

## MORNING GLANCE

### ASIA

	Value	Pts	Chg. (%)
KSE 100	43,935.75	427.95	0.96% ▼
NIFTY 50	17,536.25	121.20	0.70% ▲
DSE 30	2,602.86	28.5	1.08% ▼
SHANGHAI	3,571.75	12.43	0.35% ▼
Hang Seng	24,268.00	406	1.65% ▼
BIST 100	1,819.23	6.92	0.38% ▲
MOEX	3,947.82	2.74	0.07% ▼
CSE All-Share	11,025.73	115.67	1.06% ▲
Nikkei 225	28,778.50	720.78	2.44% ▼
KLCI	1,511.87	5.73	0.38% ▼

Source: Investing.com

### EUROPE

	Value	Value	Pts
FTSE 100	7,310.37	24.05	0.33% ▲
DAX 30	15,917.98	39.59	0.25% ▲
CAC 40	7,075.87	33.64	0.48% ▲
FTSE MIB	27,065.00	48	0.18% ▼
SMI 20	12,449.68	53.96	0.44% ▲

Source: Investing.com

### USA

	Value	Value	Pts
DOW JONES	35,804.38	9.42	0.03% ▼
S&P 500	4,701.46	10.76	0.23% ▲
NASDAQ 100	16,367.81	61.10	0.37% ▲
US Dollar Index	96.74	0.017	0.02% ▼

Source: Investing.com

### GULF

	Value	Value	Pts
ADX General	8,398.31	-	-
Tadawul All-Share	11,299.45	69.93	0.62% ▼
QE General	11,790.98	0.97	0.01% ▲
Premier Market	7,719.97	14.81	0.19% ▼

Source: Investing.com

### Commodity

	Value	Value	Chg.
Gold (t oz.)	1,793.80	9.50	0.53% ▲
Silver (t oz.)	23.55	0.05	0.21% ▲
Oil-WTI (bbl.)	76.48	1.91	2.44% ▼
Oil-Brent (bbl.)	80.69	1.56	1.90% ▼
Steel Scrap (tons)	495.00	1.00	0.20% ▲
Cotton (lb.)	115.90	4.46	3.71% ▼

Source: Investing.com

### Currency

	Value	Value	Chg.
USD/PKR	178.25	6.95	4.06% ▲
EURO/PKR	199.00	2.00	1.02% ▲
GBP/PKR	237.00	3.00	1.28% ▲
JPY/PKR	1.44	-	-
CNY/PKR	23.90	-	-
AED/PKR	48.80	1.30	2.74% ▲
SAR/PKR	47.20	2.20	4.89% ▲
CAD/PKR	139.00	1.50	1.09% ▲
AUD/PKR	126.50	1	0.78% ▼

Source: Forex.com.pk

### KSE 100



### Market Outlook

KSE-100 on Thursday continued its losing streak in 4th consecutive session amid the uncertainty of investors over the macroeconomic situation. The index made an intra-day high and low at 45,517 (153 points) and 43,736 (-628 points) respectively while closed at 43,936 by losing 428 points. Trading volume has been decreased to 97mn shares as compared to 140mn shares on the previous day. Going forward, we expect the market to continue its downward momentum. The support for the index lies at 42,800. Breaking this level could further drag the index towards 42,000. However, the resistance for the index resides at 45,551.

### Key News

#### International

#### Asian Stocks Down, as New Coronavirus Strain Makes a "Scary Headline"

Asia Pacific stocks were mostly down on Friday morning, ending the week on a down note over the discovery of a new coronavirus strain. Japan's Nikkei 225 tumbled 2.35% by 9:13 PM ET (2:13 AM GMT) and South Korea's KOSPI fell 0.79%. The Tokyo core consumer price index (CPI) grew 0.3% year-on-year in November. [see more...](#)

#### Oil skids on concerns of rising surplus in Q1

Oil prices slid more than 1% on Friday amid concerns that a global supply surplus could swell in the first quarter following a coordinated release of crude reserves among major consumers, led by the United States. Brent crude futures extended declines for a third session. [see more...](#)

#### Politics

#### Centre mulls uniform wheat support price for all provinces

The constitutional solution would prevent the provinces from fixing the support price different from that of the federal government, Mr Imam said at a press conference with Industries and Production Minister Khusro Bakhtyar here on Thursday. [see more...](#)

## MORNING GLANCE

### Economy

#### PM says lower exports main problem - Neutral

Prime Minister Imran Khan has described low exports as the biggest problem of the country "because no attention was paid on increasing exports". Addressing the launching ceremony "Soni Dharti Remittance Scheme" for overseas Pakistanis, on Thursday, the prime minister said that although exports are expected to be highest in the ongoing fiscal year these would still be very little compared to the other countries in the region. [see more...](#)

#### Even fertiliser makers involved in hoarding: PM - Neutral

Prime Minister Imran Khan said on Thursday that the government is providing a subsidy of Rs120 billion on gas to the fertiliser industry along with Rs100 billion worth tax incentives, yet the fertiliser companies are supplying extra amount of fertiliser to specific dealers in some areas, which reports indicate are involved in hoarding. While chairing a high-level meeting to review wheat and fertiliser stock in the country. [see more...](#)

#### Petrol retailers stage protest - Neutral

Petrol retailers began a nationwide strike on Thursday as the main industry body flagged low profit margins, exacerbated by the government's move to raise taxes and boost revenue under its agreements with the International Monetary Fund. "This strike is nationwide. This is all over Pakistan and it will be for an indefinite period. We will not make our pumps operational till our demands are met," Khwaja Asif Ahmed, secretary of information at Pakistan Petroleum Dealers Association, told reporters in Lahore on Wednesday evening. [see more...](#)

#### PSMA says there's no shortage of sugar in country - Positive

The Pakistan Sugar Mills Association (PSMA) has categorically rejected the rumours that there is a looming threat of sugar shortage in the country. The PSMA spokesman on Thursday said that at present sugar mills were not running to their full capacity due to a few reasons. "One of these issues includes that there are some people in the market who want imported sugar to remain present in the market. These people are pressurizing the retailers to sell imported sugar rather the locally produced quality sugar." [see more...](#)

#### Senate panel holds MoE responsible for hike in power, gas rates - Neutral

Chairman Senate Standing Committee on Power, Senator Saif Ullah Abro accused Ministry of Energy for failing to control prices of electricity, gas and POL and mitigating load shedding in the country. "Prices of electricity, gas and POL are being increased frequently due to which it is difficult for me to sit in front of television. There are also issues related to availability of electricity, gas or petrol. For how long will the public continue to tolerate this treatment," he questioned. [see more...](#)

#### Pakistan can increase gemstones' exports to China: PCJCCI - Positive

Pakistan, being the fifth largest country of gemstones reservoirs, can increase its exports to China, which is the world's largest consumer of Gems and Jewelry. Wang Mihai, President Pakistan China Joint Chamber of Commerce and Industry (PCJCCI) in his online address to the PCJCCI's Export Promotion Committee today assured to create a network of Chinese importers of gems and jewelry for Pakistan. [see more...](#)

#### 'Economy cannot endure' more taxes: FPCCI - Neutral

Mian Nasser Hyatt Maggo, President Federation of Pakistan Chambers of Commerce and Industry (FPCCI), has expressed deep concerns over the approach of the government for not taking the apex business, industry and trade body of Pakistan into the consultative process over what he called 'mini-budget', adding this effectively keeps all the stakeholders out of loop. [see more...](#)

#### Record 5.76m tonnes of paddy harvested in Punjab - Positive

As per data shared by the Punjab Crop Reporting Service, the province has harvested a record 5.766 million tonnes of paddy, both basmati and non-basmati varieties, 22.31pc more than the target of 4.480m tonnes set for the season. The improvement in crop production is being attributed to a 6.7pc increase in the acreage, as paddy had been sown on 6.314m acres as compared to 5.917m acres of 2020-21. [see more...](#)

#### NTDC begins work on 113km transmission line - Neutral

Addressing the groundbreaking ceremony, held near Gujranwala, managing director Manzoor Ahmad said that the project will facilitate the dispersal of power from 660kV bipolar convertor station Lahore by connecting two 500kV circuits of HVAC transmission lines with the national grid. The project will also help in dispersal of 969MW Neelum-Jhelum Hydro Power Project with the national grid. [see more...](#)

#### Rising prices of fertilisers slammed: Govt asked to provide direct subsidy to farmers - Neutral

Members of the National Assembly Standing Committee on Industries and Production, Thursday, while expressing grave concern over the skyrocketing prices of fertilisers, especially DAP, have asked the government to provide direct subsidy to the farmers. The standing committee, which met here under the chairmanship of Sajjid Hussain Turi, unanimously, recommended the government instead of providing indirect subsidy to the farmers, it should be provided directly especially DAP fertiliser. [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:

- 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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