

Market Strategy

MSCI Review: MSCI FM Index Weight Stands at 6.7% With 2 Additions

- MSCI in its Index Review held on 11-Feb-2025 has announced changes in the constituents of Frontier Market (FM) Index. For Pakistan, 2 new companies have been added to FM Index with no deletions while 4 scrips have been removed and 3 new scrips added to Small Cap.
- This brings total number of scrips in FM Index to 23 and 66 companies under Small Cap Index.
- Pakistan's weightage in FM Index is likely to be around 6.7%. The new changes in constituents will be effective from 01st-Mar-2025

Feb-25: MSCI Index Review

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Exhibit: MSCI Country-wise		
FM Index		
Country	Additions	Deletions
Pakistan	2	0
Oman	0	1
Morocco	3	0
Kenya	1	0
Kazakhstan	0	1
Romania	0	1
Vietnam	3	0
Serbia	1	1
Iceland	1	0
Croatia	2	0
FM Small Cap Index		
Sri Lanka	2	3
Pakistan	3	4
Oman	2	0
Morocco	0	1
Ivory Coast	1	0
Kenya	1	0
Estonia	1	0
Tunisia	0	1
Romania	3	0
Vietnam	4	1
Mauritius	1	0
Serbia	0	1
Latvia	1	0
Iceland	0	1
Jordan	3	0

Analyst

Abdullah Farhan
Abdullah.farhan@igi.com.pk

Source: MSCI, PSX, IGI Research

MSCI Frontier Market Index Constituents

There are 2 companies that have been added to MSCI FM Standard Index, bringing total companies to 23. There has been no deletion in MSCI FM Standard Index for Pakistan. SEARL has been moved from MSCI FM Small Cap Index to FM Index while ABOT has also been added to FM Index. Pakistan's total weightage in FM Index is expected to rise to 6.7%.

Exhibit: MSCI Frontier Market Index				
#	Company	Status	FF Mkt Cap (USDmn)	Weight (%)
1	FFC	No Change	1203	0.9%
2	ENGROH	No Change	761	0.6%
3	UBL	No Change	723	0.6%
4	MARI	No Change	512	0.4%
5	EFERT	No Change	481	0.4%
6	OGDC	No Change	479	0.4%
7	HUBC	No Change	457	0.4%
8	PPL	No Change	430	0.3%
9	MCB	No Change	423	0.3%
10	BAHL	No Change	401	0.3%
11	SYS	No Change	375	0.3%
12	LUCK	No Change	374	0.3%
13	HBL	No Change	372	0.3%
14	POL	No Change	302	0.2%
15	PSO	No Change	281	0.2%
16	MTL	No Change	214	0.2%
17	BAFL	No Change	207	0.2%
18	NBP	No Change	130	0.1%
19	SEARL	Addition	101	0.1%
20	ABOT	Addition	96	0.1%
21	SNGP	No Change	95	0.1%
22	SAZEW	No Change	78	0.1%
23	ILP	No Change	64	0.1%

Source: MSCI, PSX, IGI Research, Prices as at 31-Jan-2025

4 deletions and 3 additions to FM Small Cap Index

A total of 3 new companies have been added in the FM Small Cap Index while 4 scrip has been removed with 1 company shifting to FM Index. Companies added in FM Small Cap Index includes BFBIO, BIFO and POWER. There are 4 deletions from Small Cap Index which included AIRLINK, AKBL, ATRL and SEARL, SEARL was moved from MSCI FM Small Cap Index to FM Frontier Market Index. Total number of scrips under Small Cap Index will not stand at 66. As a result, total weightage of Pakistan in Small Cap Index is likely to stand at 9.8%.

Exhibit: MSCI FM Small Cap Index

#	Company	FF Mkt Cap (USDmn)	#	Company	FF Mkt Cap (USDmn)
1	CHCC	105.87	34	MUGHAL	18.9
2	TRG	79.6	35	PIBTL	18.5
3	DGKC	75.8	36	ACPL	18.3
4	PIOC	66.7	37	SNBL	17.7
5	PAEL	66.5	38	NPL	17.3
6	KAPCO	49.1	39	FLYNG	17.2
7	NML	48.2	40	BFBIO	16.8
8	AGP	47.5	41	THCCL	16.6
9	BOP	43.3	42	NCPL	15.8
10	PSX	41.7	43	FEROZ	15.2
11	ISL	39.9	44	JSCL	15.0
12	CNERGY	38.9	45	POWER	14.2
13	AICL	37.8	46	IGIHL	14.1
14	SHFA	37.8	47	GATM	13.9
15	SSGC	37.2	48	JSBL	12.8
16	ATLH	34.8	49	CSAP	12.7
17	UNITY	32.5	50	NETSOL	12.6
18	AGL	32.1	51	CEPB	12.2
19	GAL	32.0	52	TREET	12.1
20	NATF	31.8	53	FCL	12.0
21	GHGL	28.9	54	SGF	11.7
22	PABC	27.9	55	NCL	11.6
23	TGL	27.5	56	LPL	11.1
24	INIL	27.1	57	ASL	11.1
25	MUREB	26.0	58	TPLP	9.8
26	PRL	25.9	59	OCTOPUS	9.7
27	GHNI	24.9	60	AGHA	8.8
28	LOTCHEM	23.3	61	PAKOXY	8.7
29	CPHL	22.8	62	PCAL	8.5
30	HUMNL	22.1	63	HABSM	7.8
31	AVN	21.8	64	EPQL	7.6
32	WTL	21.7	65	BIFO	7.1
33	NRL	20.8	66	ATBA	5.9

Source: MSCI, PSX, IGI Research

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IGI Finex Securities Limited

Research Analyst(s)

Research Identity Number: BRP009

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Contact Details

Equity Sales

Zaeem Haider Khan	Head of Equities	Tel: (+92-42) 35301405	zaeem.haider@igi.com.pk
Muhammad Naveed	Regional Manager (Islamabad & Upper North)	Tel: (+92-51) 2604861-62	muhammad.naveed@igi.com.pk
Syeda Mahrukh Hameed	Branch Manager (Lahore)	Tel: (+92-42) 38303564	mahrukh.hameed@igi.com.pk
Shakeel Ahmad	Branch Manager (Faisalabad)	Tel: (+92-41) 2540843-45	shakeel.ahmad1@igi.com.pk
Asif Saleem	Equity Sales (RY Khan)	Tel: (+92-68) 5871652-56	asif.saleem@igi.com.pk
Mehtab Ali	Equity Sales (Multan)	Tel: (+92-61) 4512003	mahtab.ali@igi.com.pk

Research Team

Abdullah Farhan	Head of Research	Tel: (+92-21) 111-234-234 Ext: 912	abdullah.farhan@igi.com.pk
Sakina Makati	Research Analyst	Tel: (+92-21) 111-234-234 Ext: 810	sakina.makati@igi.com.pk
Laraib Nisar	Research Analyst	Tel: (+92-21) 111-234-234 Ext: 974	laraib.nisar@igi.com.pk

IGI Finex Securities Limited

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Corporate member of Pakistan Mercantile Exchange Limited

Website: www.igisecurities.com.pk

Head Office

Suite No 701-713, 7th Floor, The Forum, G-20,
 Khayaban-e-Jami Block-09, Clifton, Karachi-75600
 UAN: (+92-21) 111-444-001 | (+92-21) 111-234-234
 Fax: (+92-21) 35309169, 35301780

Lahore Office

Shop # G-009, Ground Floor,
 Packages Mall
 Tel: (+92-42) 38303560-69
 Fax: (+92-42) 38303559

Islamabad Office

3rd Floor, Kamran Centre,
 Block- B, Jinnah Avenue, Blue Area
 Tel: (+92-51) 2604861-2, 2604864, 2273439
 Fax: (+92-51) 2273861

Faisalabad Office

Office No. 2, 5 & 8, Ground Floor, The
 Regency International 949, The Mall
 Faisalabad
 Tel: (+92-41) 2540843-45

Rahim Yar Khan Office

Plot # 12, Basement of Khalid Market,
 Model Town, Town Hall Road
 Tel: (+92-68) 5871652-3
 Fax: (+92-68) 5871651

Multan Office

Mezzanine Floor, Abdali Tower,
 Abdali Road
 Tel: (92-61) 4512003, 4571183

IGI Finex Securities Limited

Research Analyst(s)

Research Identity Number: BRP009

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