

MORNING GLANCE

ASIA	Value	Pts	Chg. (%)
KSE 100	45,796.31	621.64	1.38% ▲
NIFTY 50	15,079.45	156.30	1.05% ▲
DSE 30	2,194.00	5.28	0.24% ▼
SHANGHAI	3,520.48	2.86	0.08% ▲
Hang Seng	28,564.00	421.00	1.50% ▲
BIST 100	1,454.25	12.92	0.90% ▲
MOEX	3,639.61	2.01	0.06% ▲
CSE All-Share	7,350.14	-	-
Nikkei 225	28,405.50	580.67	2.09% ▲
KLCI	1,581.91	1.55	0.10% ▼

Source: Investing.com

EUROPE	Value	Value	Pts
FTSE 100	7,032.85	10.76	0.15% ▼
DAX 30	15,396.62	20.02	0.13% ▼
CAC 40	6,367.35	17.79	0.28% ▼
FTSE MIB	24,862.68	96.59	0.39% ▲
SMI 20	11,135.37	14.60	0.13% ▲

Source: Investing.com

USA	Value	Value	Pts
DOW JONES	34,327.79	54.34	0.16% ▼
S&P 500	4,163.29	10.56	0.25% ▼
NASDAQ 100	13,312.91	80.21	0.60% ▼
US Dollar Index	90.11	0.05	0.06% ▼

Source: Investing.com

GULF	Value	Value	Pts
ADX General	6,477.57	49.63	0.77% ▲
Tadawul All-Share	10,396.44	73.76	0.71% ▲
QE General	10,793.47	131.77	1.21% ▼
Premier Market	6,234.50	-	-

Source: Investing.com

Commodity	Value	Value	Chg.
Gold (t oz.)	1,867.65	0.05	-
Silver (t oz.)	28.61	0.33	1.18% ▲
Oil-WTI (bbl.)	66.53	0.25	0.38% ▲
Oil-Brent (bbl.)	69.73	0.27	0.39% ▲
Steel Scrap (tons)	495.00	4	0.80% ▼
Cotton (lb.)	83.34	1.13	1.37% ▲

Source: Investing.com

Currency	Value	Value	Chg.
USD/PAK	153.80	0.20	0.13% ▲
EURO/PAK	186.50	1.00	0.54% ▲
GBP/PAK	216.50	3.00	1.41% ▲
JPY/PAK	1.44	-	-
CNY/PAK	23.65	-	-
AED/PAK	42.05	0.05	0.12% ▲
SAR/PAK	41.05	0.05	0.12% ▲
CAD/PAK	125.00	1.50	1.21% ▲
AUD/PAK	119.00	0.50	0.42% ▲

Source: Forex.com.pk



Market Outlook

KSE-100 on Monday remained bullish throughout the day and concluded the session in the green zone amid revived sentiments over improved macro-economic indicators. The index made an intra-day high and low at 45,807(632 points) and 45,175 (0 points) respectively while closed at 45,796 by gaining 622 points. Trading volume has been increased to 202mn shares as compared to 79mn shares on the previous day. Going forward, we expect the market to remain volatile amid uncertainty regarding COVID-19 and announcement of annual budget. The index is likely to test its support at 44,900, breaking this level would further drag the index towards 44,400. However, the resistance for the index resides at 46,200.

Key News

International

Asian shares push higher, dollar eases

Asian shares rose on Tuesday, shrugging off worries about an increase in regional coronavirus infections and a subdued session on Wall Street, while inflation jitters helped push gold prices to three-month highs. MSCI's broadest index of Asia-Pacific shares outside Japan rose 1.06% [see more...](#)

Oil extends gains on optimism over U.S., European reopenings

Oil prices climbed on Tuesday, extending gains from the previous day, as optimism over the reopenings of the U.S. and European economies outweighed fears of slower fuel demand in Asia due to surging COVID-19 cases and a new wave of restrictions. [see more...](#)

Politics

Pakistan protests Afghan govt's accusations

Pakistan Monday expressed 'serious concerns' over the recent irresponsible statements of the Afghan leadership and urged them to effectively utilise available forums like the Afghanistan-Pakistan Action Plan for Peace and Solidarity (APAPPS) to address all bilateral issues. [see more...](#)

MORNING GLANCE

Economy

'All is well', PM told - Positive

The economic team has reportedly briefed Prime Minister Imran Khan about the overall economic situation in the country, and stated that despite the corona pandemic, economic indicators are positive with exports and remittances showing a steady increase. [see more...](#)

Pakistan values relations with EU, says Gen Qamar - Neutral

Chief of Army Staff (COAS) General Qamar Javed Bajwa has said that Pakistan values its relations with the European Union (EU) and "we earnestly look forward to enhance mutually beneficial multi-domain relations based on common interests", a statement issued by the Inter-Services Public Relations (ISPR) said. [see more...](#)

Cabinet likely to discuss energy issues today - Neutral

The Federal Cabinet, which is scheduled to meet on Tuesday (today), is likely to approve payment of Rs 90 billion (40 percent of total payment agreed) to 35 Independent Power Producers (IPPs). [see more...](#)

Packages Ltd finalizes price to acquire 19.3% shareholding in Tri-Pack Films from Mitsubishi - Neutral

Packages Limited has finalized the price at Rs 154.62 for the purchase of 19.3% shareholding in Tri-Pack Films Limited from Mitsubishi Corporation.. [see more...](#)

Businesses to remain shut on Saturdays, Sundays - Neutral

After a span of nine days, public transport and business activities have been resumed with strict adherence to COVID-19 standard operating procedures (SOPs) in Sindh, Aaj News reported. [see more...](#)

Foreign exchange: SBP reserves rise \$177m to \$15.8b - Positive

The foreign exchange reserves held by the central bank rose 1.13% on a weekly basis, according to data released by the State Bank of Pakistan (SBP) on Monday. [see more...](#)

OGDCL discovers gas from Jandran X-04 well - Positive

Oil and Gas Development Company Limited (OGDCL) as operator (100 percent) of Jandran Exploration Licence has discovered gas from its exploratory well Jandran X-04, which is located in District Barkhan, Balochistan. [see more...](#)

Rs2 trillion stimulus revives Pakistan economy - Neutral

Pakistan economy is on solid growth path and has potential to grow at much higher rate in next five years despite a challenging environment across the globe, experts say. [see more...](#)

Dandot Cement's shareholders approve an increase in share capital by Rs4bn - Positive

The shareholders of Dandot Cement Company Limited have approved to increase the authorized share capital of the company from Rs1billion divided into 100 million shares of Rs10 each to Rs5billion divided into 500 million shares of Rs10 each.. [see more...](#)

WorldCall is Being Taken Over Once Again - Neutral

WorldCall Telecom Limited (WTL) has received a Public Announcement of Intention (PAI) from ARY Communications Limited and ARY Digital FZ LLC to acquire more than 51 percent of the Issued and Paid-up Share Capital of WorldCall Telecom Limited together with management control, as stated in a notification submitted to the Pakistan Stock Exchange (PSX).. [see more...](#)

ANNOUNCEMENTS

Dates	Time	Symbol	Announcement	EPS	EPS - SPLY	Growth	Dividend (PKR)	Bonus (%)	Right (%)
18-May-21	11:00 AM	SMBL	Others	-	-	-	-	-	-
20-May-21	11:00 AM	MIRKS	Half Year	-	-	-	-	-	-
20-May-21	03:00 PM	SKRS	Quarterly	-	-	-	-	-	-

Source: PSX

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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

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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