




IS NOW THE
RIGHT TIME TO
INVEST IN
PAKISTAN'S
EQUITY
MARKET?

THE LINDE GROUP

Linde



"RULE 1 – NEVER LOSE MONEY.
RULE 2 – NEVER FORGET RULE 1"
- *Warren Buffet*

WHAT IS MEANT BY THE WORD "NOW"

NOW... meaning as per dictionary

- At the present time
- Without further delay
- Immediately
- At once
- Nowadays

NOW... perceived in current context

- Invest now
- Within 1 to 6 months

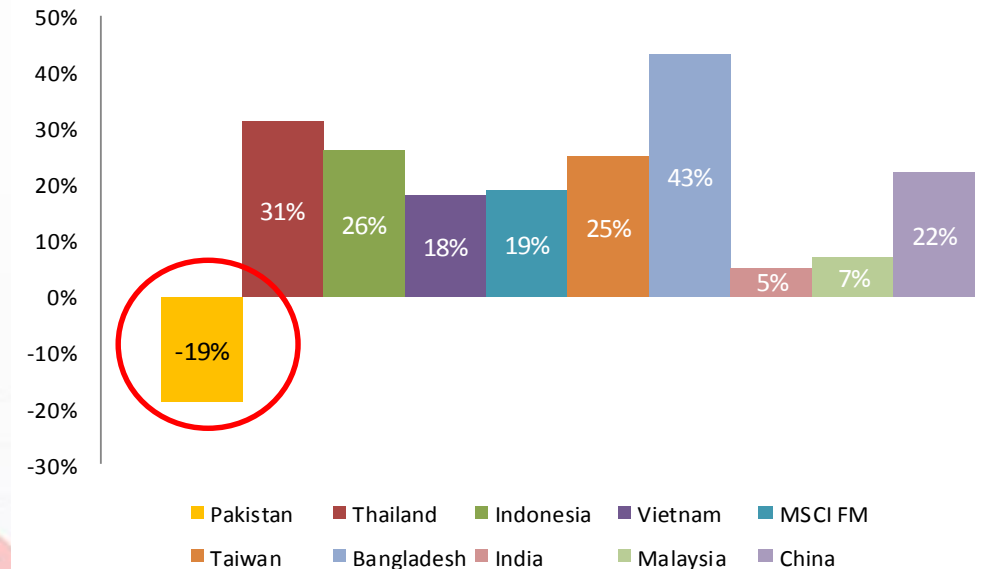


Asia's Best Performer of 2016

- Asia's best performer
- 5th Best Performing Stock Index Globally
- Referred as the 'Asian Tiger' by Bloomberg

Asia's Worst Performer of 2017

Regional Market Performance - CY17TD



So...TIME MATTERS!!!

- KSE 100-index levels drop from record-high of 52,876 to 37,919 points
- Declining volumes from ~100 million to ~32 million

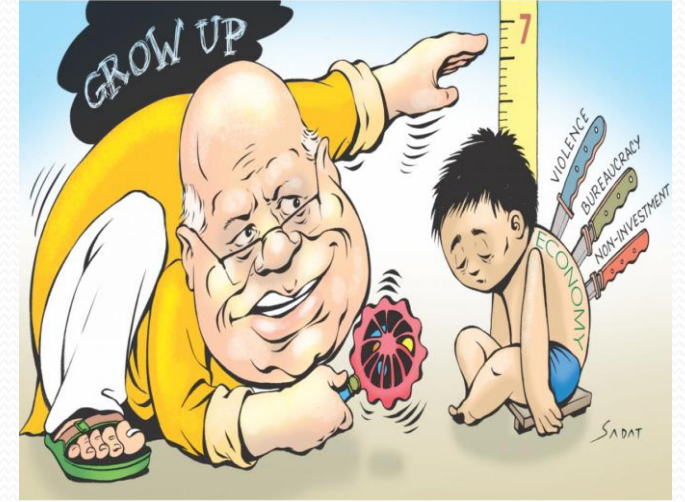
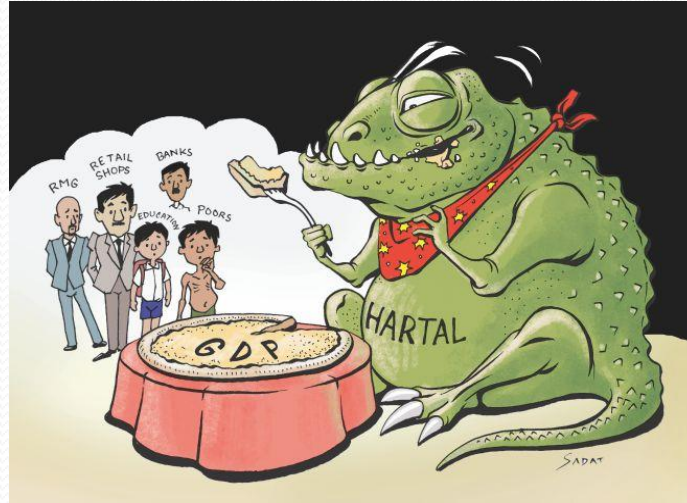
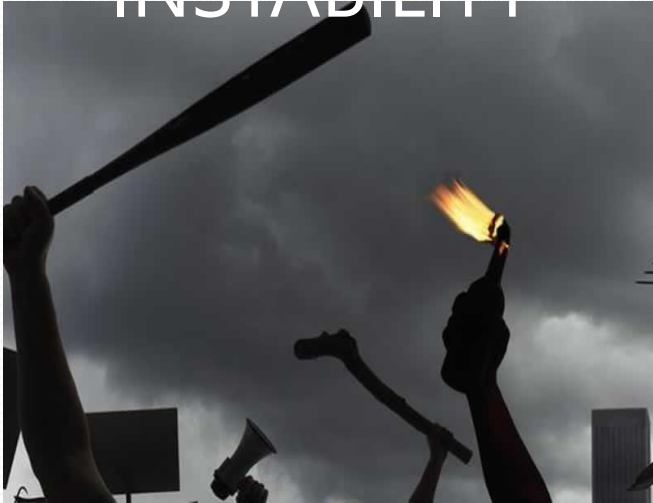
THIS IS NOT THE RIGHT TIME.

Political instability

Economic challenges

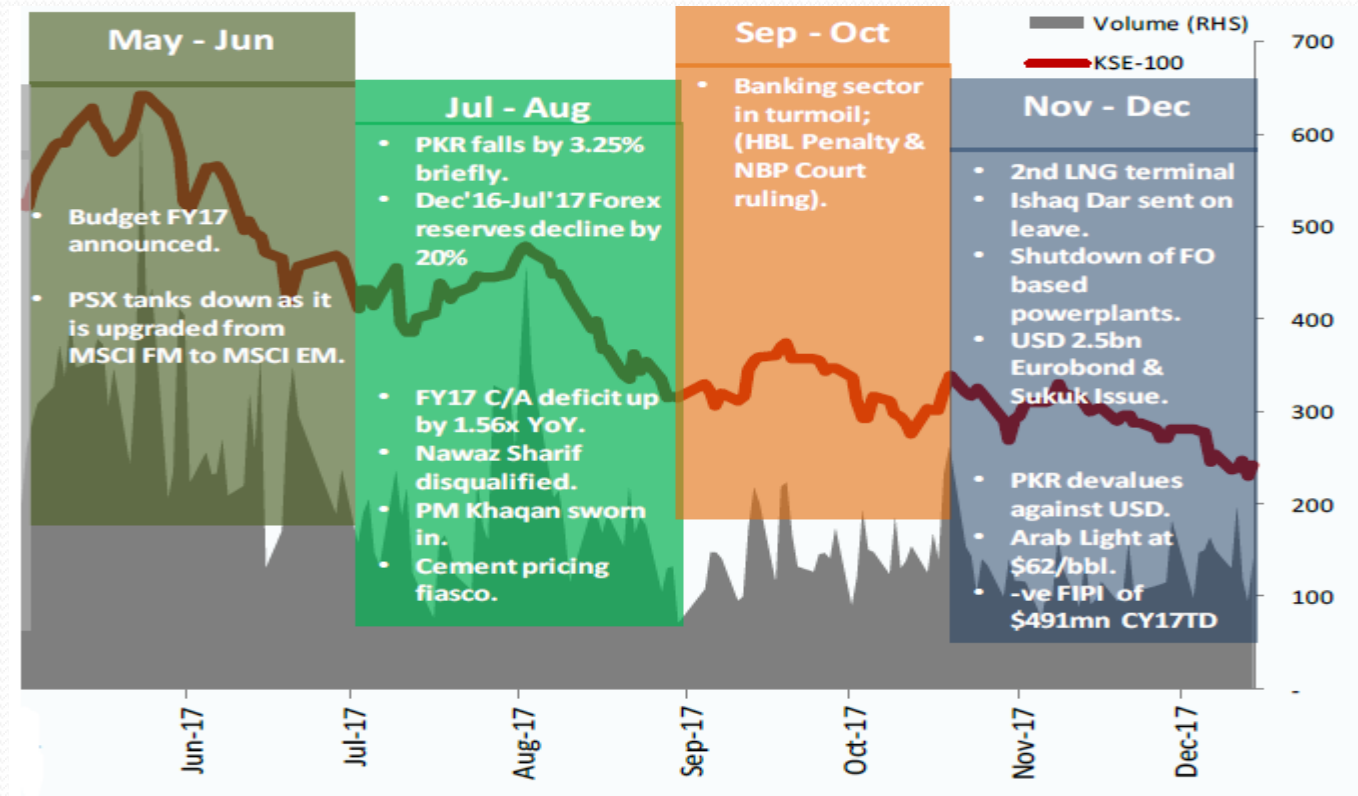


POLITICAL



POLITICAL

- Uncertainty in completion of current Government's tenure
- Lack of Government reforms
- Unclear caretaker government setup amid upcoming elections
- Ongoing protests across the country
- Rising tensions with the US & neighboring countries



ECONOMIC

CHALLENGES

Macro

- Imbalance in current account deficit
- Material decline in foreign currency reserves
- Deterioration of Pakistani Rupee
- Slow business activities due to uncertainty
- Potential increase in interest rates & inflation
- KSE100 Index from 52,876 to 37,919

Global

- Future financing requirements
- Outflow of foreign direct investment
- Inflows from MSCI EM sentiment did not materialize
- Downgrade of ONE Company from MSCI EM to Small-Cap Fund

CONCLUSION

- Economic and geo-political turmoil
- deteriorating balance of payments position
- Other economic indicators

we believe

THIS **IS** NOT THE RIGHT TIME TO INVEST IN
PAKISTAN EQUITY MARKET.



Thanks for
your attention.

The opinions expressed are views of the Team and are in no way endorsed by the Company.

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