

- January sees higher foreign inflows in equity, bonds | Dawn:** For the first time in the current fiscal year, foreign investments in equities, Market Treasury Bills (MTBs) and the Pakistan Investment Bonds (PIBs) outpaced the outflows in January. The latest data of the State Bank of Pakistan (SBP) showed that foreign investments in the domestic market increased significantly reversing the trend of higher outflows. However, the cumulative net flow was negative during the first seven months (July-January) of FY22. The change in January could be the reflection of high yields on the domestic bonds while equity also offered good returns at the beginning of the New Year.
- USD5bn new loans: clarification by EAD | BR:** The Economic Affairs Division (EAD) on Monday clarified its position on obtaining USD5bn new loans from China, Russia and Kazakhstan. The clarification came in response to the news in the media that the Economic Affairs Division had prepared a plan for obtaining USD5bn new loans from China, Russia and Kazakhstan, said a press release issued by EAD here. It was clarified that no such proposal was under process in the EAD for obtaining USD3bn loan from China and USD2bn loan from Russia and Kazakhstan.
- July 1, 2021 to January 31, 2022: Revenue collection target surpassed by PKR262bn | BR:** The Federal Board of Revenue (FBR) has provisionally collected net revenue of PKR3,352bn during first seven months (July, 2021 to January, 2022) of the current fiscal year against the assigned target of PKR3,090bn, reflecting an increase of PKR262bn. The FBR has provisionally collected PKR430bn in January 2022 against the monthly target of PKR457bn, reflecting a shortfall of PKR27bn. The FBR has provisionally collected PKR430 billion in January 2022 against PKR367bn collected in January 2021, reflecting an increase of 17.2%.
- ECNEC approves PKR450bn projects, revises K-IV | The News:** The National Economic Council (ECNEC) on Monday approved infrastructure projects worth approximately PKR450bn, including a revised cost of PKR126.4 billion for the much-delayed Greater Karachi Bulk Water Supply Scheme-IV. Federal Finance Minister Shaukat Tarin chaired the meeting. Although, the revised cost of the project was estimated at PKR191.1bn, the PC-1 was modified for bringing down the cost at PKR126.4bn, as recommended by the Central Development Working Party (CDWP) on December 27, 2021.
- Textile exports to jump 40% as rivals lose orders to Pakistan | The News:** Textile sector is bringing cheer to the country's flailing economy, with exports set to swell to a record after gaining an edge over South Asian rivals during the pandemic, Bloomberg reported. Textile exports are poised to surge 40% from a year earlier to a record USD21bn in the 12 months ending June, according to Abdul Razak Dawood, commerce adviser to Prime Minister Imran Khan. Dawood, who was interviewed by Bloomberg at his Islamabad office, predicted the figure would expand to USD26bn in the next fiscal year, surpassing the nation's total exports last year.
- POL products' prices remain unchanged | BR:** Federal government on Monday decided to keep the ex-depot prices of petroleum products unchanged and adjusted the hike in global oil prices in price differential claims of oil refineries and unchanged petroleum levy rate for first half of February. The ex-depot price of petrol currently stands at PKR147.83 per litre and high speed diesel (HSD) at PKR144.62 per litre. In a statement, the Prime Minister's Office says that Prime Minister Imran Khan rejected a proposal to increase petroleum prices up to PKR14 per litre for February.
- TAPI, TAP projects move ahead after fresh parleys with Turkmenistan | The News:** Energy-strapped Pakistan on Monday threw in a fresh thrust to accelerate the work on two multi-billion-dollar energy trade projects by engaging Turkmenistan's visiting officials to hold meetings of their technical working groups this week. The projects are Turkmenistan-Afghanistan-Pakistan-India (TAPI) gas pipeline and Turkmenistan-Afghanistan-Pakistan (TAP) power transmission line. TAPI is an 1,840-km long trans-country pipeline project to supply natural gas from Turkmenistan to other three countries.
- Nepra to consider PKR3.12 hike in Discos' tariffs today | BR:** National Electric Power Regulatory Authority (Nepra) is all set to consider a request of Central Power Purchasing Agency-Guaranteed (CPPA-G) on Tuesday (today) for an increase of PKR3.12 per unit in tariffs of power Distribution Companies (Discos) for December 2021, under monthly Fuel Component Adjustment (FCA) mechanism. As generation from coal generation has overtaken hydel generation in terms of units and cost. The main reason, according to CPPA-G for the proposed increase in FCA was higher generation from expensive fuels and previous adjustments.
- Overdue receivables, rising coal rates: IPPs under CPEC may default, warns CPECA | BR:** The China Pakistan Economic Corridor Authority (CPECA) has urged the Central Power Purchasing Agency-Guaranteed (CPPA-G) to pay overdue receivables of IPPs established under CPEC, warning that the plants may go in default because of rising prices of coal in international market, well-informed sources told Business Recorder. The issues of CPEC projects are amongst the key agendas of Prime Minister's forthcoming visit to China, commencing from February 3, 2022.
- Performance of power sector: Govt hires PWC for third-party validation | BR:** The government has hired Price-water-house Coopers (PWC) for Third Party Validation of the country's power sector, as Prime Minister Imran Khan is unhappy with the performance of sector, sources close to Special Assistant to Prime Minister on Establishment, Shahzad Arbab, told this correspondent. "As per the direction of SAPM on Establishment, it has been decided that a Third Part Validation Technical Advisory to assess and improve verification process of target status of Performance Agreements (PAs) will commence from February 1, 2022 by Price-water-house Coopers (PWC)," the sources added.
- 'Good news': Huge coal reserve discovered in Thar | Tribune:** In a major development, massive three billion tonne coal deposits were discovered in Sindh's Thar, the Sindh government announced on Monday. The discovery was made during the exploitation at Thar Coal Field Block 1. Sindh Chief Minister Syed Murad Ali Shah, while expressing his pleasure over the 'good news', said in a statement that they used to say that Thar will change the fortunes of Pakistan and that slogan is now becoming a reality. "After digging 145 metres in Block 1 this morning, coal was discovered. It is the second such major achievement of the Sindh government," he added.

Market Indices			
	31-Jan-22	28-Jan-22	30-Jun-21
KSE 100	45,375	45,078	47,356
KSE 30	17,830	17,793	18,962
KMI 30	73,593	73,157	76,622
KSE All Shares	31,008	30,803	32,480
Volume (mn Shares)			
	31-Jan-22	FYTD (Average)	
KSE 100	91.9	123.9	
KSE 30	57.6	52.2	
KMI 30	44.4	49.0	
KSE All Shares	251.5	336.3	
Commodity Rates			
	31-Jan-22	Daily Change	FYTD Change
Crude Oil-Brent (USD/BBL)	91.2	1.3%	21.4%
Crude Oil-Arab Light (USD/BBL)	89.2	1.8%	23.4%
Coal (USD/Tonne)	174.0	-0.7%	51.5%
Copper(USD/Lbs)	4.3	0.3%	1.1%
Cotton (USD/Lbs)	123.9	3.2%	52.2%
CRC Steel (USD/Tonne)	898.0	0.0%	-24.2%
Currency (Interbank)			
	31-Jan-22	Daily Change	FYTD Change
US Dollar	176.3	-0.1%	11.9%
UK Pound	237.1	0.2%	8.8%
Euro	198.1	0.7%	6.1%
UAE Dirham	48.3	0.0%	12.1%
Chinese Yuan	27.7	-0.1%	13.6%
Fund Flows (USD mn)			
	31-Jan-22	FYTD	
FOREIGN INDIVIDUAL	0.00	4.45	
FOREIGN CORPORATES	-0.79	-283.94	
OVERSEAS PAKISTANI	-0.26	46.72	
FIPI NET	-1.05	-232.78	
Economic Data (USD mn)			
	FY22E	FY21	FY20
GDP Growth	4.6%	5.4%	-0.5%
	Dec-21	Nov-21	
Exports	2,765	2,901	
Imports	7,666	7,899	
Remittances	2,520	2,459	
Foreign Exchange Reserves	24,018	22,329	
Money Market Data			
	31-Jan-22	28-Jan-22	30-Jun-21
SBP Policy Rate	9.75	9.75	7.00
CPI Inflation	12.28	12.28	9.70
3 Month T-Bill	10.19	10.17	7.28
6 Month T-Bill	10.59	10.54	7.53
12 Month T-Bill	10.77	10.73	7.81
3 Year Government Bond	10.78	10.72	8.99
5 Year Government Bond	10.86	10.82	9.49
10 Year Government Bond	11.09	11.07	9.94
3 Month KIBOR	10.36	10.36	7.45
6 Month KIBOR	10.74	10.73	7.69

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