

Top News

October 01, 2021

September YoY inflation may end up between 7.5%-8.4%: Taking into account new price impulses in September and the low base effect, YoY inflation in September is likely to resume its declining trend observed in recent months and may end up between 7.5% to 8.4%. In its latest Monthly Economic Update & Outlook, the Finance Ministry noted that in the month of September, MoM inflationary impulses may come from 2nd round effects of a previous increase in international commodity prices, currency depreciation and some seasonal factors.

Source: <https://mettisglobal.news/sept-yoy-inflation-may-end-up-between-7-5-8-4-mof/>

Forex reserves fall by USD252mn: The country's total liquid foreign exchange reserves declined by USD252mn during last week. According to the State Bank of Pakistan (SBP) weekly report issued on Thursday, Pakistan's total liquid foreign exchange reserves stood at USD26.15bn as on September 24, down from USD26.40bn on September 17. During the week under review, the SBP's reserves decreased by USD249mn to USD19.30bn. Net foreign reserves held by commercial banks stood at USD6.86bn, down USD3mn. The SBP's reserves were USD 20.02bn as on September 10 compared to USD19.29bn on September 24.

Source: <https://epaper.brecorder.com/2021/10/01/7-page/902576-news.html>

Index down 5.0% in 3Q2021: PSX becomes one of worst performing markets: Pakistan Stock Exchange remained one of the worst performing markets in the world as the KSE-100 Index registered a decline of 5.0% in PKR terms and 12.0% It brings down KSE-100's recovery from its low on March 25, 2020 to 65% and gains in 2021 YTD to 3.0%. The KSE-100 is now 15% from its peak seen in 2017 in PKR terms, however, market capitalization is down 54% in USUSD terms (from USD99.6bn to USD45.7bn).

Source: <https://epaper.brecorder.com/2021/10/01/5-page/902561-news.html>

SBP imposes 100% cash margin requirement on import of additional 114 items: The State Bank of Pakistan (SBP) has decided to impose 100% Cash Margin Requirements (CMR) on the import of 114 items, taking the total number of items subject to Cash Margin to 525. The measure will help discourage imports of these items and thus support the balance of payments. This is the second step taken in recent days, in this regard. Earlier, SBP revised prudential regulations for Consumer Financing prohibiting financing for imported vehicles.

Source: <https://mettisglobal.news/sbp-imposes-100-cash-margin-requirement->

Govt increases petrol price by PKR4 per litre from Oct 1: The government on Thursday increased the price of petrol by PKR4 per litre and that of high speed diesel (HSD) by PKR2 per litre. Meanwhile, the prices of kerosene oil and light diesel oil (LDO) were

PSX: Market Stats

	30-Sep-21	29-Sep-21	Ch. Point	Change
KSE100 Index	44,900	44,367	532.9	1.20%
KSE30 Index	17,661	17,457	204.0	1.17%
KMI30 Index	72,316	71,117	1,198.5	1.69%
KSE100 (Vol mn)	212.6	208.7	3.9	1.9%
KSE30 (Vol mn)	80.1	80.0	0.1	0.1%
KMI30 (Vol mn)	66.5	64.7	1.8	2.8%
Market Cap (PKR'bn)	7,804	7,701	103.3	1.3%
Market Cap (USD'bn)	47.88	47.25	0.6	1.3%

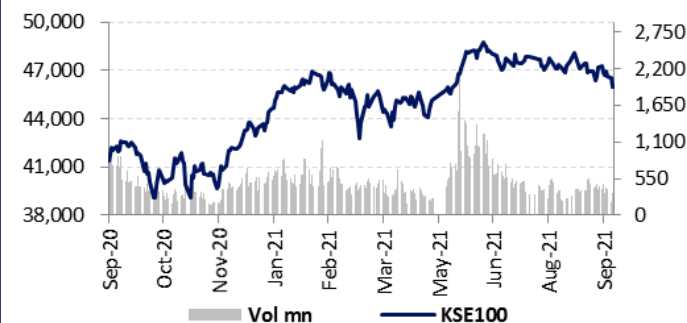
Economic Indicators

	BID	Offer
3-month KIBOR	7.52	7.77
6-month KIBOR	7.91	8.16
12-month KIBOR	8.39	8.89

PIBs

	Yield	T-Bill	Yield
3-year PIB	9.72%	3-mnth	7.57%
5-year PIB	9.95%	6-mnth	7.95%
10-year PIB	10.23%	12-mnth	7.60%

KSE100 & Volume (mn)



Source: PSX

increased by PKR7.05 and PKR8.82 per litre, respectively. From Oct 1, the price of petrol will be PKR127.30 per litre, high speed diesel will be PKR122.04 per litre, kerosene oil will be PKR99.31 and light diesel oil will be PKR99.51 per litre.

Source: <https://www.dawn.com/news/1649348/govt-increases-petrol-price-by-rs4-per-litre-from-oct-1>

Fuel charge adjustment: Nepra set to pass financial burden of PKR31bn to consumers: National Electric Power Regulatory Authority (Nepra) is all set to pass on the financial burden of PKR31bn to consumers of distribution companies (Discos) under fuel charge adjustment (FCA) mechanism added to the generation cost due to short supply of RLNG, due to variation in prices of different fuels and previous adjustments. However, Nepra will approve an increase between PKR 1.95 per unit to PKR 2.06 per unit. Source: <https://epaper.brecorder.com/2021/10/01/1-page/902537-news.html>

Circular debt exceeds PKR2.3tr: State-owned Discos' losses reach PKR1.35tr: The state-owned electricity Distribution Companies' performance has depicted a gloomy picture as their accumulated losses reached PKR1.35tr and played a pivotal role in piling up of circular debt, which crossed PKR2.3tr. Leading think tank Prime Institute in a report on "State Owned Electricity Distribution Companies: a performance review" finds unsatisfactory performance of state-owned power sector distribution companies & recommended policy reforms. The distribution companies are continuously accumulating losses, which amounts to PKR1,355bn in five years (2016-20).

Source: <https://epaper.brecorder.com/2021/10/01/4-page/902558-news.html>

FBR registers historic revenue collection growth of 38.3% in 1QFY22: The Federal Board of Revenue (FBR) has released the provisional revenue collection figures for the first quarter of current FY 2021-22. According to the provisional information, FBR has collected net revenue of PKR1,395bn during the first quarter of the current Financial Year against the set target of PKR1,211bn, exceeding by PKR186bn. The net collection for the month of September 2021 realized PKR535bn representing an increase of 31.2 % over PKR408bn collected in September 2020. These figures would further improve before the close of the day and after book adjustments have been taken into account.

Source: <https://mettisglobal.news/fbr-registers-historic-revenue-collection-growth-of-38-3-in-1qfy22/>

Date extended: Tax returns can be filed by Oct 15: The Federal Board of Revenue (FBR) has extended the date for filing income tax returns to 15 days, says a circular. The returns for the tax year 2021 will now have to be filed by October 15. The deadline has been extended in view of the serious technical problems in the online return filing system (Iris). The FBR spokesperson confirmed to The News Thursday night that over 1.8 million tax returns had been received till September 30. However, over 3 million filers could not be attracted for the current fiscal year, as they faced technical glitches in uploading returns.

Source: <https://www.thenews.com.pk/print/896671-date-extended-tax-returns-can-be-filed-by-oct-15>

Fitch Ratings revises PKR forecasts downwards: Fitch Ratings has revised downward its forecasts for the Pakistani rupee, ie, from PKR165 to PKR180 for 2022 on account of the worsening terms of trade, tighter US monetary policy, alongside the flow of USD out of Pakistan and into Afghanistan. The rating agency has also revised its forecast for the Pakistani rupee to average PKR164/USD in 2021, down from PKR158/USD previously. In short-term outlook (three-to-six months), since its last update in June 2021, the Pakistani rupee (PKR) has depreciated by 7.1% to PKR169.31/USD and the rupee has averaged PKR159.23/USD over the first nine months of 2021.

Source: <https://epaper.brecorder.com/2021/10/01/12-page/902594-news.html>

HBL, DIBPL join hands to become lead advisors for luxury housing development: HBL and Dubai Islamic Bank Pakistan Limited (DIBPL) joined hands as mandated Lead Advisors and Arrangers for Eighteen (Elite Estates Pvt Limited), a luxury housing development located in the twin cities of Islamabad and Rawalpindi. The initiative is one of the largest syndicated finance projects in the real estate sector with a funding of PKR7.5bn by a banking consortium in Pakistan. HBL and DIBPL are also acting as Agent and Investment Agent respectively. Other members of the consortium include Bank Alfalah, Bank of Punjab, Habib Metro Bank, Industrial and Commercial Bank of China and Soneri Bank.

Source: <https://epaper.brecorder.com/2021/10/01/18-page/902621-news.html>

MoC expects over 27% exports growth YoY: The Ministry of Commerce is expecting exports of USD7bn during the first quarter (July-September) 2021-22 as compared to USD5.47bn during the same period of 2020-21, showing over 27% growth. However, imports are expected to be USD18bn during this period as compared to USD11.31bn, posting a growth of around 60%. The sources said, imports are likely to be over USD6bn in September 2021, which is already a cause of concern for the government.

Source: <https://epaper.brecorder.com/2021/10/01/1-page/902540-news.html>

Wheat-urea import tenders approved by ECC: The Economic Coordination Committee (ECC) of the Cabinet has approved award of two tenders with the first one for import of 550,000 metric tons of wheat and the other for the import of 100,000 metric tons of urea to build strategic reserves for the fiscal year 2021-22 Rabi season. Prime Minister's relief package-2020 for provision of five essential items on subsidised rates being expired on 30th September 2021.

Source: <https://epaper.brecorder.com/2021/10/01/1-page/902538-news.html>

Top 05 Gainer KSE100 index				Top 05 Loser KSE100 index					
	Current	Previous	Diff	Ch %		Current	Previous	Diff	Ch %
KEL	4.0	3.3	0.7	20.8%	POML	185	200	-15.0	-7.5%
ANL	20.2	19.0	1.2	6.2%	COLG	2,207.1	2,321.0	-113.9	-4.9%
DGKC	88.4	83.4	5.0	6.0%	AGP	114.8	118.5	-3.7	-3.1%
MEBL	139.9	132.0	7.9	6.0%	DCR	11.7	12.0	-0.3	-2.7%
BYCO	8.2	7.7	0.4	5.8%	FCEPL	97.6	100.2	-2.6	-2.6%

Asian Markets	Current	Previous	Diff	Ch %	Int'l Markets	Current	Previous	Diff	Ch %
India (BSE 30)	59,126	59,413	(286.9)	-0.5%	US (DJII)	33,844	34,391	(546.8)	-1.6%
HK (Hang Seng)	24,576	24,664	(87.9)	-0.4%	UK (FTSE)	7,086	7,108	(21.7)	-0.3%
Japan (Nikkei)	29,453	29,544	(91.6)	-0.3%	NASDAQ (IXIC)	14,449	14,512	(63.9)	-0.4%
Singapore STI	3,087	3,074	12.4	0.4%	S&P 500 GSPC	4,308	4,359	(51.9)	-1.2%
Indonesia (JKSE)	6,287	6,163	124.4	2.0%	AMEX COMP (XAX)	3,231	3,221	9.5	0.3%
Shanghai Comp.	3,568	3,536	31.9	0.9%	FCHI-CAC 40	6,520	6,561	(40.8)	-0.6%

NDM - Off Market Transaction				NDM - Off Market Transaction			
Mem to Mem	Vol (000)	Price	Val (mn)	Client to Client	Vol (000)	Price	Val (mn)
GGL	700.0	47.6	33.3	ENGRO	442	274.5	121.4
TRG	104.6	155.0	16.2	HBL	1,000.0	107.5	107.5
DCR	1,000.0	12.2	12.15	ENGRO	170.7	295.0	50.4
BGL	600.0	11.6	7.0	PIOC	300.0	84.5	25.4
JVDC	100.0	58.1	5.8	FFC	242.6	104.0	25.2

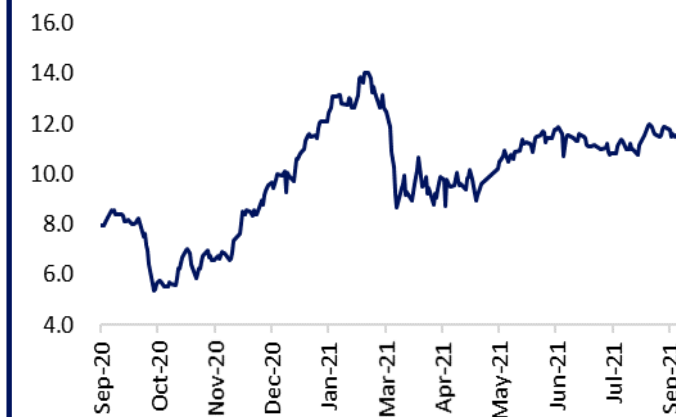
Commodities	Current	Previous	Diff	Ch %	Currency	Buy	Sell
Richards Bay Coal	200.50	193.15	7.35	3.81%	USD Dollar	171.90	172.00
Brent Crude	78.52	78.64	-0.12	-0.2%	UK Pound	229.95	230.63
Int'l Gold	1,755	1,722	33.8	2.0%	Euro	197.81	198.40
Local Cotton	14,100	13,800	300.0	2.17%	Japanese Yen	1.5387	1.5433
Local Gold 10g	97,308	97,480	-172.0	-0.18%			

Futures (PKR'bn) (30 day SMA)



Source: PSX

MTS Value (PKR'bn)



Source: PSX