

# PAK CHINA INVESTMENT COMPANY LIMITED

Economic Review - June 2024



## MPS - Easing Begins!

In-line with general market expectations, the central bank in its latest monetary policy decided to reduce policy rate by 150bps to 20.50% effective 11th June 2024. The committee noted significant decline in inflation which was broadly inline with central banks expectations and expects inflationary pressure subsiding amidst tight monetary stance supported by fiscal discipline. However, upside risk to near term inflation outlook persist on the back of budgetary measures and uncertainty regarding future energy price adjustments.

Key developments since the last meeting were a) moderate growth of 2.4% in real GDP with subdued recovery in industry and services offsetting agri. growth b) improved FX reserves of USD 9 billion despite large debt repayments due to reduced current account deficit c) lastly, oil prices have declined internationally, whereas non-oil commodity prices have inched up.

The MPC noted that the current account surplus continued for the third consecutive month in April, driven by higher remittances and exports, which offset the impact of increased imports. Workers' remittances remained strong in recent months, hitting an all-time high of USD 3.2 billion in May 2024. The resulting lower CAD, along with improved FDI and the timely disbursement of the SBA tranche in April, has facilitated ongoing large debt repayments and supported FX reserves.

Looking forward, the MPC believes that timely mobilization of financial inflows is crucial to meet external financing requirements, strengthen the FX buffer, and enable the country to effectively respond to external shocks, thus supporting sustainable economic growth

### Advance Calendar of Monetary Policy Meetings

January MPC Meeting; Monday, January 29, 2024  
March MPC Meeting; Monday, March 18, 2024  
April MPC Meeting; Monday, April 29, 2024  
June MPC Meeting; Monday, June 10, 2024

In an efforts to make monetary policy formulation more predictable and transparent in line with international best practice, the central bank has decided to increase frequency of monetary policy reviews from six (6) to eight (8) times a year.

### Policy Rates in Major Economies

	Policy Rate	W.E.F	Previous Rate
USA	5.50%	26-Jul-23	5.25%
China <sup>2</sup>	3.45%	21-Aug-23	3.55%
UK	5.25%	02-Aug-23	5.00%
Euro Zone	4.50%	14-Sep-23	4.25%
Japan <sup>1</sup>	0.10%	26-Apr-24	-0.10%
Canada	5.00%	13-Jul-23	4.75%
Australia	4.35%	07-Nov-23	4.10%
India	6.50%	08-Feb-23	6.25%
Malaysia	3.00%	03-May-23	2.75%
Thailand	2.50%	27-Sep-23	2.25%

<sup>2</sup> Loan Prime Rate: The benchmark interest rate in China. Source: People's Bank of China/Bloomberg/Trading Economics

### Monetary Policy Announcement History

MPS Date	Stance	Policy Rate	Voting
20-Sep-21	+25 bps	7.25%	Unanimously decided to increase policy rate by 25 bps
19-Nov-21	+150bps	8.75%	8 voted for 150bps, 1 voted for 175bps
14-Dec-21	+100bps	9.75%	Unanimously decided to increase policy rate by 100 bps
24-Jan-22	Status quo	9.75%	Unanimously decided to keep the policy rate unchanged
08-Mar-22	Status quo	9.75%	7 voted for status quo, 1 voted for +25bps
07-Apr-22	+250bps	12.25%	Unanimously decided to increase policy rate
23-May-22	+150bps	13.75%	Unanimously decided to increase policy rate
07-Jul-22	+125bps	15.00%	5 voted for +125bps, 1 voted for +100bps
22-Aug-22	Status quo	15.00%	Unanimously decided to keep the policy rate unchanged
10-Oct-22	Status quo	15.00%	Unanimously decided to keep the policy rate unchanged
25-Nov-22	+100bps	16.00%	7 voted for +100bps, 1 voted for +50bps, 1 voted for Status quo
23-Jan-23	+100bps	17.00%	6 voted for +100bps, 1 voted for Status quo
02-Mar-23	+300bps	20.00%	7 voted for +300bps, 1 voted for +200bps, 1 voted for +400bps
04-Apr-23	+100bps	21.00%	7 voted for +100bps, 2 voted for Status Quo
12-Jun-23	Status quo	21.00%	8 voted for Status Quo; 1 voted for +100 bps, 1 voted to +25bps
26-Jun-23	+100bps	22.00%	8 voted for +100 bps, 1 voted to Status Quo
31-Jul-23	Status quo	22.00%	7 voted for Status Quo, 2 voted to +100bps
14-Sep-23	Status quo	22.00%	8 voted for Status Quo, 1 voted to +100bps
30-Oct-23	Status quo	22.00%	Unanimously decided to keep the policy rate unchanged
12-Dec-23	Status quo	22.00%	Unanimously decided to keep the policy rate unchanged
29-Jan-24	Status quo	22.00%	8 voted for Status Quo, 1 voted to -100bps
18-Mar-24	Status quo	22.00%	8 voted for Status Quo, 2 voted to -100bps
29-Apr-24	Status quo	22.00%	8 voted for Status Quo, 2 voted to -100bps

## June'24 - Inflation clocks in at 12.57%

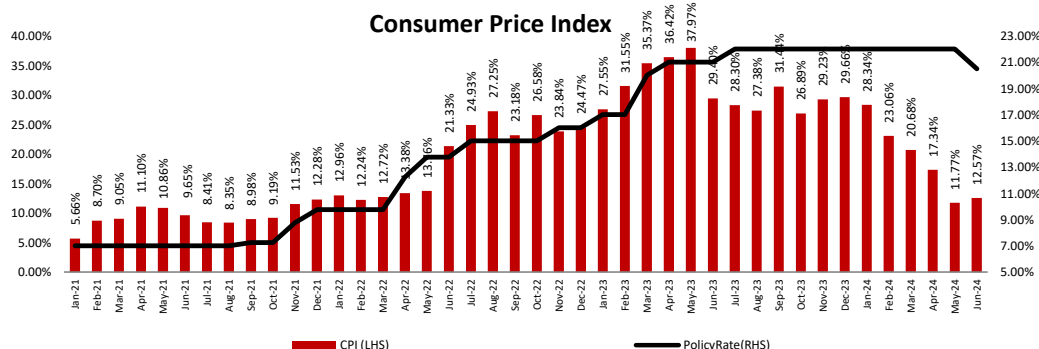
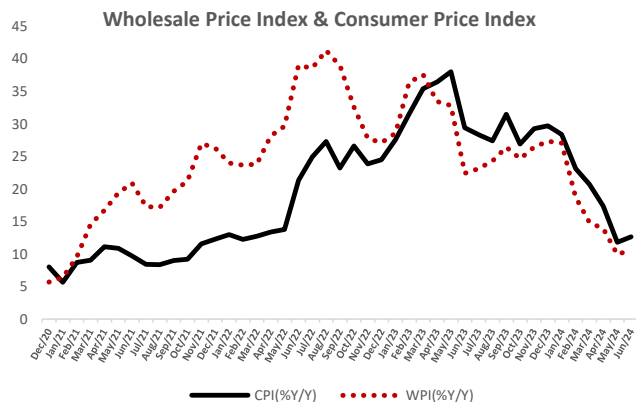
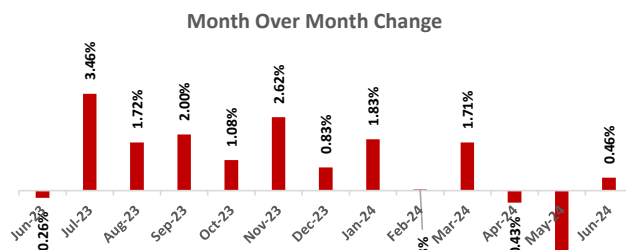
Inflation for the month of June'24 clocked in at 12.5% compared to 11.77% in the previous month. This brings the FY24 average inflation to 23.89% vs average inflation of 29.04% in FY23. Core inflation as measured by NFNE dropped to 14.11% compared to 14.17% in the previous month.

On monthly basis, inflation inched up by 0.46% on the back of Housing, Water, Electricity, Gas & Fuel a.k.a HRI index which increased by 1.49% with second highest weight in CPI basket of 23.63% after food index. Conversely, transport index fell by 2.2% due to decline in petroleum prices which dropped from PKR 280.23 in May'24 to PKR 264.27 in June'24.

On yearly basis, barring Food, Alcoholic beverage & Tobacco and Recreation & culture all other indices witnessed a double digit growth with major uptick witnessed in HRI index primarily on the back of gas price adjustments which increased by 570% from PKR 295 in June'23 to PKR 1,976 in June'24.

Looking forward, we anticipate a substantial decline in inflation in FY25 compared to FY24, assuming no external disruptions. Nonetheless, there remain upward risks due to a) a significant resurgence in food prices b) increased energy tariffs driven by IMF program conditions c) the pass-through effect of rising international oil prices.

Consumer Price Index	Weight %	Jun-24	May-24	MoM%	Jun-23	YoY%
General	100.00	255.94	254.78	0.46%	227.37	12.57%
Food & Non-alcoholic Bev.	34.58	264.33	264.01	0.12%	261.78	0.97%
Non-perishable Food Items	29.6	263.94	266.43	-0.93%	268.68	-1.76%
Perishable Food Items	4.99	266.62	249.59	6.82%	220.81	20.75%
Alcoholic Bev. & Tobacco	1.02	377.47	366.68	2.94%	356.77	5.80%
Clothing & Footwear	8.6	241.68	239.46	0.93%	205.16	17.80%
Housing, Water, Electricity, Gas & Fuel	23.63	240.15	236.63	1.49%	177.51	35.29%
Furnishing & Household Equipment Maintenance	4.1	268.3	267.41	0.33%	238.81	12.35%
Health	2.79	244.56	241.17	1.41%	204.1	19.82%
Transport	5.91	308.23	315.06	-2.17%	279.24	10.38%
Communication	2.21	134.52	134.27	0.19%	118.33	13.68%
Recreation & Culture	1.59	269	262.27	2.57%	244.6	9.98%
Education	3.79	199.58	199	0.29%	172.26	15.86%
Restaurants & Hotels	6.92	266.53	267.22	-0.26%	238.22	11.88%
Miscellaneous	4.87	284.93	282.79	0.76%	249.12	14.37%



## Money Market

In-line with general market expectations, central bank in its latest monetary policy reduced the policy rate by 150bps to 20.50%, this was on the back of better than expected inflation numbers and expectation of inflationary pressure subsiding due to tight monetary policy stance. Yields in the secondary market followed suit where short term rates adjusted by as much as 100bps whereas long term rates adjusted by 17bps. Central bank during the month conducted two treasury bills auction, in its last auction held on 27th June, central bank was able to raise PKR 651 billion against the total participation of PKR 1.5 trillion. Participation remained skewed towards 6M (60%), followed by 12M (25%) and 3M (15%). Central bank accepted PKR 76 billion in 3M, PKR 406 billion in 6M and PKR 168 billion in 12M at cutoff rates of 20.1498%, 19.9640% and 18.5400% in 3M, 6M and 12M respectively.

### T-bill Auction Results

Date	3M	6M	12M
30-May	21.0001%	21.0000%	20.1001%
13-Jun	20.1498%	19.9693%	18.9489%
27-Jun	20.1498%	19.9640%	18.5400%
11-Jul	20.0494%	19.7849%	18.5400%

In the recent auction of long-term fixed (PIB) bonds held on July 10th, central bank only raised PKR 71.9 billion against the total participation of PKR 205 billion. This time again, central bank opted to somewhat maintain the cutoff's and accepted only PKR 55.5 billion in 3-Year at 16.60%, PKR 16.4 billion in 5-Year at 15.4475% while rejecting 10-Year.

### PIB Auction Results

Date	3Y	5Y	10Y	15Y	20Y
17-Apr	16.6500%	15.4800%	14.3500%	No Bids	No Bids
23-May	16.6450%	15.4500%	14.2999%	No Bids	No Bids
26-Jun	16.6000%	15.4475%	14.2999%	No Bids	No Bids
10-Jul	16.6000%	15.4475%	Rejected	No Bids	No Bids

In line with the central bank statement of aligning any miss-match between policy rate and secondary market yields frequent OMO injections were conducted to keep the market close to the policy rate. As evident from access to overnight table below, overnight market traded mostly close to policy rate during the outgoing month, with few counters opting for floor/ceiling facility due to line limit issues.

### Open Market Operations (PKR million)

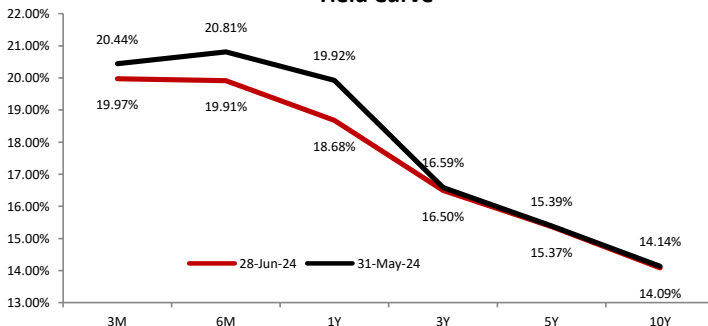
Date	Type	Tenor	Offered	Accepted	Cutoff
04-Jun	Mop-Up	3	177,000	177,000	21.95%
07-Jun	Injection	7	10,497,950	10,492,950	22.05%
11-Jun	Injection	3	239,700	239,700	20.55%
14-Jun	Injection	7	2,410,900	2,410,900	20.56%
14-Jun	Injection	28	9,304,350	9,304,350	20.56%
21-Jun	Injection	7	1,984,700	1,984,700	20.56%
21-Jun	Injection	28	486,850	486,850	20.55%
28-Jun	Injection	7	1,243,150	1,243,150	20.55%
28-Jun	Injection	28	899,900	899,900	20.55%

### Access to overnight Repo/Rev-Repo Facilities

Date	Ceiling		Floor	
	Amount	Institutes	Amount	Institutes
03-Jun			206,150	3
04-Jun			64,150	3
05-Jun			139,650	6
06-Jun			199,450	9
07-Jun	62,700	7	225,150	2
10-Jun	5,750	2	212,150	2
11-Jun	4,000	1	288,150	2
12-Jun			194,150	2
13-Jun	460,300	2	216,850	4
14-Jun	54,000	3	153,250	3
20-Jun	270,250	9	161,250	2
21-Jun			176,250	3
24-Jun			243,250	4
25-Jun			253,250	3
26-Jun			438,300	6
27-Jun	60,500	1	360,800	5
28-Jun	11,500	2	295,200	4
29-Jun			170,000	1
30-Jun			143,800	6

PKR millions

### Yield Curve



## Current Account Balance

As per the data released by the central bank, current account balance for the month of May'24 clocked in at deficit of USD 270 million compared to positive balance of USD 499 million in the previous month and positive balance of USD 220 million in the SPLFY.

**Trade Balance** deteriorated by 12% on the back of higher imports which increased by USD 598 million compared to increased in exports by USD 375 million. Major contribution towards increase in import was primarily attributed to increase in textile import, followed by petroleum, machinery & metal which cumulatively account for 63% of increase in import bill. On exports, food group witnessed a major decline where exports of rice dropped by USD 40 million, where as textile and petroleum segment witnessed an uptick by USD 180 million and USD 91 million respectively. **Service Balance** remained largely in-line with the previous month posting as deficit of USD 193 million on the back of higher imports. **Remittances** from overseas Pakistani's witnessed a major uptick and increased by massive 15% from USD 2.8 billion to USD 3.2 billion, except for inflows from Canada which declined by 5%, every other country witnessed and uptick with major increased witnessed from U.A.E which increased by USD 126 million. Top 3 countries which contributed the most were Saudi Arabia, U.A.E & U.K

During the 11MFY24, trade balance benefitted from increase in exports by 11% and 2% reduction in imports as a result overall trade balance improved by USD 4 billion, however, service balance deteriorated from USD 887 million to USD 1.2 billion on the back of higher imports of services, as a result overall current account balance for the 11MFY24 improved by 88% from deficit of USD 3.7 billion to USD 464 million.

	Current Account Balance					FY23 & FY24P - Jul-May		
	May-24	Apr-24	MoM	May-23	YoY	FY24P	FY23	YoY
Exports of Goods FOB	3,009	2,634	14%	2,603	16%	28,678	25,765	11%
Imports of Goods FOB	5,047	4,449	13%	3,769	34%	48,402	49,518	-2%
<b>Trade Balance</b>	<b>(2,038)</b>	<b>(1,815)</b>	<b>-12%</b>	<b>(1,166)</b>	<b>-75%</b>	<b>(19,724)</b>	<b>(23,753)</b>	<b>17%</b>
Exports of Services	688	646	7%	607	13%	7,130	7,005	2%
Imports of Services	881	833	6%	903	-2%	9,229	7,892	17%
<b>Service Balance</b>	<b>(193)</b>	<b>(187)</b>	<b>-3%</b>	<b>(296)</b>	<b>35%</b>	<b>(2,099)</b>	<b>(887)</b>	<b>-137%</b>
Balance on Primary Income	(1,432)	(554)	-158%	(547)	-162%	(7,548)	(5,101)	-48%
Balance on Secondary Income	3,393	3,055	11%	2,229	52%	28,907	25,976	11%
Workers' Remittances	3,243	2,812	15%	2,103	54%	27,093	25,146	8%
<b>Current Account Balance</b>	<b>(270)</b>	<b>499</b>	<b>-154%</b>	<b>220</b>	<b>-223%</b>	<b>(464)</b>	<b>(3,765)</b>	<b>88%</b>

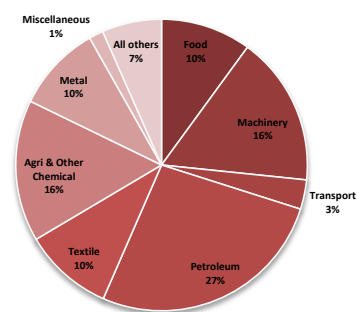
USD million

Source: SBP

Import of Goods and Commodities					
	May-24 ( P )	Apr-24 ( R )	MoM	May-23	YoY
<b>Total Import</b>	<b>5,047,022</b>	<b>4,448,965</b>	<b>13%</b>	<b>3,751,990</b>	<b>35%</b>
Food	512,974	493,687	4%	587,068	-13%
Machinery	848,486	759,694	12%	295,401	187%
Transport	166,448	117,490	42%	91,565	82%
Petroleum	1,362,201	1,261,268	8%	1,341,809	2%
Textile	507,945	395,780	28%	396,525	28%
Agri & Other Chemical	802,927	740,320	8%	618,498	30%
Metal	490,812	417,353	18%	251,826	95%
Miscellaneous	81,318	68,140	19%	47,676	71%
All others	337,673	258,296	31%	219,305	54%

USD Thousands

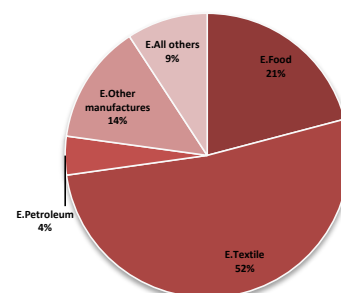
Import Bill Composition



Export of Goods and Commodities					
	May-24 ( P )	Apr-24 ( R )	MoM	May-23	YoY
<b>Total Exports</b>	<b>3,009,018</b>	<b>2,634,032</b>	<b>14%</b>	<b>2,564,959</b>	<b>17%</b>
Food	595,654	607,329	-2%	442,728	35%
Textile	1,478,758	1,298,443	14%	1,328,999	11%
Petroleum	125,296	33,689	272%	23,588	431%
Other manufactures	387,870	335,760	16%	319,137	22%
All others	262,767	213,540	23%	243,764	8%

USD Thousands

Composition of Exports

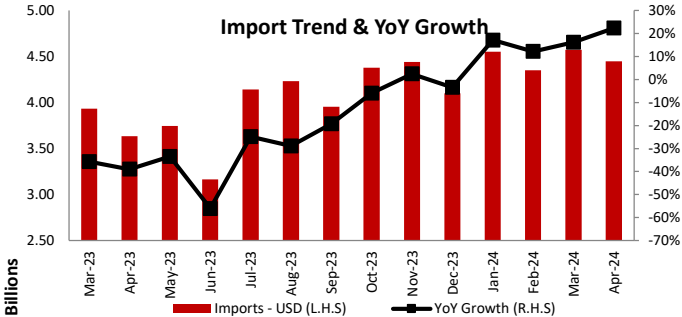


Current Account - Import

Import of Goods and Commodities (major componenets within subgroup)					
	May-24 ( P )	Apr-24 ( R )	MoM	May-23	YoY
Total Imports	5,047,022	4,448,965	13%	3,751,990	35%
Food	512,974	493,687	4%	587,068	-13%
Palm Oil	218,415	214,138	2%	327,701	-33%
Pulses	29,479	39,522	-25%	55,934	-47%
Tea	57,006	51,268	11%	41,678	37%
Machinery	848,486	759,694	12%	295,401	187%
Telecom	206,669	147,297	40%	37,903	445%
Electrical Apparatus	369,029	362,675	2%	85,304	333%
Textile Machinery	39,462	33,786	17%	40,198	-2%
Transport	166,448	117,490	42%	91,565	82%
Completely Knock Down (CKD)	134,895	88,508	52%	58,659	130%
Completely Built Unit (CBU)	10,797	6,207	74%	8,654	25%
Petroleum	1,362,201	1,261,268	8%	1,341,809	2%
Petroleum Crude	366,381	449,621	-19%	444,707	-18%
Petroleum Products	626,068	486,895	29%	517,544	21%
Textile	507,945	395,780	28%	396,525	28%
Raw Cotton	201,847	168,901	20%	211,547	-5%
Agri & Other Chemical	802,927	740,320	8%	618,498	30%
Plastic Materials	197,621	198,313	0%	135,782	46%
Metal	490,812	417,353	18%	251,826	95%
Iron & Steel	241,065	209,312	15%	137,618	75%
Iron & Steel Scrap	154,234	136,633	13%	78,157	97%
Miscellaneous	81,318	68,140	19%	47,676	71%
All others	337,673	258,296	31%	219,305	54%

USD Thousands

Import of Goods and Commodities - Based on Volume						
Commodities	Unit	Apr-24	Mar-24	MoM	Apr-23	YoY
Food						
Milk	MT	2,193	2,850	-23%	1,913	15%
Wheat Unmilled	MT	86,800	691,136	-87%	146,873	-41%
Dry Fruits & Nuts	MT	5,329	7,538	-29%	6,111	-13%
Tea	MT	20,154	22,296	-10%	13,277	52%
Spices	MT	17,417	15,529	12%	10,092	73%
Soyabean Oil	MT	500	10,250	-95%	7,353	-93%
Palm Oil	MT	235,093	304,307	-23%	182,625	29%
Sugar	MT	205	193	6%	326	-37%
Pulses	MT	78,959	96,898	-19%	89,445	-12%
PETROLEUM						
Petro. Products	MT	1,019,216	825,934	23%	477,868	113%
Petro. Crude	MT	911,489	1,007,768	-10%	493,534	85%
TEXTILE						
Raw Cotton	MT	22,014	22,263	-1%	49,034	-55%
Synthetic Fiber	MT	25,650	26,560	-3%	14,830	73%
Synthetic & Artificial Silk	MT	29,600	25,281	17%	18,056	64%
Worn Clothing	MT	83,847	86,006	-3%	54,627	53%
AGRICULTURAL & CHEMICALS						
Fertilizer Manufactured	MT	126,295	48,236	162%	8,781	1338%
Insectisides	MT	3,928	2,346	67%	4,005	-2%
Plastic Materials	MT	134,085	145,171	-8%	114,091	18%
Medicinal Products	MT	2,333	2,493	-6%	2,279	2%
METAL GROUP						
Gold	KG	0	0		9	-100%
Iran & Steel Scrap	MT	182,675	253,237	-28%	179,320	2%
Iron & Steel	MT	238,928	258,141	-7%	130,343	83%
MISCELLANEOUS GROUP						
Rubber Crude	MT	33,847	31,472	8%	25,012	35%
Rubber Tyres & Tubes	No	496,965	356,064	40%	91,968	440%
Jute	MT	3,986	2,459	62%	6,044	-34%
Paper & Paper Board	MT	3,986	2,459	62%	6,044	-34%



Top 10 Importing Countries			
Rank	Country Name	May-24 ( P )	%
1	China	1501	29.73%
2	U. A. E. Dubai	508	10.06%
3	Qatar	323	6.41%
4	Saudi Arabia	303	6.00%
5	Singapore	280	5.54%
6	Indonesia	204	4.03%
7	U. S. A.	185	3.67%
8	Kuwait	178	3.53%
9	U. A. E. Abudhabi	105	2.09%
10	Japan	101	1.99%

USD Million

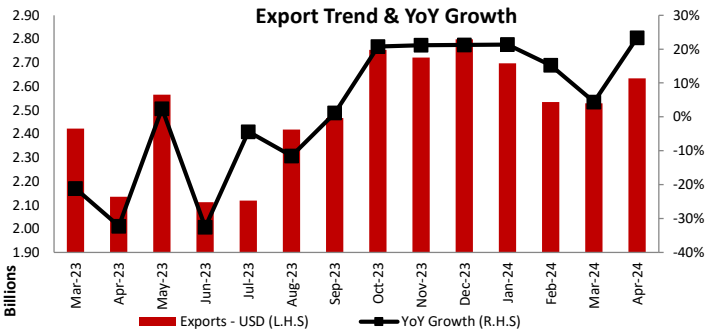


Current Account - Exports

Export of Goods and Commodities (major components)					
	May-24 ( P )	Apr-24 ( R )	MoM	May-23	YoY
Total Exports	3,009,018	2,634,032	14%	2,564,959	17%
Food	595,654	607,329	-2%	442,728	35%
Rice	333,328	373,710	-11%	208,085	60%
Fish	40,587	41,064	-1%	52,823	-23%
Textile	1,478,758	1,298,443	14%	1,328,999	11%
Knitwear	343,952	302,114	14%	302,524	14%
Readymade Garments	343,039	304,968	12%	286,288	20%
Bed Wear	260,271	210,633	24%	225,560	15%
Petroleum	125,296	33,689	272%	23,588	431%
Solid Fuel	11,845	-		-	
Petroleum Crude	28,005	-		-	
Petroleum products	85,446	33,689	154%	23,588	262%
Other manufactures	387,870	335,760	16%	319,137	22%
Chemical & Pharma	136,610	119,988	14%	103,690	32%
Engineering Goods	32,253	21,669	49%	24,859	30%
Leather	52,617	50,269	5%	43,524	21%
All others	262,767	213,540	23%	243,764	8%

USD Thousands

Export of Goods and Commodities - Based on Volume						
Commodities	Unit	Apr-24	Mar-24	MoM	Apr-23	YoY
Food						
Rice	M.T	529,899	624,300	-15%	331,077	60%
Fish	M.T	21,674	18,709	16%	23,688	-9%
Fruits	M.T	22,815	66,691	-66%	19,893	15%
Vegetables	M.T	127,528	192,884	-34%	140,397	-9%
Tobacco	M.T	506	382	32%	2,037	-75%
Wheat	M.T	0	0		0	
Spices	M.T	1,964	2,549	-23%	1,773	11%
Oil Seeds, Nuts etc	M.T	4,226	4,715	-10%	17,490	-76%
Sugar	M.T	0	0		40,718	-100%
Meat	M.T	10,926	13,205	-17%	10,920	0%
Textile						
Raw Cotton	M.T	0	175	-100%	183	-100%
Cotton Yarn	M.T	19,525	15,185	29%	22,343	-13%
Cotton Cloth	M.T	25,375	31,498	-19%	22,549	13%
Yarn	M.T	803	832	-3%	1,141	-30%
Knitwear	TH.DOZ	20,676	21,578	-4%	12,960	60%
Bed Wear	M.T	34,915	37,167	-6%	34,317	2%
Towels	M.T	17,107	19,989	-14%	16,101	6%
Tents, Canvas etc	M.T	2,481	3,096	-20%	3,135	-21%
Readymade Garments	TH.DOZ	6,309	6,325	0%	5,271	20%
Art, Silk & Synthetics	M.T	6,250	7,075	-12%	5,270	19%
Petroleum						
Crude	M.T	0	0		0	
Petroleum Products	M.T	55,087	4,464	1134%	43	128009%
Naphta	M.T	0	19,258	-100%	0	
Solid Fuel (Coal)	M.T	0	0		0	
Other Manufactures						
Carpets, Rugs & Mats	TH.SQM	255	221	15%	366	-30%
Footballs	TH.DOZ	480	450	7%	325	48%
Gloves	TH.DOZ	700	574	22%	195	259%
Leather Tanned	M.T	1,014	780	30%	771	32%
Leather Garments	TH.DOZ	139	127	9%	121	15%
Leather Gloves	TH.DOZ	810	737	10%	767	6%
Footwear	TH.Pairs	1,449	2,193	-34%	1,270	14%
Onyx Manufactured	M.T	126	114	11%	168	-25%
Fertilizer	M.T	0	0		0	
Pharma Products	M.T	7,104	10,835	-34%	5,959	19%
Electric Fans	TH.NOS	262	249	5%	281	-7%
Molasses	M.T	42,659	51,610	-17%	24	177646%
Cement	M.T	663,426	391,957	69%	332,859	99%



Top 10 Exporting Countries			
Rank	Country Name	May-24 ( P )	%
1	U. S. A.	491	16.33%
2	China	212	7.06%
3	U. A. E. Dubai	189	6.27%
4	U. K.	177	5.90%
5	Germany	146	4.85%
6	Spain	134	4.47%
7	Netherlands (Holland)	129	4.29%
8	Italy	114	3.80%
9	Saudi Arabia	82	2.72%
10	Afghanistan	74	2.47%

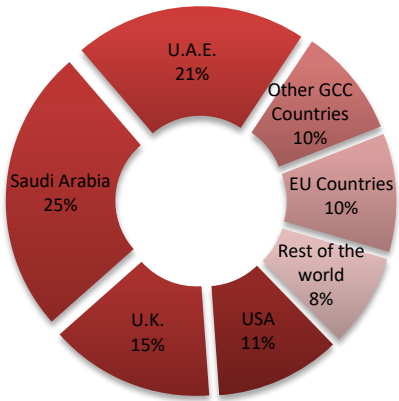
USD Million

Workers remittance

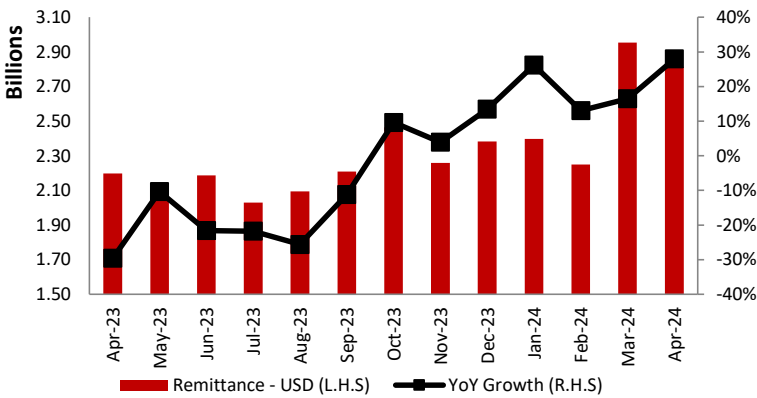
Major Countries/Region wise Remittances					
	May-24	Apr-24R	MoM	May-23	YoY
Cumulative	3,242.90	2,813.27	15%	2,102.67	54%
USA	359.55	329.86	9%	257.27	40%
U.K.	473.22	403.23	17%	306.41	54%
Saudi Arabia	819.28	712.15	15%	524.00	56%
U.A.E.	668.48	542.46	23%	335.85	99%
Other GCC Countries	313.99	288.36	9%	250.69	25%
EU Countries	339.99	297.98	14%	249.19	36%
Malaysia	18.91	16.67	13%	7.40	155%
Norway	8.79	8.62	2%	6.64	32%
Switzerland	3.67	3.42	7%	3.82	-4%
Australia	64.58	61.75	5%	43.09	50%
Canada	47.69	50.08	-5%	39.16	22%
Japan	4.40	4.30	2%	6.09	-28%
South Africa	30.57	19.64	56%	11.22	172%
South Korea	10.56	9.00	17%	7.73	37%
Other Countries	79.21	65.75	20%	54.11	46%

USD million

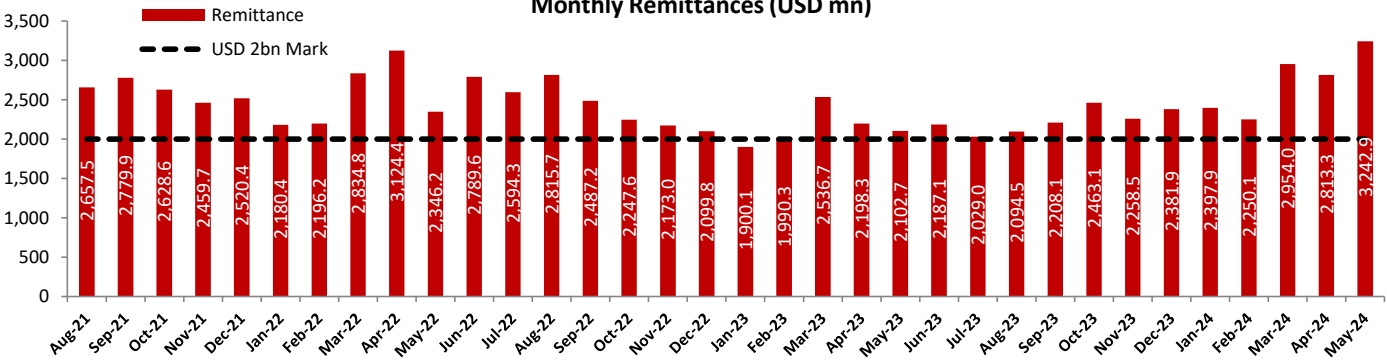
Country wise remittance



Remittance Trend & YoY Growth



Monthly Remittances (USD mn)







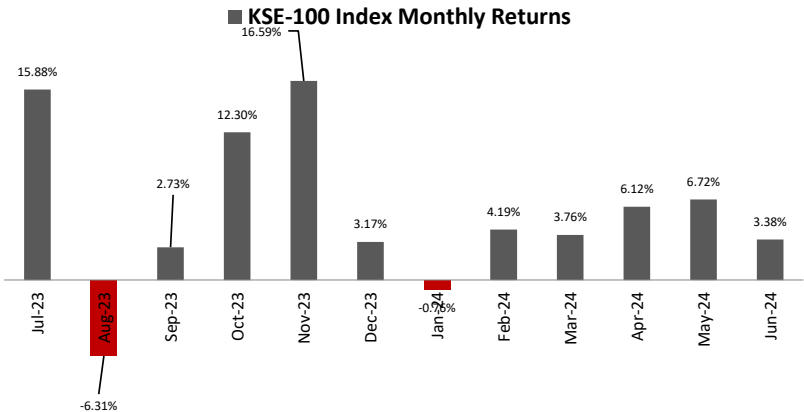
## PSX - Worlds best performing market!

The Pakistan Stock Exchange (PSX) crowned as the world's best performing market after it posted FY24 return of 89.24%. The market closed the fiscal year at an all time high of 78,445 points with a MoM gain of 3.38%, bringing the CYTD return to 25.61%.

The outstanding market performance is generally seen as a consequence of a series of unpopular decisions by the incumbent govt. to carry out much needed economic reforms and win IMF support. Moreover, the government's commitment to speed up the privatization process also contributed to the positive momentum. Average trading volume for the KSE-100 declined from 236 million shares in May'24 to 175 million shares in June'24. Foreigners once again remained in the limelight with the net investment of USD 1.8 million, whereas local individuals, banks/DFI, NBFC and other organizations remained net sellers.

PSX Performance Stats				
Stats	KSE-100	KSE-30	KMI-30	All-Shares
Index	78,444.96	25,282.03	126,424.26	49,683.75
Change	2,566.48	938.96	644.39	1,254.59
%Change	3.38%	3.86%	0.51%	2.59%

KSE-100 Index Top 5 Performers		
Company	Name	Return
Pakistan Tobacco Company Ltd	PAKT	20%
Faysal Bank Ltd	FABL	20%
Kohat Cement Company Ltd	KOHC	17%
Fauji Fertilizer Company Ltd	FFC	15%
Murree Brewery Co. Ltd	MUREB	15%

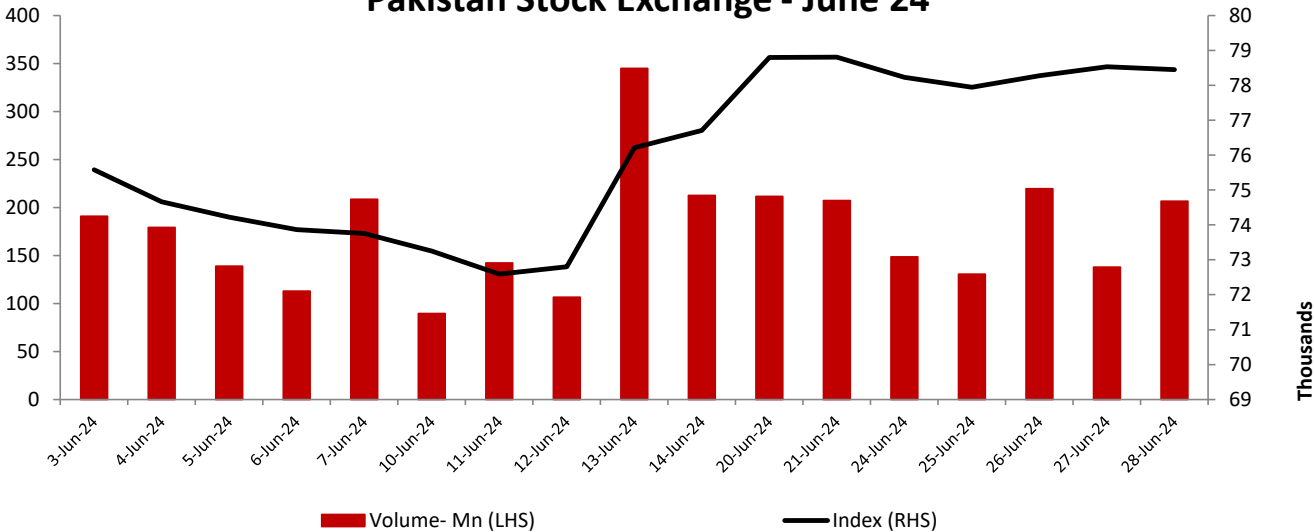


### Foreign & Local Investors Portfolio Investment

Investor Type	Gross Buy	Gross Sell	Net Buy/Sell PKR	Net Buy/Sell USD
Foreign Individual	667,584,514	(702,630,469)	(35,045,959)	(126,138)
Overseas Pakistani	8,531,232,863	(8,349,383,334)	181,849,535	673,509
Foreign Corporates	24,388,966,460	(24,035,281,746)	353,684,713	1,281,667
Foreign Investors - FIPI	33,587,783,852	(33,087,295,559)	500,488,293	1,829,039

Investor Type	Gross Buy	Gross Sell	Net Buy/Sell PKR	Net Buy/Sell USD
Individuals	278,448,088,347	(283,125,761,871)	(4,677,673,519)	(16,793,342)
Companies	32,509,002,371	(28,797,580,561)	3,711,421,812	13,307,208
Banks / DFI	10,714,083,118	(13,652,459,887)	(2,938,376,769)	(10,547,839)
NBFC	238,956,754	(301,839,537)	(62,882,778)	(225,402)
Mutual Funds	13,472,197,227	(11,838,065,182)	1,634,132,047	5,851,101
Other Organization	2,769,691,519	(3,793,761,926)	(1,024,070,405)	(3,680,875)
Broker Proprietary Trading	61,904,284,425	(60,733,997,852)	1,170,286,576	4,195,190
Insurance Companies	5,026,418,755	(3,339,743,990)	1,686,674,762	6,064,935
Local Investors - LIPI	405,082,722,576	(405,583,210,864)	(500,488,293)	(1,829,035)

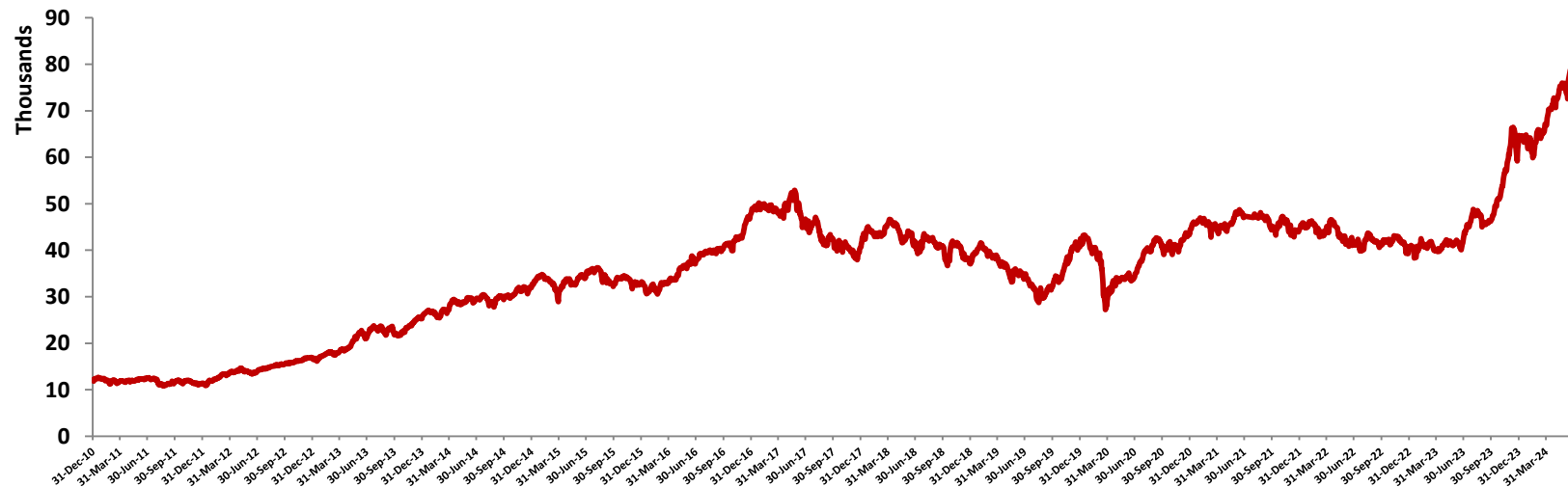
### Pakistan Stock Exchange - June'24



## KSE 100 Index Historical Returns

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year - CYTD
2024	-0.76%	4.19%	3.76%	6.12%	6.72%	3.38%							25.61%
2023	0.62%	-0.40%	-1.26%	3.95%	-0.60%	0.30%	15.88%	-6.31%	2.73%	12.30%	16.59%	3.17%	54.50%
2022	1.75%	-2.01%	1.05%	0.71%	-4.80%	-3.57%	-3.35%	5.48%	-2.89%	0.33%	2.63%	-4.55%	-9.36%
2021	6.01%	-1.12%	-2.78%	-0.73%	8.92%	-1.13%	-0.64%	0.77%	-5.31%	2.94%	-2.48%	-1.06%	1.92%
2020	2.20%	-8.76%	-23.04%	16.69%	-0.53%	1.45%	14.05%	4.72%	-1.31%	-1.68%	2.96%	6.54%	7.41%
2019	10.07%	-4.28%	-1.04%	-4.83%	-2.20%	-5.76%	-5.79%	-7.10%	8.11%	6.62%	14.86%	3.68%	9.90%
2018	8.84%	-1.84%	5.37%	-0.16%	-5.81%	-2.18%	1.91%	-2.27%	-1.78%	1.59%	-2.77%	-8.47%	-8.41%
2017	1.99%	-0.46%	-0.78%	2.38%	2.62%	-7.96%	-1.19%	-10.44%	2.92%	-6.58%	0.99%	1.15%	-15.34%
2016	-4.62%	0.23%	5.64%	4.77%	3.87%	4.78%	4.62%	0.71%	1.84%	-1.60%	6.84%	12.16%	45.68%
2015	7.20%	-2.36%	-10.10%	11.56%	-2.00%	4.06%	3.90%	-2.84%	-7.02%	6.11%	-5.86%	1.74%	2.13%
2014	6.03%	-3.74%	5.34%	6.45%	2.85%	-0.29%	2.23%	-5.76%	4.06%	2.19%	2.70%	2.99%	27.20%
2013	2.00%	5.40%	-0.72%	5.20%	14.96%	-3.75%	10.98%	-4.94%	-1.48%	4.32%	6.70%	3.95%	49.43%
2012	4.65%	8.45%	6.86%	1.66%	-1.46%	0.11%	5.62%	5.59%	0.35%	3.01%	4.17%	2.00%	48.98%
2011	2.80%	-8.66%	4.61%	2.10%	0.54%	3.08%	-2.45%	-9.19%	6.25%	0.91%	-2.83%	-1.61%	-5.61%

## KSE-100 Index Historical Performance



**Disclaimer**

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**Difference in different data sources (SBP vs. PBS)**

The trade figures reported by SBP in the balance of payments do not match with the information provided by the Pakistan Bureau of Statistics. This is because the trade statistics compiled by SBP are based on exchange record data, which depends on the actual receipt and payment of foreign exchange, whereas the PBS records data on the physical movement of goods (custom records). Furthermore, SBP reports both exports and imports as free on board (fob), while PBS records exports as free on board (fob) and imports include the cost of freight and insurance (cif).