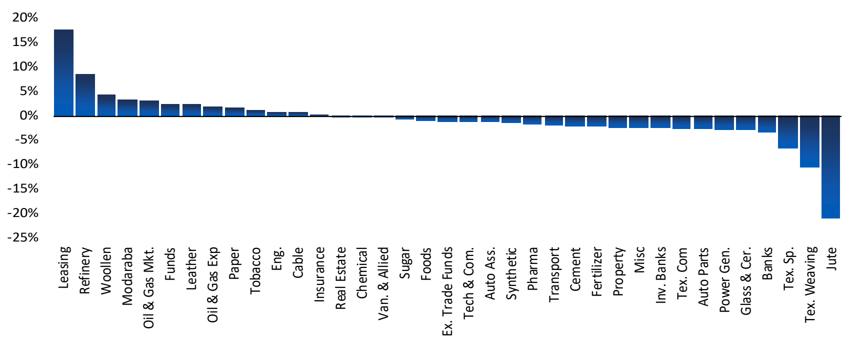
Weekly Market Review

Market remained under pressure during the outgoing week, with the benchmark KSE100 Index declining 1.6%WoW to close at 177,167pts (vs 180,105pts last week). Total Market capitalization also contracted to US$71.6bn from US$72.5bn last week. However, the ADTV edged up marginally by 0.3%WoW to 1,053.4mn shares, compared to 1,050.5mn in the previous week. The dominant driver remained the unresolved US-Iran conflict, now approaching six months since first strikes began on Feb 28th. Consequently, Brent crude posted its second consecutive weekly gain, up over 6%WoW to US$94.2/bbl, with neither side making any effort to restart talks after the 60-day ceasefire expired. Domestically, HSD prices were cut PkR33/liter on Aug 20th, before rising PkR1.64 to PkR364.70/liter on Friday as the Petroleum Minister indicated that refineries have agreed to drop prices on the request of the authorities. On the macro front, CAD narrowed to US$328mn in Jul'26 (-38%YoY), aided by rebound in goods exports and strong remittance flows. Notably, SBP projects FY27 CAD within 0-1% of GDP, with remittances targeted at US$44bn for the year. On the fiscal front, SBP raised PkR518bn through T-bills, with yields ranging between 11.47%-11.99% across all tenors. On the sectoral front, fertilizer offtakes declined 5%/10% YoY for Urea/DAP in Jul'26, respectively, while IT exports recorded 18%YoY increase to US$417mn.

Other major news flow during the week included: 1) Pakistan scrambles to secure Qatar LNG cargo by Aug 25-26 as spot prices surge, 2) LSM index rose 5%YoY in FY26, 3) Pakistan pushes China B2B deals from MoUs to investments & exports, 4) Circular debt jumps by PkR364bn in FY26, and 5) Pakistan, Norway agree to enhance ties in various sectors. Sector-wise, on the main board, top contributors were Refinery, OMC, and E&P, up by 8.7%/3.1%/1.8%WoW. On the other hand, sectors that lagged the most were Banks, Power, and Textile Composite down by 3.3%/2.8%/2.5%WoW. Flow wise, major net selling was recorded by Banks and Mutual Funds with US$14.5mn/US$10.6mn, respectively. On the contrary, major net buyers were Individuals with US$17.5mn. Company-wise, top performers were i) PGLC (up 32.1%WoW), ii) ATRL (up 7.7%WoW), iii) PSO (up 7.1%WoW), iv) INIL (up 6.5%WoW), and v) CNERGY (up 5.6% WoW). On the other side, top laggards were i) THALL (down 9.4%WoW), ii) CHCC (down 7.7%WoW), iii) TGL (down 6.3%WoW), iv) PABC (down 6.0%WoW), and v) PAEL (down 5.7%WoW).

Key Sector Performance during the week

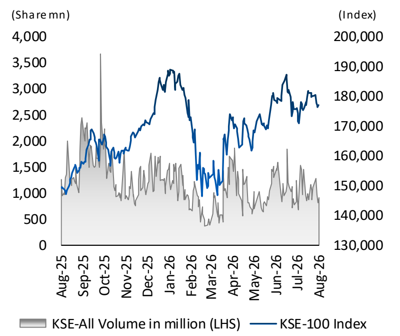


Source: PSX & AKD Research

Outlook

We expect market to improve on strengthening economic indicators amid easing geopolitical tensions, along with favorable financial results for Jun'26. Additionally, a potential US-Iran deal could moderate int'l oil prices towards pre-conflict levels. Market continues to trade at attractive valuations, with forward P/E of 7.0x. We forecast the KSE-100 Index to reach 263,800 by Dec'26. Our top picks include OGDC, PPL, UBL, MEBL, HBL, FFC, ENGROH, PSO, LUCK, FCCL, INDU, ILP and SYS.

KSE100 Index Performance



Source: PSX & AKD Research

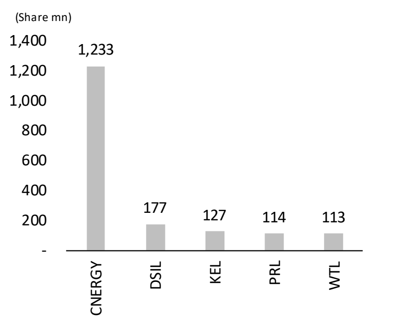
Weekly Market Performance

Indices	KSE-100	KSE-30
This week	177,167	52,671
Last week	180,105	53,604
Change	-1.6%	-1.7%

Indices	KMI-30	Allshare
This week	251,461	107,642
Last week	252,988	108,838
	-0.6%	-1.1%
Mkt Cap.	**PkRbn**	**US$bn**
This week	19,883	71.63
Last week	20,130	72.50

Avg. Daily Turnover ('mn shares)	
This week	1,053.43
Last week	1,050.45
Change	0.3%

Top 5 Volume Leaders



Source: PSX & AKD Research

This Week’s Reports

Pakistan Textile - Record textile exports in Jul'26, (AKD Daily, Aug 20, 2026)

Textile exports hit record high in Jul’26, mainly due to rebound in shipments on clarity over revised U.S. tariff rates, along with recovery in global demand.

We maintain ‘overweight’ stance on the sector with ILP as our preferred pick.

Pakistan Fertilizer - Nitrogenous offtakes remain resilient, while phosphates lag, (AKD Daily, Aug 20, 2026)

Nitrogenous offtakes witnessed slight decline in Jul’26, while remaining up in Kharif season to date.

We maintain our overweight stance on the sector due to stable earning outlook and higher dividend yields. FFC remains our top pick with Dec’26 TP of PkR801/sh.

Pakistan Steel - Steel universe earnings to grow 2.7x YoY in FY26, (AKD Daily Aug 18, 2026)

Our steel universe comprising MUGHAL and ISL is projected to see an increase in bottomline by 2.1x YoY in 4QFY26E, with full year profitability to grow by 2.7x YoY.

We have a ‘BUY’ stance on ISL and MUGHAL with Dec’26 TPs of PkR151/sh and PkR142/sh, respectively

Pakistan Power - Power circular debt ends FY26 at PkR1.7tn, (AKD Off the Analyst's Desk Aug 19, 2026)

Power sector circular debt stock closed FY26 at PkR1.68tn, moderately rising by 4%YoY compared to PkR1.61tn in FY25, and well below FY24 peak of PkR2.39tn. While the net change stood at a modest PkR60bn increase from decline of PkR781bn in FY25, the PkR302bn in stock payments through fiscal space showcase authorities commitment to debt resolution.

Kandhkot revival to significantly uplift PPL's profitability, (AKD Off the Analyst's Desk Aug 20, 2026)

Federal minister for energy directed PPL to formalize a plan to maximize production from Kandhkot gas field (100% owned by PPL).

The field has produced an average 107mmcfd of gas in FY26 against its peak production of 262mmcfd due to lower requirement from GENCO-II.

CHCC - 4QFY26 Result Review - Earnings came in line with expectations, (AKD Off the Analyst's Desk Aug 21, 2026)

Cherat Cement Company Ltd. (CHCC) announced its 4QFY26 financial results, reporting profitability of PkR1.7bn (EPS: PkR8.9), down 6%YoY from PkR1.8bn (EPS: PkR9.5) in SPLY, primarily attributed to lower offtakes and higher coal cost. Earnings came in line with our expectations. Along with the result, company announced final cash payout of PkR4.0/sh, taking FY26 payout to PkR5.5/sh.

BAHL 2QCY26 Result Review — Earnings decline on higher non-markup expenses, (AKD Off the Analyst's Desk Aug 20, 2026)

Bank Al-Habib Ltd. (BAHL) announced its 2QCY26 financial results, wherein the bank posted NPAT of PkR8.0bn (EPS: PkR7.2) for the quarter, down 12%YoY/up 13%QoQ. The annual decline is mainly attributed to higher non-markup expenses, while the sequential increase is driven by higher FX income, capital gains and a provisioning reversal against expense in prior quarter.

ISL - 4QFY26 Result Review — Strong earnings on elevated gross margins, (AKD Off the Analyst's Desk Aug 20, 2026)

ISL reported 4QFY26 NPAT of PkR1.27bn (EPS: PkR2.91), up 108%YoY/60%QoQ, below our expectations due to unadjustment of SIDC remeasurement gain during the final quarter. This takes FY26 NPAT to PkR3.67bn (EPS: PkR8.44), up 136%YoY from PkR1.56bn in FY25.

FATIMA 2QCY26 Result Review — Profitability exceed expectations on higher other income, (AKD Off the Analyst's Desk Aug 20, 2026)

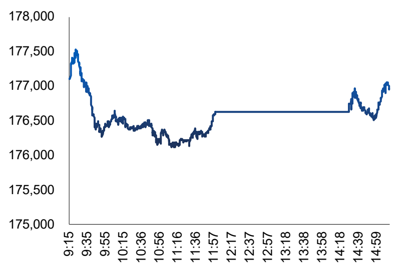
Fatima Fertilizer Company Ltd. (FATIMA) announced its 2QCY26 financial results, reporting consolidated earnings of PkR17.2bn (EPS: PkR8.2), up 2x YoY. Earnings came in higher-than-expectations, mainly due to higher than anticipated other income.

ENGROH - 2QCY26 Result Review — Recurring earnings maintain upward trajectory , (AKD Off the Analyst's Desk Aug 21, 2026)

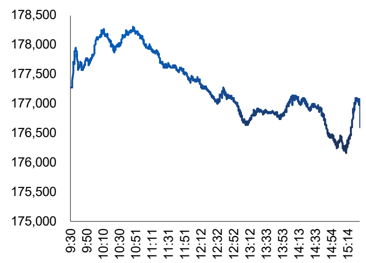
Engro Holdings Ltd. (ENGROH) announced its 2QCY26 results, reporting consolidated earnings of PkR9.0bn (EPS: PkR7.5) compared to PkR29.8bn (EPS: PkR24.7) in SPLY, down 70%YoY. Earnings came in below our expectations owing to higher-than-anticipated taxation, likely due to higher dividend tax.

KSE100 Index Daily Performance

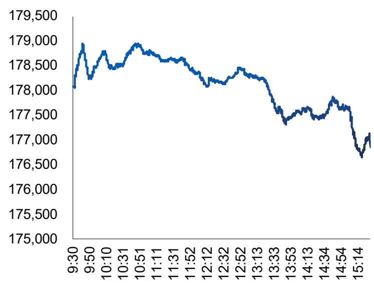
Aug 21, 2026



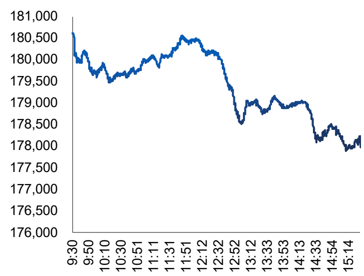
Aug 20, 2026



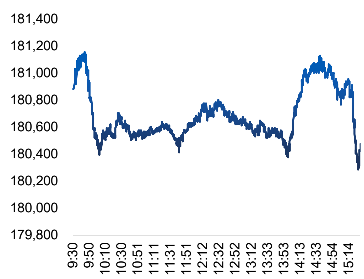
Aug 19, 2026



Aug 18, 2026



Aug 17, 2026



Source: PSX & AKD Research

Major World Indices' Performance

Country	Bloomberg Code	21-Aug-26	13-Aug-26	WoW	CYTD
Pakistan	KSE100 Index	177,167	180,105	-1.63%	1.8%
Srilanka	CSEALL Index	21,417	21,539	-0.57%	-5.3%
Thailand	SET Index	1,614	1,614	-0.04%	28.1%
Indonesia	JCI Index	6,526	6,302	3.55%	-24.5%
Malaysia	FBMKLCI Index	1,736	1,735	0.10%	3.4%
Philippines	PCOMP Index	6,238	6,288	-0.79%	3.1%
Vietnam	VNINDEX Index	1,768	1,766	0.14%	-0.9%
Hong Kong	HSI Index	26,009	25,397	2.41%	1.5%
Singapore	FSSTI Index	5,689	5,720	-0.54%	22.4%
Brazil	IBX Index	70,890	70,469	0.60%	4.2%
India	SENSEX Index	77,541	78,080	-0.69%	-9.0%
China	SHCOMP Index	3,905	3,927	-0.55%	-1.6%
S&P	SPX Index	7,641	7,799	-2.02%	11.6%
DJIA	INDU Index	52,759	53,840	-2.01%	9.8%
NASDAQ Composite	CCMP Index	26,067	26,803	-2.75%	12.2%
UK	UKX Index	10,763	10,773	-0.09%	8.4%
Germany	DAX Index	26,055	26,300	-0.93%	6.4%
Qatar	DSM Index	9,683	10,021	-3.38%	-10.0%
Abu Dhabi	ADSMI Index	10,004	10,045	-0.40%	0.1%
Dubai	DFMGI Index	5,857	5,908	-0.87%	-3.2%
Kuwait	KWSEIDX Index	6,633	6,633	0.00%	0.0%
Oman	MSM30 Index	7,523	7,509	0.19%	28.2%
Saudi Arabia	SASEIDX Index	10,954	10,824	1.21%	4.4%
MSCI EM	MXEF Index	1,700	1,695	0.27%	21.0%
MSCI FM	MXFM Index	834	833	0.12%	10.5%

Commodities Markets

SPOT	Units	21-Aug-26	13-Aug-26	WoW	CYTD
TRJ-CRB	Points	403.41	388.37	3.87%	35.02%
Nymex (WTI)	US$/bbl.	86.85	81.25	6.89%	51.25%
ICE Brent (Spot)	US$/bbl.	94.42	92.70	1.86%	51.20%
N. Gas Henry Hub	US$/Mmbtu	2.83	2.75	2.63%	-22.31%
Cotton	US$/Pound	98.90	94.95	4.16%	33.11%
Gold	US$/Tr.Oz	4,589.59	4,350.39	5.50%	6.26%
Silver	US$/Tr.Oz	69.45	64.49	7.69%	-3.09%
Copper	US$/MT	14,113.21	14,394.14	-1.95%	13.33%
Platinum	US$/Oz	1,882.35	1,719.11	9.50%	-8.65%
Coal	US$/MT	110.50	110.65	-0.14%	28.19%

Weekly commodities performance

ICE Brent—Spot (US$/bbl) 93.58 5.06%	Coal (US$/MT) 110.25 3.62%
1.33% Cotton (USD/Pound) 94.95	1.11% Gold (US$/Tr.Oz) 4,389.92

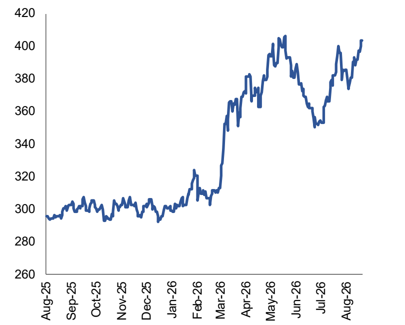
Source: Bloomberg & AKD Research

International Major Currencies

SPOT	21-Aug-26	13-Aug-26	Chg +/-	WoW	CYTD	FYTD
Dollar Index	98.635	99.964	-1.329	-1.33%	0.32%	-2.52%
USD/PkR	277.56	277.652	-0.092	-0.03%	-0.92%	-0.22%
USD/JPY	158.740	159.500	-0.760	-0.48%	1.30%	-2.34%
EUR/USD	1.170	1.153	0.017	1.45%	-0.43%	2.39%
GBP/USD	1.365	1.349	0.017	1.23%	1.32%	2.95%
AUD/USD	0.717	0.706	0.011	1.53%	7.40%	3.58%
NZD/USD	0.599	0.585	0.014	2.31%	3.94%	5.41%
CHF/USD	0.800	0.814	-0.015	-1.78%	0.88%	-1.09%
CAD/USD	1.374	1.393	-0.019	-1.36%	0.12%	-3.21%
USD/KRW	1,385	1,421	-35.950	-2.53%	-3.78%	-10.58%
CNY/USD	6.721	6.744	-0.024	-0.35%	-3.83%	-0.98%

Source: PSX, Bloomberg & AKD Research

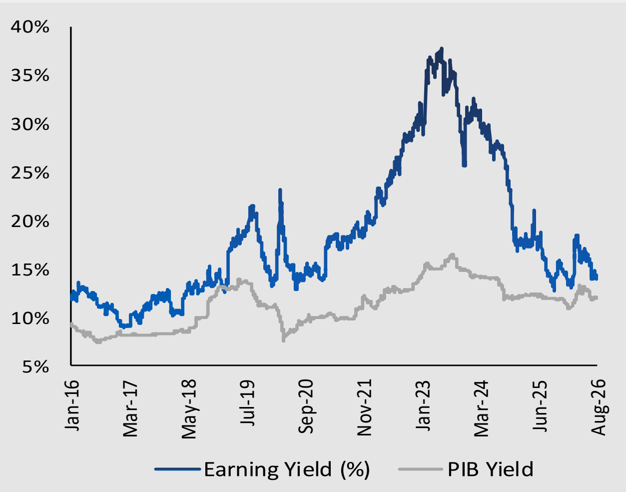
TRJ-CRB Index



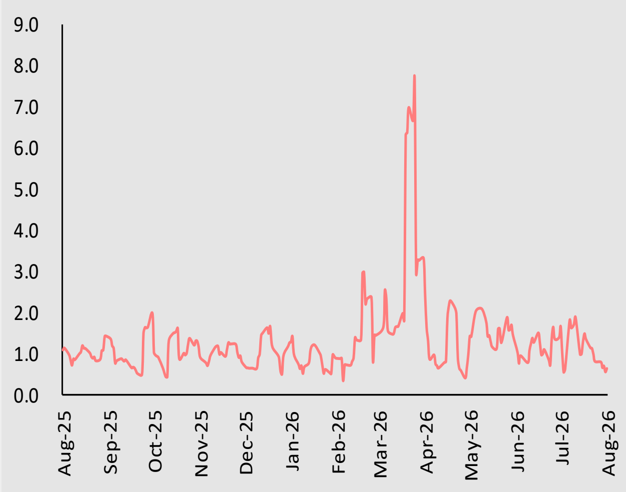
Source: PSX & AKD Research

Chart Banks

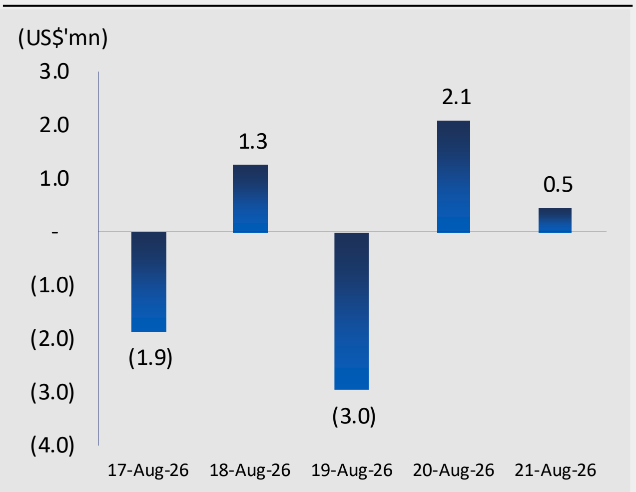
Average PIB and E/Y differential (%)



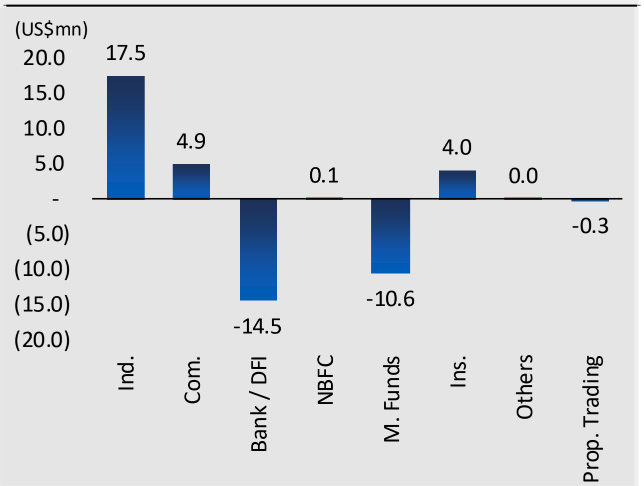
Advance to Decline Ratio



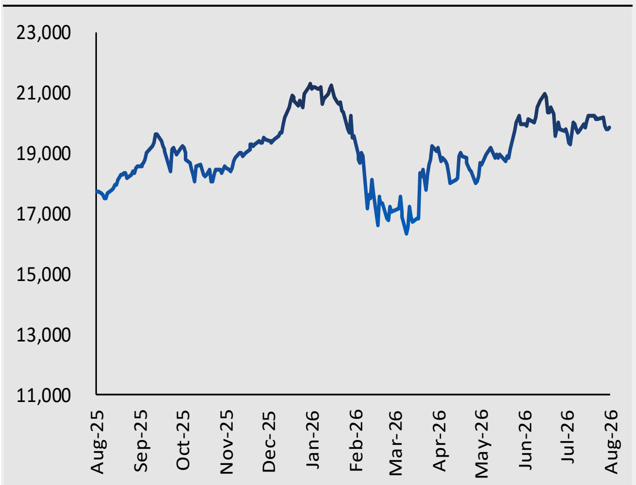
FIPI Flows for the week



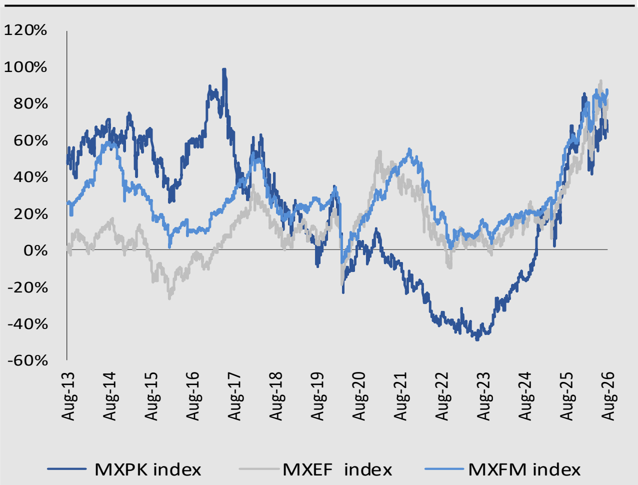
LIPI Flows for the week



KSE-All Share Index MkT Cap (PkRbn)



MXPK vs. MXFM & MXEM performance



Source: Bloomberg, NCCPL, PSX & AKD Research

AKD Universe Active Coverage Cluster's Valuations

	Symbol	Price	TP	Stance*	EPS			PE			PB			DY		
		(PkR)	(PkR)		FY25	FY26E	FY27E	FY25	FY26E	FY27E	FY25	FY26E	FY27E	FY25	FY26E	FY27E
Banks																
United Bank Ltd	**UBL**	469	590	BUY	51.9	50.5	45.3	9.0	9.3	10.4	2.3	2.6	2.6	6.3%	6.8%	6.8%
Meezan Bank Ltd	**MEBL**	588	672	BUY	49.5	50.8	53.8	11.9	11.6	10.9	3.8	3.3	2.9	4.8%	4.8%	5.1%
Habib Bank Ltd	**HBL**	334	483	BUY	45.5	51.2	54.6	7.4	6.5	6.1	1.0	1.0	1.0	6.0%	6.3%	8.4%
MCB Bank Ltd	**MCB**	421	544	BUY	49.3	50.8	53.3	8.5	8.3	7.9	1.5	1.6	1.6	8.6%	8.6%	9.5%
Bank AL Habib Ltd	**BAHL**	175	266	BUY	27.6	29.3	33.6	6.4	6.0	5.2	1.1	1.1	1.0	8.6%	9.1%	10.3%
Bank Al Falah Ltd	**BAFL**	58	86	BUY	9.0	8.1	8.3	6.4	7.1	6.9	0.9	0.9	0.9	9.1%	8.7%	9.1%
Faysal Bank Limited	**FABL**	99	134	BUY	14.3	14.0	14.4	6.9	7.1	6.9	1.3	1.2	1.1	6.5%	7.1%	7.6%
Askari Bank Limited	**AKBL**	105	116	BUY	15.8	14.4	13.2	6.6	7.3	7.9	1.0	0.9	0.9	4.8%	5.3%	5.7%
Allied Bank Limited	**ABL**	178	334	BUY	30.7	30.8	33.0	5.8	5.8	5.4	0.8	0.8	0.7	9.0%	9.0%	11.2%
Fertilizer																
Fauji Fertilizer Company	**FFC**	557	801	BUY	51.1	66.0	67.3	10.9	8.4	8.3	5.9	5.0	4.3	6.6%	8.9%	8.9%
Engro Fertilizers Ltd	**EFERT**	185	264	BUY	16.9	21.7	22.1	10.9	8.5	8.4	5.5	5.5	5.3	8.1%	11.4%	11.4%
Fatima Fertilizer Company	**FATIMA**	165	175	NEU	21.8	23.7	21.8	7.6	7.0	7.6	2.0	1.7	1.5	5.1%	5.8%	5.1%
Oil & Gas Exploration																
Oil & Gas Development	**OGDC**	318	522	BUY	39.5	39.9	51.0	8.1	8.0	6.2	1.0	0.9	0.9	4.7%	5.3%	6.4%
Mari Petroleum Company	**MARI**	678	935	BUY	54.3	72.5	87.4	12.5	9.4	7.8	3.0	2.5	2.2	3.2%	4.0%	5.2%
Pakistan Petroleum Ltd	**PPL**	231	412	BUY	33.1	32.9	40.5	7.0	7.0	5.7	0.9	0.8	0.7	3.3%	4.1%	7.6%
Pakistan Oilfields Ltd	**POL**	716	850	BUY	85.1	99.0	106.3	8.4	7.2	6.7	2.5	2.5	2.4	10.5%	12.2%	12.6%
Cement																
Lucky Cement - Standalone	**LUCK (SA)**	447	731	BUY	22.6	31.6	36.8	19.8	14.1	12.1	3.7	3.0	2.6	0.9%	1.1%	2.0%
Lucky Cement Limited	**LUCK**	447	731	BUY	52.5	57.8	71.9	8.5	7.7	6.2	1.9	1.5	1.2	0.9%	1.1%	2.0%
Fauji Cement Company	**FCCL**	58	88	BUY	5.4	6.3	7.7	10.6	9.1	7.5	1.7	1.5	1.4	2.2%	3.5%	4.3%
Maple Leaf Cement	**MLCF**	102	157	BUY	11.0	11.3	12.2	9.3	9.0	8.3	1.5	1.3	1.2	0.0%	0.0%	2.5%
D.G. Khan Cement	**DGKC**	216	389	BUY	19.8	26.0	29.2	10.9	8.3	7.4	1.0	0.8	0.8	0.9%	1.9%	3.9%
Cherat Cement Company	**CHCC**	330	640	BUY	44.7	37.3	51.6	7.4	8.8	6.4	1.9	1.6	1.3	1.7%	1.7%	2.7%
Kohat Cement Company	**KOHC**	100	194	BUY	12.6	11.0	14.3	8.0	9.1	7.0	1.9	1.6	1.3	0.0%	0.0%	3.0%
Pioneer Cement Ltd	**PIOC**	275	372	BUY	21.5	29.0	30.3	12.8	9.5	9.1	1.3	1.2	1.1	3.6%	0.0%	7.3%
Inv. Banks / Inv. Cos																
Engro Holdings Ltd	**ENGROH**	274	351	BUY	46.2	50.7	55.0	5.9	5.4	5.0	1.6	1.3	1.1	0.0%	0.0%	7.3%
Technology																
Systems Limited	**SYS**	132	277	BUY	7.5	11.2	14.8	17.6	11.8	8.9	4.0	3.2	2.5	1.5%	1.9%	2.5%
Power																
Hub Power Company	**HUBC**	213	215	NEU	39.7	41.2	47.4	5.4	5.2	4.5	1.1	1.0	0.9	7.0%	9.4%	9.4%
Nishat Power Limited	**NPL**	70	87	BUY	-2.1	4.0	3.7	-33.1	17.4	19.0	0.9	0.9	0.8	8.6%	3.6%	2.9%
Oil & Gas Marketing																
Pakistan State Oil	**PSO**	351	900	BUY	44.5	65.0	80.4	7.9	5.4	4.4	0.7	0.6	0.5	2.9%	4.3%	5.7%
Attock Petroleum	**APL**	551	760	BUY	83.5	84.8	87.6	6.6	6.5	6.3	1.1	1.0	0.9	4.6%	6.3%	6.8%
Automobile Assembler																
Indus Motor Ltd	**INDU**	1,959	3,966	BUY	292.7	333.1	306.6	6.7	5.9	6.4	2.0	1.7	1.5	9.0%	10.2%	10.5%
Honda Atlas Cars	**HCAR**	239	444	BUY	19.0	22.6	27.7	12.6	10.6	8.7	1.5	1.3	1.2	3.3%	3.8%	4.6%
Textile																
Interloop Limited	**ILP**	103	150	BUY	3.8	8.0	15.4	26.8	12.8	6.7	2.6	2.3	1.9	1.0%	2.9%	5.3%
Nishat Mills Limited	**NML**	150	318	BUY	17.1	15.9	28.0	8.8	9.4	5.3	0.4	0.3	0.3	1.3%	1.3%	2.3%
Nishat Chunian Limited	**NCL**	36	84	BUY	3.3	7.2	14.6	11.0	5.1	2.5	0.4	0.4	0.3	5.5%	5.5%	11.0%
Chemical																
Engro Polymer & Chemicals	**EPCL**	35	28	SELL	-4.5	0.5	1.2	-7.7	68.7	29.4	1.4	1.3	1.3	0.0%	0.0%	0.0%
Steel																
International Steels Limited	**ISL**	89	151	BUY	3.6	7.6	12.1	24.9	11.8	7.4	1.5	1.4	1.3	2.8%	5.0%	7.8%
Mughal Iron & Steel	**MUGHAL**	80	142	BUY	2.9	11.3	15.6	27.9	7.1	5.2	0.9	0.8	0.7	0.0%	2.7%	3.4%

Stance determined on the basis of Total Return (i.e. Upside + Dividend Yield)

Source: PSX & AKD Research

AKD Universe Coverage Cluster's Performance

Stocks	Symbol	Price	Absolute Performance (%)					1 Year	1 Year
		21-Aug-26	1M	3M	6M	12M	CYTD	High	Low
KSE-100 Index		**177,166.5**	**0.6%**	**5.1%**	**2.3%**	**18.7%**	**1.8%**	**189,167**	**146,480**
Banks									
United Bank Ltd	UBL	446.4	(4.3)	11.6	(1.5)	26.6	11.3	486.3	295.3
Meezan Bank Ltd	MEBL	569.9	6.5	20.0	23.6	49.0	34.2	591.4	365.7
Habib Bank Ltd	HBL	316.7	6.6	15.4	4.5	29.2	4.1	342.3	229.8
MCB Bank Ltd	MCB	405.2	2.5	2.0	10.4	25.2	14.5	423.4	314.6
Bank AL Habib Ltd	BAHL	170.3	(0.9)	3.0	3.9	(9.4)	(4.1)	202.7	142.0
Bank Al Falah Ltd	BAFL	56.3	1.6	0.3	(0.9)	20.9	11.6	62.8	45.3
Faysal Bank Limited	FABL	96.1	(2.9)	11.6	9.1	29.6	9.5	102.6	67.7
Askari Bank Limited	AKBL	103.8	0.1	14.3	16.5	55.1	9.6	118.0	68.2
Allied Bank Limited	ABL	175.8	(1.3)	(2.3)	3.0	3.0	0.7	199.2	150.8
Fertilizer									
Fauji Fertilizer Company	FFC	544.2	1.4	5.1	3.7	35.4	(2.5)	635.8	401.5
Engro Fertilizers Ltd	EFERT	184.0	(2.7)	(7.3)	(10.1)	(5.4)	(15.5)	245.4	183.2
Fatima Fertilizer Company	FATIMA	159.5	2.1	16.6	3.7	31.8	7.2	184.0	111.4
Oil & Gas Exploration									
Oil & Gas Development	OGDC	325.8	3.2	-	158.1	197.0	18.8	348.7	234.2
Mari Petroleum Company	MARI	675.1	3.8	4.3	1.6	12.4	(4.6)	779.0	545.9
Pakistan Petroleum Ltd	PPL	240.7	9.5	2.8	7.0	39.4	4.0	276.5	169.3
Pakistan Oilfields Ltd	POL	717.8	5.0	9.0	19.6	24.0	22.9	724.4	565.9
Cement									
Lucky Cement Limited	LUCK	440.4	(2.1)	3.2	0.9	5.8	(7.3)	512.7	342.9
Fauji Cement Company	FCCL	55.4	1.2	8.3	4.9	9.8	(1.0)	61.1	36.9
Maple Leaf Cement	MLCF	97.9	3.8	14.4	(9.7)	4.4	(16.6)	130.4	72.9
D.G. Khan Cement	DGKC	211.9	2.6	13.7	(1.2)	13.0	(7.9)	269.2	149.2
Cherat Cement Company	CHCC	304.4	(1.8)	9.2	0.9	(5.0)	(8.2)	366.6	231.5
Kohat Cement Company	KOHC	96.0	2.1	13.7	(5.9)	(10.3)	(15.2)	122.3	75.3
Pioneer Cement Ltd	PIOC	266.8	(10.2)	0.7	(2.9)	10.9	(31.1)	421.4	204.2
Inv. Banks / Inv. Cos									
Engro Holdings Ltd	ENGROH	267.7	(3.9)	2.2	(3.2)	23.4	12.8	298.0	210.5
Technology									
Systems Limited	SYS	128.8	(6.5)	(15.2)	(6.9)	(7.2)	(23.6)	169.0	105.3
Power									
Hub Power Company	HUBC	207.0	(5.7)	(4.2)	(1.5)	43.8	(2.1)	235.7	144.2
Nishat Power Limited	NPL	67.3	(0.6)	(5.5)	(9.1)	76.0	2.9	97.0	33.1
Oil & Gas Marketing									
Pakistan State Oil	PSO	375.5	8.2	7.0	(6.3)	(3.2)	(20.8)	503.2	328.7
Attock Petroleum	APL	561.0	3.9	0.2	(0.7)	13.3	6.3	614.1	479.3
Automobile Assembler									
Indus Motor Ltd	INDU	1,957.5	1.4	(2.1)	(2.0)	(6.0)	2.5	2,155.8	1,671.2
Honda Atlas Cars	HCAR	228.2	(4.9)	4.8	11.6	(19.6)	(14.0)	296.1	144.6
Textile									
Interloop Limited	ILP	100.0	(1.8)	25.9	21.3	42.2	32.7	108.4	66.2
Nishat Mills Limited	NML	143.6	0.0	0.5	(15.7)	(5.1)	(18.7)	205.1	120.6
Nishat Chunian Limited	NCL	37.1	0.6	(2.6)	(7.3)	(19.0)	(17.1)	56.6	32.0
Chemical									
Engro Polymer & Chemicals	EPCL	32.9	0.4	0.1	(2.6)	15.5	0.8	38.6	27.3
Steel									
International Steels Limited	ISL	90.9	10.4	16.4	(0.3)	(8.8)	(12.1)	125.5	66.6
Mughal Iron & Steel	MUGHAL	77.9	(2.4)	6.5	(7.4)	(0.5)	(24.4)	110.5	61.0

Source: PSX & AKD Research

Pakistan Economic Snapshot

Month-end Data	Units	Aug-25	Sept-25	Oct-25	Nov-25	Dec-25	Jan-26	Feb-26	Mar-26	Apr-26	May-26	Jun-26	Jul-26	Aug-26
Monetary Rates														
T-Bills - 3M	%	10.80	11.01	10.95	10.94	10.45	10.18	10.34	11.28	11.69	11.94	11.60	11.45	11.51
T-Bills - 6M	%	10.80	10.99	11.02	11.05	10.51	10.28	10.56	11.64	11.87	12.37	11.63	11.65	11.68
T-Bills - 12M	%	10.96	11.02	11.32	11.31	10.56	10.35	10.62	11.90	12.04	12.52	11.60	11.81	11.97
PIB 10Y	%	12.02	12.00	11.89	11.33	11.59	11.09	11.58	12.78	13.13	12.75	12.19	11.99	12.19
KIBOR 6M	%	11.03	11.09	11.02	11.04	10.65	10.49	10.61	11.59	11.96	12.37	11.80	11.78	11.79
Discount rate	%	12.00	12.00	12.00	12.00	11.50	11.50	11.50	11.50	12.50	12.50	12.50	12.50	12.50
Policy rate	%	11.00	11.00	11.00	11.00	10.50	10.50	10.50	10.50	11.50	11.50	11.50	11.50	11.50
Inflation														
National CPI Inflation	%	3.0	5.6	6.2	6.1	5.6	5.8	7.0	7.3	10.9	11.7	11.1	9.2	n.a
Core inflation (Urban)	%	6.9	7.0	7.5	6.6	6.9	7.2	7.1	7.4	8.0	9.0	8.7	8.6	n.a
Core inflation (Rural)	%	7.8	7.8	8.4	8.2	8.1	8.3	8.3	8.4	8.5	8.4	7.9	8.1	n.a
Food inflation (Urban)	%	-0.5	4.4	4.5	5.0	3.2	3.3	4.4	2.9	6.9	6.5	8.2	9.6	n.a
Food inflation (Rural)	%	-0.5	6.0	6.8	5.9	3.8	4.7	6.8	4.5	7.3	8.5	9.4	10.2	n.a
External Indicators														
Export (PBS)	US$(mn)	2,416	2,499	2,848	2,420	2,268	3,055	2,276	2,264	2,468	2,689	2,242	2,939	n.a
Import (PBS)	US$(mn)	5,288	5,848	6,087	5,306	6,081	5,805	5,290	5,103	6,731	5,454	6,899	6,887	n.a
Trade Deficit (PBS)	US$(mn)	(2,872)	(3,349)	(3,239)	(2,886)	(3,813)	(2,750)	(3,013)	(2,839)	(4,263)	(2,765)	(4,657)	(3,948)	n.a
Export (SBP)	US$(mn)	2,488	2,609	2,632	2,277	2,758	2,749	2,481	2,528	2,619	2,357	2,573	3,008	n.a
Import (SBP)	US$(mn)	5,020	5,040	5,396	4,730	5,765	5,339	5,114	4,857	5,989	5,640	6,152	6,154	n.a
Trade Deficit (SBP)	US$(mn)	(2,532)	(2,431)	(2,764)	(2,453)	(3,007)	(2,590)	(2,633)	(2,329)	(3,370)	(3,283)	(3,579)	(3,146)	n.a
Home Remittances	US$(mn)	3,138	3,184	3,420	3,188	3,592	3,464	3,288	3,831	3,537	4,252	3,475	3,631	n.a
Current Account	US$(mn)	(324)	116	(347)	(5)	(272)	133	332	1,182	(276)	500	(814)	(328)	n.a
Banking Sector														
Deposits	PkR(bn)	34,463	35,211	35,149	35,380	37,431	36,642	36,586	37,505	37,881	37,677	40,886	n.a	n.a
Advances	PkR(bn)	13,193	13,456	13,279	13,421	14,880	14,291	14,534	14,555	14,669	14,726	15,273	n.a	n.a
Investments	PkR(bn)	36,303	35,816	36,547	36,731	37,910	38,839	39,156	39,127	39,592	39,937	42,584	n.a	n.a
W. A. lending rate	%	12.58	12.26	12.52	13.06	12.69	12.41	12.31	12.39	12.46	12.74	12.87	13.11	n.a
W. A. deposit rate	%	5.41	5.30	5.32	5.33	5.46	5.13	5.09	5.05	5.29	5.59	5.57	5.70	n.a
Spread rate	%	7.17	6.96	7.20	7.73	7.23	7.28	7.22	7.34	7.17	7.14	7.31	7.41	n.a
Currency														
Fx Reserves	US$(mn)	19,077	18,904	19,174	19,136	20,838	20,972	21,060	21,332	20,804	22,110	22,742	22,442	22,506
USDPkR - Interbank	PkR/USD	281.77	281.32	280.91	280.62	280.25	279.95	279.47	279.17	278.77	278.50	278.16	277.52	277.28

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	Designation
Muhammad Awais Ashraf, CFA	+92 111 253 111 (693)	awais.ashraf@akdsl.com	Director Equity Research
Muhammad Ali	+92 111 253 111 (637)	ali.muhammad@akdsl.com	Sr. Investment Analyst
Usama Rauf	+92 111 253 111 (634)	usama.rauf@akdsl.com	Investment Analyst
Usama Habib	+92 111 253 111 (602)	usama.habib@akdsl.com	Investment Analyst
Iqrash Azam	+92 111 253 111 (646)	iqrash.azam@akdsl.com	Investment Analyst
Muhammad Jasim Sarwar	+92 111 253 111 (604)	jasim.sarwar@akdsl.com	Investment Analyst
Syed Areesh Arshad	+92 111 253 111 (685)	areesh.arshad@akdsl.com	Investment Analyst
Kamal Ahmed	+92 111 253 111 (603)	kamal.ahmed@akdsl.com	Technical Analyst
Nasir Khan	+92 111 253 111 (639)	nasir.khan@akdsl.com	Research Production
Noman Mughal	+92 111 253 111 (614)	noman.mughal@akdsl.com	Research Production
Tariq Mehmood	+92 111 253 111 (643)	tariq.mehmood@akdsl.com	Library Operations

Stock Ratings

Investors should carefully read the definitions of all ratings used in each research report. In addition, research reports contain information carrying the analyst's view and investors should carefully read the entire research report and not infer its contents from the rating ascribed by the analyst. In any case, ratings or research should not be used or relied upon as investment advice. An investor's decision to buy, sell or hold a stock should depend on individual circumstances and other considerations. AKDS uses a three tier rating system: i) Buy, ii) Neutral and iii) Sell with total returns (capital upside + dividend yield) benchmarked against the expected one year forward floating (variable) risk free rate (10yr PIB) plus risk premium.

Valuation Methodology

To arrive at our period end target prices, AKDS uses different valuation techniques including:
Discounted Cash Flow (DCF, DDM)
Relative Valuation (P/E, P/B, P/S etc.)
Equity & Asset return based methodologies (EVA, Residual Income etc.)

New Rating Definitions

BUY > 15% expected total return
NEUTRAL > 0% to < 15% expected total return
SELL < 0% expected total return

Analyst Certification of Independence

The analysts hereby certify that their views about the companies and their securities discussed in this report are accurately expressed and that they have not received and will not receive direct or indirect compensation in exchange for expressing specific recommendations or views in this report.

The research analysts, strategists or research associates principally having received compensation responsible for the preparation of this AKDS research report based upon various factors including quality of research, investor client feedback, stock picking, competitive factors and firm revenues.

Disclosure of Interest Area

AKDS and the authoring analyst do not have any interest in any companies recommended in this research report irrespective of the fact that AKD Securities Limited may have, within the last three years, served as manager or co-manager of a public offering of securities for, or currently may make a primary market in issues of, any or all of the entities mentioned in this report or may be providing, or have provided within the previous 12 months, significant advice or investment services in relation to the investment concerned or a related investment.

AKD Securities Limited
602, Continental Trade Centre,
Clifton Block 8, Karachi, Pakistan.
research@akdsl.com