Morning News 04-Oct-2022

MCB-ARIF HABIB
Savings and Investments Limited

- **Policy commitments made by govt to continue to apply | BR:** The resident representative of the International Monetary Fund (IMF) said on Monday that policy commitments made by Pakistani authorities to resume the support programme continue to apply.
- **MoF seeks implementation status of EFF commitments | BR:** Ministry of Finance (MoF) has sought update from all the Ministries on the status of the communicated structural benchmarks, other actions, quantitative performance criteria and indicative targets under IMF's Extended Fund Facility (EFF) for Pakistan by October 4, 2022 (today), official sources told Business Recorder.
- **UK investors withdraw USD31mn from T-bills | Dawn:** The UK investors withdrew their biggest investment of about USD31mn in treasury bills as foreign inflows stood at just USD3.3mn during the first quarter of the current fiscal year.
- **PKR jumps by PKR1.16 in interbank | Dawn:** The Pakistani rupee continued its upward momentum on Monday, rising by PKR1.16 against the dollar in the interbank market. The PKR closed at PKR227.29 per dollar, an appreciation of 0.51% from Friday's close of PKR228.45, according to the State Bank of Pakistan.
- **Overall banking assets: Market share of IBI assets surges to 19.5% | BR:** Assets of Islamic Banking Industry (IBI) witnessed an all-time high quarterly increase of PKR836bn during the quarter April to June, 2022. With current increase, market share of IBI assets in overall banking assets surged to 19.5% by end-June 2022.
- **Cotton arrivals fall 24% to 2.9mn bales | Dawn:** Cotton arrivals in the local market dropped by 23.69% to 2.93 million bales between June and October this year as compared with the data for the same period last year.
- **Low consumption of MS, HSD: Jul-Aug PDL collection shortfall stands at PKR93bn | BR:** The shortfall in collection of petroleum levy against the budgeted target was PKR93bn in July and August 2022 – with actual collection in July amounting to PKR15bn and in August PKR17bn against the target of PKR62.5bn every month.
- **LNG tenders fail to fetch bidders | Dawn:** Pakistan's Liquefied Natural Gas (LNG) shortages appear prolonging for years as it failed to attract any bidder for a long-term contract because of tight international market conditions.
- **Steel makers seek emergency rate cut from SBP | The News:** Pakistan Association of Large Steel Producers (PALSP) on Monday urged the State Bank of Pakistan (SBP) for an emergency rate cut as the industry was on the brink of survival due to havoc wreaked on the economy by the devastating floods.
- **Summary re-submitted to ECC: A revolving account for Chinese IPPs on the cards | BR:** The government has reportedly decided to re-submit a summary to the ECC for opening of revolving account for the Chinese IPPs, well-informed sources told Business Recorder.
- **Dar may consider subsidy package for textile exporters | Dawn:** After slashing the prices of petroleum products, newly appointed Finance Minister Ishaq Dar may take another decision and consider a hefty package of subsidies on energy for the textile sector to help it compete with regional countries.
- **CCoP to decide on sale of government stake in PRCL | The News:** The Privatisation Commission (PC) Board has decided to move the Cabinet Committee on Privatisation (CCoP) to break a multi-year long deadlock on the divestment of the government's 20% shareholding in Pakistan Reinsurance Company (PRCL), The News learnt on Monday.
- **Honda Atlas Cars announces weeklong plant shutdown | BR:** Honda Atlas Cars (Pakistan) Limited, the assembler of Honda automobiles in the country, on Monday announced the shutdown of its plant from October 04 to October 11, 2022. In a notice sent to the Pakistan Stock Exchange (PSX), Honda Atlas attributed the development to supply chain disruptions caused by measures taken by the government.
- **IHC dismisses show-cause notice, wraps up contempt case against Imran after accepting written apology | Dawn:** The Islamabad High Court (IHC) on Monday dismissed the show-cause notice issued to PTI chief Imran Khan for his controversial remarks against Additional District and Sessions Judge (ADSJ) Zeba Chaudhry at an August 20 public rally. A larger bench, headed by IHC Chief Justice Athar Minallah and comprising Justice Mohsin Akhtar Kayani, Justice Minagul Hassan Aurangzeb, Justice Tariq Mehmood Jahangiri and Justice Babar Sattar, heard the case today.

Market Indices

	3-Oct-22	30-Sep-22	30-Jun-22
KSE 100	41,212	41,129	41,541
KSE 30	15,410	15,337	15,805
KMI 30	67,956	67,463	68,766
KSE All Shares	28,202	28,225	28,582

Volume (mn Shares)

	3-Oct-22	FYTD (Average)
KSE 100	121.8	108.6
KSE 30	105.5	63.5
KMI 30	75.9	61.2
KSE All Shares	185.3	219.0

Commodity Rates

	3-Oct-22	Daily Change	FYTD Change
Crude Oil-Brent (USD/BBL)	88.9	1.0%	-22.6%
Crude Oil-Arab Light (USD/BBL)	88.3	5.1%	-18.2%
Coal (USD/Tonne)	306.0	3.7%	-10.4%
Copper (USD/Lbs)	3.4	0.0%	-8.8%
Cotton (¢/Lbs)	85.0	-1.3%	-23.0%
Gold (USD/Ounce)	1,699.2	2.4%	-6.0%

Currency (Interbank)

	3-Oct-22	Daily Change	FYTD Change
US Dollar	227.9	0.1%	11.3%
UK Pound	254.8	0.3%	2.0%
Euro	224.0	0.4%	4.1%
UAE Dirham	61.9	-0.5%	11.0%
Chinese Yuan	32.1	0.3%	4.8%

Fund Flows (USD mn)

	3-Oct-22	FYTD
FOREIGN INDIVIDUAL	0.73	13.49
FOREIGN CORPORATES	-0.43	-8.27
OVERSEAS PAKISTANI	0.39	12.34
FIPI NET	**0.69**	**17.56**

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

	3-Oct-22	30-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	15.50	14.98
6 Month T-Bill	15.65	15.65	15.15
12 Month T-Bill	15.74	15.74	15.30
3 Year Government Bond	13.81	13.83	13.45
5 Year Government Bond	13.12	13.12	12.93
10 Year Government Bond	12.85	12.85	12.92
3 Month KIBOR	15.46	15.77	15.16
6 Month KIBOR	15.64	15.91	15.35

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