

MORNING GLANCE

ASIA	Value	Pts	Chg. (%)
KSE 100	45,072.38	257.67	0.57% ▼
NIFTY 50	16,983.20	70.75	0.41% ▼
DSE 30	2,516.28	51.1	1.99% ▼
SHANGHAI	3,562.93	0.95	0.03% ▼
Hang Seng	23,795.87	320.61	1.37% ▲
BIST 100	1,809.65	0.86	0.05% ▲
MOEX	3,890.59	11.05	0.28% ▲
CSE All-Share	11,440.53	238.44	2.13% ▲
Nikkei 225	28,037.50	215.74	0.78% ▲
KLCI	1,502.09	11.89	0.79% ▼

Source: Investing.com

EUROPE	Value	Value	Pts
FTSE 100	7,059.45	50.5	0.71% ▼
DAX 30	15,100.13	180.73	1.18% ▼
CAC 40	6,721.16	55.09	0.81% ▼
FTSE MIB	25,814.34	227.21	0.87% ▼
SMI 20	12,159.69	61.05	0.50% ▼

Source: Investing.com

USA	Value	Value	Pts
DOW JONES	34,483.72	652.22	1.86% ▼
S&P 500	4,567.00	88.27	1.90% ▼
NASDAQ 100	16,135.92	263.32	1.61% ▼
US Dollar Index	95.97	0.02	0.03% ▼

Source: Investing.com

GULF	Value	Value	Pts
ADX General	8,478.60	-	-
Tadawul All-Share	10,761.80	48.8	0.45% ▼
QE General	11,386.31	85.05	0.74% ▼
Premier Market	7,550.15	-	-

Source: Investing.com

Commodity	Value	Value	Chg.
Gold (t oz.)	1,780.65	4.15	0.23% ▲
Silver (t oz.)	22.87	0.05	0.23% ▲
Oil-WTI (bbl.)	67.56	1.38	2.09% ▲
Oil-Brent (bbl.)	70.75	1.52	2.20% ▲
Steel Scrap (tons)	495.00	0.5	0.10% ▼
Cotton (lb.)	105.72	0.69	0.65% ▼

Source: Investing.com

Currency	Value	Value	Chg.
USD/PKR	178.10	0.10	0.06% ▲
EURO/PKR	198.00	0.5	0.25% ▼
GBP/PKR	236.00	0.50	0.21% ▲
JPY/PKR	1.44	-	-
CNY/PKR	23.90	-	-
AED/PKR	48.70	0.20	0.41% ▲
SAR/PKR	47.20	0.30	0.64% ▲
CAD/PKR	138.00	1.00	0.73% ▲
AUD/PKR	125.00	0.5	0.40% ▼

Source: Forex.com.pk



Market Outlook

KSE-100 on Tuesday remained extremely volatile throughout the day while concluded the session in the red zone amid the conversion of Pakistan from Emerging Markets to the Frontier Markets index. The index made an intra-day high and low at 45,758 (428 points) and 44,728 (-602 points) respectively while closed at 45,072 by losing 258 points. Trading volume has been increased to 267mn shares as compared to 110mn shares on the previous day. Going forward, we expect the market to remain under pressure following the global equities amid uncertainty over the spread of "Omicron" variant of Covid-19 and higher than expected inflation during Nov-21. The index is likely to test its support at 44,500. Breaking this level could further drag the index towards 43,800. However, the resistance for the index resides at 45,440 (50 DMA).

Key News

International

Asian shares bounce from year low but Omicron, Fed in focus

Asian stocks rose from a one-year low on Wednesday as U.S. share futures and oil recovered from the previous day's selloff, but uncertainty over the impact of the Omicron coronavirus variant kept investors on edge. [see more...](#)

WTI Extends Losses After Smaller Than Expected Crude Draw

Crude prices poked over 5% today as demand fears over Omicron (jet fuel demand) and European case count continued acceleration combined with Fed Chair Powell's taper tantrum. While tighter monetary policy can be a sign of economic strength, it's typically bearish for commodities. [see more...](#)

Politics

Cabinet rejects audit report on Covid-19 spending

The federal cabinet on Tuesday rejected the recently-released audit report which hinted at billions of rupees of irregularities in Covid-19 expenditure, vaccination process and Ehsaas relief programme. [see more...](#)

MORNING GLANCE

Economy

Nov CPI up 11.53pc YoY - **Negative**

The Consumer Price Index (CPI) witnessed an increase of 11.53 percent on year-on-year basis in November 2021 as compared to an increase of 8.3 percent in November 2020, says the Pakistan Bureau of Statistics (PBS). [see more...](#)

FBR records Rs298bn increase in Jul-Nov collection - **Positive**

The Federal Board of Revenue (FBR) has provisionally collected net revenue of Rs2,314 billion during July-November (2021-22) against the assigned target of Rs2,016 billion, reflecting an increase of Rs298 billion. [see more...](#)

POL products' prices remain unchanged - **Neutral**

The federal government on Tuesday decided not to decrease the prices of petroleum products for the next fortnight and increased the rate of petroleum levy (PL) on ex-depot sale of petrol and High Speed [see more...](#)

LPG cylinder price reduced - **Positive**

The Oil and Gas Regulatory Authority (OGRA), on Tuesday, reduced LPG domestic cylinder price by Rs168.91 with effect from today (Wednesday). The revised price of LPG cylinder is reduced from Rs2,559.35 to Rs2,390.44 or seven percent for the month of December. [see more...](#)

Levy of GST on subsidy given to Discos - **Neutral**

A dispute between Federal Board of Revenue (FBR) and Power Division on levy of GST on the subsidy given to power Distribution Companies (Discos) by the federal and provincial governments will again land in the Economic Coordination Committee (ECC) of the Cabinet for final decision. [see more...](#)

Nepa approves Rs4.74/unit raise in Discos' tariffs - **Negative**

The National Electric Power Regulatory Authority (Nepa) Tuesday approved, in principle, an increase of Rs 4.74 per unit in tariffs of power Distribution Companies (Discos) for October 2021 under monthly Fuel Component Adjustment (FCA). [see more...](#)

Govt starts paying Rs134.8bn to IPPs as Discos' equity - **Positive**

The government has started making payment of Rs134.8 billion to the IPPs of pre-1994 policy, 1994 and 2015 policies as equity of power Distribution Companies (Discos) instead of outstanding subsidy. [see more...](#)

SBP Granted Approval To Saudi National Bank For Due Diligence Of Samba Bank: PSX - **Neutral**

Karachi November 30 2021: The State Bank of Pakistan ("SBP") has granted approval to Saudi National Bank ("SNB") and its Advisors, DD team, to undertake Due-diligence ("DD") of SBL as per information shared by the bank at Pakistan Stock Exchange. [see more...](#)

PVC-Ethylene margins surge to \$1,073/ton - **Positive**

The margins of Polyvinyl chloride (PVC)-Ethylene, the chemical used to produce PVC pipes and other plastic products, have increased by 1% WoW or \$8/ton, reaching around \$1,073/ton from \$1,065/ton in the international market. [see more...](#)

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DEFINITION OF TERMS

TP	Target Price	DDM	Dividend Discount Model	FCF	Free Cash Flows
CFE	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

VALUATION METHODOLOGY

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

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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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