

MORNING GLANCE

ASIA	Value	Pts	Chg. (%)
KSE 100	44,586.04	212.81	0.48% ▲
NIFTY 50	17,790.35	144.35	0.82% ▲
DSE 30	2,767.38	20.42	0.73% ▼
SHANGHAI	3,598.07	29.90	0.84% ▲
Hang Seng	24,715.00	89	0.36% ▼
BIST 100	1,396.92	25.23	1.84% ▲
MOEX	4,228.02	56.31	1.35% ▲
CSE All-Share	9,671.00	44.55	0.46% ▲
Nikkei 225	28,260.50	582.29	2.10% ▲
KLCI	1,564.68	3.39	0.22% ▲

Source: Investing.com

EUROPE	Value	Value	Pts
FTSE 100	7,078.04	82.17	1.17% ▲
DAX 30	15,250.86	277.53	1.85% ▲
CAC 40	6,600.19	107.07	1.65% ▲
FTSE MIB	25,665.00	339.00	1.34% ▲
SMI 20	11,763.64	194.25	1.68% ▲

Source: Investing.com

USA	Value	Value	Pts
DOW JONES	34,754.94	337.95	0.98% ▲
S&P 500	4,399.76	36.21	0.83% ▲
NASDAQ 100	14,897.13	130.38	0.88% ▲
US Dollar Index	94.24	0.02	0.02% ▲

Source: Investing.com

GULF	Value	Value	Pts
ADX General	7,688.54	9.72	0.13% ▼
Tadawul All-Share	11,591.33	19.45	0.17% ▲
QE General	11,535.21	71.71	0.62% ▼
Premier Market	7,478.45	0.35	-

Source: Investing.com

Commodity	Value	Value	Chg.
Gold (t oz.)	1,758.35	0.85	0.05% ▼
Silver (t oz.)	22.48	0.181	0.80% ▼
Oil-WTI (bbl.)	79.11	0.81	1.03% ▲
Oil-Brent (bbl.)	82.62	0.67	0.82% ▲
Steel Scrap (tons)	465.00	3.50	0.76% ▲
Cotton (lb.)	113.81	2.09	1.87% ▲

Source: Investing.com

Currency	Value	Value	Chg.
USD/PKR	172.10	1.3	0.75% ▼
EURO/PKR	199.10	1	0.50% ▼
GBP/PKR	234.60	-	-
JPY/PKR	1.44	-	-
CNY/PKR	23.90	-	-
AED/PKR	48.05	1.00	2.13% ▲
SAR/PKR	46.10	0.55	1.21% ▲
CAD/PKR	137.00	0.6	0.44% ▼
AUD/PKR	124.10	1	0.80% ▼

Source: Forex.com.pk



Market Outlook

KSE-100 on Thursday opened on a bullish note. However, later on it reversed half of its intra-day gains while concluded the session in the green zone amid fresh buying interest was witnessed in cement sector due to the reduction in international coal prices. The index made an intra-day high and low at 44,947 (574 points) and 44,373 (0 points) respectively while closed at 44,586 by gaining 213 points. Trading volume has been decreased to 123mn shares as compared to 141mn shares on the previous day. Going forward, we expect the market to remain volatile due to formation of spinning top candlestick in yesterday's session. The support for the index lies at the level of 44,000. Breaking this level could further drag the index towards the level of 43,500. However, the resistance for the index resides at 45,300.

Key News

International

Asian Stocks Up, Chinese Markets Re-Open to Better-Than-Expected Services Data

Asia Pacific stocks were down on Wednesday morning, as soaring inflation due to increasing energy costs continue to dampen investor sentiment about the economic recovery from COVID-19. Japan's Nikkei 225 fell 0.93% by 10:05 PM ET (2:05 AM GMT). [see more...](#)

Oil eases as U.S. mulls strategic reserve sales

Oil prices extended losses from the previous session on Thursday, as the United States said it was considering selling oil from its strategic reserves and as Russia said it was ready to stabilize the natural gas market. [see more...](#)

Politics

IMF urges govts to make fiscal plans to tame pandemic debt

Governments should start planning a return to more sustainable budgets with policies that win the trust of investors, after unprecedented fiscal stimulus to fight the COVID-19 pandemic, the International Monetary Fund said on Thursday. [see more...](#)

MORNING GLANCE

Economy

WB lowers GDP forecast, projects higher inflation - Negative

The World Bank has lowered the GDP growth projection for Pakistan by 0.1 percent, i.e., from estimated 3.5 percent in fiscal year 2021 (against Pakistan's claim of 3.94 percent) to 3.4 percent for fiscal year 2022, while inflation is projected to edge up with expected domestic energy tariff hikes and higher oil and commodity prices. [see more...](#)

TI-P wants probe against Pakistanis named in 'leaks' - Neutral

Transparency International-Pakistan (TI-P) has urged Prime Minister Imran Khan to direct FBR to initiate proceeding against all Pakistani citizens named in Panama Papers and Pandora Papers. In a letter to Secretary to Prime Minister, Azam Khan, TI-P, said that it has noted that over 700 citizens of Pakistan are named in Pandora Papers in 2021 in addition to 450 persons/citizens earlier named in Panama papers in 2016. [see more...](#)

Pakistan's Forex Reserves decrease by \$150.9mn - Negative

The total liquid foreign reserves held by the country stood at US\$ 25,999.9 million on 01-October-2021. On Sep 24, 2021, it was at US\$ 26,150.8 million, which means that Pakistan's FX reserves decreased by US\$ 150.9 million or 1% WoW. The break-up of the foreign reserves position is as under these three. [see more...](#)

Electricity generation witnesses 9,363.44 GWh increase in FY21 - Neutral

The total electricity generation in the country including the power plants connected with National Transmission and Dispatch Company (NTDC) and Karachi-Electric KE Systems was recorded as 143,090.64 GWh in fiscal year 2020-21 as compared to 133,727.20 GWh in FY 2019-20 showing increase of 9,363.44 GWh. Sources told APP here that in the country, the electricity generation by the public sector. [see more...](#)

Work on Dasu Hydropower Project to Resume Soon - Neutral

The Ministry of Water Resources has held out assurance to the National Assembly Standing Committee on Water Resources that the talks, underway with the Chinese authorities on the safety and security of Chinese workers engaged in Dasu Hydropower Project, will yield results and the work halted in July 2021 in the wake of a terrorist attack will resume soon. [see more...](#)

Textile Industry to Get \$5 Billion Investment- Positive

The All-Pakistan Textile Mills Association (APTMA) has announced that it will invest \$5 billion to build 100 new textile units. In a meeting held last week, APTMA Patron-in-Chief, Gohar Ejaz, said that he expected the construction of most plants to be completed by February 2022. He said that he hoped Pakistan, with the help of this initiative, would achieve its annual textile export target of \$21 billion this year. [see more...](#)

NCCPL deposits Rs8.8bn CGT in national exchequer - Neutral

The amount of CGT collected in the current financial year is significantly higher in comparison with Rs1.7 billion of the financial year 2019-20. The NCCPL has been mandated by Federal Board of Revenue (FBR) to compute, determine, collect and deposit CGT in the national exchequer and the implementation of CGT system has provided a mechanism to assess CGT without direct interaction of tax officers with the investors. [see more...](#)

PM for provision of targeted subsidy on essential items - Neutral

Prime Minister Imran Khan, on Thursday, directed government officials to expedite preparations for the provision of targeted subsidy on essential food items to the deserving population under Ehsaas Targeted Commodity Subsidy Programme. He issued these directives, while presiding over a high-level meeting held to review progress on the said programme. [see more...](#)

Cotton production likely to show nearly 20pc increase - Neutral

The government, on Thursday, set wheat production target at 28.9 tons for Rabi season 2021-22 on an area of 9.2 million hectares of land. The wheat production target for the upcoming season was set in Federal Committee on Agriculture (FCA) meeting for Rabi season chaired by Minister for National Food Security and Research (MNFS&R) Syed Fakhar Imam. [see more...](#)

TAPI project agreement: NA body for removing obstacles - Neutral

The National Assembly Standing Committee on Foreign Affairs, on Thursday, asked the government to take stringent measures through effective diplomacy to remove obstacles in the agreement on Turkmenistan-Afghanistan-Pakistan-India (TAPI) gas pipeline project, so that it could be completed without further delay. [see more...](#)

WeBOC: Official says customs plans to enhance clearance rate to 90pc in 1 yr - Neutral

Chief Collector Customs Enforcement and Compliance, Abdul Qadir Memon has said that customs department is aiming to enhance the rate of digital and automated clearance through WeBOC to 90% within a span of next one year. Speaking at a meeting of Federation of Pakistan Chambers of Commerce and Industry (FPCCI). [see more...](#)

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DEFINITION OF TERMS

TP	Target Price	DDM	Dividend Discount Model	FCF	Free Cash Flows
FCFE	Free Cash Flows to Equity	FCFF	Free Cash Flows to Firm	DCF	Discounted Cash Flows
PE	Price to Earnings Ratio	PB	Price to Book Ratio	BVPS	Book Value Per Share
EPS	Earnings Per Share	DPS	Dividend Per Share	ROE	Return of Equity
ROA	Return on Assets	SOTP	Sum of the Parts	JPB	Justified Price to Book

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To arrive at our Target Price, Abbasi & Company (Private) Limited uses different valuation methods which include:

- I. Discounted Cash Flow Model
- II. Dividend Discount Model
- III. Relative Valuation Model
- IV. Sum of Parts Valuation

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Stock Rating	Expected Total Return	Sector Rating	Sector Outlook
BUY	Greater than 15%	Overweight	Positive
HOLD	Between -5% to 15%	Market Weight	Neutral
SELL	Less than and equal to -5%	Underweight	Negative

Ratings are updated to account for any development impacting the economy/sector/company, changes in analysts' assumptions or a combination of these factors.

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The Research Analyst is not and was not involved in issuing of a research report on any of the subject company's associated companies

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