

Market Strategy

MSCI Review; 6 New Scrips Added to FM Small Cap Index

- MSCI in its Index Review has announced changes in the constituents of Frontier Market (FM) Index. For Pakistan, 6 new companies have been added to FM Small Cap Index and 1 company has been removed while 1 company has been moved from FM Small Cap Index to FM Index.
- This brings total number of companies in FM Standard Index to 22 companies and 60 companies under FM Small Cap Index.
- Pakistan's weightage in FM Index is likely to be around 4.6%. The new changes in constituents will be effective from 01st-Sep-2024.

Aug-24: MSCI Index Review

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Exhibit: MSCI Country-wise additions and deletions		
FM Index		
Country	Additions	Deletions
Vietnam	2	2
Pakistan	1	0
Oman	1	0
Kenya	1	0
Romania	1	0
Croatia	1	0
Iceland	0	1
Tunisia	0	1
FM Small Cap Index		
Country	Additions	Deletions
Pakistan	6	2
Vietnam	5	2
Kenya	4	0
Romania	2	1
Sri Lanka	1	0
Morocco	1	0
Tunisia	1	1
Iceland	1	0
Croatia	1	0
Oman	0	1
Jordan	0	1

Source: MSCI, PSX, IGI Research

Analyst

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MSCI Frontier Market Index Constituents

There is 1 company that have been added to MSCI FM Standard Index, bringing total companies to 22. There has been no deletion from MSCI FM Standard Index for Pakistan. Company that have been added to the FM Index is SAZEW, which has been removed from MSCI Small Cap Index and moved to MSCI Frontier Market Index. Pakistan's total weightage in FM Index is expected to rise to 4.6%.

Exhibit: MSCI Frontier Market Index				
#	Company	Status	FF Mkt Cap (USDmn)	Weight (%)
1	HUBC	No Change	518	0.4%
2	UBL	No Change	439	0.4%
3	FFC	No Change	417	0.3%
4	EFERT	No Change	353	0.3%
5	MCB	No Change	339	0.3%
6	ENGRO	No Change	319	0.3%
7	MARI	No Change	313	0.3%
8	OGDC	No Change	309	0.3%
9	HBL	No Change	289	0.2%
10	BAHL	No Change	279	0.2%
11	LUCK	No Change	271	0.2%
12	POL	No Change	271	0.2%
13	PPL	No Change	270	0.2%
14	SYS	No Change	266	0.2%
15	MTL	No Change	188	0.2%
16	PSO	No Change	160	0.1%
17	BAFL	No Change	151	0.1%
18	NBP	No Change	84	0.1%
19	SAZEW	Addition	83	0.1%
20	TRG	No Change	75	0.1%
21	ILP	No Change	71	0.1%
22	SNGP	No Change	66	0.1%

Source: MSCI, PSX, IGI Research, Prices as at 12-Aug-2024

Total of 6 companies included in FM Small Cap Index

A total of 6 new companies have been added in the FM Small Cap Index. Companies added in FM Small Cap Index includes ATBA, SNBL, OCTOPUS, HABSM, GAL and LOTCHEM. There were 2 deletions from Small Cap Index which included HASCOL and SAZEW. However, SAZEW was moved to MSCI Frontier Index.

Exhibit: MSCI FM Small Cap Index					
#	Company	FF Mkt Cap (USDmn)	#	Company	FF Mkt Cap (USDmn)
1	FFBL	72.9	31	MUREB	22.1
2	CHCC	69.3	32	GHNI	21.0
3	DGKC	62.4	33	NPL	20.0
4	PIOC	57.0	34	NCPL	19.9
5	ATRL	53.3	35	HUMNL	19.6
6	SEARL	52.3	36	PRL	18.8
7	KAPCO	49.9	37	OCTOPUS	18.6
8	NATF	48.8	38	IGIHL	17.5
9	ISL	45.3	39	SNBL	16.9
10	AIRLINK	42.7	40	FEROZ	15.9
11	AKBL	40.3	41	WTL	15.7
12	PAEL	39.4	42	NETSOL	15.3
13	INIL	38.3	43	PIBTL	14.7
14	NML	32.8	44	CEPB	14.7
15	GHGL	31.7	45	JSBL	14.7
16	UNITY	31.4	46	JSCL	13.7
17	AVN	29.8	47	GATM	12.6
18	ATLH	28.5	48	LPL	11.8
19	AGP	28.2	49	SGF	10.3
20	AICL	28.1	50	TREET	10.1
21	TGL	28.0	51	AGHA	9.5
22	BOP	25.3	52	NCL	9.5
23	PABC	25.0	53	ATBA	9.4
24	AGL	24.8	54	SSGC	9.4
25	PSX	24.5	55	HABSM	9.4
26	GAL	23.3	56	EPQL	9.1
27	MUGHAL	23.1	57	ACPL	9.1
28	LOTCHEM	23.0	58	ASL	7.9
29	NRL	22.8	59	TPLP	6.5
30	CENERGY	22.4	60	PCAL	6.3

Source: MSCI, PSX, IGI Research, Prices as at 12-Aug-2024

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