Morning News 27-Sep-2022

MCB-ARIF HABIB
Savings and Investments Limited

- **Economic ties with Pakistan can be improved | The News:** US secretary of State Antony Blinken said Monday it was a very difficult time for Pakistan, adding that if the challenges posed by recent floods were nor addressed immediately there would be long-term repercussions. He stated this at an event marking the 75 years of ties between Pakistan and the US hosted by the State Department.
- **CPAFFC donates RMB125mn for Pakistan flood victims | Nation:** The Chinese People's Association for Friendship with Foreign Countries (CPAFFC) has donated relief and re-habilitation assistance worth RMB 125mn for the flood victims of Pakistan. A special ceremony was held yesterday at the headquarters CPAFFC in Beijing. Mr. Lin Songtian, the President of CPAFFC; Ambassador Sha Zukang, President of China-Pakistan Friendship Association and Mr. Li Xikui, Chairman of China Friendship Foundation for Peace and Development (CFFPD) attended the ceremony.
- **Rupee makes sharp gain against dollar | Dawn:** After six weeks the rupee appreciated significantly against the US dollar as it gained PKR2.63, or 1.1%, in the interbank market on Monday. The State Bank of Pakistan (SBP) reported the closing price at PKR237.02 in the interbank while the currency dealers said the price for Tuesday (tomorrow) was set at PKR236.
- **Flood havoc: FBR urged to extend tax return deadline till Nov 30th | BR:** Tax advisers/lawyers and chartered accountants have approached the Federal Board of Revenue (FBR) to extend the date for filing of income tax returns up to November 30, 2022, on humanitarian grounds in view of devastating floods. According to a communication of Javed Iqbal Qazi, Advocate Supreme Court to the FBR chairman on Monday, it is requested for an extension in time for filing of income tax returns for the Tax Year 2022, which falls due on September 30, 2022.
- **Textile council urges govt to import Indian cotton | The News:** Pakistan should import cotton from neighbouring India to avoid another balance of payment crisis, said Pakistan Textile Council (PTC) on Monday. The country's textiles industry, which earned more than USD19bn in exports last year, was facing a shortage of raw material as flash floods have damaged about half of the nation's cotton produce since June, PTC said in a statement.
- **Centre mulls retiring 8,021MW thermal based power plants within next one decade | Nation:** The government is considering to retire 8,021MW thermal based power plants within next one decade and is planning to add around 36,000MW into the system during the same period, it was learnt here on Monday.
- **NOCs to CPPs selling power to national grid to be evoked | BR:** The government is all set to revoke No Objection Certificates (NOCs) issued to Captive Power Plants (CPPs) selling electricity to national grid, besides rationalizing tariff of CPPs to encourage them to switchover to power grid, well informed sources told Business Recorder.
- **110 mmcfd gas may be diverted from GTPS to fertilizer plants | BR:** The government is likely to de-allocate 110 MMCFD indigenous gas of Guddu Thermal Power Station (GTPS) Genco-II to supply it to two fertilizer plants, i.e., M/s Fatimafert Limited and Agritech, well informed sources told Business Recorder. Mari Petroleum Company Limited (MPCL) is the operator of Mari Gas field, which is located in district Ghotki, Sindh.
- **KE in talks with PLL about supply of gas: CEO | BR:** K-Electric (KE) CEO Moonis Alvi said SSGC has not been supplying the required gas to its generation plants and K-Electric is also in negotiations with PLL for enhanced and affordable supply of gas so that the utility can ensure cost-competitive sources of power generation.
- **Trading in BAHL bond begins from tomorrow | Dawn:** Trading in the privately placed PKR7bn bond of Bank AL Habib Ltd will commence on the Pakistan Stock Exchange (PSX) on Wednesday. Locally known as a term finance certificate (TFC), the debt instrument will contribute towards the bank's Additional Tier 1 Capital for the capital adequacy ratio (CAR).
- **Dar returns to bring 'Darnomics' back to life | BR:** Prime Minister Shehbaz Sharif, together with Ishaq Dar, returned to the country on Monday after attending the 77th session of the United Nations General Assembly (UNGA) in New York during his week-long official visit to the United States and a stopover in London. The special plane carrying the prime minister and his delegation landed at Nur Khan Airbase on Monday evening which also included Dar who has been nominated to be the next finance minister.

Market Indices

	26-Sep-22	23-Sep-22	30-Jun-22
KSE 100	41,152	40,620	41,541
KSE 30	15,420	15,213	15,805
KMI 30	67,329	66,324	68,766
KSE All Shares	28,129	27,831	28,582

Volume (mn Shares)

	26-Sep-22	FYTD (Average)
KSE 100	139.3	108.6
KSE 30	94.6	63.5
KMI 30	81.3	61.2
KSE All Shares	212.9	219.0

Commodity Rates

	26-Sep-22	Daily Change	FYTD Change
Crude Oil-Brent (USD/BBL)	84.1	-2.4%	-26.8%
Crude Oil-Arab Light (USD/BBL)	81.9	-1.7%	-24.1%
Coal (USD/Tonne)	294.5	0.5%	-13.8%
Copper (USD/Lbs)	3.3	-1.7%	-10.7%
Cotton (¢/Lbs)	89.1	-4.5%	-19.3%
Gold (USD/Ounce)	1,621.6	-1.3%	-10.3%

Currency (Interbank)

	26-Sep-22	Daily Change	FYTD Change
US Dollar	239.0	-0.2%	16.9%
UK Pound	255.4	-1.7%	2.6%
Euro	229.6	-1.0%	7.1%
UAE Dirham	65.4	0.0%	17.0%
Chinese Yuan	33.5	-0.3%	9.7%

Fund Flows (USD mn)

	26-Sep-22	FYTD
FOREIGN INDIVIDUAL	0.00	19.04
FOREIGN CORPORATES	1.72	-10.97
OVERSEAS PAKISTANI	0.53	10.73
FIPI NET	**2.25**	**18.80**

Economic Data (USD mn)

	FY22P	FY21	FY20
GDP Growth	6.0%	5.7%	-0.9%
	Jul-22	**Jun-22**	
Exports	2,254	2,918	
Imports	4,993	7,880	
Remittances	2,524	2,761	
Foreign Exchange Reserves	8,385	9,816	

Money Market Data

	26-Sep-22	23-Sep-22	30-Jun-22
SBP Policy Rate	15.00	15.00	13.75
CPI Inflation	27.30	27.30	21.32
3 Month T-Bill	15.67	15.81	14.98
6 Month T-Bill	15.82	15.90	15.15
12 Month T-Bill	15.86	15.92	15.30
3 Year Government Bond	13.79	13.91	13.45
5 Year Government Bond	13.18	13.32	12.93
10 Year Government Bond	12.86	12.90	12.92
3 Month KIBOR	15.98	16.08	15.16
6 Month KIBOR	16.05	16.12	15.35

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