MCB-ARIF HABIB
Savings and Investments Limited

Morning News 30-Jun-2022

- **15 sectors; 10pc supertax imposed on income exceeding Rs300m | BR:** The amended Finance Bill 2022 has imposed a 10 percent supertax for the Tax Year 2022 on persons including companies engaged in the business of airlines, automobiles, beverages, cement, chemicals, cigarettes/tobacco, fertilizer, iron/steel, LNG terminal, oil marketing, oil refining, petroleum and gas exploration and production, pharmaceuticals, sugar and textile where income exceeds Rs300 million.
- **NA approves revised salary income tax | Profit:** The National Assembly has approved revised income tax slabs for the salaried class amid pressure from the IMF to generate incremental revenue.
- **Auction for MTBs; Rs1.74trn mopped up to finance fiscal deficit | BR:** The federal government Wednesday borrowed Rs 1.74 trillion from domestic banking system to finance the rising fiscal deficit.
- **Amendment-laden finance bill easily sails through NA | BR:** The National Assembly on Wednesday passed Federal Budget, 2022-23 by incorporating significant amendments to the Finance Bill, 2022 on the dictation of the International Monetary Fund (IMF).
- **THE RUPEE: PKR strengthens | BR:** The rupee on Wednesday extended its gain for the second successive session against the US dollar in the inter-bank market, on account of positive developments on the external front.
- **Amendment to Petroleum Products (Petroleum Levy) Ordinance approved | BR:** The National Assembly has approved, on Wednesday, an amendment of the Petroleum Products (Petroleum Levy) Ordinance, 1961 (XXV of 1961), which will allow the government to increase maximum limit of petroleum levy (PL) from Rs30 to Rs50 per litre on all petroleum products in the next financial year 2022-23.
- **KE makes another Rs500 million payment to SSGC | Mettis Global:** Despite facing financial constraints, KE has made another payment of PKR 500 million to SSGC on 29 June 2022, bringing the total payout to over PKR 6 billion during the month.
- **Finance ministry sees more tough times ahead | Dawn:** Hinting at a further increase in the policy rate by the State Bank of Pakistan, the Ministry of Finance anticipates 'blurred growth prospects' for the economy, which could be marred by the prevailing inauspicious global environment and higher domestic inflation, going beyond 15 per cent, in the upcoming fiscal year set to begin on Friday.
- **Sales tax on APIs reduced to 1pc | Dawn:** The government has reduced sales tax to one per cent from the existing 17pc on the import of active pharmaceutical ingredients (APIs) besides some other minor amendments to income tax rates in Finance Bill 2022-23.
- **Fuel prices may hike up to Rs16.89/litre | The News:** The domestic prices of diesel and petrol are expected to rise by Rs16.89 and Rs4.55/litre excluding Petroleum Levy (PL) and General Sales Tax (GST) in the next fortnight, The News has learnt. If the government charges the PL of Rs10/litre on diesel and petrol along with the GST, the diesel price will increase massively from July 01, 2022.
- **Capital value tax reduced on automobiles in amended Finance Bill | Profit Pakistan:** The Federal Board of Revenue (FBR) has reduced the capital value tax (CVT) from 2% to 1% on automobiles in an amendment to the Finance Bill 2022.
- **Atlas Honda increases motorcycle prices by as much as Rs15,000 | BR:** as Honda has jacked up prices of its motorcycles by as much as Rs15,000, with new rates kicking in from July 1, said dealers on Wednesday.
- **Power Cement increases share capital to Rs13.9bn | Mettis Global:** Power Cement (PSX: POWER) has increased its authorized share capital to Rs13.9 billion from Rs13.1 billion, company's filing on the bourse showed today.
- **Visiting Pakistan on order of Nawaz Sharif: Ishaq Dar | The News:** PML-N senior leader and former finance minister Ishaq Dar Wednesday said his visit to Pakistan next month was finalised on the directions of party supremo, Nawaz Sharif.
- **The State Bank of Pakistan will remain closed for public dealing on Friday, July 1, 2022 | BR:** All banks, DFIs and MFBs will, therefore, remain closed for public dealing on the aforementioned date. However, employees of the banks, DFIs and MFBs will attend the office as usual.
- **TTP refuses to budge from demand for Fata merger reversal | Dawn:** The proscribed Tehreek-i-Taliban Pakistan (TTP) has categorically stated that the insurgent group would not back down from its demand for the reversal of the merger of erstwhile Fata with the Khyber Pakhtunkhwa province.

Market Indices

	29-Jun-22	28-Jun-22	30-Jun-21
KSE 100	41,298	41,766	47,356
KSE 30	15,697	15,934	18,962
KMI 30	68,207	68,795	76,622
KSE All Shares	28,441	28,661	32,480

Volume (mn Shares)

	29-Jun-22	FYTD (Average)
KSE 100	78.9	115.6
KSE 30	48.1	56.4
KMI 30	37.0	52.3
KSE All Shares	142.1	298.0

Commodity Rates

	29-Jun-22	Daily Change	FYTD Change
Crude Oil-Brent (USD/BBL)	116.3	-1.5%	54.7%
Crude Oil-Arab Light (USD/BBL)	110.9	-2.4%	53.5%
Coal (USD/Tonne)	338.5	-0.4%	194.7%
Copper (USD/Lbs)	3.8	0.0%	-11.4%
Cotton (¢/Lbs)	109.6	3.4%	34.7%
Gold (USD/Ounce)	1,817.1	-0.1%	2.7%

Currency (Interbank)

	29-Jun-22	Daily Change	FYTD Change
US Dollar	204.7	-0.9%	29.9%
UK Pound	248.1	-1.4%	13.9%
Euro	213.6	-1.7%	14.4%
UAE Dirham	55.9	-1.1%	29.6%
Chinese Yuan	30.5	-0.8%	25.2%

Fund Flows (USD mn)

	29-Jun-22	FYTD
FOREIGN INDIVIDUAL	0.00	4.06
FOREIGN CORPORATES	-0.64	-366.93
OVERSEAS PAKISTANI	0.40	65.00
FIPI NET	**-0.24**	**-297.87**

Economic Data (USD mn)

	FY22P	FY21	FY20
GDP Growth	6.0%	5.7%	-0.9%
	Apr-22	**Mar-22**	
Exports	2,897	2,777	
Imports	6,679	6,407	
Remittances	3,125	2,810	
Foreign Exchange Reserves	10,499	11,425	

Money Market Data

	29-Jun-22	28-Jun-22	30-Jun-21
SBP Policy Rate	13.75	13.75	7.00
CPI Inflation	13.80	13.80	9.70
3 Month T-Bill	14.68	14.55	7.28
6 Month T-Bill	15.15	15.14	7.53
12 Month T-Bill	15.37	15.33	7.81
3 Year Government Bond	13.46	13.45	8.99
5 Year Government Bond	12.95	12.85	9.49
10 Year Government Bond	12.95	12.89	9.94
3 Month KIBOR	14.78	14.77	7.45
6 Month KIBOR	15.33	15.31	7.69

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