



- **Rescheduling of accords under DSSI: EAD creates fiscal space of USD4bn | BR:** The Economic Affairs Division (EAD) has created a fiscal space of USD4bn through negotiations for rescheduling of agreements with the creditors under Debt Service Suspension Initiative (DSSI). Minister for Economic Affairs, Omar Ayub Khan, claimed this at a recent meeting of the Federal Cabinet, after seeking approval for DSSI-I and DSSI-II to sign rescheduling agreement of USD821.2mn loans with Saudi Arabia.
- **Raising loans from world capital markets: MoF given one-time umbrella permission | BR:** The Federal Cabinet has reportedly granted one-time umbrella permission to the Finance Ministry to raise commercial loans from international capital markets through Eurobonds and Sukuks under "Global Medium-Term Note (GMTN) Programmes" despite the fact that the Minister for Law and Justice termed "umbrella approval" as legally untenable, well-informed sources told Business Recorder.
- **Highest bid of PKR99.99/share received: PC holds bidding of HEC 'sans CCoP nod' | BR:** The Privatisation Commission on Monday held bidding for Heavy Electrical Complex (HEC) without prior approval from the Cabinet Committee on Privatisation (CCoP), which received highest bid of PKR99.99 per share. Sources in the Finance Division said that a meeting of the CCoP was held soon after conclusion of bidding process but no statement was issued on acceptance of PKR99.99 per share highest offer in bidding of the HEC.
- **Imports of petroleum products, foodstuffs surge | Dawn:** Pakistan's eatable import bill surged by 21.32% to USD5.63bn in the July-January period compared to USD4.64bn in the corresponding period last year owing to higher international prices and massive depreciation of the rupee. The growth in food import bill was seen to bridge the shortfall of eatables in the domestic market. The share of eatables in the total import bill also posted growth during the current fiscal year.
- **Govt to amend PCA: China's co allowed to maintain 17.5% share in Baska Block | BR:** The Federal Government has decided to amend Petroleum Concession Agreement (PCA), allowing a Chinese company, China ZhenHua Oil, to maintain 17.50 share of Baska Block and transfer 82.50 working interests to Pakistan Petroleum Limited (PPL). According to Petroleum Division, Baska Exploration Licence was granted over block number (3020-13) (Zone-II) covering an areas of 2,442 sq kilometres located in districts D I Khan and Musa Kehl and D G Khan to M/s China ZhenHua Oil from March 29, 2007.
- **FBR's sectoral audit selection illegal: SHC | BR:** The Sindh High Court (SHC) has declared the selection of income tax audit of various sectors by the Commissioners on the instructions of the Federal Board of Revenue (FBR) illegal. These sectors include auto, cement, beverages, oil marketing, and ghee/ cooking oil companies. In this regard, the SHC has declared the FBR's sectoral audit selection as illegal covering sectors of auto, ghee/ cooking oil industry, beverages, cement and oil marketing companies/ refineries.
- **Banking sector spread increases by 18 bps MoM in January | Mettis Global:** The banking sector spread for the month of January 2022 increased by 18 basis points (bps) over the month, which brings its latest value to 4.26% as compared to the prior month's spread of 4.08%, State Bank of Pakistan's monthly data released on weighted average lending, & deposit rates showed today. However, compared to the same month last year, the spread has reduced by 11bps as it stood at 4.37% in January 2021.
- **PPL discovers hydrocarbon reserves in Sindh | BR:** Pakistan Petroleum Limited disclosed that it has made a hydrocarbon discovery from exploratory well, Mohar-1, in the Latif Block (the "Block") in Sindh, in a notice sent to the Pakistan Stock Exchange (PSX) on Monday. PPL holds a 33.30% working interest, Eni Pakistan Limited holds 33.30% and United Energy Pakistan Limited (UEPL), formerly known as BP Pakistan, which is an operator of the block, holds the remaining 33.40% working interest in the block.
- **Purchase of Telenor Microfinance Bank shares: MCB granted conditional approval for due diligence | BR:** The State Bank of Pakistan (SBP) has granted in-principle conditional approval to MCB to conduct due diligence for a potential transaction for the purchase of 55% shares of M/s Telenor Microfinance Bank Limited held by Telenor Pakistan BV (operates under the Easypaisa brand name). The board of directors of MCB had already, in its meeting held on October 27, 2021, accorded its in-principle approval to conduct a due diligence for the potential transaction, material information sent to Pakistan Stock Exchange on Monday said.
- **5G services in Pakistan: TPLT given contract to develop web-based GIS | BR:** TPL Trakker Limited (TPLT) has been awarded a contract by the Pakistan Telecom Authority (PTA) for development of a web-based geographical information system (GIS) for the planning and rollout of 5G services in Pakistan. The solution will be developed utilizing TPL Maps location services platform which was launched in July 2020 and consists of over 6 million geo-coded points of interests (PoIs) and over 600,000km of digitized road network, making it Pakistan's largest and only localized platform available commercially, material information sent to Pakistan Stock Exchange on Monday said.
- **PM Imran looking to reinvigorate ties during Russia trip | Dawn:** Prime Minister Imran Khan would during his two-day official [visit to Russia](#), which begins from Wednesday, seek to further cement bilateral relations with Moscow. The Foreign Office on Monday announced the prime minister's trip, saying Mr Khan will visit Russia on Feb 23-24 on the invitation of Russian President Vladimir Putin. He will be accompanied by a high-level delegation, including members of the cabinet, on the "official visit", the FO said. "The visit of the prime minister will contribute to further deepening of the multifaceted Pakistan-Russia bilateral relationship and enhancement of mutual cooperation in diverse fields," it added.

| Market Indices | | | |
|--------------------------------|-------------|----------------|-------------|
| | 21-Feb-22 | 18-Feb-22 | 30-Jun-21 |
| KSE 100 | 45,363 | 45,676 | 47,356 |
| KSE 30 | 17,681 | 17,804 | 18,962 |
| KMI 30 | 73,311 | 73,955 | 76,622 |
| KSE All Shares | 31,048 | 31,256 | 32,480 |
| Volume (mn Shares) | | | |
| | 21-Feb-22 | FYTD (Average) | |
| KSE 100 | 62.2 | 121.5 | |
| KSE 30 | 17.2 | 51.3 | |
| KMI 30 | 19.5 | 48.4 | |
| KSE All Shares | 137.6 | 326.7 | |
| Commodity Rates | | | |
| | 21-Feb-22 | Daily Change | FYTD Change |
| Crude Oil-Brent (USD/BBL) | 95.4 | 2.0% | 27.0% |
| Crude Oil-Arab Light (USD/BBL) | 92.1 | 0.0% | 27.4% |
| Coal (USD/Tonne) | 197.0 | 0.5% | 71.5% |
| Copper(USD/Lbs) | 4.5 | 0.0% | 5.7% |
| Cotton (USD/Lbs) | 119.0 | 0.0% | 46.1% |
| CRC Steel (USD/Tonne) | 995.0 | 0.0% | -16.0% |
| Currency (Interbank) | | | |
| | 21-Feb-22 | Daily Change | FYTD Change |
| US Dollar | 175.6 | 0.0% | 11.5% |
| UK Pound | 238.8 | 0.1% | 9.6% |
| Euro | 198.6 | -0.1% | 6.3% |
| UAE Dirham | 48.3 | 0.0% | 12.1% |
| Chinese Yuan | 27.7 | -0.2% | 13.6% |
| Fund Flows (USD mn) | | | |
| | 21-Feb-22 | FYTD | |
| FOREIGN INDIVIDUAL | 0.00 | 4.37 | |
| FOREIGN CORPORATES | -0.17 | -296.37 | |
| OVERSEAS PAKISTANI | 0.28 | 48.11 | |
| FIPI NET | 0.12 | -243.89 | |
| 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 | | | |
| | 21-Feb-22 | 18-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 | 10.31 | 10.29 | 7.28 |
| 6 Month T-Bill | 10.68 | 10.68 | 7.53 |
| 12 Month T-Bill | 10.73 | 10.71 | 7.81 |
| 3 Year Government Bond | 10.76 | 10.75 | 8.99 |
| 5 Year Government Bond | 10.81 | 10.79 | 9.49 |
| 10 Year Government Bond | 10.98 | 10.95 | 9.94 |
| 3 Month KIBOR | 10.46 | 10.44 | 7.45 |
| 6 Month KIBOR | 10.83 | 10.83 | 7.69 |

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