)	0.1	(0.1)	(0.2)	0.2
Textile Composite	(0.0)	(0.0)	0.1	(0.1)	(0.0)	0.1
Total	(1.1)	2.0	(1.3)	1.0	(2.4)	1.7

Commodities						
	US\$	1d Δ	1m Δ	3m Δ	6m Δ	12m Δ
WTI (bbl)	104.2	0.0%	-5.5%	-7.2%	41.3%	42.2%
Brent (bbl)	109.8	-0.3%	-3.8%	-7.8%	42.8%	45.2%
Arab Light (bbl)	111.2	0.0%	-6.2%	-8.1%	46.1%	48.8%
Coal (ton)	331.4	0.0%	0.7%	-0.6%	137.6%	186.1%
Urea (ton)	690.0	0.0%	0.0%	-31.0%	-28.1%	53.3%
DAP (ton)	810.0	0.0%	-5.8%	-17.3%	8.0%	30.9%
PVC (*ton)	1,350.0	0.0%	0.0%	-6.3%	-8.2%	-0.7%
Ethylene (lb)	1,105.0	0.0%	-4.3%	-18.5%	7.3%	31.5%
Gold (t oz)	1,825.0	0.1%	-1.5%	-6.8%	0.9%	2.8%
Cotton (lb)	97.7	-4.2%	-21.6%	-10.6%	7.7%	23.6%
Copper (lb)	376.8	0.6%	-11.6%	-20.5%	-13.6%	-12.6%
Steel (ton)	1,127.0	0.0%	-6.1%	0.9%	-30.3%	-32.3%
Skim Milk Powder (ton)	4,276.4	-3.0%	1.8%	-7.1%	13.7%	21.7%
Rubber (kg)	160.7	0.1%	-0.6%	-6.8%	-5.4%	-2.4%
Iron (ton)	131.5	0.0%	-1.4%	-12.1%	16.8%	-38.5%

Foreign Exchange						
	Rate	1d	1m	3m	6m	12m
PKR/USD	211.97	0.0%	5.0%	16.7%	19.2%	34.2%
PKR/GBP	254.08	0.0%	0.4%	5.8%	8.1%	15.7%
PKR/EUR	218.00	0.0%	1.1%	9.0%	8.7%	15.6%
PKR/JPY	154	0.0%	-3.6%	2.9%	-2.1%	7.9%

Interest rates (change in bps)						
	Rate %	1d Δ	1m Δ	3m Δ	6m Δ	12m Δ
PKRV 1YR	15.5	(4.0)	77.0	344.0	416.0	787.0
PKRV 3 YR	13.6	(20.0)	(11.0)	169.0	209.0	452.0
PKRV 5 YR	12.8	(17.0)	(17.0)	104.0	129.0	330.0
PKRV 10 YR	12.7	(22.0)	(24.0)	99.0	97.0	278.0

Board Meetings					
Company	Date	Time	Company	Date	Time
Exide Pakistan (EXIDE)	29-Jun-22	12:00 PM			
Olympia Mills (OML)	30-Jun-22	11:00 AM			
Unilever Pakistan (UPFL)	26-Aug-22	2:30 PM			

Regional markets						
	Rate	1d Δ	1m Δ	3m Δ	6m Δ	12m Δ
SHCOMP- China**	3,335	0.4%	8.6%	2.6%	-8.5%	-6.5%
SENSEX- India*	52,795	1.0%	-2.3%	-8.3%	-7.9%	0.2%
NIKKEI- Japan**	26,413	0.0%	-1.3%	-6.0%	-8.3%	-8.5%
DJIA- USA*	30,677	0.0%	-3.9%	-11.6%	-14.7%	-10.3%
Hang seng- HK**	21,565	1.4%	7.2%	-1.7%	-7.0%	-25.3%

* Reading as of last day closing

** Real time reading

Source: Bloomberg, PSX, NCCPL, Next Research

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International

Oil prices slump as investors fear Fed rate hikes will hurt demand (Reuters): Oil prices dropped by nearly \$2 a barrel on Thursday after another round of remarks from Federal Reserve Chair Jerome Powell fanned worries U.S. interest rate hikes would slow economic growth. Brent crude futures settled at \$110.05 a barrel, falling \$1.69, or 1.5%. U.S. West Texas Intermediate (WTI) crude futures settled at \$104.27 a barrel, down \$1.92, or 1.8%. Powell said the Fed's focus on curbing inflation was "unconditional" and the labor market was unsustainably strong, comments that stoked fears of more rate hikes. **(Neutral)**

Economy

Covid positivity rate rises to 2.14pc (BR): Pakistan has recorded 2.14 percent Covid-19 positivity ratio during the past 24 hours which is the highest in three months as the country reported 268 coronavirus infections after 12,513 tests were conducted. According to coronavirus stats released by the National Health Institute (NIH) on Thursday, the country also reported one Covid-19 death in the past 24 hours taking the overall death tally to 30,385 since the pandemic's outbreak. The country has also reported 104 coronavirus recoveries in the past 24 hours taking the nationwide recoveries tally to 1,498,698. Karachi remained the most coronavirus-affected city in the country as a total of 138 new infections were detected in the metropolis when 650 samples were tested, taking the city's positivity rate to 21.23 percent. The second most affected city is Abbottabad, where the positivity rate is 8.7 percent, followed by Peshawar with 3.36 percent, Mirpur Azad Jammu and Kashmir (AJK) with 2.63 percent, Islamabad Capital Territory (ICT) with 2.5 percent positivity ratio, Faisalabad with 2.30 percent, Quetta with 1.93 percent and Lahore with 1.91 percent positivity ratio. **(Negative)**

Oil prices hiked to avert default, says Miftah (BR): Federal Finance Minister Miftah Ismail has termed the next fiscal year budget as progressive and maintained that the government has not imposed any indirect or consumption tax and measures have been taken to impose an additional tax on the wealthy. Addressing a press conference here on Thursday along with the Minister for Information Marriyum Aurangzeb, Ismail said that petroleum prices were increased to avert the country from default and the government is cognizant of inflation in the country. He said that the safe deposits of China, which are becoming due in June-July, have also been re-rolled by the Chinese. The finance minister said that the government has decided to impose additional taxes in the budget on the rich. One percent additional tax is being imposed on those whose income is Rs15 Crore and two percent on those whose income is Rs20 Crores. He further stated that three percent additional tax is being imposed on those having Rs25 Crore and four percent more on those whose income is more than Rs30 Crores. **(Neutral)**

PM explains why IMF 'doesn't trust' Pakistan (BR): Prime Minister Shehbaz Sharif has stated the present government of coalition partners would complete its constitutional term of 14 months. Addressing the Pakistan Muslim League-Nawaz (PML-N) senators on Thursday, the prime minister said that increase in petroleum prices was agreed by the previous government with the International Monetary Fund (IMF) including increase in petroleum levy by Rs30 and GST 17 percent. He said the IMF did not trust Pakistan because the previous government had gone back on its agreement with the global lender. **(Neutral)**

Forex reserves down \$733m on debt servicing (BR): The country's total liquid foreign exchange reserves further declined by \$733mn in a week due to external debt servicing. However, the SBP said on Thursday that reserves are expected to increase in coming days on realization of proceeds of Chinese loan. Pakistan Wednesday signed a \$2.3 billion commercial loan deal with China to build the foreign exchange reserves. As per the agreement, a Chinese consortium of banks will provide a loan facility of RMB 15 billion which is equal to \$2.3 billion. **(Negative)**

PKR snaps 9-session losing streak (BR): The rupee finally ended its nine-session depreciation run against the US dollar in the inter-bank market on Thursday, gaining over 2.2% as the currency market celebrated the announcement of a loan agreement with Chinese banks as well as progress on budget measures with the International Monetary Fund (IMF). Oil prices, which form a substantial portion of Pakistan's import bill, also continued to pull back, dropping more than 2% as investors recalibrated assessments of recession risks and fuel demand amid interest rate hikes in major economies. **(Positive)**



Sector / Company

Fertilizer offtake drops by 21.8% YoY in May (Mettis): The country's overall nutrients offtake dropped by 21.8% to 302,000 tonnes during May 2022 compared to the same month last year, the latest monthly report of fertilizer offtake issued by the National Fertilizer Development Company (NDFC) showed today. Among the nutrients, nitrogen, and phosphate offtake decreased by 18.5% YoY and 32.9% YoY to stand at 239,000, and 60,000 tonnes, respectively during May 2022. While Potash offtake also moved down by 19.1% over May 2021. **(Negative)**

Amreli Steel diversifying into Non-ferrous segment (Augaf): The Board of Directors of Amreli Steels Limited in their meeting held today, Thursday, 23 June 2022, has approved investment into non-ferrous operations as a first step to diversify the Company's business portfolio. The stock gains PKR 1.89 or 7.49% to hit upper limit at PKR 25.99 per share after the announcement. The approval includes establishing a new facility for producing aluminum ingots with initial production capacity of 18,000 MT per annum as a first phase. The detailed technical feasibility has been conducted along with the financial close. Amreli Steels Limited was incorporated in 1984 as a private limited company and converted into a public unquoted company in 2009. The Company is mainly engaged in manufacture and sale of steel bars and billets. **(Positive)**

Sale of over 66pc Abraaj stake in K-Electric: Shanghai Electric must get the green light within three months, PM tells Khaqan (BR): Prime Minister Shahbaz Sharif has directed the task force on KE headed by former Prime Minister Shahid Khaqan Abbasi to resolve all outstanding issues of KE within three months, aimed at giving green signal for sale of over 66 percent shares of M/s Abraaj to Chinese firm M/s Shanghai Electric Power, well-informed sources told Business Recorder. A high-level delegation of KE comprising its shareholders from Kuwait and Saudi Arabia who are making efforts for years to get the issues of power utility resolved was in federal capital to muster support for resolution of issues being faced by the power utility. **(Positive)**

Honda Atlas to introduce locally-assembled Vezel in Pakistan? (BR): Honda Atlas is considering introducing a locally-assembled version of its crossover SUV, Vezel, as Pakistan sees a growing popularity of the car segment, Business Recorder learnt on Thursday. The source, privy to the development, on condition of anonymity said the company has been testing the Honda Vezel H-RV in Pakistan, and evaluating its feasibility. The source added that presently, the company was testing a petrol variant. While still at an early stage, the development comes as Pakistan sees a greater market share of crossover SUVs in the face of rising car prices. Despite the price-hikes, the SUV segment has jumped from 5% market share to 20% in three years as a number of companies launched several cars including KIA Sportage, Hyundai Tucson, MG Motors MG-HS, DFSK Glory, Proton X70 and Oshan X7. **(Positive)**

