

MORNING GLANCE

ASIA	Value	Pts	Chg. (%)
KSE 100	44,177.07	162.88	0.37% ▼
NIFTY 50	16,770.85	156.65	0.94% ▲
DSE 30	2,538.51	9.85	0.38% ▲
SHANGHAI	3,629.07	3.95	0.11% ▲
Hang Seng	23,184.00	212.67	0.93% ▲
BIST 100	1,892.02	164.34	7.99% ▼
MOEX	3,693.02	23.97	0.65% ▲
CSE All-Share	11,640.91	9.19	0.08% ▼
Nikkei 225	28,553.50	35.91	0.13% ▲
KLCI	1,497.31	4.72	0.32% ▲

Source: Investing.com

EUROPE	Value	Value	Pts
FTSE 100	7,297.41	99.38	1.38% ▲
DAX 30	15,447.44	207.77	1.36% ▲
CAC 40	6,964.99	94.89	1.38% ▲
FTSE MIB	26,653.30	475.54	1.82% ▲
SMI 20	12,682.53	92.64	0.74% ▲

Source: Investing.com

USA	Value	Value	Pts
DOW JONES	35,492.70	560.54	1.60% ▲
S&P 500	4,649.23	81.21	1.78% ▲
NASDAQ 100	15,986.28	358.63	2.29% ▲
US Dollar Index	96.47	0.02	0.02% ▼

Source: Investing.com

GULF	Value	Value	Pts
ADX General	8,458.62	98.76	1.15% ▼
Tadawul All-Share	11,261.28	90.80	0.81% ▲
QE General	11,653.27	5.26	0.05% ▼
Premier Market	7,589.60	64.20	0.85% ▲

Source: Investing.com

Commodity	Value	Value	Chg.
Gold (t oz.)	1,789.25	0.55	0.03% ▲
Silver (t oz.)	22.55	0.02	0.08% ▲
Oil-WTI (bbl.)	71.59	0.47	0.66% ▲
Oil-Brent (bbl.)	74.38	0.35	0.47% ▲
Steel Scrap (tons)	460.50	0.50	0.11% ▲
Cotton (lb.)	107.33	0.02	0.02% ▼

Source: Investing.com

Currency	Value	Value	Chg.
USD/PKR	178.25	-	-
EURO/PKR	201.00	0.57	0.28% ▲
GBP/PKR	235.42	0.21	0.09% ▼
JPY/PKR	1.57	-	-
CNY/PKR	28.12	-	-
AED/PKR	48.50	0.01	0.02% ▲
SAR/PKR	47.44	-	-
CAD/PKR	137.80	0.24	0.17% ▼
AUD/PKR	126.75	0.09	0.07% ▲

Source: Forex.com.pk



Market Outlook

KSE-100 on Tuesday remained volatile throughout the day and concluded the session in the red zone. The index made an intra-day high and low at 44,594 (254 points) and 44,122 (-217 points) respectively while closed at 44,177 by losing 162 points. Trading volume has been decreased to 98mn shares as compared to 118mn 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

Asian Stocks Up, but Omicron Concerns Cool Global Rally

Asia Pacific stocks were mostly up on Wednesday morning, but concerns about the omicron COVID-19 variant's economic impact cooled a global stock market rally. Japan's Nikkei 225 inched up 0.06% by 9:01 PM ET (2:01 AM GMT), with the Bank of Japan Governor releasing the minutes from its latest meeting on Wednesday. [see more...](#)

Oil Holds Gains With Industry Report Pointing to Stockpile Drop

Oil held a gain near \$71 a barrel as trading volumes thinned moving into the holiday period, with an industry report pointing to another decline in U.S. crude inventories. Futures in New York closed 3.7% higher on Tuesday after rallying with other financial assets following a two-day slump. [see more...](#)

Politics

Fawad concerned over rise of 'extremist parties' like JUI-F and TLP

Terming the victory of Jamiat Ulema-e-Islam-Fazl (JUI-F) in Khyber-Pakhtunkhwa (K-P) local bodies elections "unfortunate", Information Minister Fawad Chaudhry has said that he is dismayed at the development, a day after the stunning defeat of the ruling party in the LG polls. [see more...](#)

MORNING GLANCE

Economy

Mini-budget likely to be tabled in winter session - Neutral

Both the houses of parliament are set to begin their winter sessions from Wednesday (today) as the government plans to present a "mini-budget" involving fiscal adjustments and expenditure cuts worth about Rs600 billion as part of an understanding with the International Monetary Fund (IMF) [see more...](#)

All set for inking \$1.5bn loan agreements with ADB - Positive

Pakistan and the Asian Development Bank (ADB) will sign six financing loan agreements worth \$1.535 billion on Wednesday (today), it is learnt. Official sources revealed to Business Recorder that Minister for Economic Affairs Omar Ayub Khan will witness the loan-signing ceremony. [see more...](#)

\$252m IDB loan okayed for KP dam, Covid support - Positive

The Islamic Development Bank (IDB) has approved \$252 million loans to Pakistan for two projects — the construction of Mohmand Dam in Khyber Pakhtunkhwa and for anti-Covid vaccine support in the country. [see more...](#)

Revised strategic trade policy framework projects \$57bn exports by FY25 - Neutral

The Federal Cabinet on Tuesday approved the revised Strategic Trade Policy Framework (STPF) 2020-25 with a string of policy measures to promote annual export target to \$57 billion by end of 2024-25. [see more...](#)

PTI govt to make \$55bn debt payment during its tenure: Fawad Chaudhry - Neutral

Federal Minister for Information and Broadcasting Fawad Chaudhry estimated on Tuesday that the incumbent Pakistan Tehreek-e-Insaf (PTI) government will pay \$55 billion in foreign debt payments during its five-year tenure that ends in 2023. [see more...](#)

Alarms raised as throw-back liabilities surge to Rs6.5trln - Negative

A Senate body on Tuesday sounded serious alarms as throw-forward liabilities have surged to a massive Rs6.5 trillion, mainly owing to lack of or delay in the release of funds for development projects. [see more...](#)

Byco to acquire Puma Energy - Positive

Vertically integrated oil firm Cynergyco PK Ltd is going to negotiate with the shareholders of Puma Energy Pakistan Ltd for the acquisition of a majority stake in the oil marketing firm, said a regulatory filing on Tuesday. Formerly named Byco Petroleum Pakistan Ltd, Cynergyco operates [see more...](#)

PPL seeks govt nod to produce more gas - Neutral

Pakistan Petroleum Limited (PPL) has sought government nod to produce additional 125 mmcf/d gas from Kandhkot gas field to sell to any other buyer, revealing that Genco-IIs 747 MW unit is going to be sold to third party. [see more...](#)

Fertiliser shortage may make wheat target a distant dream - Negative

The unavailability of fertiliser at the time of wheat sowing has created concerns about the crop's per acre yield as the federal government has upped the target from 27.3 million tonnes of last year to 30mt for this season. [see more...](#)

Food exports surge by 26.68pc to \$1947m in five months - Positive

The food exports from the country surged by 26.68 percent during the first five months of the current fiscal year as compared to the exports of the corresponding period of last year, Pakistan Bureau of Statistics (PBS) reported. [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

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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

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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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