Morning News 06-Oct-2022

MCB-ARIF HABIB
Savings and Investments Limited

- **ADB promises USD2.5bn for flood relief operations | Dawn:** The Asian Development Bank (ADB) on Wednesday promised USD2.5 billion to Pakistan to help support flood relief activities.
- **Pakistan central bank to complete probe soon into alleged FX manipulation by banks | Reuters:** Pakistan's central bank will soon complete an investigation into alleged manipulation by commercial banks of foreign exchange operations in the country, an official said on Wednesday.
- **Ninth successive gain: Rupee settles under 224 as appreciation run continues | BR:** Pakistan's rupee continued to appreciate against the US dollar for the ninth successive session on Wednesday, appreciating nearly 0.8% in the inter-bank market. As per the State Bank of Pakistan (SBP), the rupee closed at 223.94 after appreciating PKR1.7 or 0.76%.
- **Service trade deficit widens 46% in August | Dawn:** Service trade deficit jumped 46% to USD361mn in August compared to July, official data showed on Wednesday, as imports grew at a faster pace than exports. Exports rose 3.6% to USD575mn in August compared to July while imports increased 16.6% to USD936mn, pushing up the deficit, according to data released by the Pakistan Bureau of Statistics.
- **T-Bill auction yields drop from record high as finance minister indicate lower interest rates | Augaf:** On October 05, 2022, SBP raised PKR 877bn through the auction of market treasury bills. The government received total bids worth PKR2,013bn and the highest bids of PKR1,230bn for 3 Month T-bills followed by PKR542bn for 12 Months and PKR240bn for 6 Months.
- **APTMA decides to shut down textile mills across country | BR:** All Pakistan Textile Mills Association (APTMA) has decided to shut down textile mills across the country on Wednesday. "The textile mills of the country will also be shut down from Saturday. 1,600 textile mills have already been closed down," the APTMA said. "
- **High input cost, floods dampen FY23 wheat outlook | The News:** Factors including the high cost of inputs, shortage of farm nutrients, water scarcity, and damages due to record floods have emerged as the biggest challenges hindering wheat cultivation during 2022-23 season, starting from October 01.
- **Gas production dropped by 6% in 2020-21: OGRA | Nation:** Oil imports went up by 27.82%, while natural gas production dropped by 6% in the fiscal year 2020-21, the annual report of the Oil and Gas Regulatory Authority (OGRA) shows. According to the annual report, natural gas production dropped to 2006 mmcfd after a 6% drop in 2020-21.
- **Musadik warns of drastic cut in gas supply during winter | The News:** Minister of State for Petroleum Dr Musadik Malik Wednesday warned of a drastic cut in gas supply for domestic purposes this winter and said a comprehensive plan would be unveiled soon to make the country self-sufficient in energy in next three to four years.
- **MPCL successfully drills 'first-ever' horizontal well in Daharki | BR:** Mari Petroleum Company Limited (MPCL) has successfully drilled and tested its first-ever horizontal development well Mari 122-H in HRL Reservoir of Mari Gas Field in Daharki, Sindh Province.
- **State of Industry Report 2022: Most KE plants are obsolete and should be replaced | BR:** The National Electric Power Regulatory Authority (Nepra) has said that most of the generation plants of the K-Electric have completed their life, and required to be replaced with efficient and least cost new capacity.
- **Atlas Group exports auto parts worth USD2mn, 12,000 bikes in 6 months | BR:** Atlas Group has achieved impressive export sales during the last six months as nearly 12,000 motorcycles have been exported along with additional auto parts worth around USD2mn.
- **Saudi investment company eyes 30% stake in Pakistani meat exporter | BR:** Pakistani meat processor The Organic Meat Company Ltd. (TOMCL) announced on Wednesday that a Saudi investment company, which invests in agricultural commodities, has expressed its intention to acquire a 30% stake in TOMCL. "
- **LNG Market Supply to Remain Tight for Years, Top Producers Say | Bloomberg:** Liquefied natural gas will be in short supply in the coming years as production lags behind surging demand from Europe, according to the world's top producers of the fuel. Global LNG demand is unlikely to peak for another 20 to 30 years, Qatar Energy Minister Saad Al-Kaabi said at the Energy Intelligence forum in London.

Market Indices	5-Oct-22	4-Oct-22	30-Jun-22
KSE 100	41,611	41,350	41,541
KSE 30	15,604	15,478	15,805
KMI 30	68,837	68,347	68,766
KSE All Shares	28,379	28,240	28,582

Volume (mn Shares)	5-Oct-22	FYTD (Average)
KSE 100	127.1	109.2
KSE 30	106.4	663.0
KMI 30	95.4	61.9
KSE All Shares	635.6	229.4

Commodity Rates	5-Oct-22	Daily Change	FYTD Change
Crude Oil-Brent (USD/BBL)	93.4	1.7%	-18.7%
Crude Oil-Arab Light (USD/BBL)	93.0	1.9%	-13.8%
Coal (USD/Tonne)	285.0	-1.4%	-16.6%
Copper (USD/Lbs)	3.4	0.0%	-8.8%
Cotton (¢/Lbs)	84.1	-1.1%	-23.7%
Gold (USD/Ounce)	1,715.8	-0.6%	-5.0%

Currency (Interbank)	5-Oct-22	Daily Change	FYTD Change
US Dollar	223.9	-0.8%	9.3%
UK Pound	255.4	-0.6%	2.8%
Euro	222.5	-0.1%	4.1%
UAE Dirham	61.0	-0.8%	9.3%
Chinese Yuan	31.5	-0.8%	2.8%

Fund Flows (USD mn)	5-Oct-22	FYTD
FOREIGN INDIVIDUAL	4.35	19.56
FOREIGN CORPORATES	-0.25	-9.14
OVERSEAS PAKISTANI	-0.65	11.60
FIPI NET	**3.45**	**22.02**

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	5-Oct-22	4-Oct-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	15.40	15.42	14.98
6 Month T-Bill	15.65	15.65	15.15
12 Month T-Bill	15.70	15.71	15.30
3 Year Government Bond	13.71	13.79	13.45
5 Year Government Bond	13.01	13.10	12.93
10 Year Government Bond	12.83	12.85	12.92
3 Month KIBOR	15.69	15.74	15.16
6 Month KIBOR	15.86	15.89	15.35

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