Morning News 27-Aug-2021

MCB-ARIF HABIB
Savings and Investments Limited

- IGCEP: Long-term expansion plan approved by CCoE: The Cabinet Committee on Energy (CCoE) approved the long-term Indicative Generation Capacity Expansion Plan (IGCEP) 2021-2030. The generation mix of 2022, which is dominated by fossil fuel, will shift to clean energy (hydel, solar, wind, nuclear) by the year 2030. (Business Recorder)
- Textile exports rise 15pc in July: Pakistan's textile and clothing exports posted double-digit growth in the first month of this fiscal year increasing by 15.61 per cent to $1.471 billion compared to $1.272bn in July 2020. (Dawn)
- Food import bill up 22pc in fiscal year's first month: Pakistan's food import bill grew by 22.24 per cent to $647.036 million in July compared to $529.311m of the first month of last financial year. The total import bill inched up by 52.46pc to $5.601bn in July as against $3.673bn over the corresponding month of last year. (Dawn)
- TAPI gas pipeline project: Afghanistan to get $1bn transit royalty: Qureshi: Foreign Minister Shah Mahmood Qureshi on Thursday said implementation of Turkmenistan-Afghanistan-Pakistan-India (TAPI) gas pipeline project was beneficial for the entire region, with Afghanistan alone to get $1 billion as transit fee and royalty. (Business Recorder)
- PM summarises 3 years of 'Naya Pakistan': Prime Minister Imran Khan presented the Pakistan Tehreek-e-Insaf (PTI) government's three years' performance after assuming power in 2018, and stated that exports and foreign exchange reserves have been increasing despite Covid pandemic. (Business Recorder)
- US provides 3.7m doses of Pfizer vaccine: The United States donated 3.7 million doses of the life-saving Pfizer COVID-19 vaccine to the Government of Pakistan for distribution to the Pakistani people through the COVAX facility. (Tribune)
- Foreign exchange: SBP reserves fall $47m to $17.58b: The foreign exchange reserves held by the central bank declined 0.3% on a weekly basis, according to data released by the State Bank of Pakistan (SBP) on Thursday. (Tribune)
- Technical talks on $3bn PSGP project conclude: Talks between Pakistan and Russia on the Pakistan Stream Gas Pipeline (PSGP) project to be laid down from Karachi to Kasur ended here on Thursday with Moscow seeking clarity if the government owns or disowns the viewpoint of Special Assistant to Prime Minister (SAPM) on Petroleum Tabish Gauhar, opposing the two countries' flagship project mentioned in his letter to Energy Minister Hammad Azhar. (The News)
- Sindh reports 1,423 new coronavirus cases, 24 deaths: Another 1,423 coronavirus cases were reported in Sindh in the last 24 hours while 24 additional fatalities were confirmed, according to a handout from the Chief Minister's Office. The province's tally of infections has increased to 426,993 while the death toll has risen to 6,766. Sindh's positivity rate was recorded at seven per cent in the last 24 hours. (Dawn)
- WB brings rising food inflation in Pakistan under the spotlight: Jan-July 2021: Number of locally-produced mobile phones surpasses number of imported ones: PTA: The production of mobile phones by local manufacturing plants has surpassed the number of mobile phones imports in the country during Jan-July 2021 as the local production was recorded at 12.27 million compared to the imported mobile phones of 8.29 million. (Business Recorder)
- Exports to reach record levels by 2023: Razak: The government would take exports to record levels by 2023 by providing a better business environment for the industrial sector in the country, Commerce Adviser Abdul Razak Dawood said on Wednesday. (Dawn)

Market Indices	26-Aug-21	25-Aug-21	30-Jun-21
KSE 100	47,363	47,636	47,356
KSE 30	18,954	19,090	18,962
KMI 30	76,827	77,399	76,622
KSE All Shares	32,364	32,570	32,480

Volume (mn Shares)	26-Aug-21	FYTD (Average)
KSE 100	125.0	131.4
KSE 30	30.7	40.7
KMI 30	40.2	49.2
KSE All Shares	360.8	406.5

Commodity Rates	26-Aug-21	Daily Change	FYTD Change
Crude Oil-Brent (USD/BBL)	71.1	-1.6%	-5.4%
Crude Oil-Arab Light (USD/BBL)	71.2	1.4%	-0.9%
Coal (USD/Tonne)	142.0	-0.4%	26.8%
Copper(USD/mt)	4.2	-0.5%	-1.0%
Cotton (USD/Lbs)	91.5	-0.6%	12.4%
CRC Steel (USD/Tonne)	1,115.0	0.0%	-5.9%

Currency (Interbank)	26-Aug-21	Daily Change	FYTD Change
US Dollar	166.0	0.2%	5.4%
UK Pound	227.4	-0.3%	4.4%
Euro	195.1	0.0%	4.4%
UAE Dirham	45.7	0.9%	5.9%
Chinese Yuan	25.6	0.1%	5.0%

Fund Flows (USD mn)	26-Aug-21	FYTD
FOREIGN INDIVIDUAL	0.00	2.69
FOREIGN CORPORATES	-1.65	-42.63
OVERSEAS PAKISTANI	1.00	5.42
FIPI NET	**-0.65**	**-34.52**

Economic Data (USD mn)	FY22E	FY21	FY20
GDP Growth	4.8%	3.9%	-0.5%
	Jul-21	**Jun-21**	
Exports	2,330	2,728	
Imports	5,434	6,352	
Remittances	2,707	2,688	
Foreign Exchange Reserves	24,853	24,397	

Money Market Data	26-Aug-21	25-Aug-21	30-Jun-21
SBP Policy Rate	7.00	7.00	7.00
CPI Inflation	8.4%	8.4%	9.7%
3 Month T-Bill	7.22	7.22	7.28
6 Month T-Bill	7.38	7.40	7.53
12 Month T-Bill	7.60	7.66	7.81
3 Year Government Bond	8.73	8.79	8.99
5 Year Government Bond	9.30	9.35	9.49
10 Year Government Bond	9.90	9.90	9.94
3 Month KIBOR	7.39	7.41	7.45
6 Month KIBOR	7.54	7.56	7.69

Data Sources : Reuters, PSX, NCCPL, PBS, SBP