

## MORNING GLANCE

ASIA	Value	Pts	Chg. (%)
KSE 100	45,821.40	321.94	0.71% ▲
NIFTY 50	18,178.10	88.5	0.48% ▼
DSE 30	2,699.33	43.28	1.62% ▲
SHANGHAI	3,591.81	2.97	0.08% ▼
Hang Seng	26,030.50	11.00	0.04% ▲
BIST 100	1,455.42	22.62	1.58% ▲
MOEX	4,218.63	68.89	1.61% ▼
CSE All-Share	9,881.50	172.36	1.78% ▲
Nikkei 225	28,897.50	188.92	0.66% ▲
KLCI	1,584.68	6.94	0.44% ▼

Source: Investing.com

EUROPE	Value	Value	Pts
FTSE 100	7,190.30	32.8	0.45% ▼
DAX 30	15,472.56	50.36	0.32% ▼
CAC 40	6,686.17	19.44	0.29% ▼
FTSE MIB	26,465.00	46.00	0.17% ▲
SMI 20	12,039.14	25.99	0.22% ▲

Source: Investing.com

USA	Value	Value	Pts
DOW JONES	35,603.08	6.26	0.02% ▼
S&P 500	4,549.78	13.59	0.30% ▲
NASDAQ 100	15,489.59	100.88	0.66% ▲
US Dollar Index	93.73	0.025	0.03% ▼

Source: Investing.com

GULF	Value	Value	Pts
ADX General	7,876.28	12.13	0.15% ▼
Tadawul All-Share	11,939.58	35.84	0.30% ▲
QE General	11,871.43	15.00	0.13% ▲
Premier Market	7,537.05	17.58	0.23% ▲

Source: Investing.com

Commodity	Value	Value	Chg.
Gold (t oz.)	1,787.05	5.15	0.29% ▲
Silver (t oz.)	24.27	0.10	0.43% ▲
Oil-WTI (bbl.)	82.50	-	-
Oil-Brent (bbl.)	84.61	-	-
Steel Scrap (tons)	479.50	0.50	0.10% ▲
Cotton (lb.)	107.75	1.40	1.32% ▲

Source: Investing.com

Currency	Value	Value	Chg.
USD/PKR	174.40	1.00	0.58% ▲
EURO/PKR	202.00	1.90	0.95% ▲
GBP/PKR	240.00	5.40	2.30% ▲
JPY/PKR	1.44	-	-
CNY/PKR	23.90	-	-
AED/PKR	46.00	1.05	2.23% ▼
SAR/PKR	46.50	0.95	2.09% ▲
CAD/PKR	139.50	1.90	1.38% ▲
AUD/PKR	128.50	3.40	2.72% ▲

Source: Forex.com.pk



### Market Outlook

KSE-100 on Thursday remained bullish in majority part of the day while concluded the session in the green zone amid fresh buying interest was witnessed in commercial banks by institutions. The index made an intra-day high and low at 46,164 (665 points) and 45,482 (-17 points) respectively while closed at 45,821 by gaining 322 points. Trading volume has been increased to 181mn shares as compared to 132mn shares on the previous day. Going forward, we expect the market to face resistance at 46,100. The support for the index resides at the level of 45,000. Breaking this level could further drag the index towards the level of 44,400.

### Key News

#### International

##### Asian Stocks Down, China Evergrande Preps Funds Ahead of Payment Deadline

Asia Pacific stocks were mostly up on Friday morning, with China Evergrande Group (HK:3333) reportedly making funds available ahead of its looming payment deadline. Japan's Nikkei 225 was up 0.70% by 9:59 PM ET (1:59 AM GMT). [see more...](#)

##### U.S. Oil Hub Emptying to Levels Last Seen When Crude Cost \$100

Stockpiles at the biggest U.S. crude depot are quickly approaching critically low levels. The last time that happened, crude cost more than \$100 a barrel. The storage tanks in Cushing, Oklahoma, require a minimum level of oil to maintain normal. [see more...](#)

#### Politics

##### PM's aide demands 'proof' from journalist Asma Shirazi over article 'abusive of Bushra Bibi'

Gill held a presser in connection with the article written by Shirazi for BBC Urdu which criticized the government without naming it or any individual, including Prime Minister Imran Khan's wife. It said the derailing economy couldn't be fixed by the "slaughtering of goats" or "spilling the blood of pigeons". [see more...](#)

## MORNING GLANCE

### Economy

#### Pakistan not yet off the FATF hook - Neutral

The FATF -- the global body working to combat financing of terrorism and money laundering -- said Islamabad still did not meet the "strategically important" condition about nominating entities and individuals, who should be put on the UN list of terror outfits and persons. FATF President Marcus Pleyer announced the decision at the conclusion of the watchdog's three-day plenary meeting. [see more...](#)

#### Rupee continues slide against US dollar, hits newest record low - Negative

The Pakistani rupee's slide continued against the United States (US) dollar in the inter-bank currency market on the fourth day of the trading week, depreciating by another 60 paisa to reach another low of Rs174.10 in the interbank market, down from the previous day's closing rate of Rs173.50. According to the Forex Association of Pakistan (AFP), the buying rate of the greenback was recorded at Rs174 and the selling rate at Rs174.10 in the interbank trade by the session's end. [see more...](#)

#### Foreign exchange: SBP reserves fall \$1.65b to \$17.5b - Negative

On October 15, the foreign currency reserves held by the SBP were recorded at \$17,492.2 million, down \$1.65 billion compared with \$19,138.4 million on October 8. According to the central bank, the decrease came on the back of external debt repayment that included repayment of \$1 billion against Pakistan International Sukuk. [see more...](#)

#### Foreign Direct Investments (FDI) up 16pc YoY: Dawood - Neutral

The net Foreign Direct Investment (FDI) has increased by 16 percent on a Year-on-Year basis FY 2021, and on a Months-on-Month's basis, it is a 108 percent Increase," the adviser commerce said this on his official twitter account. FDI ecosystem needs a shake-up. He said the total investment was US \$ 236 million in September 2021 compared to US\$ 203 Million in September 2020. [see more...](#)

#### OGDCL makes gas discovery at Jandran West X-1 - Positive

Oil and Gas Development Limited, being the operator of Jandran West Exploration License with 100% Working Interest, has made a Gas discovery over Mughalkot Formation from its exploratory efforts at Jandran West X-1 well which is located in Kohlu District, Balochistan Province, Pakistan. As per the notice issued to PSX, Jandran West X-1 well was spudded in on 19th May 2021 as an exploratory well and drilled down to a total Depth of 1627m into Parh Formation. [see more...](#)

#### KE seeks Rs3.45/unit increase under FCA - Negative

KE, in its request to National Electric Power Regulatory Authority (Nepa) has stated that it spent additional Rs 6.639 billion on fuel in September, which would be recovered from the consumers whereas some portion of it would be picked by the Government of Pakistan as per its subsidy policy for consumers using up to 300 units monthly. Nepa will conduct a public hearing on the request of KE on November 3, 2021. [see more...](#)

#### Power generation increases by 7.1% YoY in Sept'21 - Negative

Electricity generation increased by 7.1% to 14,032 GWh (19,489 MW) during Sep'21 compared to 13,104 GWh (18,200 MW) in Sep'20. Taking to his Twitter handle, Asad Umar, Minister for Planning, Development, Reforms and Special Initiatives said, "This is another sign of strong economic recovery continuing." "We have already seen very strong large-scale manufacturing & exports growth. The initial. [see more...](#)

#### Searle Set for Pakistan's Largest IPO in History - Positive

Pakistan's pharmaceutical giant, Searle Pakistan Limited, is all set for the country's large initial public offering in its history. According to sources, Searle Pakistan Limited has officially filed for listing at the Pakistan Stock Exchange. The parent company, Searle, intends to issue approximately 350 million shares of its wholly-owned subsidiary. Searle Pakistan Limited, according to a notice issued by the Pakistan Stock Exchange. [see more...](#)

#### AKBL to explore possibility of merger, amalgamation of ASL with and into FSL - Neutral

The Askari Bank Limited (AKBL) has informed the exchange that the Board of Directors of the bank consented to the Expression of Interest (EOI) received by Askari Securities Limited (ASL) from Foundation Securities (Pvt) Limited (FSL) to explore the possibility of merger and amalgamation of ASL with and into FSL. According to the notification sent to PSX, ASL is 100% owned by the Bank. [see more...](#)

#### Ghee makers refuse to ink MoU on cut in prices - Neutral

Pakistan Vanaspati Manufacturers Association (PVMA) has refused to sign any pact with the Ministry of Industries and Production (MoI&P) on reduction in prices of edible oil/ Ghee, saying that costing and pricing is against stipulations of Competition Commission of Pakistan (CCP). On October 12, 2021, Minister for Industries and Production, Khusro Bakhtiar informed the Federal Cabinet that the MoI&P. [see more...](#)

#### Ethanol production suspended at Al-Abbasi Sugar amid fire incident- Neutral

The management of Al-Abbasi Sugar Limited informed the Pakistan Stock Exchange (PSX) today that the production of ethanol has been currently suspended due to a fire incident that took place at a distillery plant located at Mirwah Gorchani, District Mirpurkhas around mid-night yesterday. The firefighting team at the factory immediately responded and no casualty or injury took place as the fire was controlled within hours. [see more...](#)

#### PDM releases anti-govt protest schedule - Neutral

The opposition parties' alliance, the Pakistan Democratic Movement (PDM), on Thursday, issued protest schedule against the Pakistan Tehreek-e-Insaf (PTI)-led government over ever-increasing inflation and unemployment. Hafiz Hamdullah the spokesperson of the PDM. [see more...](#)

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<b>TP</b>	Target Price	<b>DDM</b>	Dividend Discount Model	<b>FCF</b>	Free Cash Flows
<b>FCFE</b>	Free Cash Flows to Equity	<b>FCFF</b>	Free Cash Flows to Firm	<b>DCF</b>	Discounted Cash Flows
<b>PE</b>	Price to Earnings Ratio	<b>PB</b>	Price to Book Ratio	<b>BVPS</b>	Book Value Per Share
<b>EPS</b>	Earnings Per Share	<b>DPS</b>	Dividend Per Share	<b>ROE</b>	Return of Equity
<b>ROA</b>	Return on Assets	<b>SOTP</b>	Sum of the Parts	<b>JPB</b>	Justified Price to Book

## VALUATION METHODOLOGY

To arrive at our Target Price, Abbasi & Company (Private) Limited uses different valuation methods which include:

- Discounted Cash Flow Model
- Dividend Discount Model
- Relative Valuation Model
- 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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