

MORNING GLANCE

ASIA	Value	Pts	Chg. (%)
KSE 100	47,686.99	14.31	0.03% ▲
NIFTY 50	15,677.30	69.15	0.44% ▼
DSE 30	2,308.74	13.99	0.60% ▼
SHANGHAI	3,361.08	20.1	0.59% ▼
Hang Seng	25,096.37	35.50	0.14% ▲
BIST 100	1,359.55	10.44	0.77% ▲
MOEX	3,733.10	17	0.45% ▼
CSE All-Share	8,092.98	29.75	0.37% ▼
Nikkei 225	27,583.00	387.22	1.38% ▼
KLCI	1,511.28	3.32	0.22% ▼

Source: Investing.com

EUROPE	Value	Value	Pts
FTSE 100	6,996.08	29.35	0.42% ▼
DAX 30	15,519.13	99.85	0.64% ▼
CAC 40	6,531.92	46.68	0.71% ▼
FTSE MIB	25,086.55	209.85	0.83% ▼
SMI 20	12,021.09	28.54	0.24% ▼

Source: Investing.com

USA	Value	Value	Pts
DOW JONES	35,058.52	85.79	0.24% ▼
S&P 500	4,401.46	20.84	0.47% ▼
NASDAQ 100	14,956.97	168.98	1.12% ▼
US Dollar Index	92.44	0.01	0.01% ▲

Source: Investing.com

GULF	Value	Value	Pts
ADX General	7,170.96	1.93	0.03% ▲
Tadawul All-Share	10,916.67	18.80	0.17% ▲
QE General	10,668.40	10.85	0.10% ▼
Premier Market	7,104.29	10.14	0.14% ▲

Source: Investing.com

Commodity	Value	Value	Chg.
Gold (t oz.)	1,806.20	6.40	0.36% ▲
Silver (t oz.)	24.84	0.19	0.79% ▲
Oil-WTI (bbl.)	72.11	0.46	0.64% ▲
Oil-Brent (bbl.)	73.92	0.40	0.54% ▲
Steel Scrap (tons)	488.00	2	0.41% ▼
Cotton (lb.)	90.98	0.51	0.56% ▲

Source: Investing.com

Currency	Value	Value	Chg.
USD/PKR	161.70	0.3	0.19% ▼
EURO/PKR	189.50	0.5	0.26% ▼
GBP/PKR	221.00	1	0.45% ▼
JPY/PKR	1.44	-	-
CNY/PKR	23.65	-	-
AED/PKR	43.50	0.5	1.14% ▼
SAR/PKR	42.50	0.4	0.93% ▼
CAD/PKR	129.00	0.50	0.39% ▲
AUD/PKR	118.00	0.5	0.42% ▼

Source: Forex.com.pk



Market Outlook

KSE-100 on Tuesday opened on a positive note. However, later on it lost the impetus and concluded the session in the green zone ahead of MPC meeting. The index made an intra-day high and low at 47,910 (237 points) and 47,617 (-56 points) respectively while closed at 47,687 by gaining 14 points. Trading volume has been increased to 162mn shares as compared to 91mn shares on the previous day. Going forward, we expect the market to remain volatile amid MPC kept the policy rate constant. The index is likely to test its support at 47,400, breaking this level would further drag the index towards 47,000. However, the resistance for the index resides at 48,200.

Key News

International

Asian Stocks Down as Chinese Crackdown Impact Continues

Asia Pacific stocks were mostly down on Wednesday morning, following the downward trend set by their U.S. counterparts. A crackdown in China from earlier in the week continues to have a ripple effect, while the latest U.S. megacap technology earnings were mixed. Japan's Nikkei 225 fell 1.16% by 10:39 PM ET (2:39 AM GMT). [see more...](#)

Oil Up Over Draw in U.S. Crude Supplies, but COVID-19 Remains Threat to Demand

Oil was up Wednesday morning in Asia, boosted by a draw in U.S. crude supplies that reinforced expectations that fuel demand will outstrip supply growth. However, increasing numbers of COVID-19 cases globally capped the black liquid's gains. Brent oil futures gained 0.65% to \$74 by [see more...](#)

Politics

Statement against Shahzad: Tareen group MPA arrested, granted bail

An Additional District and Sessions court on Tuesday granted bail to PTI MPA Nazir Chauhan (Jahangir Tareen group), an accused of levelling allegations concerning religious beliefs of Prime Minister's Adviser on Accountability Shahzad Akbar and endangering his life. The court has granted bail to [see more...](#)

MORNING GLANCE

Economy

IMF revises GDP growth projection upward to 3.9pc - **Positive**

The International Monetary Fund (IMF) has revised upward the GDP growth projection for Pakistan to 3.9 percent for 2021 from its earlier projection of 1.5 percent. The Fund, however, maintained GDP growth for 2022 at four percent. [see more...](#)

Fertilizer offtake declines by 41.4% YoY in June-21 - **Negative**

Total nutrient offtake during the month of June 2021 was about 411 thousand nutrient tonnes, showing a decline of 41.4 percent over the same timeframe of 2020. Nitrogen, phosphate and potash offtake decreased by 39.3 percent, 56 percent and 11 percent, respectively in June 2021. [see more...](#)

Govt increases gas Prices for Fatima Fertilizer - **Negative**

Islamabad: Government has increased the prices of gas for Fatima Fertilizer to continue gas supply effective from July 1, 2021. New fertilizer plants have been paying prices of gas at 70 cents per MMBtu whereas old plants pay Rs 302 per MMBtu. [see more...](#)

Ghandhara Nissan: Making hay while the sun shines - **Positive**

With a significant turnaround last year, the auto industry witnessed a rising sport utility vehicle (SUVs) trend among the masses. Ghandhara Nissan Limited (GHNL) is also planning to introduce Chery SUV (possibly Tiggo-5X or Tiggo-8), with a production capacity of 5k units per annum. [see more...](#)

Policy rate kept on hold at 7pc to support growth - **Neutral**

The Monetary Policy Committee (MPC) of the State Bank of Pakistan (SBP) has decided to maintain the policy rate at 7 percent to support the economic growth through accommodative monetary policy as Covid pandemic still persists. [see more...](#)

FFC approves acquisition of 100% shareholding of FWEL-I, 80% shareholding of FWEL-II - **Neutral**

The shareholders of Fauji Fertilizer Company Limited (FFC) in Extraordinary General Meeting (EGM) held on July 27, 2021, have approved acquisition of 100% shareholding of Foundation Wind Energy-I Limited (FWEL-I) and 80% shareholding of FWEL-II. [see more...](#)

Knitwear export surged by 36.57pc in FY21: PHMA - **Positive**

Knitwear garments export surged by 36.57 percent during period Jul-Jun FY 2020-21 over Jul-Jun FY 2019-20 and earned highest amount of foreign exchange, exporters said on Tuesday. [see more...](#)

ECC likely to allow import of 100,000 MT of sugar - **Neutral**

The Economic Coordination Committee (ECC) of the Cabinet is likely to allow import of 100,000 metric tons of sugar for strategic reserves. To be presided over by Finance Minister Shaukat Tarin today (Wednesday), the ECC would consider Commerce Ministry's Strategic Trade Policy Framework (STPF) 2022-25. [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

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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
BUY	Greater than 15%
HOLD	Between -5% to 15%
SELL	Less than and equal to -5%

Sector Rating	Sector Outlook
Overweight	Positive
Market Weight	Neutral
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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