Morning News 14-Oct-2022

MCB-ARIF HABIB
Savings and Investments Limited

- **IMF team due in November for next review | Dawn:** The International Monetary Fund (IMF) said on Thursday that it would send a team to Pakistan early next month to start the process for the next review of their current programme. At a media briefing, journalists asked IMF's Director of the Middle East and Central Asia Jihad Azour if the Fund would reschedule Pakistan's debt and provide financial relief to the country to help it deal with the consequences of this year's unprecedented floods.
- **Dar holds 'very productive' meeting with IMF's Deputy MD | BR:** The Finance Ministry Thursday said that Finance Minister Ishaq Dar has assured Pakistan's commitment to implement the IMF programme, said a press release. The Finance Ministry in a tweet said that Finance Minister Ishaq Dar held a very productive meeting with Antoinette Sayeh, Deputy Managing Director IMF.
- **Dar holds meeting with WB chief | The News:** Finance Minister Ishaq Dar Thursday held a meeting with World Bank President David Malpass. He also met David Lipton, Counselor to the US Secretary Treasury on International Affairs, in Washington.
- **Pakistan's aggregate productivity declining | Dawn:** A new World Bank report says that aggregate productivity in Pakistan has been stagnant or declining during the past decade, mostly driven by firms and farms becoming less productive over time.
- **SBP reserves hit three-year low of USD7.59bn | Dawn:** The central bank's foreign exchange reserves dropped USD303mn to a three-year low of USD7.60bn in the week ending Oct 7, it said on Thursday, while the rupee also edged lower for a second day.
- **Procedure for EIF pre-approval: FBR, SBP to help overcome challenges facing exporters | BR:** The Federal Tax Ombudsman (FTO) has asked the Federal Board of Revenue (FBR) and the State Bank of Pakistan (SBP) to resolve the issues of exporters regarding the procedure prescribed for electronic import form (EIF) pre-approval, by the SBP, vide EPD circular no11 of 2022.
- **Petrol price may be cut, but diesel to cost more | Dawn:** Despite a 14 per cent appreciation of the rupee against the dollar, the prices of three major petroleum products, including high-speed diesel (HSD), are estimated to go up by PKR5 to 12 per litre and that of petrol to drop by almost PKR11 per litre on Oct 15 for next fortnight if the government maintains existing tax rates.
- **Award of contracts in PKR: NHA directed to revisit RfP and consult ADB Board | BR:** The National Highways Authority (NHA) Executive Board has directed the authority to revisit the request for proposal (RfP) and consult the ADB Board for the award of works in local currency wherever possible as the country is facing scarcity of foreign exchange.
- **Tractor industry demands integrated food security policy | The News:** Pakistan is in dire of an integrated food security policy, covering all the segments, vital to increasing farm production, ranging from mechanisation of farms, availability of modern seeds and climate-resistant variants of crops, and research and development, a farm industry official said.
- **Sale of KES shares: SECP hasn't received any information from K-Electric | BR:** The Securities and Exchange Commission of Pakistan (SECP) has not received any disclosure from K-Electric Limited (the target company) about the sale of the KES shares by a substantial shareholder to Sheriyar Chisti.
- **Widespread power outages: Southern Punjab, Balochistan and Sindh suffer | BR:** A major breakdown in the power system on Thursday due to an accidental fault in southern transmission system, which shut several generation units of 8000MW, badly affecting interior Sindh, Balochistan, southern Punjab and Karachi.
- **Domestic consumers: Wheat price surges nearly 29% in six months | BR:** Local wheat price for the domestic consumers has increased by almost 29% during the last six months from PKR2,409/40kg to PKR3,096.72/40kg in September 2022, according to the sources in the Ministry of National Food Security. Sources said that the Ministry of National Food Security and Research's proposal prepared for the Economic Coordination Committee (ECC) with regard to the minimum support price (MSP) noted its impact on the CPI for urban areas.
- **Ready to engage with India for peace | The News:** Prime Minister Shehbaz Sharif on Thursday said that Pakistan is willing to engage conditionally with India for peace and prosperity of the region. "Onus remains on India to take necessary steps to engage towards the result-oriented solutions of all the outstanding issues," he said.

Market Indices	13-Oct-22	12-Oct-22	30-Jun-22
KSE 100	42,086	42,007	41,541
KSE 30	15,604	15,570	15,805
KMI 30	70,565	70,274	68,766
KSE All Shares	28,649	28,574	28,582

Volume (mn Shares)	13-Oct-22	FYTD (Average)
KSE 100	87.6	110.6
KSE 30	72.7	68.8
KMI 30	51.8	63.4
KSE All Shares	217.1	234.8

Commodity Rates	13-Oct-22	Daily Change	FYTD Change
Crude Oil-Brent (USD/BBL)	94.6	2.3%	-17.6%
Crude Oil-Arab Light (USD/BBL)	92.1	2.4%	-14.7%
Coal (USD/Tonne)	247.5	-7.0%	-27.6%
Copper (USD/Lbs)	3.4	0.2%	-9.4%
Cotton (¢/Lbs)	85.7	-0.2%	-22.3%
Gold (USD/Ounce)	1,665.8	-0.4%	-7.8%

Currency (Interbank)	13-Oct-22	Daily Change	FYTD Change
US Dollar	218.8	0.6%	7.0%
UK Pound	247.8	2.7%	-0.5%
Euro	213.8	1.3%	-0.2%
UAE Dirham	59.9	0.6%	7.2%
Chinese Yuan	30.5	0.7%	-0.1%

Fund Flows (USD mn)	13-Oct-22	FYTD
FOREIGN INDIVIDUAL	0.00	19.51
FOREIGN CORPORATES	-0.03	-2.25
OVERSEAS PAKISTANI	-0.28	10.96
FIPI NET	**-0.31**	**28.22**

Economic Data (USD mn)	FY22P	FY21	FY20
GDP Growth	6.0%	5.7%	-0.9%
	Aug-22	**Jul-22**	
Exports	2,482	2,254	
Imports	6,071	4,993	
Remittances	2,724	2,524	
Foreign Exchange Reserves	8,834	8,385	

Money Market Data	13-Oct-22	12-Oct-22	30-Jun-22
SBP Policy Rate	15.00	15.00	13.75
CPI Inflation	23.18	23.18	21.32
3 Month T-Bill	15.52	15.52	14.98
6 Month T-Bill	15.60	15.61	15.15
12 Month T-Bill	15.62	15.62	15.30
3 Year Government Bond	13.70	13.65	13.45
5 Year Government Bond	12.90	13.05	12.93
10 Year Government Bond	12.72	12.81	12.92
3 Month KIBOR	15.70	15.72	15.16
6 Month KIBOR	15.74	15.77	15.35

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