

MORNING GLANCE

ASIA	Value	Pts	Chg. (%)
KSE 100	Value	Pts	Chg. (%)
NIFTY 50	43,883.08	53.73	0.12% ▲
DSE 30	17,991.95	46.00	0.26% ▲
SHANGHAI	2,749.88	7.4	0.26% ▼
Hang Seng	3,531.66	15.27	0.43% ▼
BIST 100	24,966.00	303	1.20% ▼
MOEX	1,416.82	0.52	0.04% ▲
CSE All-Share	4,263.80	16.07	0.38% ▼
Nikkei 225	9,640.36	8.9	0.09% ▼
KLCI	28,187.50	43.11	0.15% ▼

Source: Investing.com

EUROPE	Value	Value	Pts
FTSE 100	7,130.23	16.62	0.23% ▼
DAX 30	15,146.87	52.27	0.34% ▼
CAC 40	6,548.11	22.43	0.34% ▼
FTSE MIB	25,692.50	74.50	0.29% ▲
SMI 20	11,756.76	14.81	0.13% ▼

Source: Investing.com

USA	Value	Value	Pts
DOW JONES	34,378.34	117.72	0.34% ▼
S&P 500	4,350.64	10.55	0.24% ▼
NASDAQ 100	14,662.11	51.62	0.35% ▼
US Dollar Index	94.34	0.181	0.19% ▼

Source: Investing.com

GULF	Value	Value	Pts
ADX General	7,786.89	4.36	0.06% ▲
Tadawul All-Share	11,542.88	30.77	0.27% ▲
QE General	11,595.58	26.98	0.23% ▲
Premier Market	7,411.54	58.96	0.79% ▼

Source: Investing.com

Commodity	Value	Value	Chg.
Gold (t oz.)	1,762.05	2.75	0.16% ▲
Silver (t oz.)	22.58	0.06	0.28% ▲
Oil-WTI (bbl.)	80.42	0.22	0.27% ▼
Oil-Brent (bbl.)	83.22	0.2	0.24% ▼
Steel Scrap (tons)	468.00	-	-
Cotton (lb.)	-	-	-

Source: Investing.com

Currency	Value	Value	Chg.
USD/PKR	172.80	0.6	0.35% ▼
EURO/PKR	198.00	2.1	1.05% ▼
GBP/PKR	234.50	0.1	0.04% ▼
JPY/PKR	1.44	-	-
CNY/PKR	23.90	-	-
AED/PKR	47.10	0.05	0.11% ▲
SAR/PKR	45.75	0.20	0.44% ▲
CAD/PKR	137.50	0.1	0.07% ▼
AUD/PKR	125.00	0.1	0.08% ▼

Source: Forex.com.pk



Market Outlook

KSE-100 on Tuesday remained under immense selling pressure in majority part of the day. However, later on, it reversed all of its intra-day losses while concluded the session in the green zone amid probable shortage of Gas during upcoming winters as no bidder responded to Pakistan LNG Ltd (PLL)'s tender for eight cargo deliveries in peak winter. The index made an intra-day high and low at 43,792 (222 points) and 43,149 (-680 points) respectively while closed at 43,88 by gaining 54 points. Trading volume has been increased to 188mn shares as compared to 88mn shares on the previous day. Going forward, we expect the market to remain volatile. The support for the index lies at the level of 43,500. Breaking this level could further drag the index towards the level of 42,800. However, the resistance for the index resides at 45,300.

Key News

International

Asian shares edgy amid inflation fears, dollar at one-year high

Asian shares were on edge on Wednesday as worries about soaring power prices fueling inflation weighed on sentiment and drove expectations the United States would taper its emergency bond buying programme, holding the dollar at a one-year high. [see more...](#)

U.S. Crude Firmly Above \$80; Another Weekly Stocks Build Forecast

U.S. crude prices posted a fourth straight day of gains, settling firmly above \$80 per barrel on Tuesday, as the trade awaited weekly inventory data that could show another build in a market paying scant attention to any negative data on oil. [see more...](#)

Politics

Govt awakens to need for winter gas load management plan

Winter gas load management plan is being prepared, which would be presented to the Federal Cabinet for approval further; and all-out efforts will be made to ensure maximum supply of gas to different sectors, a parliamentary. [see more...](#)

MORNING GLANCE

Economy

Expert for integrating agri sector with 'circular economic model' - Neutral

Integrating agriculture sector into "circular economic model" can resolve Pakistan's economic, social, environmental, food shortage and inflation problems. The circular economic model will also play an instrumental role in achieving a number of United Nations-Sustainable Development Goals-2030 (UN-SDGs), said Pakistan Businesses Forum (PBF) Vice President Ahmad Jawad. [see more...](#)

Pakistan: IMF projects 4pc GDP growth for 2022 - Neutral

The International Monetary Fund (IMF) has projected GDP growth rate for Pakistan at four percent for 2022 against 3.9 percent in 2021. The IMF World Economic Outlook (WEO) report, "Recovery during a pandemic health concern, supply disruptions, and price pressures", projected unemployment ratio for Pakistan at 4.8 percent for 2021 compared to five percent in 2021. [see more...](#)

Pakistan gets lowest climate funding from ADB in 2011-20 - Neutral

Pakistan received the lowest funding from the Asian Development Bank (ADB) for climate finance from 2011 to 2020 among 10 countries, an ADB evaluation report said on Tuesday. The report, ADB Support for Action on Climate Change from 2011 to 2020, showed that overall climate finance in the case studies of the 10 countries represented 15.2 percent of total lending by the bank. [see more...](#)

LEAs crack down on currency trafficking amid rupee slide - Neutral

Law enforcement agencies carried out a series of raids to crack down on foreign currency trafficking and illegal foreign exchange deals in an effort to stop rupee slide, a central bank official said on Tuesday. Abid Qamar, the chief spokesman for the SBP, said last week the central bank has introduced various regulatory measures to enhance [see more...](#)

SNGPL, SSGC consumers: Increase in prices notified - Negative

The Oil and Gas Regulatory Authority (Ogra) Tuesday notified an increase in the prices of \$0.4294 per mmbtu for the consumers of the Sui Northern Gas Pipelines Limited (SNGPL) and \$0.4362 per mmbtu for system gas users of the Sui Southern Gas Company (SSGC) for October. [see more...](#)

Govt to facilitate tech investments- Neutral

The government would facilitate technology investments to create more jobs in the sector, commerce advisor said on a visit to Careem's headquarters in Dubai. Advisor Abdul Razak Dawood met senior leadership of the ride hailing company to discuss the potential of technology that contributed in making Pakistan an investment hub over the last few years. The advisor also praised the company's efforts in fostering and nurturing the tech industry in the country. [see more...](#)

Govt agrees to pass withheld power tariff raise on to consumers- Negative

The government has reportedly agreed to pass the withheld determined power tariff increase of Rs 1.39 per unit to consumers in phases, well informed sources told Business Recorder. This understanding has reportedly been reached between Pakistani authorities, International Monetary Fund (IMF), World Bank and Asian Development Bank (ADB).. [see more...](#)

Auto sales surge 84pc to first-quarter record - Neutral

Automakers on Tuesday reported a surged of record 84 percent to 69,000 units in first-quarter sales as tax breaks and lending incentives helped industry turn the corner on a coronavirus-induced weak same quarter last year. Pakistan Automotive Manufacturers Association (PAMA) data showed Pak Suzuki sales increased 120 percent in the first quarter compared to the same period last year. [see more...](#)

Pakistan's Sugarcane Yield This Year Will Result in a Big Decrease in Sugar Prices - Neutral

Special Assistant to the Prime Minister on Food Security, Jamshed Iqbal Cheema, revealed on Tuesday that the government expects sugarcane yield to exceed 100 million tonnes this year. The government estimates to produce 9 million tonnes of sugar with the bumper sugarcane crop, and sugar prices are expected to start declining from 1st November onwards. [see more...](#)

PVC pipe manufacturers' margins up 4% - Neutral

Islamabad: PVC pipe manufacturers' margins are up 4% to a record high level of US\$1,115 per ton in the international market in October 2021 over the previous week. PVC-Ethylene margin is currently at a record-high level of US\$1,115/ton in the international market. The margin increased by 4% (US\$45/ton) over the previous week, Sherman Research said in a report. [see more...](#)

FBR to revise rates upward for valuation of properties - Neutral

The Federal Board of Revenue (FBR) has decided to revise rates for valuation of immovable properties in all major urban centers and adjacent areas to bring it on a par with the market price. In an official communication to Chief Commissioners Regional Taxpayers Offices (RTOs) across the country, the officers have been directed for valuation tables of immovable property under sub-section (4) of section 68 of the Income Tax Ordinance 2001 [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

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

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

PREPARED BY

Muhammad Nauman Naeem

Phone: (+92) 42 38302028

Ext: 116

Email: nauman@abbasiandcompany.com

RESEARCH DEPARTMENT

6 - Shadman, Lahore

Phone: (+92) 42 38302028; Ext: 116, 117

Email: research@abbasiandcompany.com

web: www.abbasiandcompany.com

HEAD OFFICE

6 - Shadman, Lahore

Phone: (+92) 42 38302028

Email: info@abbasiandcompany.com

web: www.abbasiandcompany.com

BRANCH OFFICE

42 - Mail Road, Lahore

Phone: (+92) 42 38302028-37320707

Email: info@abbasiandcompany.com

web: www.abbasiandcompany.com