

Market Strategy

MSCI Quarterly Review; 3 New Scrips Added to FM Index

- MSCI in its Quarterly Index Review has announced changes in the constituents of Frontier Market (FM) Index. For Pakistan 19 new companies have been added to FM Small Cap Index while 3 companies have been added to FM Standard.
- This brings total number of companies in FM Standard Index to 20 companies and 56 companies under FM Small Cap Index.
- Pakistan's weightage in FM Index is likely to be around 3.8%. The new changes in constituents will be effective from 01st-Mar-2024.

Feb-24: MSCI Quarterly Index Review

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Exhibit: MSCI Country-wise additions and deletions		
FM Index		
Country	Additions	Deletions
Vietnam	3	0
Pakistan	3	0
Morocco	1	0
Slovenia	1	0
Romania	1	0
Oman	0	2
Nigeria	0	9
FM Small Cap Index		
Country	Additions	Deletions
Pakistan	19	4
Vietnam	5	3
Sri Lanka	4	0
Romania	4	2
Oman	3	1
Morocco	3	0
Jordan	1	1
Mauritius	1	0
Latvia	1	0
Nigeria	0	9
Croatia	0	1

Analyst

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Source: MSCI, PSX, IGI Research

MSCI Frontier Market Index Constituents

There are 3 companies that have been added to MSCI FM Standard Index, bringing total companies to 20. There has been no deletion from MSCI FM Standard Index for Pakistan. Companies that have been added to the FM Index are B AHL, ILP and SNGP. Pakistan's total weightage in FM Index is expected to rise to 3.8%.

Exhibit: MSCI Frontier Market Index				
#	Company	Status	FIF Mkt Cap (USDmn)	Weight (%)
1	HUBC	No Change	394	0.3%
2	UBL	No Change	319	0.3%
3	LUCK	No Change	227	0.2%
4	ENGRO	No Change	298	0.3%
5	MCB	No Change	270	0.2%
6	HBL	No Change	228	0.2%
7	EFERT	No Change	261	0.2%
8	B AHL	Addition	221	0.2%
9	PPL	No Change	258	0.2%
10	OGDC	No Change	310	0.3%
11	MTL	No Change	169	0.1%
12	MARI	No Change	205	0.2%
13	FFC	No Change	282	0.2%
14	SYS	No Change	238	0.2%
15	POL	No Change	200	0.2%
16	PSO	No Change	116	0.1%
17	BAFL	No Change	127	0.1%
18	TRG	No Change	93	0.1%
19	ILP	Addition	68	0.1%
20	SNGP	Addition	63	0.1%

Source: MSCI, PSX, IGI Research

Total of 19 companies included in FM Small Cap Index

A total of 19 new companies have been added in the FM Small Cap Index. This is likely to bring Pakistan's weightage in FM Small Cap Index to 7.1%. Companies added in FM Small Cap Index includes AKBL, AICL, GHGL, WTL, HASCOL, PSX, FEROS, CEPB, JSBL, MUREB, AGL, SSGC, IGIHL, TREET, NCL, ASL, SGF, PCAL and GHNI.

Exhibit: MSCI FM Small Cap Index

#	Company	FIF Mkt Cap (USDmn)	#	Company	FIF Mkt Cap (USDmn)
1	CHCC	63.1	29	ATLH	17.0
2	DGKC	52.2	30	SAZEW	16.4
3	ATRL	46.6	31	PIBTL	15.5
4	KAPCO	46.5	32	WTL	15.1
5	FFBL	41.1	33	HASCOL	14.9
6	PIOC	39.9	34	PSX	13.9
7	ISL	37.2	35	FEROZ	13.8
8	NML	36.3	36	CEPB	13.6
9	NATF	36.2	37	GATM	13.4
10	AKBL	36.0	38	JSBL	13.2
11	SEARL	33.9	39	JSCL	13.1
12	UNITY	32.9	40	HUMNL	12.7
13	PAEL	32.8	41	MUREB	12.5
14	INIL	30.1	42	AGL	12.1
15	BOP	30.1	43	SSGC	11.8
16	AICL	28.1	44	LPL	11.3
17	GHGL	26.0	45	IGIHL	11.0
18	NRL	23.3	46	EPQL	10.7
19	CENERGY	22.5	47	TREET	10.7
20	TGL	22.1	48	NCL	9.9
21	PRL	21.1	49	TPLP	9.6
22	NCPL	20.1	50	ACPL	8.9
23	AVN	19.9	51	NETSOL	8.8
24	PABC	19.7	52	ASL	7.8
25	AIRLINK	19.7	53	SGF	7.2
26	AGP	19.2	54	PCAL	6.9
27	MUGHAL	19.1	55	GHNI	6.5
28	NPL	17.4	56	AGHA	6.1

Source: MSCI, PSX, IGI Research

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