

- MSCI unveils Pakistan constituents for its indices | BR:** Pakistan has been added to MSCI FM 100 Index and MSCI FM 15% Country Capped Index. MSCI has announced changes in constituents of its global indices, which would be effective from March 1, 2022. All three stocks including LUCK, MCB and HBL have retained the position in MSCI Pakistan index. Pakistan's weight in MSCI FM Index is 1.28%. The MSCI also announced consultation results for adding Pakistan in MSCI FM 100 and MSCI FM 15% Country Capped Index. Pakistan has been added in both the indexes
- Forex reserves jump on foreign inflows | BR:** With the arrival of foreign inflows, the country's total liquid foreign exchange reserves rose by USD1.6bn during last week. According to weekly report issued by the State Bank of Pakistan (SBP), the country's total liquid foreign exchange reserves stood at USD23.72bn as of February 4, 2022 compared to USD 22.05bn as of Jan 28, 2022. During the week under review, Pakistan received foreign inflows amounted to USD1.05bn from IMF under EFF program and some USD1bn as proceeds against issuance of Pakistan International Sukuk Bond in the international market.
- Banks' deposits jump by 17% YoY in Jan to PKR20tn | Mettis Global:** The total deposits held by scheduled banks have shown a growth of 17% YoY to around PKR20 trillion in the first month of the calendar year i.e., January 2022, against PKR17.09tn in the same month of last year on account of strong overseas inflows, data issued by State Bank showed today. However, on a monthly basis, local banks' deposits showed a slight decrease of 5% from PKR20.97tn in December 2021. According to the data provided by SBP, investments jumped to PKR14.42tn in Jan'22, showing a growth of 26% on a yearly basis.
- RSEZ: Chinese investors want more incentives | BR:** Chinese investors have reportedly expressed dissatisfaction at the incentives offered for investment in Pakistan's flagship project, i.e., Rashakai Special Economic Zone (RSEZ), well informed sources told Business Recorder. This "unpleasant" scenario has been shared by the Chinese embassy in Pakistan with different concerned Ministries including CPEC Authority a few days before the scheduled visit of Prime Minister Imran Khan to China last week.
- Circular debt rises to PKR2.476tr by Dec 2021 | The News:** The scourge of circular debt of cash bleeding power sector has gone up by PKR1,328bn in the last 40-month rule of PTI government, climbing up to PKR2,476bn till December 2021. "The Circular Debt (CD) stood at PKR1,148bn when the PTI government had assumed reins of power in August 2018. It has now gone up to PKR2,476bn, indicating that it increased by PKR1,328bn in the last 40 months period," official estimates presented before the government on Thursday revealed.
- USD3bn Stream Gas Pipeline: Pak-Russia talks remain inconclusive over sovereign guarantees | The News:** The three-day Pakistan and Russia talks on Shareholding and Facilitation Agreements on USD3bn Pakistan Stream Gas Pipeline Project (PSGP) ended on Thursday on a positive note but the issue of Pakistan defaulting on its sovereign guarantees extended to Russian lenders remained unresolved. This sticking point may prevent the signing of the shareholding and facilitation agreement during Prime Minister Imran Khan's Russia visit.
- Growth in textile exports — new beginnings, new hopes | The News:** A little over halfway through the current financial year, Pakistan's economic landscape looks strong for 2022 as it has bagged a growth of 5.37%, substantially higher than the previous two years. Several indicators reveal that our economy has done well in spite of the Covid-19 pandemic setbacks, with year-on-year improvements in key indices. Textile sector, which is among the significant contributors, has played a pivotal part in this regard. Despite strict fiscal constraints, timely and appropriate policy measures taken by the government resulted in a V-shaped economic recovery.
- Bike makers likely to raise prices to offset high input costs | The News:** Motorcycle manufacturers are likely to again raise prices of their vehicles in the near term to offset the impact of high input costs and a weak rupee, industry officials said on Thursday. Japanese bike maker Yamaha has increased prices of its bikes by up to PKR12,000, effective from February 11, and the industry is seeing announcements from other makers at any time.
- Sales tax on light diesel abolished | BR:** The Federal Board of Revenue (FBR) has abolished sales tax on light diesel oil from January 16, 2022. According to a notification issued by the FBR here on Thursday, the general sales tax (GST) on petrol has been reduced from 2.50% to 0.79%, showing a decrease of 1.71%. Sales tax on high-speed diesel oil has been reduced from 5.44% to 3.17%, reflecting a decrease of 2.27%.
- Flat steel price jumps by PKR3,000/ton | Mettis Global:** In line with market expectation, the local CRC manufacturers have increased the prices of CRC (1mm) and Galvanized Coils (1mm) by PKR3,000/ton, clocked in at PKR205,500 per ton and PKR212,850 per ton, respectively, as reported by Ismail Iqbal Securities on Thursday. This new price is effective from February 10, 2022. To note, the last price change happened in early December when local players cut the prices by around 8,000 per ton.
- Board of ICI Pakistan approves JV with TGL for float-glass project | Mettis Global:** The Board of Directors of ICI Pakistan Limited, in its meeting held today, has approved a joint venture (JV) between the company and Tariq Glass Industries Limited (TGL), to set up a greenfield state-of-the-art float glass manufacturing facility, the company informed through a notice to exchange. This manufacturing facility will have a production capacity of up to 1,000 metric tons per day, which will be set up in two phases whereby each phase will have a production capacity of 500 metric tons per day each.
- PSX approves listing application of Telecard's subsidiary Supernet | BR:** The Pakistan Stock Exchange (PSX) on Thursday approved the listing application of Supernet Limited (SNL), a wholly-owned subsidiary of Telecard Limited. "In line with the earlier disclosure, it was informed that the Board of Directors of Telecard Limited in its meeting held on 14 September 2021, had decided that its subsidiary, Supernet Limited (SNL) may be listed on the Pakistan Stock Exchange Limited (PSX)," read a notification to the bourse.
- Pakistan, UAE agree to continue FATF cooperation | BR:** Foreign Minister Shah Mahmood Qureshi on Wednesday held a telephonic conversation with his United Arab Emirates (UAE) counterpart Sheikh Abdullah Bin Zayed Al Nahyan and agreed to continue close collaboration at regional and global forums, including the Financial Action Task Force (FATF). Qureshi, while condemning the Houthi militia attacks targeted towards the UAE, reiterated that such attacks pose a grave threat to regional peace and security, and must cease immediately.
- IMF says wants G20 support to strengthen debt-restructuring framework | The News:** The International Monetary Fund said on Thursday it is hoping that G20 finance leaders next week can advance proposals to strengthen a debt restructuring framework for poor countries as default risks rise and demands for easier debt terms increase. IMF spokesman Gerry Rice told reporters that the Fund will seek support for IMF proposals to strengthen the G20's debt restructuring framework, which so far has attracted only three participants -- Chad, Zambia and Ethiopia.

Market Indices			
	10-Feb-22	9-Feb-22	30-Jun-21
KSE 100	45,940	46,340	47,356
KSE 30	17,938	18,148	18,962
KMI 30	74,838	75,497	76,622
KSE All Shares	31,467	31,679	32,480
Volume (mn Shares)			
	10-Feb-22	FYTD (Average)	
KSE 100	112.2	123.1	
KSE 30	44.8	52.2	
KMI 30	41.5	49.3	
KSE All Shares	285.5	332.6	
Commodity Rates			
	10-Feb-22	Daily Change	FYTD Change
Crude Oil-Brent (USD/BBL)	91.4	-0.2%	21.7%
Crude Oil-Arab Light (USD/BBL)	90.0	1.3%	24.5%
Coal (USD/Tonne)	195.7	0.5%	70.4%
Copper(USD/Lbs)	4.6	1.2%	8.4%
Cotton (USD/Lbs)	121.7	-1.2%	49.5%
CRC Steel (USD/Tonne)	920.0	0.0%	-22.4%
Currency (Interbank)			
	10-Feb-22	Daily Change	FYTD Change
US Dollar	174.9	0.4%	11.0%
UK Pound	237.1	0.6%	8.8%
Euro	199.9	0.5%	7.0%
UAE Dirham	47.8	0.5%	11.0%
Chinese Yuan	27.5	0.6%	12.8%
Fund Flows (USD mn)			
	10-Feb-22	FYTD	
FOREIGN INDIVIDUAL	0.00	4.38	
FOREIGN CORPORATES	-4.60	-291.00	
OVERSEAS PAKISTANI	0.14	46.25	
FIPI NET	-4.46	-240.37	
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			
	10-Feb-22	9-Feb-22	30-Jun-21
SBP Policy Rate	9.75	9.75	7.00
CPI Inflation	13.00	13.00	9.70
3 Month T-Bill	10.24	10.20	7.28
6 Month T-Bill	10.62	10.57	7.53
12 Month T-Bill	10.68	10.66	7.81
3 Year Government Bond	10.70	10.69	8.99
5 Year Government Bond	10.76	10.77	9.49
10 Year Government Bond	11.03	11.03	9.94
3 Month KIBOR	10.40	10.38	7.45
6 Month KIBOR	10.78	10.73	7.69

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