Morning News 30-Sep-2022

MCB-ARIF HABIB
Savings and Investments Limited

- **ADB to mobilise over USD2bn to support post-flood relief measures | BR:** The Asian Development Bank (ADB) is envisaging financing of over USD2bn to support Pakistan's post-flood relief and resilience activities by end of the current calendar year.
- **Take flood havoc into account, Dar pleads with IMF | BR:** Federal Minister for Finance and Revenue Senator Muhammad Ishaq Dar on Thursday briefed the International Monetary Fund (IMF) Mission Chief, Nathan Porter, on the economic situation caused by the devastating floods in the country-affected infrastructure, crops and the livelihood of the people.
- **Dar takes stock of tax revenue situation | BR:** The Federal Board of Revenue (FBR) has committed to Finance Minister Ishaq Dar to achieve the quarterly target (July-September) 2022-23, despite the slowing down of the economy, floods, import contraction, and zero sales tax on the POL products.
- **Pakistan bonds slump | Dawn:** Dollar-denominated bonds of Pakistan continued their southward movement on Thursday as fears of global investors about a managed currency under Finance Minister Ishaq Dar refused to subside.
- **SBP foreign reserves fall to USD8bn | The News:** The central bank's foreign exchange reserves decreased by USD341mn during the week ended September 23, it reported on Thursday. The reserves held by the State Bank of Pakistan stood at USD8bn.
- **THE RUPEE: PKR maintains upward momentum | BR:** Pakistan's rupee marched upwards against the US dollar for the fifth successive session on Thursday, closing over 1% higher in the inter-bank market as bullish sentiment over Ishaq Dar's return continued.
- **PSX wins best Islamic bourse award 2nd time | The News:** Pakistan Stock Exchange (PSX) has won the Best Islamic Stock Exchange Award 2022 presented by Global Islamic Finance Awards (GIFA), stated a press release on Thursday.
- **CVT calculation: Value of foreign assets to be converted into PKR | BR:** The value of foreign assets shall be converted into rupees for the calculation of the Capital Value Tax (CVT) on foreign assets of resident individuals. The Federal Board of Revenue (FBR) has issued Capital Value Tax Rules, 2022 through an SRO1797(I)/2022, here on Thursday.
- **Move to abolish special tariff for exporters under study | The News:** The federal government is considering abolishing the special energy tariff given to all export industries, including textiles, from October 1.
- **Petrol price may drop PKR7.24/litre for next fortnight | The News:** The per litre prices of petrol and diesel may come down by PKR7.24 and PKR16.61 in the next fortnightly price review if the government passes on the impact of retreating global market by not raising the taxation on them, The New learnt on Thursday.
- **PQEPCL's Thar coal blending proposal approved by PD | BR:** The Power Division has approved M/s Port Qasim Electric Power Company Limited (PQEPCL) proposal for onsite testing of 10% Thar coal blending with imported coal as a first step towards conversion of 1,320 MW imported coal project. Well-informed sources told Business Recorder that a meeting was convened on October 4, 2022 in the PPIB to finalise modalities of 10% blending of Thar coal.
- **August 2022: Negative FCA in KE tariff, positive in Discos' approved | BR:** The National Electric Power Regulatory Authority (Nepra) Thursday approved negative adjustment of PKR4.88 per unit in KE tariff and positive adjustment of paisa 20 per unit in Discos tariff for the August 2022 under monthly Fuel Charges Adjustment (FCA) mechanism.
- **HBL says contesting allegations in terror funding case in US | BR:** Habib Bank Limited is aware of the news item published by Bloomberg. The allegations in the complaints —, which have been pending in the US, court for more than two years — are meritless and HBL is contesting them fully and vigorously, according to a press release issued by the bank.
- **Pakistan-China agree on early launch of ML-1 project | The News:** Pakistan and China Thursday agreed on early launch of much awaited Mainline-1 (ML1) project, aimed at revamping and modernising the country's age-old railway infrastructure.

Market Indices

	29-Sep-22	28-Sep-22	30-Jun-22
KSE 100	41,014	41,435	41,541
KSE 30	15,312	15,504	15,805
KMI 30	67,292	67,689	68,766
KSE All Shares	28,135	28,347	28,582

Volume (mn Shares)

	29-Sep-22	FYTD (Average)
KSE 100	74.0	108.6
KSE 30	46.8	63.5
KMI 30	34.6	61.2
KSE All Shares	127.4	219.0

Commodity Rates

	29-Sep-22	Daily Change	FYTD Change
Crude Oil-Brent (USD/BBL)	88.5	-0.9%	-22.9%
Crude Oil-Arab Light (USD/BBL)	86.3	-1.4%	-20.0%
Coal (USD/Tonne)	297.5	0.0%	-13.4%
Copper (USD/Lbs)	3.4	0.0%	-8.8%
Cotton (¢/Lbs)	85.9	-3.7%	-22.1%
Gold (USD/Ounce)	1,660.3	0.1%	-8.1%

Currency (Interbank)

	29-Sep-22	Daily Change	FYTD Change
US Dollar	229.0	-1.1%	12.0%
UK Pound	254.5	1.0%	2.2%
Euro	224.8	-0.2%	4.9%
UAE Dirham	62.5	-1.1%	12.1%
Chinese Yuan	32.1	0.0%	5.2%

Fund Flows (USD mn)

	29-Sep-22	FYTD
FOREIGN INDIVIDUAL	-2.74	12.53
FOREIGN CORPORATES	-1.88	-13.65
OVERSEAS PAKISTANI	0.17	11.59
FIPI NET	**-4.45**	**10.46**

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

	29-Sep-22	28-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	15.47	15.52	14.98
6 Month T-Bill	15.64	15.66	15.15
12 Month T-Bill	15.71	15.69	15.30
3 Year Government Bond	13.80	13.78	13.45
5 Year Government Bond	13.12	13.05	12.93
10 Year Government Bond	12.84	12.78	12.92
3 Month KIBOR	15.81	15.85	15.16
6 Month KIBOR	15.93	15.97	15.35

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