

MORNING GLANCE

ASIA	Value	Pts	Chg. (%)
KSE 100	44,174.97	2.1	0.07% ▲
NIFTY 50	16,955.45	184.60	1.10% ▲
DSE 30	2,536.45	2.05	0.08% ▼
SHANGHAI	3,628.25	5.64	0.16% ▲
Hang Seng	23,204.00	101.67	0.44% ▲
BIST 100	1,804.15	87.87	4.64% ▼
MOEX	3,746.75	53.73	1.45% ▲
CSE All-Share	11,814.37	173.46	1.49% ▲
Nikkei 225	28,649.50	87.29	0.31% ▲
KLCI	1,502.84	2.52	0.17% ▲

Source: Investing.com

EUROPE	Value	Value	Pts
FTSE 100	7,341.66	44.25	0.61% ▲
DAX 30	15,593.47	146.03	0.95% ▲
CAC 40	7,051.67	86.68	1.24% ▲
FTSE MIB	26,827.93	174.63	0.66% ▲
SMI 20	12,713.90	31.37	0.25% ▲

Source: Investing.com

USA	Value	Value	Pts
DOW JONES	35,753.89	261.19	0.74% ▲
S&P 500	4,696.56	47.33	1.02% ▲
NASDAQ 100	16,180.14	193.86	1.21% ▲
US Dollar Index	96.06	0.02	0.02% ▼

Source: Investing.com

GULF	Value	Value	Pts
ADX General	8,458.62	-	-
Tadawul All-Share	11,204.43	56.85	0.50% ▼
QE General	11,683.73	30.46	0.26% ▲
Premier Market	7,589.60	-	-

Source: Investing.com

Commodity	Value	Value	Chg.
Gold (t oz.)	1,806.65	4.45	0.25% ▲
Silver (t oz.)	22.85	0.03	0.14% ▲
Oil-WTI (bbl.)	73.09	0.33	0.45% ▲
Oil-Brent (bbl.)	75.57	0.03	0.04% ▼
Steel Scrap (tons)	466.50	6.00	1.30% ▲
Cotton (lb.)	108.65	0.08	0.07% ▼

Source: Investing.com

Currency	Value	Value	Chg.
USD/PKR	178.25	-	-
EURO/PKR	200.86	0.14	0.07% ▼
GBP/PKR	236.19	0.77	0.33% ▲
JPY/PKR	1.56	0.01	0.64% ▼
CNY/PKR	28.15	0.03	0.11% ▲
AED/PKR	48.50	-	-
SAR/PKR	47.44	-	-
CAD/PKR	137.92	0.12	0.09% ▲
AUD/PKR	127.07	0.32	0.25% ▲

Source: Forex.com.pk



Market Outlook

KSE-100 on Wednesday kept struggling around its previous close throughout the day and concluded the session with almost no change with respect to yesterday's index level. The index made an intra-day high and low at 44,293 (115 points) and 44,091 (-86 points) respectively while closed at 44,175 by losing 2 points. Trading volume has been decreased to 68mn shares as compared to 98mn 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 shares advance, dollar soft as markets decide Omicron fallout limited

A global share rally continued in early Asian trading on Thursday and the safe haven dollar was on the back foot as markets took cheer from positive signs about the impact of the omicron variant of COVID-19 and U.S. economic [see more...](#)

Oil Rises to Four-Week High as U.S. Crude Stocks Decline

Oil settled at the highest level in nearly a month after U.S. crude stockpiles decreased and economic data pushed equities higher. West Texas Intermediate futures rose 2.3%, closing above \$72 for the first time in two weeks. Prices got a boost after the Energy Information Administration reported crude inventories declined 4.72 million barrels last [see more...](#)

Politics

Opposition walkout mars opening day of NA's winter session

The protest walkout from the National Assembly by members of the joint opposition over the government's reliance on presidential ordinances for legislation marred the opening day proceedings of the lower house of parliament as Speaker [see more...](#)

MORNING GLANCE

Economy

Pakistan, ADB sign agreements worth \$1.5bn for various projects - Positive

The federal government and the Asian Development Bank (ADB) on Wednesday signed six agreements amounting to \$1.543 billion to finance projects related to the energy sector, urban infrastructure, social protection, roads and water resources, the Ministry of Economic Affairs in a statement. [see more...](#)

Strong participation in PIBs as market anticipates pause in tightening cycle - Positive

The government raised Rs158 billion in the Pakistan Investment Bond (PIB) auction on Wednesday against the target of Rs100bn. Participation in the auction remained strong owing to market expectations of the policy rate peaking following the SBP governor's comments and the recent 63 day OMO injection [see more...](#)

Govt Likely to Pass Mini-Budget as an Ordinance - Neutral

Finance Parliamentary Secretary Zain Qureshi said that the government is seriously considering bringing amendments to the Finance Bill through an ordinance. The government is now in a fix after the cabinet's initial deliberation on the mini-budget yesterday where resistance to the SBP Amendment Bill came from a few ministers, leaving no option but to introduce an amendment in the Finance Bill through an ordinance. [see more...](#)

Govt likely to revise SBP amendment bill - Neutral

The government is likely to revise the State Bank of Pakistan (SBP) Amendment Bill owing to reservations from different quarters. Sources said that various institutions have raised questions over the draft amendment bill, especially over unlimited powers of the central bank's governor. [see more...](#)

Jul-Oct import bill soars 64pc to \$25.1bn YoY, Senate told - Negative

Pakistan's import bill jumped by 64 per cent or \$ 25.1 billion—in the first four months of the current fiscal year from July to October—compared to \$ 15.2 billion in the corresponding months of the last financial year, federal government admitted in Senate on Wednesday. [see more...](#)

CNG association launches countrywide protest against gas suspension - Neutral

The All Pakistan CNG Association (APCNGA) has launched a nationwide protest against the government's decision to discontinue gas supply to the Compressed Natural Gas (CNG) sector, lamenting that the move is illegal. The protest began with a sit-in of the APCNGA and Sindh CNG [see more...](#)

Summit Bank Shall Be Shifted To Normal Counter From Tomorrow: PSX - Positive

Summit Bank Limited (SMBL) has convened all the overdue AGMs and submitted the Annual Audited Accounts. In view thereof, the non-compliances of SMBL under PSX Regulations 5.11.1. (c) & (d) stands rectified. Therefore, SMBL shall be shifted to the "Normal Counter" of the Exchange [see more...](#)

Banking sector spread drops slightly by 3bps in November - Neutral

The banking sector spread for November 2021 decreased slightly by 3 basis points (bps) over the month which brings its latest value to 4.17% as compared to the prior month's spread of 4.20%, State Bank of Pakistan's monthly data released on weighted average lending & deposit rates showed today. Similarly, the spread has reduced by 30bps as [see more...](#)

SECP allowed Investment in Mutual Funds through Roshan Digital Account - Positive

The Securities and Exchange Commission of Pakistan (SECP) has abolished the requirement for banks to obtain separate license for distributing mutual funds and private pension funds to Roshan Digital Accounts (RDAs). [see more...](#)

Siemens Received Record New Orders Post Covid: PSX - Positive

Siemens (Pakistan) Engineering Co. Ltd received record new orders of Rs. 22.3 billion during FY 2021, which was nearly twice that of FY 2020 wherein company had recorded only Rs. 12.5 billion worth of new orders, as per information shared by the company. [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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