

MORNING GLANCE

ASIA	Value	Pts	Chg. (%)
KSE 100	44,339.95	439.27	1.00% ▲
NIFTY 50	16,614.20	371	2.18% ▼
DSE 30	2,528.66	19.04	0.74% ▼
SHANGHAI	3,601.24	7.64	0.21% ▲
Hang Seng	22,764.62	19.76	0.09% ▲
BIST 100	2,056.36	28.11	1.35% ▼
MOEX	3,669.05	54.22	1.46% ▼
CSE All-Share	11,650.10	103.34	0.88% ▼
Nikkei 225	28,497.00	559.19	2.00% ▲
KLCI	1,494.38	0.48	0.03% ▲

Source: Investing.com

EUROPE	Value	Value	Pts
FTSE 100	7,198.03	71.89	0.99% ▼
DAX 30	15,239.67	292.02	1.88% ▼
CAC 40	6,870.10	56.53	0.82% ▼
FTSE MIB	26,177.76	433.65	1.63% ▼
SMI 20	12,589.89	125.59	0.99% ▼

Source: Investing.com

USA	Value	Value	Pts
DOW JONES	34,932.16	433.28	1.23% ▼
S&P 500	4,568.02	52.62	1.14% ▼
NASDAQ 100	15,627.64	173.82	1.10% ▼
US Dollar Index	96.46	0.09	0.10% ▼

Source: Investing.com

GULF	Value	Value	Pts
ADX General	8,650.71	-	-
Tadawul All-Share	11,170.48	10.24	0.09% ▲
QE General	11,658.53	28.88	0.25% ▼
Premier Market	7,501.32	-	-

Source: Investing.com

Commodity	Value	Value	Chg.
Gold (t oz.)	1,790.80	3.8	0.21% ▼
Silver (t oz.)	22.22	0.068	0.31% ▼
Oil-WTI (bbl.)	69.33	0.72	1.05% ▲
Oil-Brent (bbl.)	72.09	0.03	0.04% ▼
Steel Scrap (tons)	460.00	6	1.29% ▼
Cotton (lb.)	106.53	1.16	1.10% ▲

Source: Investing.com

Currency	Value	Value	Chg.
USD/PKR	178.25	-	-
EURO/PKR	200.43	1.6	0.79% ▼
GBP/PKR	235.63	1.84	0.77% ▼
JPY/PKR	1.57	-	-
CNY/PKR	28.12	0.04	0.14% ▼
AED/PKR	48.49	-	-
SAR/PKR	47.44	0.03	0.06% ▼
CAD/PKR	138.04	1.11	0.80% ▼
AUD/PKR	126.66	0.96	0.75% ▼

Source: Forex.com.pk



Market Outlook

KSE-100 on Monday showed a bullish trend throughout the day and concluded the session in the green zone. The index made an intra-day high and low at 44,485 (548 points) and 43,809 (-91 points) respectively while closed at 44,340 by gaining 439 points. Trading volume has been increased to 118mn shares as compared to 105mn shares on the previous day. Going forward, we expect the market to remain volatile ahead of mini budget. The resistance for the index resides at 45,096(50 DMA). Breaking this level could further push the index towards 46,028(200 DMA). However, the support for the index resides at 42,800.

Key News

International

Wall Street joins global slump for stocks; S&P 500 down 1.1%

Wall Street joined a worldwide slump for financial markets on Monday amid worries about how badly the omicron variant, inflation and other forces will hit the economy. The S&P 500 fell 1.1%, following up on similar drops across Europe and Asia. Stocks of oil producers fell sharply after the price of U.S. crude fell 3.7%. Markets are also absorbing the [see more...](#)

Oil prices edge higher but investor worries on Omicron spread remain

Oil prices edged higher on Tuesday, though investors remained worried about the rapid spread of the Omicron coronavirus variant globally, prompting countries to consider more restrictions potentially denting fuel demand. [see more...](#)

Politics

'Tabdeeli ja rahi hai': Maryam takes a jibe at PTI over K-P LG poll drubbing

Taking a jibe at the ruling Pakistan Tehreek-e-Insaf (PTI) over its 'defeat' in the local government elections held in Khyber-Pakhtunkhwa (K-P), Pakistan Muslim League-Nawaz (PML-N) Vice-President Maryam Nawaz on Monday sarcastically said that tabdeeli aa nahi rahi, jarahi hai (change is not coming [see more...](#)

MORNING GLANCE

Economy

Current account deficit hits \$7bn in five months - **Negative**

The country's current account recorded a deficit of \$7 billion in the first five months (July to November) of the current fiscal year, mainly on account of increasing imports, the State Bank of Pakistan (SBP) data showed on Monday. [see more...](#)

IsDB approves \$252.5mln funding for Mohmand Dam, vaccines - **Positive**

The Islamic Development Bank (IsDB) has approved \$252.5 million funding for the construction of Mohmand Dam, and provision of vaccines to combat the Covid-19 pandemic. The 343rd meeting of the board of executive directors of the bank gave the approval for the allocation of \$180 million to contribute to the. [see more...](#)

Power generation jumps by 13.4% YoY during Nov - **Positive**

Power generation increased by 13.4% YoY to 8,482 GWh during Nov'2021 compared to 7,479 GWh in Nov'20, backed by the higher generation from hydel, nuclear, and coal, monthly power production data released by the National Electric Power Authority (NEPRA) said on Monday. [see more...](#)

Agri credit disbursement; SBP sets Rs1.7trn target - **Positive**

The State Bank of Pakistan (SBP) Monday set Rs1.7 trillion agriculture credit disbursement target for this fiscal year (FY22). State Bank Governor Dr Reza Baqir has appreciated banks for providing agri credit of over Rs1.3 trillion during FY21 and set target of Rs1.7 trillion for FY22. According to the SBP, Dr Baqir chaired the annual meeting of the Agricultural [see more...](#)

Automobile financing stays flat in November - **Neutral**

Bank financing for automobiles jumped 42 per cent year-on-year to Rs349 billion in November. However, month-on-month, it grew by a paltry 1pc, data released by State Bank of Pakistan (SBP) on Monday showed. [see more...](#)

TRGP decides to continue its investment in TRGI - **Neutral**

The board of directors of TRG Pakistan Limited (TRGP) considered the options offered to it by The Resource Group International Limited (TRGI), i.e., either to directly receive (by way of full or partial redemption) its share of TRGI's [see more...](#)

FATIMA likely to acquire 84.5% shares of Samba Bank - **Neutral**

The board of directors of Fatima Fertilizer Company Limited (FATIMA) has approved to evaluate and pursue (including as part of a consortium of parties) the potential acquisition of around 84.51% shareholding of Samba Bank Limited [see more...](#)

Sanofi potential transaction; Packages Ltd to become part of investor consortium - **Neutral**

The board of directors of Packages Limited has accorded its approval, in-principle, to become part of the investor consortium to evaluate and conduct a due diligence for a potential transaction for the purchase of entire 52.87 percent shareholding of Sanofi Foreign Participants B.V. [see more...](#)

Fauji Foods Equity became Positive after 2.5 years - **Positive**

Fauji Foods Limited company equity has become positive after successful issuance of PKR7.8 billion right issue. Company reported negative equity of PKR5.2 billion as per latest quarterly available financials and after addition of PKR7.8 billion right issuance proceeds company will have more than PKR2 billion as positive equity. [see more...](#)

Govt Shelves Plan to Exempt Import of Oxygen Tools from Duties - **Positive**

The federal government has put off the plan of exempting the import of oxygen gas, cylinders, and cryogenic tanks from taxes due to the lack of a clear procedure. [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

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