JS Highlights of the day

October 21, 2024



PSX Snapshot

Indices	KSE30		KSE100	KSE100: Gainers	Price	Price Δ	% ∆	Futures Mkt. Open	Interest	
Index Level	27,044.31	;	86,057.52	KOSM	8.18	0.94	12.98%	Open Interest details	Volume	Value
DoD points change	241.27		807.43	YOUW	4.13	0.40	10.72%	as of Oct 18, 2024	mn sh	Rs mn
DoD % change	0.90%		0.95%	PSX	16.80	1.53	10.02%	OGDC-OCTB	14.61	2,422.52
YTD CY24	30.17%		37.80%	ATRL	425.04	38.64	10.00%	PPL-OCTB	14.54	1,874.08
YTD FY25	6.97%		9.70%	PKGS	474.04	35.90	8.19%	TRG-OCT	36.39	1,628.22
52 week High	27,441.13	;	86,205.66					SAZEW-OCTB	1.66	1,592.21
52 week Low	17,496.51	į	50,943.84	KSE100: Losers	Price	Price Δ	% ∆	HUBC-OCTB	13.00	1,335.52
				PAKT	1,159.80	(37.02)	-3.09%	AIRLINK-OCTB	8.31	1,136.12
PSX Market Capitalizat	ion			SRVI	1,260.28	(24.02)	-1.87%	FATIMA-OCTB	16.70	1,025.66
PSX Market Cap (Rs bn)			11,290.50	INDU	1,842.93	(29.09)	-1.55%	PAEL-OCT	24.63	611.58
PSX Market Cap (US\$ bn)			40.74	JDWS	580.16	(8.66)	-1.47%	PSO-OCTB	2.98	591.26
DoD % change			1.01%	FCEPL	65.26	(0.92)	-1.39%	UNITY-OCT	22.46	584.46
YTD CY24			24.58%					DFML-OCT	12.50	567.13
52 week High (Rs bn)			11,290.50	Volume Leaders	Price	mn sh	Rs mn	NETSOL-OCTB	4.13	541.25
52 week Low (Rs bn)			7,415.21	KOSM	8.18	59.10	468.47	ATRL-OCTB	1.39	538.62
12 Month Average (Rs bn)			9,695.24	PIBTL	7.05	27.87	195.85	DGKC-OCT	6.60	515.62
				FLYNG	19.80	18.49	356.94	FCCL-OCTB	16.53	475.45
PSX Ready Turnover				HUMNL	14.01	17.75	249.26	PIAHCLA-OCT	24.28	470.12
Total Volume (mn shares)			474.95	PTC	15.80	17.52	275.61	NBP-OCT	5.99	400.85
Total Value (Rs. bn)			19.66					NRL-OCT	1.83	376.99
Total Value (US\$ mn)			70.94	PSX Futures	mn sh	Rs mn	Curr.	KOSM-OCT	49.95	364.13
52 week ADTO (mn shares)		519.64	Details	11111 511	KS IIIII	Spread	PRL-OCTB	14.53	348.66
52 week ADTO (Rs bn)			18.51	ATRL-OCTB	3.41	1,409.13	13.44%	SEARL-OCT	5.68	348.29
52 week ADTO (US\$ mn)			66.23	SAZEW-OCTB	1.02	999.13	-24.97%	MLCF-OCT	9.03	336.53
				PPL-OCTB	5.22	677.04	19.75%	OCTOPUS-OCT	3.83	334.92
Regional Markets	Curr.	% ∆	CYTD	PPL-NOVB	4.48	589.73	14.86%	HBL-OCTB	2.36	316.98
China (SSEA)	3,268.11	0.2%	9.9%	SAZEW-NOVB	0.58	569.05	4.91%	GHNI-OCT	0.83	309.50
India (BSESN)	81,151.27	-0.1%	12.3%	HUBC-OCTB	3.93	408.42	21.14%	MUGHAL-OCT	3.74	299.20
Indonesia (JKSE)	7,772.60	0.2%	6.9%	GHNI-OCT	0.73	281.71	2.68%	GAL-OCT	1.47	279.08
Korea (KOSPI)	2,604.92	0.4%	-1.9%	NRL-OCT	1.13	237.31	9.55%	PTC-OCT	16.30	243.66
Malaysia (KLSE)	1,645.68	0.0%	13.1%	KOSM-OCT	25.32	200.30	-15.34%	FLYNG-OCT	11.82	214.74
Philippines (PSI)	7,406.63	-0.1%	14.8%	ATRL-NOVB	0.46	194.52	16.95%	TOMCL-OCT	5.94	213.33
Taiwan (TWII)	23,542.53	0.2%	31.3%	TOTAL	196.02	9,291.80	8.39%	TOTAL	659.09	24,303.29

View from the Desk

Following the Senate's ratification of 26th the Constitutional Amendment Bill, political stability boosted the market's opening momentum. With several key announcements expected this week, corporate earnings remain the central focus. Additionally, the futures rollover week begins today. Strong earnings reports and growing investor confidence are likely to sustain the current positive market sentiment. Auto stocks appear promising, driven by a modest recovery in volumes and an uptick in auto financing.

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MEBL Result Review

(Consolidated)

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(Rs mn)	3QCY23	4QCY23	1QCY24	2QCY24	3QCY24	YoY	QoQ	9MCY23	9MCY24	YoY
Profit Earned	120,855	127,921	119,145	130,216	128,504	6%	-1%	303,900	377,865	24%
Return on deposits	56,770	56,131	51,588	59,863	51,651	-9%	-14%	149,196	163,102	9%
Net spread earned	64,085	71,790	67,557	70,353	76,853	20%	9%	154,704	214,763	39%
Other Income	7,170	8,664	7,338	6,655	7,882	10%	18%	16,982	21,875	29%
Operating expenses	19,750	21,389	21,859	22,707	23,568	19%	4%	51,343	68,134	33%
Cost to Income ratio	28%	27%	29%	29%	28%	10 bp	-167 bp	27%	29%	221 bp
Credit loss allowances and write offs	782	2,925	(344)	(328)	2,573	229%	NM	4,415	1,901	-57%
PBT	50,723	56,139	53,380	54,629	58,594	16%	7 %	115,928	166,603	44%
Tax	24,728	29,023	27,836	27,742	32,229	30%	16%	57,020	87,807	54%
Effective Tax	49%	<i>52%</i>	<i>52%</i>	<i>51%</i>	55%	625 bp	422 bp	<i>52%</i>	53%	101 bp
PAT - of Holding Company	25,995	27,116	25,420	26,688	26,365	1%	-1%	58,740	78,474	34%
EPS	14.43	15.00	14.19	14.90	14.61	1%	-1%	32.72	43.70	34%
DPS	5.00	8.00	7.00	7.00	7.00			12.00	21.00	
Fee, Commission & Brok. Inc	5,215	5,817	5,914	5,415	6,992	34%	29%	13,819	18,321	33%
Dividend Income	113	195	183	474	(169)	NM	NM	440	488	11%
Income from dealing in FX	1,575	979	478	101	29	-98%	-71%	2,115	608	-71%
Gain on Sale of Sec. & deriv.	(526)	169	60	968	(745)	42%	NM	(866)	283	NM
Other Income & Share of prof. from assoc.	792	1,507	704	(301)	1,774	124%	NM	1,472	2,177	48%

The bank has reported earnings on 55% tax, which includes provision for lower ADR-related tax. Excluding the same, the EPS for 3QCY24 would have been Rs16.56. As at Sep-2024, Gross ADR has clocked in at 44%.

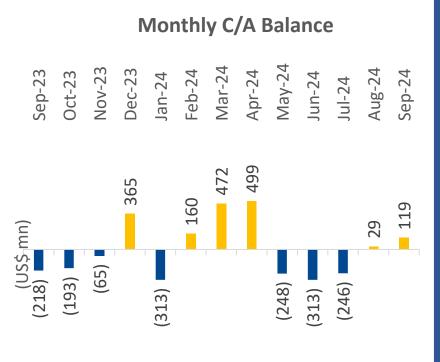
MEBL: 3QCY24 Key snapshot

Consolidated (Rsmn)	3QCY24	YoY	QoQ	9MCY24	YoY
Key num	bers from In	come Stat	ement		
Net spread earned	76,852	20%	9%	214,761	39%
Other Income	6,398	-6%	-12%	20,597	25%
Fee Income	6,992	34%	29%	18,320	33%
Income from FX dealing	29	-98%	-71%	608	-71%
Gains on sale of sec. (inc. der.)	(745)	42%	-177%	282	NM
Others	122	-77%	-84%	1,387	-3%
Total Income	83,250	17%	7%	235,358	37%
Operating expenses	23,568	19%	4%	68,134	33%
Pre-prov operating profit	59,682 17%		9%	167,224	40%
Credit cost allowance	2,572	229%	-884%	1,900	NM
Profit Before Tax	58,594	16%	7%	166,602	44%
Profit After Tax	26,176	1%	-2%	78,284	34%
EPS (Rs.)	14.63	1%	-2%	43.74	34%
DPS (Rs.)	7.00			21.00	
Total comprehensive income	34,999	39%	34%	84,729	48%

Consolidated (Rsmn)	3QCY24	YoY	QoQ	9MCY24	YoY					
Key numbers from Balance Sheet										
Investments	1,749,324	12%	6%							
Advances	1,087,649	17%	-3%							
Gross NPLs	19,073	18%	14%							
Total Assets	3,388,415	15%	3%							
Deposits	2,559,644	27%	6%							
Current account (non rem.)	1,182,662	24%	7%							
Borrowing from OMO	100,306	-75%	-57%							
BVPS (Rs.)	132	49%	11%							
Key Ratios										
NIMs	10.0%	38 bps	36 bps	9.8%	180 bps					
Cost to Income ratio	28%	45 bps	-96 bps	29%	-1 ppt					
CASA	90%	199 bps	16 bps							
Current acc % to dep. (non rem.)	46%	-132 bps	30 bps							
Savings acc % to dep.	44%	385 bps	7 bps							
IDR	68%	-903 bps	-5 bps							
Gross ADR	44%	-376 bps	-389 bps							
ADR	42%	-372 bps	-389 bps							
Infection Ratio - Gross	1.7%	1 bps	25 bps							
Coverage Ratio	179%	8 ppt	-12 ppt							
Credit cost	0.2%	15 bps	33 bps							
CET I CAR*	22.3%	260 bps	95 bps							
Total CAR*	27.3%	394 bps	174 bps							
Leverage ratio*	5.7%	98 bps	15 bps							

C/A balance: Sep-2024 posts - 2nd consecutive surplus

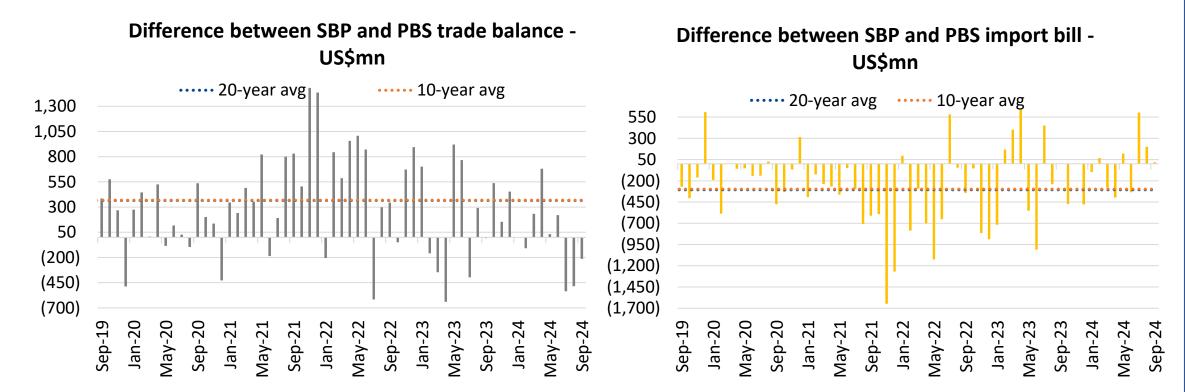
US\$mn	Jun-24	Jul-24	Aug-24	Sep-24	MoM	YoY	1QFY25	YoY
Current account	(313)	(246)	29	119	310%	NM	(98)	-92%
Trade balance	(2,186)	(2,445)	(2,232)	(2,046)	-8%	37%	(6,723)	26%
- Exports	2,444	2,374	2,477	2,645	7%	8%	7,496	8%
- Imports	4,630	4,819	4,709	4,691	0%	19%	14,219	16%
Services balance	(408)	(191)	(282)	(226)	-20%	-37%	(699)	-22%
- Services Exports	637	633	617	657	6%	17%	1,907	6%
- Services Imports	1,045	824	899	883	-2%	-4%	2,606	-3%
Income	(1,139)	(764)	(559)	(668)	19%	1%	(1,991)	18%
Current transfers	3,420	3,154	3,102	3,059	-1%	34%	9,315	39%
- Remittances	3,158	2,995	2,943	2,849	-3%	29%	8,787	39%
Capital account	25	8	33	13	-61%	-35%	54	35%
Financial account	777	318	157	255	62%	NM	730	-81%
FDI	141	157	238	375	58%	NM	770	52%
FPI	178	169	(60)	35	NM	106%	144	1500%
Others	458	(8)	(21)	(156)	643%	NM	(185)	NM
Assets	(366)	556	14	102	629%	NM	672	NM
Liabilities	824	(564)	(35)	(258)	637%	NM	(857)	NM
Banks	166	(55)	91	(36)	NM	NM	0	NM
Government	548	(362)	(99)	(113)	14%	214%	(574)	NM
- Loans	2,138	307	102	459	350%	-318%	868	11%
- Amortization	(1,610)	(700)	(243)	(601)	147%	NM	(1,544)	NM
- Other	20	31	42	29	-31%	-94%	102	NM
Errors/Omission	11	(232)	(31)	(40)	NM	NM	(303)	NM
ВОР	500	(152)	188	347	NM	-289%	383	NM



SBP trade deficit wider than PBS for 3rd month in a row

The recent trade deficit data released by State Bank of Pakistan (SBP) has been reported higher than trade deficit reported by Pakistan Bureau of Statistics (PBS), for the 3rd month in a row.

For perspective, Pakistan typically carries a differential between SBP and PBS monthly trade deficit as there is an average difference in imports of c. US\$330mn/month, SBP import bill being lower than PBS, arising from separate accounting treatment – SBP (cash) versus PBS (accrual), and trade and deferred payments settlements.



The 10-year and 20-year averages for both charts clock in at similar data points, respectively.

