

AKD Research

research@akdsecurities.net

+92-21-111-253-111

Indices	KSE-100	KSE-30
This week	46,859	24,317
Last week	49,527	25,842
Change	-5.39%	-5.90%

Indices	KMI-30	Allshare
This week	79,570	32,691
Last week	85,336	34,360
Change	-6.76%	-4.86%

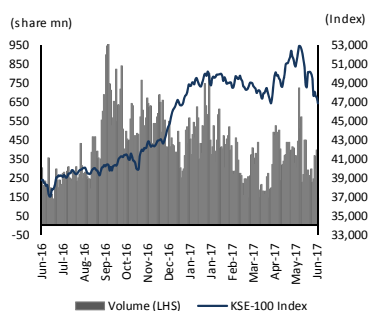
Mkt Cap.	PkRbn	US\$bn
This week	9,365	89.30
Last week	9,859	94.02
Change	-5.02%	-5.02%

Avg. Daily Turnover ('mn shares)

This week	255.46
Last week	239.35
Change	6.73%

Top-5 Volume Leaders

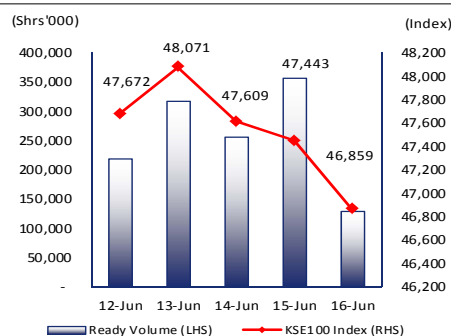
Symbol	Volume (mn)
KEL	74.30
EPCL	60.76
TRG	56.15
DSL	48.09
WTL	45.41



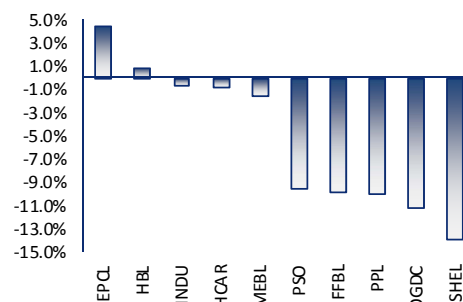
Weekly Review

The market dived into the red zone on political spillover from Prime Minister Nawaz Sharif being summoned for appearance before the Panama-gate JIT. Remaining volatile, the KSE-100 index declined 5.4%WoW to 46,859pts to wipe out last week's gains. Volumes edged up slightly with average daily turnover at 255.5mn shares for the week, up 6.73%WoW. In market related news, the NA passed the Finance Bill, 2017 providing clarification that flat rate for CGT will be applicable for shares traded w.e.f Jul 01'17 with key amendments including: 1) reduction of dividend tax from 12.5% to 10% for mutual funds, 2) reduced GST on feed gas and LNG used by fertilizer companies to 10% and 5% respectively from 17% and 3) GST on supplies to unregistered person reduced to 1% from 2% for five export-oriented sectors. Other news flows impacting the market included: 1) PSX completed the book-building process related to its 20% stake in an overextended 5-day period at the floor price of PkR28/sh, 2) ADB approved US\$300mn loan for Pakistan's power sector with another US\$300mn loan expected to be approved in few days, 3) remittances increased 3.8% YoY/21.4%MoM to US\$1.87bn in May'17 while trade deficit (PBS) widened 42.1%YoY/60.8% YoY in May'17/11MFY17 and 4) total car sales increased by 2.5%YoY to 155.9k units in 10MFY17. Scrips that lost the most were: 1) SHEL (-13.78%WoW), 2) OGDC (-11.15%WoW), 3) PPL (-9.84%WoW), 4) FFBL (-9.83%WoW) and 5) PSO (-9.4%WoW).

Index & Volume Chart



Universe Gainers & Losers



Source: KSE & AKD Research

Outlook

Continued political noise from updates on the Panama leaks investigation (Punjab CM Shahbaz Sharif summoned for appearance on Jun 17'17) will likely keep investors on the edge. Sustainable recovery remains unlikely amid lack of triggers and shortened days in Ramadan ahead of Eid holidays.

Important disclosures

Important disclosures including investment banking relationships and analyst certification at end of this report. AKD Securities does and seeks to do business with companies covered in its research reports. As a result, investors should be aware that the firm may have a conflict of interest that could affect the objectivity of the report. Investors should consider this report as only a single factor in making their investment decision.

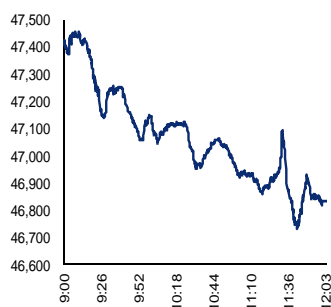


AKD Securities
TREC Holder & Registered Broker
Pakistan Stock Exchange
REP-108

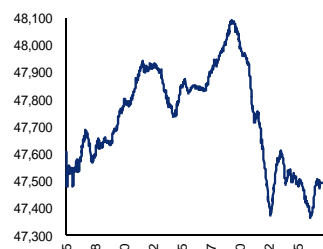
Find AKD research on Bloomberg
(AKDS<GO>), firstcall.com
and Reuters Knowledge

Copyright©2017 AKD Securities Limited. All rights reserved. The information provided on this document is not intended for distribution to, or use by, any person or entity in any jurisdiction or country where such distribution or use would be contrary to law or regulation or which would subject AKD Securities or its affiliates to any registration requirement within such jurisdiction or country. Neither the information, nor any opinion contained in this document constitutes a solicitation or offer by AKD Securities or its affiliates to buy or sell any securities or provide any investment advice or service. AKD Securities does not warrant the accuracy of the information provided herein.

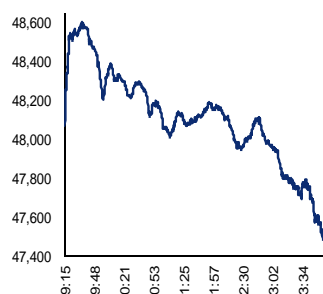
Jun 16, 2017



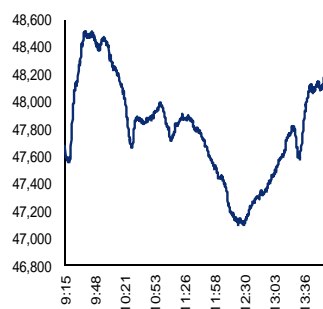
Jun 15, 2017



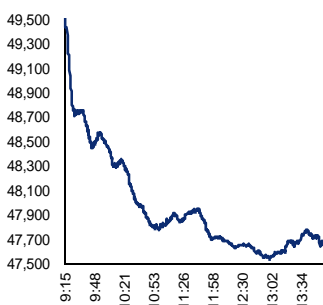
Jun 14, 2017



Jun 13, 2017



Jun 12, 2017



Source: KSE & AKD Research

This Week's Daily Reports

KEL: Update and developments, (AKD Daily, Jun 16, 2017)

Three months after the release of NEPRA approved MYT, finding it hard to look for encouraging developments, we update investors regarding: 1) intimation of deadline (June 30th) for lapse of previous intention to acquire (issued August 30th '16), and subsequent re submission of public intention to acquire by Shanghai electric, 2) reaction and recourse sought from the 'averse' decision by NEPRA regarding the MYT, and 3) wider developments on the regulatory front particularly proposed amendments to the NEPRA Act. Assessing the timeline of developments behind KEL's sponsor handover it is clear that takeover price of Pkr9.37/sh (6 month volume weighted price as per takeover regulations) is applicable on the current intention to acquire, 17.1% higher than the 6M VWAP on Aug'30th. To affirm, we continue to carry an Under-Review stance on the stock based on the inability to forecast earnings and the absence of clarity on fundamental aspects of the tariff mechanisms such as pass-through costs and allowances.

MCB: Relatively attractive, (AKD Daily, Jun 15, 2017)

With earnings growth remaining subpar over the last two years, MCB is likely to resume its growth phase from CY17F onwards with our projected 3yr NPAT CAGR standing at a healthy 13%. Declining NII, higher provisioning charges, lack of support from non-funded income (ex cap. gains growth: -15%YoY) - factors that hurt profitability in CY16 are expected to alleviate going forward while likely discontinuation of super tax in CY18 should help further. While loan growth is expected to remain tepid (8% growth expected in CY17F vs. avg. 13% for peers), the bank's C/A focus (39% of total deposits in CY17F) is likely to provide support, keeping NIMs >4.5% in CY17F. While NIB acquisition has its associated pros and cons, we believe the move is encouraging, indicating the bank's push for growth opportunities. Having lost 5.9% MTD, MCB is currently trading at its 9-mth low. This underperformance, in our opinion, has opened up valuations with PB/PER at 1.56x/10.2x vs. 1.73x/11.2x for peers. In addition, an attractive D/Y at 7.7% remains the second highest in AKD Banking Universe, furthering our investment case. Adjusting for super tax, our revised CY17F earnings/TP stand at Pkr20.4/Pkr232.5 per share Accumulate!

US FOMC: Outlook is more relevant, (AKD Daily, Jun 14, 2017)

With strong expectations of a 25bps hike, the US FOMC is scheduled to announce its latest monetary policy decision today (Jun 13-14'17). With the futures indicated probability of a hike standing at ~98%, attention will center on the Fed's projections for inflation and economic growth that have softened recently and its implication on future interest rate path. Larger anticipations remain of the Fed adopting a slightly cautious tone with the third hike likely to be shifted down to CY17 end. While a hike in this meeting is a positive for the dollar, a strong move is unlikely with the greenback remaining under pressure on Fed's plans to reduce its US\$4.5tn bond holdings and delay in the promised fiscal stimulus under the Trump administration. However, any surprise in the form of hawkish signals on rate rise trajectory can lift the dollar. We see limited risks to Pkr/US\$ from this over the short term with the SBP managing volatility in the domestic market. That said, with a swift dip expected in fx reserve (FY18F: US\$17.5bn), the Rupee is likely to come under pressure in FY18 (expected 4.9% depreciation).

Autos: May'17 Sales is largely priced in, (AKD Daily, Jun 13, 2017)

Total automotive industry sales for May'17 reached 21,624 units growing 12.9%MoM/20.6% YoY lifted by 31.5%MoM/82.8%YoY rise in LCV & Pickups (LCV&P) and 10.2%MoM/13.4% YoY increase in Passenger Car (PC) offtake. On the production side, total industry production picked up 10%MoM/19%YoY where LCV&P segment (+22%MoM/58%YoY) was the major propellant. Monthly capacity utilizations for major Passenger Vehicle OEMs were at 70/109/88% for PSMC/INDU/HCAR whereas the same stood at 61/118/80% for the month before indicating firm offtake for PSMC & HCAR in the coming month. Outlook for premium 1300CC+ category remains robust, with news flows about delayed production plans for new entrants prolonging present dynamics in favor of incumbents. Therefore, INDU remains our top pick in the space (FCFE TP of 2,214/sh) with a Neutral stance

This Week's Daily Reports

Pakistan Cement_May'17 Dispatches Review, (AKD Daily, Jun 12, 2017)

As per latest numbers released by APCMA, total dispatches during May'17 grew by 3.7% MoM/2.4%YoY, primarily led by double digit growth in domestic dispatches to 3.39mn tons in May'17 (+10.9%YoY/+2.4%MoM). However, exports continued to falter, going down 44.6%YoY to just 0.309mn tons in May'17, diluting the impact of robust domestic demand growth in overall dispatches. Continuation of double digit growth in domestic dispatches was likely led by a persistent increase in PSDP spending to reach PkR83bn/PkR52bn in May'17/Apr'17 (up 83%/26%YoY). On a cumulative basis, total dispatches growth reached 5.8%YoY in 11MFY17, though lower than 10.5%YoY in 11MFY16 primarily due to relatively slower domestic demand growth of 10.8%YoY in 11MFY17 vs.17.8%YoY in 11MFY16. While looking at some slowdown in dispatches due to Ramadan, we anticipate total dispatches growth to resume its upward trajectory post Jun'17, increasing by 6.1%YoY/8%YoY in FY17F/FY18F. We derive our thesis from: 1) increasing construction activity on higher PSDP spending in 2HCY17 & onwards (15% unutilized federal PSDP as at May'17 & 32% higher total PSDP allocation (PkR2.1tn) in budget FY18) in the backdrop of election year and 2) impressive growth in private sector credit related to construction activity (+25.6%YoY in Apr'17). Citinig positive fundamentals, we maintain our Overweight stance on the cement sector, where our top picks include LUCK (TP: PkR1,180/sh, upside: 37%), MLCF (TP: PkR152/sh, upside: 34%) and FCCL (TP: PkR56/sh, upside: 23%).

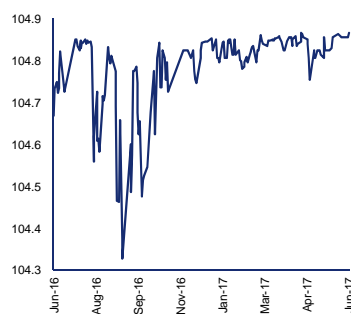
Regional Valuations (2017)

	EPS Growth	PE(x)
Pakistan	21%	9.08
Indonesia	11%	13.84
Malaysia	17%	13.82
Philippines	6%	15.88
Vitenam	12%	17.07
India	#DIV/0!	-
China	12%	12.21

%	ROE	Divd Yld
Pakistan	16.2%	5.68
Indonesia	15.92	2.43
Malaysia	10.14	3.31
Philippines	12.17	1.67
Vitenam	16.83	2.46
India	#DIV/0!	-
China	11.00	2.26

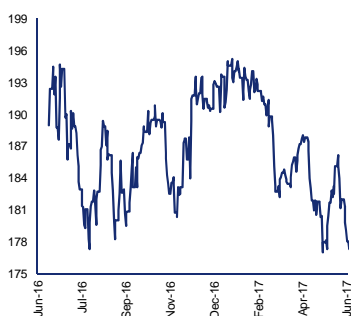
Source: Bloomberg & AKD Universe

PkR/US\$ Trend



Source: Bloomberg

TRJ-CRB Index



Source: Bloomberg

Major World Indices' Performance

Country	Bloomberg Code	16-Jun-17	9-Jun-17	WoW	CYTD
Pakistan	KSE100 Index	46,859	49,527	-5.39%	-2.0%
Srilanka	CSEALL Index	6,719	6,669	0.75%	7.9%
Thailand	SET Index	1,577	1,567	0.63%	2.2%
Indonesia	JCI Index	5,724	5,676	0.85%	8.1%
Malaysia	FBMKLXI Index	1,791	1,789	0.14%	9.1%
Philippines	PCOMP Index	7,882	7,990	-1.35%	15.2%
Vietnam	VNINDEX Index	761	750	1.54%	14.5%
Hong Kong	HSI Index	25,626	26,030	-1.55%	16.5%
Singapore	FSSTI Index	3,231	3,254	-0.70%	12.2%
Brazil	IBX Index	25,755	25,863	-0.42%	3.9%
Russia	RTSSTD Index	11,845	12,172	-2.68%	-19.6%
India	SENSEX Index	31,054	31,262	-0.67%	16.6%
China	SHCOMP Index	3,123	3,158	-1.12%	0.6%
S&P	SPX Index	2,432	2,432	0.03%	8.6%
DJIA	INDU Index	21,360	21,272	0.41%	8.1%
NASDAQ Composite	CCMP Index	6,166	6,208	-0.68%	14.5%
UK	UKX Index	7,473	7,527	-0.72%	4.6%
Germany	DAX Index	12,748	12,816	-0.53%	11.0%
Qatar	DSM Index	9,258	9,238	0.22%	-11.3%
Abu Dhabi	ADSMI Index	4,502	4,477	0.56%	-1.0%
Dubai	DFMGI Index	3,459	3,400	1.75%	-2.0%
Kuwait	KWSEIDX Index	6,811	6,783	0.40%	18.5%
Oman	MSM30 Index	5,248	5,355	-1.99%	-9.2%
Saudi Arabia	SASEIDX Index	6,821	6,865	-0.65%	-5.4%
MSCI EM	MXEF Index	1,004	1,018	-1.43%	16.4%
MSCI FM	MXFM Index	561	565	-0.70%	12.3%

Source: Bloomberg

International Major Currencies

SPOT	16-Jun-17	9-Jun-17	Chg +/-	WoW	CYTD
Dollar Index	97.343	97.274	0.069	0.07%	-5.20%
USD/PkR	104.865	104.855	0.010	0.01%	0.04%
USD/JPY	111.320	110.320	1.000	0.91%	-4.48%
EUR/USD	1.117	1.120	-0.002	-0.19%	6.52%
GBP/USD	1.277	1.275	0.002	0.17%	4.14%
AUD/USD	0.761	0.753	0.008	1.05%	5.36%
NZD/USD	0.724	0.721	0.002	0.32%	3.89%
CHF/USD	0.974	0.969	0.004	0.45%	-4.81%
CAD/USD	1.325	1.347	-0.022	-1.66%	-1.89%
USD/KRW	1,134	1,123	11.050	0.98%	-6.10%
CNY/USD	6.815	6.798	0.017	0.25%	-2.03%

Source: Bloomberg

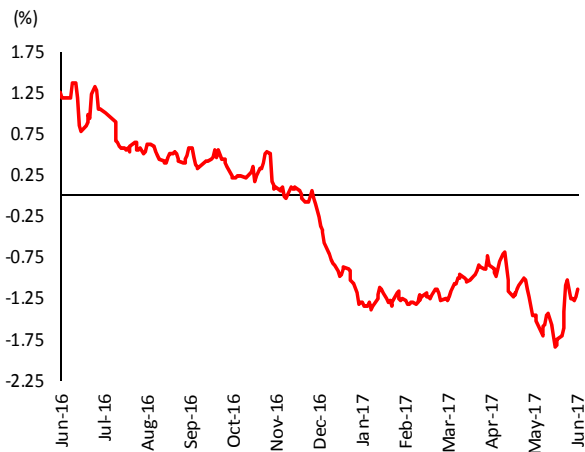
Commodities

SPOT	Units	16-Jun-17	9-Jun-17	WoW	CYTD
TRJ-CRB	Points	172.7827	176.7649	-2.25%	-10.25%
Nymex (WTI)	US\$/bbl.	44.68	45.83	-2.51%	-16.83%
ICE Brent	US\$/bbl.	46.53	47.55	-2.15%	-16.03%
N. Gas Henry Hub	US\$/Mmbtu	2.9217	2.9762	-1.83%	-20.65%
Cotton	USd/Pound	84.7	86.9	-2.53%	6.68%
Gold	US\$/Tr.Oz	1255.75	1266.63	-0.86%	8.98%
Sliver	US\$/Tr.Oz	16.8054	17.201	-2.30%	5.57%
Copper	US\$/MT	5636.25	5779.5	-2.48%	2.05%
Platinum	US\$/Oz	925.88	940.33	-1.54%	2.48%
Coal	US\$/MT	61.8	61.8	0.00%	0.00%

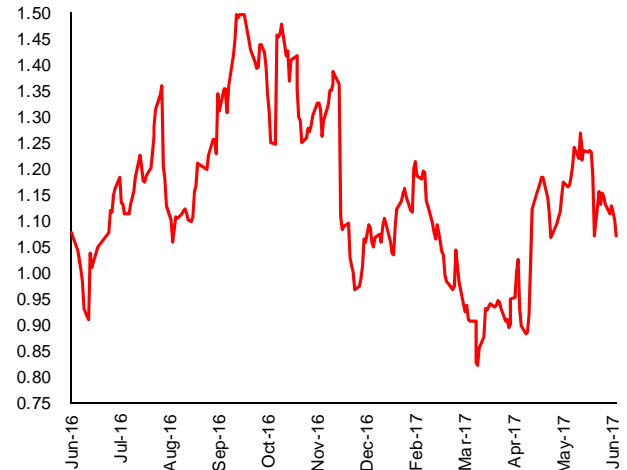
Source: Bloomberg

Chart Bank

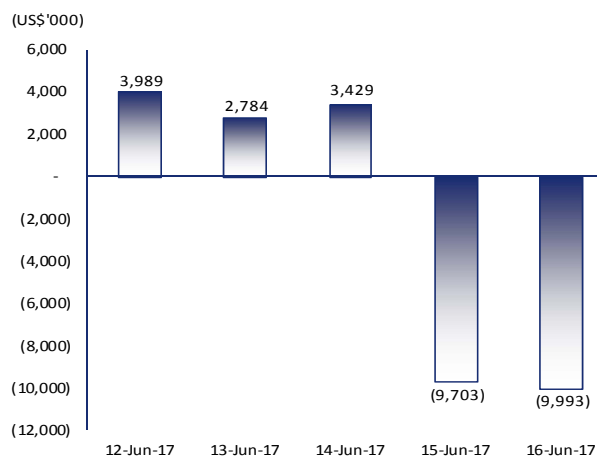
Earnings Yield vs. T-Bill (12M) Differential



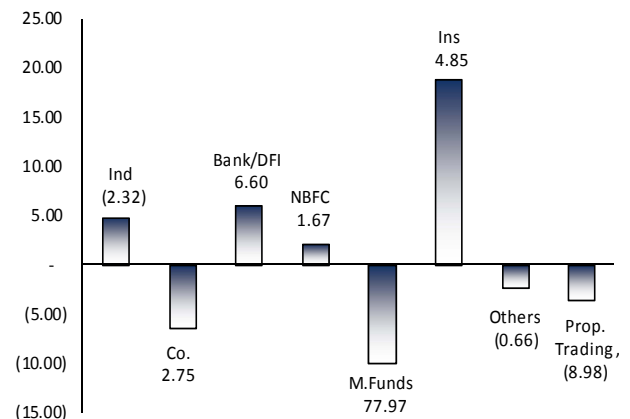
Advance to Decline Ratio



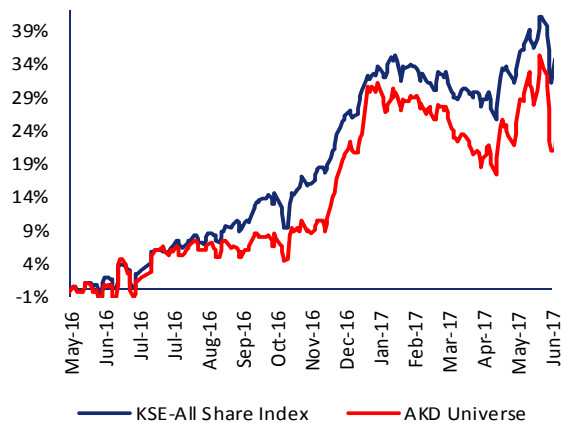
FIPI Flows for the week



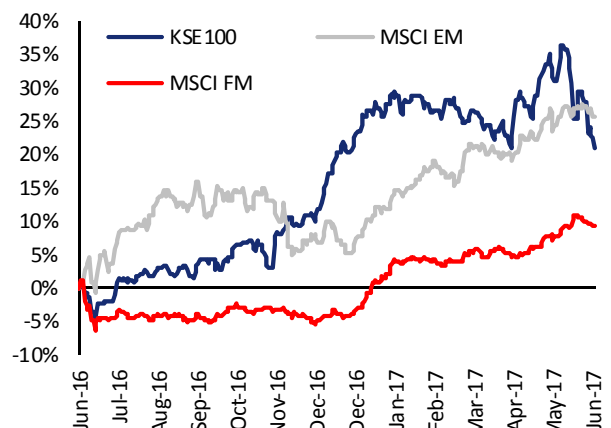
LIPI Flows for the week



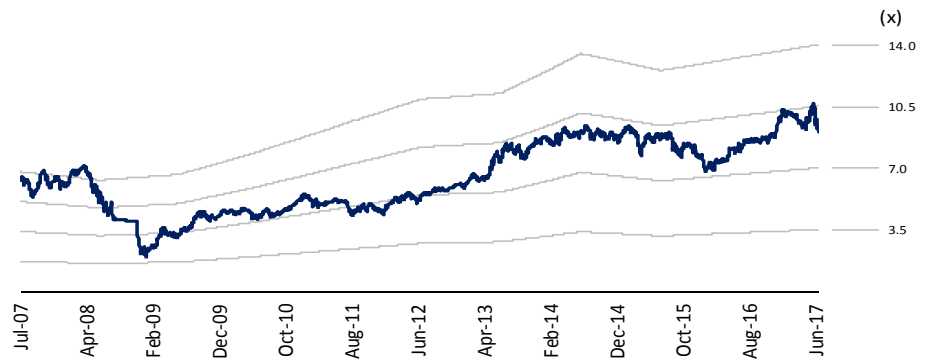
AKD Universe vs. KSE-100 Index



KSE-100 vs. MSCI-EM & MSCI-FM

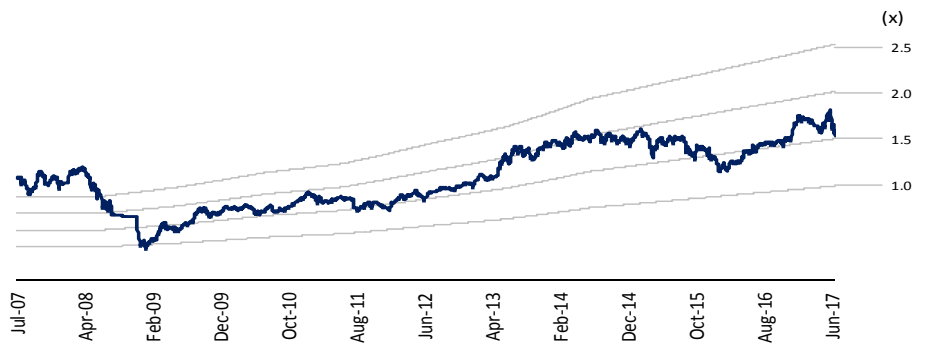


Market PER Chart 2017



Source: AKD Research

Market P/BVS Chart 2017



Source: AKD Research

AKD Universe Active Coverage Cluster's Valuations

Stock	Symbol	Price (Pkr)	TP (Pkr)	Stance	EPS(Pkr)			PE(x)			PB(x)			DY(%)		
					15	16	17F	15	16	17F	15	16	17F	15	16	17F
Automobile and Parts																
Indus Motors	INDU	1,957.5	2,214.3	Accumulate	115.91	145.74	195.73	16.9	13.4	10.0	6.4	5.6	4.4	4.1	4.1	5.4
Pak Suzuki Motors	PSMC	795.9	800.7	Reduce	70.99	31.91	39.27	11.2	24.9	20.3	2.65	2.50	2.27	1.9	0.8	1.3
Cements																
DG Khan Cement	DGKC	216.8	262.0	Buy	17.40	20.06	20.00	12.46	10.81	10.84	1.5	1.4	1.3	2.3	2.8	2.8
Lucky Cement	LUCK	825.8	1,180.0	Buy	38.44	40.03	41.83	21.5	20.6	19.7	4.5	3.9	3.4	1.1	1.2	1.3
Maple Leaf Cement Factory	MLCF	109.5	154.0	Buy	6.55	9.26	11.28	16.7	11.8	9.7	3.3	2.7	2.2	2.4	4.8	5.0
Fauji Cement Company Ltd.	FCCL	43.3	56.0	Buy	2.81	3.89	1.99	15.4	11.1	21.8	3.4	3.2	3.0	5.8	6.3	2.3
Pioneer Cement Limited	PIOC	135.0	156.0	Accumulate	10.99	11.09	12.69	12.3	12.2	10.6	3.7	2.9	2.5	4.6	4.6	4.4
Cherat Cement Co Limited	CHCC	174.5	188.0	Accumulate	7.29	7.96	11.07	23.9	21.9	15.8	3.8	3.4	2.8	1.0	1.1	2.6
Gharibwal Cement Ltd	GWLC	49.8	104.0	Buy	3.21	6.73	6.50	15.5	7.4	7.7	2.7	2.0	1.7	-	5.0	7.5
Engineering																
Amreli Steels Ltd.	ASTL	126.1	UR	UR	UR	UR	UR	UR	UR	UR	UR	UR	UR	UR	UR	UR
Fertilizers																
Engro Corporation	ENGRO	334.9	370.2	Accumulate	26.32	22.39	30.61	12.7	15.0	10.9	2.6	2.0	1.9	5.4	4.0	5.0
Engro Fertilizers Limited	EFERT	55.4	72.7	Buy	11.29	6.69	8.40	4.9	8.3	6.6	2.1	1.7	1.6	10.8	9.1	11.4
Fauji Fert. Bin Qasim Ltd.	FFBL	41.8	54.1	Buy	4.35	(0.14)	3.59	9.6	(308.8)	11.6	2.7	3.4	2.9	9.1	-0.3	7.5
Fauji Fertilizer Company	FFC	86.9	122.0	Buy	13.2	9.1	11.7	6.6	9.5	7.4	4.0	3.9	3.7	13.6	9.4	12.1
Fatima Fertilizer	FATIMA	32.0	45.1	Buy	4.41	4.66	5.06	7.3	6.9	6.3	1.67	1.35	1.23	-	8.7	10.3
Food Producers																
Engro Foods Limited	EFOODS	131.8	162.2	Buy	4.13	3.11	3.98	31.9	42.3	33.1	6.8	5.9	5.2	-	-	-
Oil & Gas																
Oil & Gas Development Co.	OGDC	140.8	177.0	Buy	20.29	13.94	16.04	6.9	10.1	8.8	1.37	1.27	1.15	5.1	3.7	3.4
Pak Oilfields	POL	466.5	456.3	Reduce	35.8	30.6	38.9	13.0	15.3	12.0	3.4	3.7	3.5	8.6	7.5	7.3
Pakistan Petroleum	PPL	151.1	198.0	Buy	17.37	16.70	21.33	8.7	9.0	7.1	1.6	1.4	1.2	5.63	2.98	5.63
Hascol Petroleum	HASCOL	349.2	423.0	Buy	9.4	10.0	16.4	37.2	38.7	21.2	7.3	7.1	6.2	1.4	1.8	3.1
Attock Petroleum	APL	658.1	673.2	Neutral	39.62	46.16	47.10	16.6	14.3	14.0	3.8	3.7	3.6	5.2	6.1	6.2
Pakistan State Oil	PSO	395.9	539.0	Buy	25.53	37.81	47.48	15.5	10.5	8.3	1.3	1.2	1.1	2.5	3.2	6.1
Power																
Hub Power Co.	HUBC	116.3	110.5	Neutral	10.76	11.30	11.20	10.8	10.3	10.4	4.3	4.9	4.4	8.2	9.5	8.8
K-Electric Co.	KEL	7.1	13.9	Buy	0.91	1.27	1.73	7.8	5.6	4.1	2.0	1.5	1.1	-	0.0	0.0
Kot Addu Power Company	KAPCO	73.0	85.0	Accumulate	11.13	10.31	10.84	6.6	7.1	6.7	2.2	2.1	2.0	12.0	12.3	13.0
Fixed Line Telecommunication																
Pakistan Telecommunication	PTC	14.9	20.0	Buy	1.72	1.68	2.02	8.7	8.8	7.4	0.8	0.8	0.8	13.4	15.1	15.1
Personal Goods																
Nishat Mills	NML	146.2	185.3	Buy	11.13	14.00	17.11	13.1	10.4	8.5	0.7	0.6	0.6	3.1	3.4	4.6
Banks																
Allied Bank Limited	ABL	90.2	106.6	Accumulate	13.37	12.84	13.16	6.7	7.0	6.9	1.1	1.0	0.9	7.8	7.8	8.3
Bank Alfalah	BAFL	40.0	46.2	Accumulate	4.7	4.9	5.3	8.5	8.1	7.5	1.2	1.1	1.0	2.5	0.0	0.0
Habib Bank Limited	HBL	259.8	296.3	Accumulate	23.92	23.23	23.82	10.9	11.2	10.9	2.1	1.9	1.8	5.4	5.4	5.6
MCB Bank Limited	MCB	208.0	232.5	Accumulate	22.5	22.1	23.7	9.2	9.4	8.8	1.6	1.6	1.5	7.7	7.7	8.2
National Bank of Pakistan	NBP	63.2	73.7	Accumulate	9.44	8.35	8.59	6.7	7.6	7.4	0.8	0.7	0.7	11.9	11.1	11.1
United Bank Ltd	UBL	222.0	270.3	Buy	21.36	22.70	23.78	10.4	9.8	9.3	1.7	1.7	1.5	5.9	5.9	6.1

UR - Under Review

Source: AKD Research

AKD Universe Coverage Cluster's Performance

Stocks	Symbol	Price 16-Jun-17	Absolute Performance (%)					1 Year High	1 Year Low
			1M	3M	6M	12M	CYTD		
KSE-100 Index		46,858.56	-9.6	-3.0	0.6	20.9	-2.0	52,876.5	36,940.9
Automobile and Parts									
Indus Motors	INDU	1957.52	0.5	22.6	23.3	108.9	21.2	2044.30	899.73
Pak Suzuki Motors	PSMC	795.94	-8.5	20.0	39.4	95.7	29.9	903.91	364.93
Cements									
DG Khan Cement	DGKC	216.83	-11.3	-7.0	1.1	13.9	-2.2	245.37	171.66
Lucky Cement	LUCK	825.79	-14.8	-5.6	-1.0	25.2	-4.7	994.65	603.29
Maple Leaf Cement Factory	MLCF	109.50	-9.4	-10.9	-10.0	3.6	-14.2	137.64	87.99
Fauji Cement Company Ltd.	FCCL	43.34	-5.7	0.3	4.7	22.9	-3.9	48.19	33.55
Pioneer Cement Limited	PIOC	134.98	-8.7	-3.4	-3.0	24.3	-5.0	160.02	100.21
Engineering									
Amreli Steel Ltd	ASTL	126.07	3.7	38.2	n.a.	n.a.	89.3	137.97	45.32
Fertilizers									
Dawood Hercules	DAWH	131.52	-1.1	0.5	-7.9	-6.9	-8.9	162.39	125.81
Engro Fertilizers Ltd.	EFERT	55.38	-7.6	-17.6	-15.8	2.7	-18.5	73.28	57.02
Engro Chemical	ENGRO	334.93	-12.1	-10.9	8.5	-3.8	6.0	399.16	279.14
Fatima Fertilizer	FATIMA	31.97	-4.5	-16.6	-8.7	1.5	-13.3	41.29	30.74
Fauji Fert. Bin Qasim Ltd.	FFBL	41.82	-16.6	-21.2	-18.1	-25.0	-18.3	57.26	46.36
Fauji Fertilizer Company	FFC	86.93	-10.7	-19.1	-16.3	-27.8	-16.7	120.59	93.03
Food Producers									
Engro Foods Limited	EFOODS	131.79	-17.6	-22.9	-23.3	-19.5	-31.3	207.82	136.71
Oil & Gas									
Oil & Gas Development Co.	OGDC	140.78	-17.3	-6.0	-15.5	-2.7	-14.9	188.71	133.38
Pak Oilfields	POL	466.51	-8.0	4.7	-14.2	31.0	-12.7	559.58	340.95
Pakistan Petroleum Ltd.	PPL	151.10	-13.1	-5.7	-20.2	-7.3	-19.7	193.32	148.38
Pakistan State Oil	PSO	395.89	-14.5	-8.1	-3.7	0.3	-8.8	486.05	366.85
Attock Petroleum Ltd.	APL	658.07	-4.5	1.9	-6.1	53.5	-3.9	749.39	410.60
Hascol Petroleum	HASCOL	349.21	1.3	8.6	4.0	84.0	3.5	389.41	185.64
Power									
Hub Power Co.	HUBC	116.32	-12.7	-9.5	-5.1	-2.8	-5.8	145.43	103.15
K-Electric Limited	KEL	7.05	-9.7	-22.6	-24.3	-12.4	-24.8	10.67	6.94
Kot Addu Power Company	KAPCO	72.97	-6.5	-6.0	-6.4	-17.4	-7.4	93.00	73.10
Fixed Line Telecommunication									
Pakistan Telecommunication	PTC	14.88	-8.5	-10.7	-16.6	-4.1	-13.4	19.45	14.76
Personal Goods									
Nishat Mills	NML	146.17	-14.1	-14.8	-3.2	20.7	-4.0	185.58	104.81
Banks									
Allied Bank Limited	ABL	90.16	-8.7	-5.5	-18.7	1.1	-24.4	122.00	82.87
Bank Alfalah	BAFL	40.04	-9.6	7.8	13.4	48.0	5.5	47.24	24.40
Habib Bank Limited	HBL	259.75	-12.7	-8.5	4.2	29.3	-4.9	308.57	174.16
MCB Bank Limited	MCB	208.02	-18.2	-10.5	-11.9	-14.6	-12.5	262.10	206.99
National Bank of Pakistan	NBP	63.21	-7.7	-15.7	-13.6	11.3	-15.6	81.86	52.14
United Bank Ltd	UBL	222.02	-14.6	-4.0	-4.8	20.3	-7.1	275.38	164.38

Source: KSE & AKD Research

Economic Snapshot

End Month Data	Units	Sep-16	Oct-16	Nov-16	Dec-16	Jan-17	Feb-17	Mar-17	Apr-17
T-bill									
3M	%	5.83	5.84	5.84	5.85	5.85	5.85	5.85	5.85
6M	%	5.85	5.85	5.86	5.89	5.90	5.90	5.90	5.90
12M	%	5.85	5.85	5.86	5.90	5.90	5.90	5.90	5.90
PIB 10Y	%	7.82	7.93	8.05	8.44	8.21	8.17	8.24	8.26
KIBOR 6M	%	5.80	5.80	5.84	5.89	5.87	5.87	5.88	5.91
Discount rate	%	6.25	6.25	6.25	6.25	6.25	6.25	6.25	6.25
Policy rate	%	5.75	5.75	5.75	5.75	5.75	5.75	5.75	5.75
Inflation									
Headline inflation	%	3.88	4.21	3.81	3.73	3.66	4.22	4.94	4.78
Core inflation	%	4.80	5.20	5.30	5.20	5.40	5.30	5.30	5.50
Food inflation	%	4.00	4.40	3.30	3.00	2.60	3.70	5.00	4.40
External Indicators									
Export (PBS)	US\$ (mn)	1,543	1,756	1,762	1,727	1,780	1,638	1,801	1,805
Import (PBS)	US\$ (mn)	3,858	4,013	4,230	4,488	4,724	4,419	5,009	4,998
Trade Deficit (PBS)	US\$ (mn)	(2,315)	(2,257)	(2,468)	(2,761)	(2,944)	(2,781)	(3,208)	(3,193)
Export (SBP)		1,672	1,826	1,841	1,860	1,783	1,769	2,048	n.a
Import (SBP)		3,209	3,340	3,785	4,109	4,196	4,017	4,315	n.a
Trade Deficit (SBP)		(1,537)	(1,514)	(1,944)	(2,249)	(2,413)	(2,248)	(2,267)	n.a
Home Remittances	US\$ (mn)	1,609	1,560	1,616	1,584	1,488	1,417	1,694	1,539
Current Account	US\$ (mn)	(149)	(378)	(836)	(1,037)	(1,202)	(822)	(562)	n.a
Banking Sector									
Deposits	PkR (bn)	10,511	10,447	10,472	11,203	10,704	10,730	11,170	11,214
Advances	PkR (bn)	5,120	5,165	5,251	5,572	5,468	5,477	5,697	5,777
Investments	PkR (bn)	7,374	7,191	7,053	7,233	7,374	7,467	7,670	7,794
W. A. lending rate	%	8.12	8.17	8.06	8.04	8.01	7.99	7.89	n.a
W. A. deposit rate	%	3.11	3.14	3.09	3.02	3.05	3.02	2.99	n.a
Spread rate	%	5.01	5.03	4.97	5.02	4.96	4.97	4.90	n.a
Public Finance									
Tax collection	PkR (mn)	261,720	241,242	216,273	382,686	n.a	n.a	n.a	n.a
Direct taxes	PkR (mn)	113,941	88,636	81,120	182,988	n.a	n.a	n.a	n.a
Indirect Taxes	PkR (mn)	147,779	152,606	135,153	199,698	n.a	n.a	n.a	n.a
Currency									
Fx Reserves	US\$ (mn)	23,619	24,026	23,383	23,200	22,242	22,072	21,572	21,005
USDPkR - Interbank	PkR/USD	104.61	104.84	104.83	104.58	104.84	104.84	104.82	104.79

Source: SBP, PBS & AKD Research

Analyst Certification

We, the **AKD Research Team**, hereby individually & jointly certify that the views expressed in this research report accurately reflect our personal views about the subject securities and issuers. We also certify that no part of our compensation was, is, or will be, directly or indirectly, related to the specific recommendations or views expressed in this research report. We further certify that we do not have any beneficial holding of the specific securities that we have recommendations on in this report.

AKD Research Team

Analyst	Tel no.	E-mail	Coverage
Umer Pervez	+92 111 253 111 (693)	umer.pervez@akdsecurities.net	Executive Director Research & Business Development
Zoya Zaidi	+92 111 253 111 (603)	zoya.ahmed@akdsecurities.net	Banks, Telecoms & Consumers
Muneeba Shoaib	+92 111 253 111 (634)	muneeba.shoaib@akdsecurities.net	Economist
Ali Asghar Poonawala	+92 111 253 111 (646)	ali.poonawala@akdsecurities.net	Power & Automobiles
Waqas Imdad Ali	+92 111 253 111 (637)	waqas.ali@akdsecurities.net	Fertilizer & Textile
Qasim Anwar	+92 111 253 111 (680)	qasim.anwar@akdsecurities.net	Technical Analysis
Nasir Khan	+92 111 253 111 (639)	nasir.khan@akdsecurities.net	Research Production
Tariq Mehmood	+92 111 253 111 (643)	tariq.mehmood@akdsecurities.net	Library Operations

DISCLOSURES & DISCLAIMERS

This publication/communication or any portion hereof may not be reprinted, sold or redistributed without the written consent of AKD Securities Limited. AKD Securities Limited has produced this report for private circulation to professional and institutional clients only. The information, opinions and estimates herein are not directed at, or intended for distribution to or use by, any person or entity in any jurisdiction where doing so would be contrary to law or regulation or which would subject AKD Securities Limited to any additional registration or licensing requirement within such jurisdiction. The information and statistical data herein have been obtained from sources we believe to be reliable and compiled by our research department in good faith. Such information has not been independently verified and we make no representation or warranty as to its accuracy, completeness or correctness. Any opinions or estimates herein reflect the judgment of AKD Securities Limited at the date of this publication/ communication and are subject to change at any time without notice.

This report is not a solicitation or any offer to buy or sell any of the securities mentioned herein. It is for information purposes only and is not intended to provide professional, investment or any other type of advice or recommendation and does not take into account the particular investment objectives, financial situation or needs of individual recipients. Before acting on any information in this publication/communication, you should consider whether it is suitable for your particular circumstances and, if appropriate, seek professional advice. Neither AKD Securities Limited nor any of its affiliates or any other person connected with the company accepts any liability whatsoever for any direct or consequential loss arising from any use of this report or the information contained therein.

Subject to any applicable laws and regulations, AKD Securities Limited, its affiliates or group companies or individuals connected with AKD Securities Limited may have used the information contained herein before publication and may have positions in, may from time to time purchase or sell or have a material interest in any of the securities mentioned or related securities or may currently or in future have or have had a relationship with, or may provide or have provided investment banking, capital markets and/or other services to, the entities referred to herein, their advisors and/or any other connected parties.

AKD Securities Limited (the company) or persons connected with it may from time to time have an investment banking or other relationship, including but not limited to, the participation or investment in commercial banking transaction (including loans) with some or all of the issuers mentioned therein, either for their own account or the account of their customers. Persons connected with the company may provide corporate finance and other services to the issuer of the securities mentioned herein, including the issuance of options on securities mentioned herein or any related investment and may make a purchase and/or sale of the securities or any related investment from time to time in the open market or otherwise, in each case either as principal or agent.

This document is being distributed in the United State solely to "major institutional investors" as defined in Rule 15a-6 under the U.S. Securities Exchange Act of 1934, and may not be furnished to any other person in the United States. Each U.S. person that receives this document by its acceptance hereof represents and agrees that it: is a "major institutional investor", as so defined; and understands the whole document. Any such person wishing to follow-up any of the information should do so by contacting a registered representative of AKD Securities Limited.

The securities discussed in this report may not be eligible for sale in some states in the U.S. or in some countries.

Any recipient, other than a U.S. recipient that wishes further information should contact the company.

This report may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose.