REP-110

HABIBMETRO
Financial Services

WEEKLY REPORT

CONTROLLED UPSIDE

SCRIP IN FOCUS:

Fast Cables Limited (FCL)

DATE:

Friday, December 26, 2025

Table Of Content

Upcoming Week: Scrip in Focus - FCL

Wired for Success: FCL's Path to Market Leadership and Profitability

Fast Cables Limited	
Symbol	FCL
Bloomberg Code	FCL PA
Current Price	27.08
Mkt Cap (PKR Mn)	17,455.00
Mkt Cap (USD Mn)	62.09
No Of Shares (In Mn)	644.58
52 Weeks High	29.75
52 Weeks Low	18.51
Avg Volume (52 Weeks)	3,384,806.46
Avg Value	82,357,892.35

Source: PSX, HMFS Research

Fast Cables Limited (PSX: FCL), incorporated nearly four decades ago, has played a pivotal role in Pakistan's industrial development through the manufacturing of electrical cables and conductors. Over the years, the company has consistently upheld high quality standards while expanding its product portfolio in line with technological advancements, diversifying into LED lighting, metals, and PVC-based solutions. FCL benefits from a broad and well-diversified customer base with a nationwide network of 350+ dealers, serving both public-sector consumers and leading industrial clients, including Engro Corporation, Nestlé, Unilever, K-Electric, and Super Asia, among others. The company has also emerged as a key raw material supplier for large-scale infrastructure and development projects across the country. Its established market presence, trusted brand equity, and diversified vertical integration position Fast Cables favourably to capitalize on ongoing macroeconomic stabilization and accelerating development activity. Against this backdrop, the company offers a compelling growth outlook, underpinning a strong investment case at current price levels

Earnings Momentum Powered by Expanding Demand and Market Leadership

FCL delivered a robust 1QFY26 performance, with revenue increasing 20% y/y to PKR 8.6bn, driven by sustained demand across infrastructure and industrial segments. Net profit surged 87% y/y to PKR 388mn (EPS: PKR 0.605 post-bonus), reflecting operating leverage, improved margins, and efficient cost management. The company continued its shareholder-friendly approach, declaring a 5% cash dividend (DY: ~2%) for FY25 and a 2.5% bonus issue, signalling confidence in earnings sustainability.

Despite trading at a P/E multiple of 11x, above the industry average of ~8x, this premium is supported by FCL's market dominance, resilient profitability, growing international presence and superior financial health, particularly when compared to peer Pakistan Cables Limited (PSX: PACL), which is reporting losses. Looking ahead, we project FY26E EPS at PKR ~3, supported by domestic sales expansion and increased export market penetration. Based on this, we derive a PE based fair value of PKR ~33 per share, implying a 22% upside from current levels, underscoring FCL's potential as a high-conviction investment. Sustained momentum in infrastructure development, power transmission, and solar energy projects further positions FCL as a primary beneficiary, reinforcing its status as a compelling growth-oriented stock.

Strategic Middle East Expansion Unlocking Global Growth

In July 2025, FCL secured a vendor license from Abu Dhabi National Energy Company (TAQA) - a government-controlled utility giant, supplying approximately 85% of Abu Dhabi's electricity and 90% of its water. FCL became the first cable company in Pakistan to do so and effectively overcoming one of the most significant entry barriers to the Middle Eastern energy market. This license serves as a global seal of technical credibility, validating FCL's product quality and reliability to one of the world's largest utility groups. Strategically, it enables FCL to bid directly for large-scale power transmission and desalination projects across TAQA's 11-country footprint. With exports already spanning eight countries, this milestone is expected to accelerate double-digit growth in export revenues over the coming years.

Upcoming Week: Scrip in Focus - FCL

IPO-Funded Capacity Expansion Positioned for Expected Infrastructure Growth

The NTDC's Transmission System Expansion Plan (TSEP 2024-2034), the DISCO privatization drive, and nationwide efforts to reduce line losses represent major expected infrastructure projects that could drive significant demand for high-voltage conductors and Aerial Bundled Cables (ABC). While these projects are yet to be executed, FCL's market dominance, unique certifications, and expanded aluminium and copper capacities position the company as a primary beneficiary.

In May 2024, FCL raised PKR 3.129bn through its IPO to acquire new land and install advanced plant and machinery, expanding its manufacturing capacity. Phase 1 of land acquisition has been completed, with two production halls operational and a third under construction, increasing specialized copper capacity to 15,000 tons annually. Once these infrastructure projects materialize, FCL is expected to secure high-volume, multi-year purchase orders, providing a stable revenue base and supporting long-term growth.

Lower Interest Rates Driving Volume Growth and Profitability

The policy rate in Pakistan currently stands at 10.5%, down sharply from the recent peak of 22%. For FCL, with a debt-to-equity ratio of ~0.38x, this translates into substantially lower interest expenses, particularly on working capital financing used for copper and aluminum procurement.

These lower rates are fuelling a rebound in Large-Scale Manufacturing (LSM) and private sector development, where demand for electrical cables correlates directly with factory expansions and new housing construction. Additionally, increased fiscal space allows the government to boost PSDP spending, where FCL's +43% copper capacity expansion—enabling higher production volumes of copper-based cables—and KEMA (Keuring Van Elektrotechnische Materialen)-certified status, a globally recognized quality certification for electrical products, position the company to capture high-volume, high-value government tenders.

The drop in interest rates also accelerates the solar energy sector, a major revenue driver for FCL. Cheaper debt financing shortens payback periods for solar installations, increasing demand for specialized DC Solar Cables and AC interconnection wiring. FCL's FastGreen solar cables, UV-resistant and TUV-certified, dominate this niche, while its expertise in Aerial Bundled Cables (ABC) positions the company to benefit from the growing grid integration of renewable energy.

Risks to Valuation

- Fluctuations in copper and aluminum prices could pressure margins.
- Rising borrowing costs may increase working capital expenses and impact profitability.
- Delays or changes in NTDC TSEP, DISCO privatization, or PSDP spending could affect order flows.
- Delays in utilizing expanded copper capacity or project implementation could constrain growth.
- Emergence of new players in the electrical cable or solar cable market could affect market share.
- Slower adoption of solar installations could limit demand for specialized DC/AC solar cables.

Upcoming Week: Scrip in Focus - FCL

- Production disruptions, supply chain bottlenecks, or quality issues could impact revenue and margins.
- Alterations in tax incentives, import duties, or energy regulations could affect costs or demand.

Financial Performance

Amount in PKR 'Mn'	1QFY26	1QFY25	% Change
Net sales	8,640	7,204	20%
Cost of sales	(7,160)	(6,140)	17%
Gross profit	**1,480**	**1,064**	**39%**
Selling/distribution expenses	(315)	(343)	-8%
Administrative expenses	(159)	(129)	23%
Operating profit	**1,005**	**592**	**70%**
Financial charges	(369)	(497)	-26%
Other income	112	253	-56%
Other charges	(93)	(45)	107%
Profit before tax	**656**	**304**	**116%**
Taxation	(268)	(97)	176%
Profit after tax	**388**	**207**	**87%**
EPS - Adjusted	**0.60**	**0.32**	

Source: Company Financials, HMFS Research

Major Events

During the week, the stock market was impacted by a combination of news and events that had a considerable effect on its direction. Key events that shaped the market's trend included:

PIA Privatisation Signals New Ownership Era for Flag Carrier

After nearly a decade of delays, Pakistan International Airlines (PIA) was successfully privatised on December 23, 2025, with the Arif Habib–led consortium emerging as the winning bidder at PKR 135bn, beating bids from Air Blue and a Lucky Group–led consortium. The divestment involved 75% of Pakistan International Airlines Corporation Limited (PIACL), a wholly owned subsidiary of PIA Holding Company Limited (PIAHCLA), with the remaining 25% retained by the holding company. 7.5% of the consideration will be paid in cash to the government, while 92.5% is being injected directly into PIACL as fresh equity to strengthen the balance sheet and fund operational turnaround initiatives. The consortium includes Arif Habib Corporation, Fatima Fertilizer, Lake City Holdings, AKD Group, and The City School, with Fauji Fertilizer expected to join. While the privatisation marks a milestone in Pakistan's SOE reform agenda and reduces fiscal drag, long-term value creation remains contingent on effective execution, operational restructuring, and stabilising airline profitability.

Telecom Sector at a Crossroads as 5G Ambitions Meet Economic Constraints

Pakistan's telecom sector edged closer to a long-awaited 5G rollout this week as the federal cabinet and ECC approved plans for the country's largest-ever spectrum auction, covering nearly 600MHz, including the 2600MHz and 3500MHz bands. The government has outlined a two-month auction timeline, with enhanced 4G services to precede a commercial 5G launch within 5–6 months of spectrum allocation. However, operators have warned that sector economics remain stretched. Telcos have jointly sought PKR-denominated spectrum pricing, extended payment tenors of up to 10 years, and relief from a heavy tax regime, including cuts in withholding tax and GST harmonisation. These measures are viewed as essential to managing FX risk, rising energy costs, and margin pressure ahead of large capital commitments. Beyond pricing, operators have flagged execution risks linked to Right-of-Way constraints, mandatory USF (Universal Service Fund) and R&D (Research and Development) contributions, and delays in enabling spectrum sharing and MVNO (Mobile Virtual Network Operator) frameworks. With the auction larger than all previous rounds combined, the risk remains that scale alone could strain balance sheets rather than accelerate investment. Overall, while policy momentum has strengthened, the success of 5G will hinge less on timelines and more on whether ambition is matched by commercially viable reforms.

Major Events

Cabinet and ECC Drive Structural Reforms in Energy and Fertiliser Sectors

This week, Pakistan's Cabinet and Economic Coordination Committee (ECC) approved measures aimed at strengthening structural stability in the energy and fertiliser sectors. The federal cabinet allocated dedicated gas supplies for major fertiliser plants, transitioning production to a Mari-based standalone system: Fauji Fertiliser (Port Qasim), Fatima Fertiliser (Sheikhupura), and Agritech (Daudhkhel). The move secures domestic production, protects farmers from price volatility, and reduces reliance on international markets, which could have cost USD 2–3bn annually. The Cabinet Committee on Energy (CCOE) also approved guidelines for wheeling 800MW of electricity through a competitive auction, fostering transparency and competition, while the ECC proposed a gradual shift toward a uniform power tariff to address circular debt. The plan includes rationalised power purchase pricing, efficiency improvements at DISCOs, and enhanced coordination between Petroleum, Power, and Finance divisions. Collectively, these decisions are presented as steps toward industrial stability and efficiency in the energy and fertiliser sectors, but the real test will be whether they actually translate into tangible outcomes. Past experience suggests that without strict enforcement, coordinated execution, and sustained inter-agency follow-through, these structural measures risk remaining largely aspirational.

Other News

Macroeconomic vulnerabilities persist: IMF: The International Monetary Fund (IMF) has said that structural reforms remain central to the IMF-supported programme for Pakistan, particularly in the energy sector, state-owned enterprises, governance, and transparency frameworks. IMF Resident Representative in Pakistan Mahir Binici said this here on Friday at a policy session on the IMF's Extended Fund Facility (EFF) hosted by the Pakistan Institute of Development Economics (PIDE).

Pakistan, Libya clinch multi-billion dollar arms deal: Pakistan has reached a major multi-billion dollar conventional arms export deal with Libya, four Pakistani officials told Reuters. According to Reuters, the deal, described as one of Pakistan's largest-ever weapons sales, was finalised after a meeting last week between Chief of Army Staff and Chief of Defence Forces Field Marshal Asim Munir and Lt Gen Saddam Khalifa Haftar, Deputy Commander-in-Chief of the Libyan Armed Forces in Benghazi.

Bangladesh approves new rice imports from Pakistan: Bangladesh has approved the import of 50,000 metric tons of white rice from Pakistan under a government to government deal as part of efforts to stabilise domestic prices, officials said on Tuesday. The Cabinet Committee on Government Purchase cleared the deal at USD395 per ton, reinforcing Dhaka's renewed trade engagement with Islamabad.

Pakistan, Korea look to boost chemical trade: A delegation of the Pakistan Chemicals & Dyes Merchants Association (PCDMA), led by Chairman Salim Valimuhammad, held a meeting with Korean Consul General Yi Sung Ho and Korea Trade-Investment Promotion Agency (KOTRA) Director General Hwang Sungwoon to discuss ways of enhancing bilateral trade, reaching an economic partnership agreement, and forming joint ventures in key industrial sectors.

Pakistan, ADB sign $730mn pacts for power infrastructure, SOE transformation: Pakistan government and the Asian Development Bank (ADB) signed on Thursday two loan agreements totaling $730 million aimed to "transform the country's state-owned enterprises (SOEs), and enable the power transmission network to uptake affordable and clean energy", the ADB said in a statement. Pakistan's Ministry of Economic Affairs said they signed two major initiatives with the ADB: i) the Second Power Transmission Strengthening Project amounting to $330 million, and ii) the Accelerating State-Owned Enterprise (SOE) Transformation Programme amounting to $400 million.

IPP dues hit Rs1.2tr, including Rs500bn to Chinese firms: The payables of Independent Power Producers (IPPs) in Pakistan stand at Rs1.2 trillion, including Rs500 billion owed to Chinese power producers, officials disclosed Wednesday during a public hearing conducted by the National Electric Power Regulatory Authority (Nepra). The hearing, presided over by NEPRA Chairman Waseem Mukhtar, reviewed the Central Power Purchasing Agency-Guarantee (CPPA-G) petition for determining market operator fees for fiscal year 2025-26. CPPA-G requested Rs2.887 billion in revenue requirements, excluding prior-year adjustments and Rs4.664 billion including such adjustments.

Big industry output surges 8.3pc in October: The large-scale manufacturing (LSM) sector posted a year-on-year growth of 8.33 per cent in October, indicating a revival in the country's industrial production. The rebound for the second consecutive month offers a hope amid ongoing economic challenges, according to figures released by the Pakistan Bureau of Statistics on Friday.

Other News

Overseas investors repatriate $1.4bn in 5MFY26: Foreign investors' repatriation of profit and dividends rose 24.46% YoY in 5MFY26 to $1.42 billion compared to $1.14bn worth of repatriation in the same period last year, the latest data issued by the central bank revealed. The data further revealed that during the period, foreign companies repatriated $1.37bn worth of profit against the foreign direct investments (FDI) in various businesses compared to $1.09bn in SPLY, marking an increase of around 25.91% YoY in 5MFY26. The outflow as payment against portfolio investment stood at $51.95m, compared with $54.36m in 5MFY26, witnessing a drop of 4.43% YoY from 5MFY25.

New platform launched to digitise agri finance: The Finance Division, in collaboration with the State Bank of Pakistan (SBP) and the Pakistan Banks Association (PBA), has launched Zarkheze, a digital platform aimed at digitising agricultural finance and expanding access to formal credit for small farmers. Under the initiative, farmers will be able to apply digitally through the Zarkheze app for financing of up to Rs1 million. After verification and agronomic assessment, applications will be forwarded to the bank chosen by the farmer for processing.

Setting up 'Gems Authority': MoC seeks NA panel's coordination with PD: The Ministry of Commerce has sought the support of the National Assembly Standing Committee on Commerce to coordinate with the Petroleum Division for the establishment of a Gems Authority aimed at effectively addressing supply-side challenges and development needs of Pakistan's gems sector.

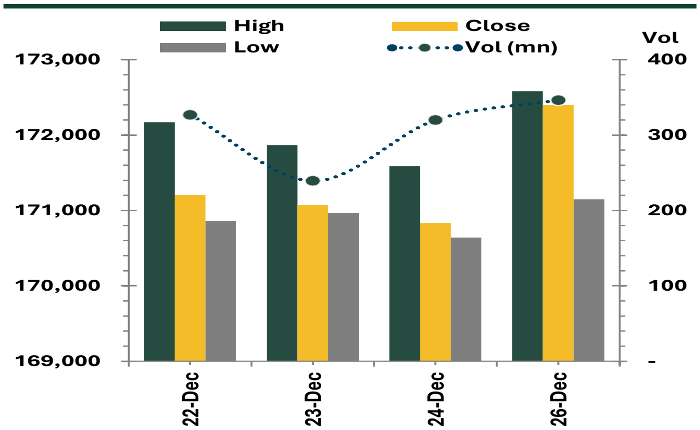
OGDC receives sixth interest payment under TFCs: Oil & Gas Development Company Limited (PSX:OGDC) has received the sixth monthly interest payment under the Term Finance Certificates (TFCs) issued by Power Holding (Private) Limited (PHL) as part of the government-approved circular debt settlement mechanism. The installment amounts to Rs 7.725 billion and is one of twelve equal monthly payments against a total interest obligation of Rs 92bn, according to the company's statement issued today.

Equity Market Review

Summary

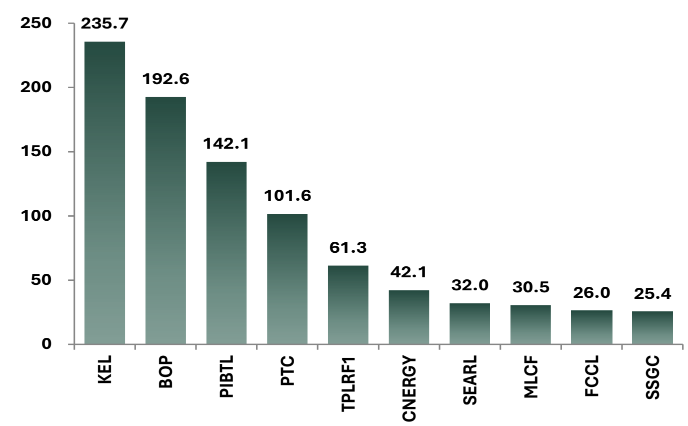
The KSE-100 Index ended the week higher, closing at 172,400.73 points, up 996.25 points w/w, as early-week consolidation gave way to renewed bullish momentum. The market remained range-bound for much of the week, reflecting investor caution amid elevated valuations and intermittent profit-taking following the recent record-setting rally. Despite these pauses, the index consistently held above the 170,000 level, highlighting underlying market strength and sustained investor confidence. Positive sentiment gathered momentum in the final session, supported by a steeper decline in longer-tenor T-bill yields, the conclusion of the rollover week, and broad-based buying across index-heavy sectors, which enabled the market to break out of its consolidation phase. Trading activity remained healthy, with average daily volumes of 308.07mn shares on the KSE-100 and 734.11mn shares across the broader market, indicating selective yet robust participation.

Daily Market Performance



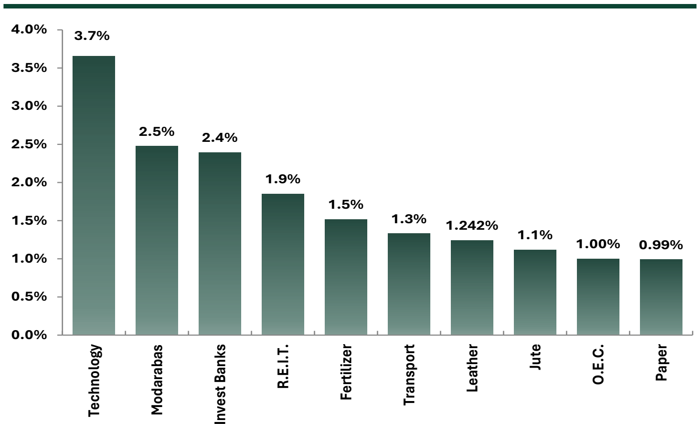
Source: PSX & HMFS Research

Top 10 Volume leaders (volumes in mn)



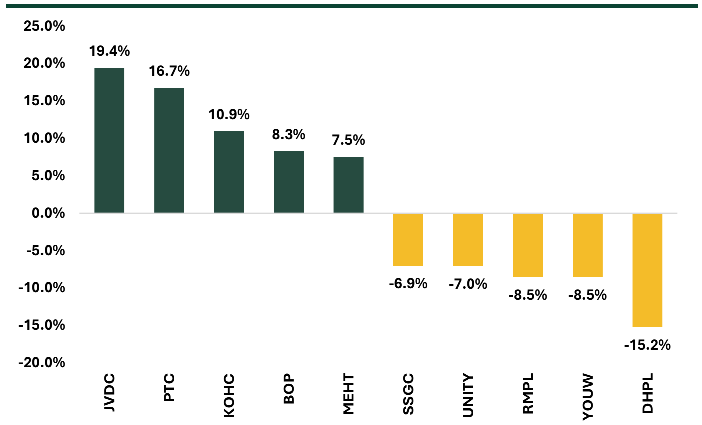
Source: PSX & HMFS Research

Sector Performance



Source: PSX & HMFS Research

Gainers & Losers (KSE-100 Index)



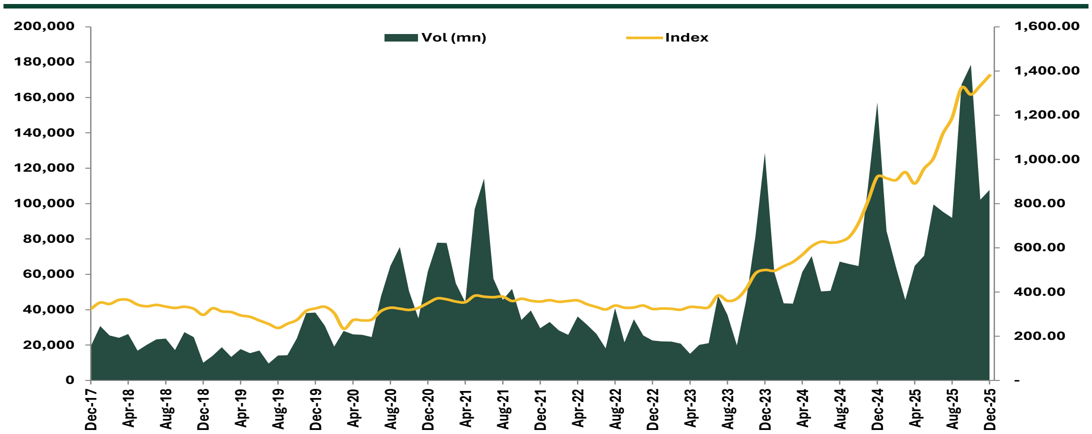
Source: PSX & HMFS Research

Equity Market Review

Outlook

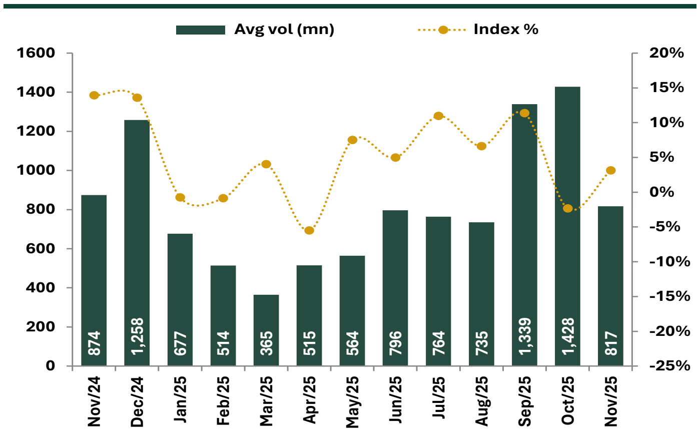
The market is expected to maintain a cautiously bullish stance in the near term, supported by sustained interest in index-heavy sectors and improved confidence following lower T-bill yields. While broad-based buying may persist, elevated valuations are likely to prompt intermittent profit-taking, limiting the pace of gains and keeping momentum measured. Consequently, investors are expected to remain selective and fundamentals-driven, with close attention to macroeconomic developments, monetary policy signals, and sector-specific catalysts. In this environment, the KSE-100 is likely to trade with an upward bias within a moderately positive range, with additional upside contingent on fresh triggers and the durability of sentiment.

Index Performance



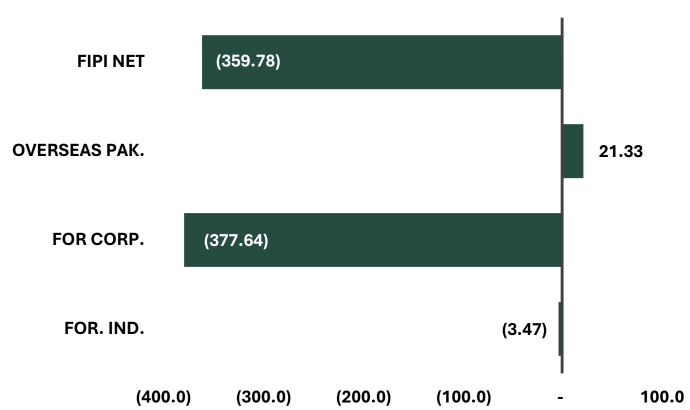
Source: PSX & HMFS Research

MoM Index gain vs Average Volume



Source: PSX & HMFS Research

FIPI (CYTD in USD mn)



Source: NCCPL & HMFS Research

Money Market Review

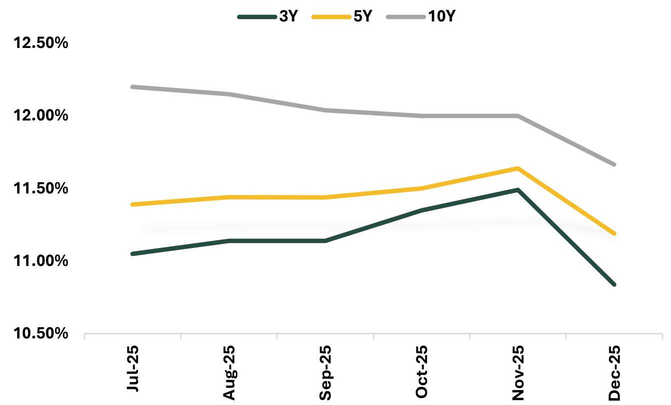
Summary

During the week, money market activity remained firm as the State Bank of Pakistan (SBP) conducted a Market Treasury Bills (MTB) auction, raising PKR 474.8bn—the first T-bill auction following the 50bps policy rate cut to 10.5%. Cut-off yields declined across all tenors, reflecting the easing stance and strong demand. The 1-month yield fell by 36bps to 10.49%, the 3-month by 50bps to 10.49%, and the 6-month by 52bps to 10.48%. The 12-month T-bill recorded the steepest decline of 78bps to 10.49%, surpassing the policy rate cut. No Pakistan Investment Bond (PIB) auction was held during the week. Liquidity conditions remained highly accommodative, supported by a sizable SBP OMO (Reverse Repo) injection of PKR 1.68tn to meet short-term funding requirements.

Outlook

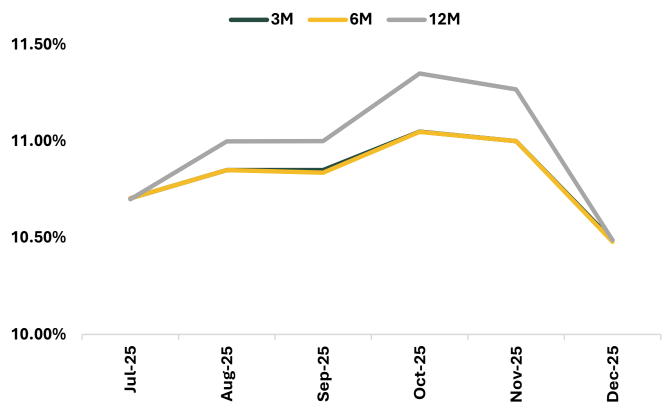
Money market conditions are expected to remain stable in the near term, supported by ample liquidity and the SBP's accommodative stance. The sharper-than-expected decline in longer-tenor T-bill yields suggests market expectations of further monetary easing, which may keep yields under downward pressure. Continued reliance on OMOs is likely to manage short-term liquidity, while upcoming auctions will be closely watched for signals on the pace of rate transmission and investor appetite across tenors.

PIB Yields



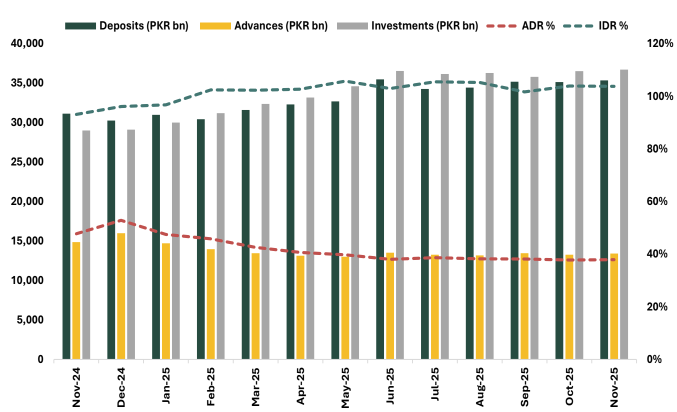
Source: SBP & HMFS Research

T-Bill Yields



Source: SBP & HMFS Research

Bank's ADR & IDR



Source: SBP & HMFS Research

Forex Market Review

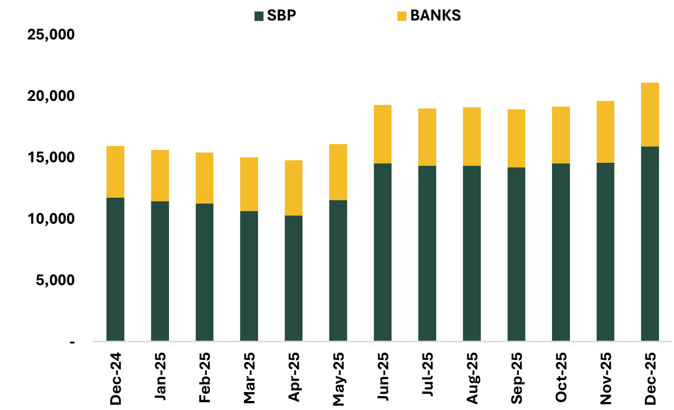
Summary

During the week, Pakistan's foreign exchange reserves remained at comfortable levels, supported by recent external inflows. As per the latest available data dated December 12, 2025, SBP-held reserves stood at USD 15.89bn, reflecting IMF-related inflows, while commercial banks' reserves were recorded at USD 5.2bn, taking total liquid foreign exchange reserves to USD 21.09bn. Meanwhile, the PKR remained largely stable in the interbank market, closing near PKR 280.17 per USD as of December 26, 2025, amid contained demand pressures and improved external account visibility.

Outlook

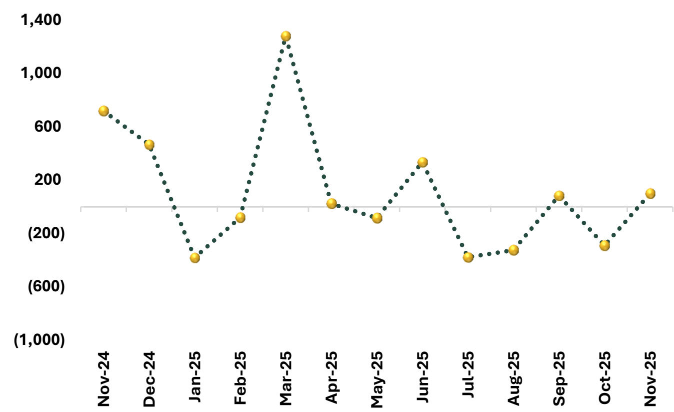
The FX market is expected to remain largely stable in the near term, supported by strong reserve buffers following recent IMF inflows, which have eased immediate balance-of-payments pressures and helped anchor market sentiment. The current account has recently remained manageable, with a marginal surplus in November 2025, providing short-term relief. However, risks persist in the form of softer export momentum and reliance on official inflows, which could limit sustained currency strength. Overall, the PKR is likely to trade in a stable to mildly weakening range, with near-term volatility remaining contained but dependent on the continuity of external inflows, trade performance, and policy developments.

Foreign Exchange Reserves (USD bn)



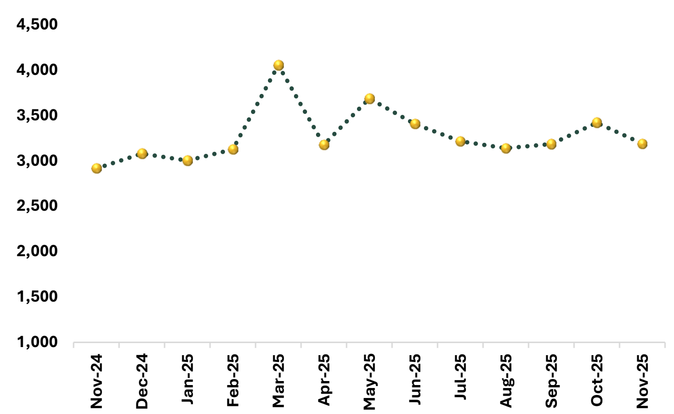
Source: SBP & HMFS Research

Current Account Balance (USD mn)



Source: SBP & HMFS Research

Remittances (USD mn)



Source: SBP & HMFS Research

Key Economic Indicators

Item	Units	Nov-25	Oct-25	Sep-25	Aug-25	Jul-25	Jun-25	%M/M	CY24	CY23	%Y/Y
Banking Indicators											
Return on Outstanding Loans	%	11.14%	11.25%	11.24%	11.33%	11.48%	11.81%	-0.11%	17.07%	17.48%	-0.41%
Return on Deposits	%	5.22%	5.23%	5.20%	5.31%	5.23%	5.34%	-0.01%	10.74%	10.30%	0.44%
Interest rate Spread	%	5.92%	6.02%	6.04%	6.02%	6.25%	6.47%	-0.10%	6.33%	7.18%	-0.85%
Deposits	(PKR bn)	35,380	35,149	35,211	34,463	34,280	35,498	0.66%	30,283	27,841	8.77%
Advances	(PKR bn)	13,421	13,279	13,456	13,193	13,273	13,522	1.07%	16,009	12,352	29.61%
Investments	(PKR bn)	36,732	36,547	35,816	36,303	36,191	36,571	0.51%	29,129	25,280	15.23%
ADR	%	37.93%	37.78%	38.22%	38.28%	38.72%	38.09%	0.16%	52.87%	44.37%	8.50%
IDR	%	103.82%	103.98%	101.72%	105.34%	105.57%	103.03%	-0.16%	96.19%	90.80%	5.39%
Kibor (Ask Side)											
3-Month	%	11.16%	11.16%	11.05%	11.05%	11.02%	11.16%	0.00%	18.81%	21.48%	-2.67%
6-Month	%	11.19%	11.18%	11.05%	11.05%	10.98%	11.16%	0.01%	18.58%	21.58%	-3.00%
9-Month	%	11.44%	11.39%	11.27%	11.25%	11.19%	11.38%	0.06%	18.50%	21.84%	-3.34%
1-Year	%	11.47%	11.40%	11.28%	11.26%	11.16%	11.39%	0.07%	18.21%	21.86%	-3.65%
Avg. Exchange Rates											
USD		280.71	281.11	281.53	282.19	284.20	283.09	-0.14%	278.53	280.44	-0.68%
Euro		324.52	327.24	330.31	328.15	332.05	326.32	-0.83%	301.36	303.36	-0.66%
JPY		1.81	1.86	1.90	1.91	1.93	1.96	-2.57%	1.8410	1.9983	-7.87%
GBP		368.67	375.43	380.11	379.09	383.70	383.76	-1.80%	355.94	348.95	2.00%
CNY		39.49	39.48	39.51	39.33	39.62	39.42	0.03%	38.70	39.59	-2.25%

Item	Units	Nov-25	Oct-25	Sep-25	Aug-25	Jul-25	Jun-25	%M/M	FY25	FY24	%Y/Y
Inflation											
Avg. CPI	%	5.01%	4.73%	4.22%	3.53%	4.07%	4.49%	0.28%	4.49%	23.41%	-18.92%
Avg. NFNE	%	6.60%	7.50%	7.00%	6.90%	7.00%	6.90%	-0.90%	6.90%	12.20%	-5.30%
Commodities											
Arab Light (Avg.)	USD/bbl	65.62	66.82	71.31	71.59	70.81	69.93	-1.80%	74.89	86.22	-13.14%
External Sector (FY USD mn)											
Total Imports	(USD Mn)	5,253	6,087	5,848	5,288	5,830	4,849	-13.70%	58,387	54,937	6.28%
Total Exports	(USD Mn)	2,398	2,848	2,499	2,416	2,685	2,477	-15.80%	32,039	30,684	4.42%
Trade Balance	(USD Mn)	(2,855)	(3,239)	(3,349)	(2,872)	(3,145)	(2,372)	11.86%	(26,348)	(24,253)	-8.64%
Current Account Balance	(USD Mn)	100	(291)	83	(325)	(379)	335	134.36%	328	(313)	204.79%
Remittances	(USD Mn)	3,189	3,420	3,184	3,138	3,215	3,406	-6.75%	38,300	30,251	26.61%
Oil Import Bill	(USD Mn)	1,007.78	1,293.23	1,092.95	1,238.98	1,275.20	1,095.97	-22.07%	15,003.59	15,161.83	-1.04%

Source: SBP, PBS, Oilprice.com, HMFS Research

Note: % change is of last available month

***N/M**: Not Meaningful

Valuation Guide

	Symbol	Period End	Stance	Current Price	Fair Value	FV Return	M. Cap	EPS			DPS			DY		P/E		P/B		ROE		Total Yield
							PKR	2024 A	2025 E	2026 F	2024 A	2025 E	2026 F	2025 E	2026 F	2025 E	2026 F	2025 E	2026 F	2025 E	2026 F	CY-26/ FY-26
							Trn	PKR	PKR	PKR	PKR	PKR	PKR	%	%	x	x	x	x	%	%	%
1	**FFC**	Dec	**BUY**	585.3	635.0	9%	832.9	45.5	57.5	60.5	36.5	39.5	43.5	7%	7%	10.2	9.7	5.3	4.6	52%	47%	16%
2	**EFERT**	Dec	**BUY**	222.0	255.0	15%	296.5	21.2	24.7	28.5	21.5	22.0	26.7	10%	12%	9.0	7.8	5.8	5.6	60%	65%	27%
3	**INDU**	Jun	**BUY**	1990.3	2429.0	22%	156.4	191.8	292.7	347.0	114.7	176.0	208.0	9%	10%	6.8	5.7	2.4	2.0	14%	27%	32%
4	**HCAR**	Mar	**HOLD**	276.0	298.0	8%	39.4	16.3	19.0	27.3	6.5	8.0	11.5	3%	4%	14.6	10.1	1.7	1.5	8%	6%	12%
5	**HBL**	Dec	**BUY**	321.3	372.0	16%	471.3	39.9	44.6	43.2	16.3	17.0	18.0	5%	6%	7.2	7.4	1.0	0.9	16%	13%	21%
6	**MCB**	Dec	**BUY**	373.6	476.0	27%	442.8	48.6	45.5	44.5	36.0	36.0	36.0	10%	10%	8.2	8.4	1.8	1.7	37%	22%	37%
7	**UBL**	Dec	**BUY**	412.5	514.0	25%	1,033.1	61.1	64.0	60.5	44.0	45.0	44.0	11%	11%	6.4	6.8	1.4	1.3	29%	21%	35%
8	**BAHL**	Dec	**BUY**	185.7	228.0	23%	206.4	37.7	34.9	35.5	17.0	16.0	15.0	9%	8%	5.3	5.2	1.2	1.1	35%	23%	31%
9	**ABL**	Dec	**BUY**	182.1	254.0	39%	208.5	38.8	47.5	45.4	16.0	14.0	17.5	8%	10%	3.8	4.0	0.9	0.8	30%	24%	49%
10	**MEBL**	Dec	**BUY**	442.0	565.0	28%	795.9	57.3	45.7	45.2	28.0	28.0	27.0	6%	6%	9.7	9.8	2.8	2.5	41%	29%	34%
11	**MUGHAL**	Jun	**HOLD**	104.6	106.0	1%	35.1	6.0	2.8	2.8	0.0	0.0	0.0	0%	0%	37.0	37.4	1.3	1.3	15%	4%	1%
12	**ISL**	Jun	**HOLD**	105.6	98.0	-7%	45.9	8.4	3.6	3.7	5.5	2.5	1.0	2%	1%	29.5	28.5	2.3	2.1	6%	8%	-6%
13	**OGDC**	Jun	**HOLD**	270.4	260.0	-4%	1,163.0	48.6	39.5	48.0	10.1	15.1	18.0	6%	7%	6.8	5.6	0.8	0.8	18%	15%	3%
14	**PPL**	Jun	**HOLD**	227.4	230.0	1%	618.6	42.0	33.8	43.5	6.0	7.5	8.0	3%	4%	6.7	5.2	0.9	0.8	20%	13%	5%
15	**POL**	Jun	**BUY**	609.1	688.0	13%	172.9	137.9	85.2	105.0	95.0	75.0	90.0	12%	15%	7.2	5.8	2.0	1.9	47%	28%	28%
16	**LUCK**	Jun	**BUY**	486.4	568.0	17%	712.5	44.1	52.5	62.8	3.0	4.0	6.5	1%	1%	9.3	7.7	0.9	0.8	19%	10%	18%
17	**FCCL**	Jun	**BUY**	56.3	67.0	19%	138.0	3.4	5.4	7.9	1.0	1.3	1.8	2%	3%	10.4	7.1	1.7	1.5	12%	17%	22%
18	**MLCF**	Jun	**HOLD**	121.9	120.0	-2%	127.7	5.0	16.3	15.6	0.0	0.0	0.0	0%	0%	7.5	7.8	2.4	1.9	11%	12%	-2%
19	**NML**	Jun	**HOLD**	178.6	175.0	-2%	62.8	18.1	17.1	35.0	3.0	2.0	4.5	1%	3%	10.4	5.1	0.5	0.4	6%	6%	0%
20	**ILP**	Jun	**BUY**	77.4	109.0	41%	108.5	11.3	3.8	8.6	5.5	1.0	4.0	1%	5%	20.2	9.0	1.4	1.3	40%	11%	46%
21	**GATM**	Jun	**BUY**	28.3	49.0	73%	21.0	6.4	5.4	7.0	0.0	0.0	0.0	0%	0%	5.2	4.0	0.4	0.4	11%	8%	73%
HMFS Universe						**17%**	**7,689.1**							**5%**	**6%**	**11.1**	**9.4**	**1.7**	**1.5**	**25%**	**19%**	**22%**

(*) Under Review (A) Actual (E) Estimated (F) Forecasted

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HMFS RATING GUIDE	
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