

## MORNING GLANCE

ASIA	Value	Pts	Chg. (%)
KSE 100	44,886.89	290.82	0.65% ▲
NIFTY 50	17,625.70	271.65	1.57% ▲
DSE 30	2,576.11	15.47	0.60% ▲
SHANGHAI	3,626.17	13.61	0.37% ▼
Hang Seng	23,291.37	16.62	0.07% ▲
BIST 100	1,926.66	69.01	3.71% ▲
MOEX	3,852.50	65.24	1.72% ▲
CSE All-Share	12,625.82	399.81	3.27% ▲
Nikkei 225	29,182.50	390.79	1.36% ▲
KLCI	1,543.74	5.31	0.34% ▼

Source: Investing.com

EUROPE	Value	Value	Pts
FTSE 100	7,384.54	18.47	0.25% ▼
DAX 30	16,020.73	135.87	0.86% ▲
CAC 40	7,217.22	64.19	0.90% ▲
FTSE MIB	27,730.32	383.49	1.40% ▲
SMI 20	12,939.17	63.51	0.49% ▲

Source: Investing.com

USA	Value	Value	Pts
DOW JONES	36,585.06	246.76	0.68% ▲
S&P 500	4,796.56	30.38	0.64% ▲
NASDAQ 100	16,501.77	181.69	1.11% ▲
US Dollar Index	96.19	0.03	0.03% ▼

Source: Investing.com

GULF	Value	Value	Pts
ADX General	8,464.57	23.79	0.28% ▼
Tadawul All-Share	11,327.52	4.39	0.04% ▼
QE General	11,670.10	49.40	0.43% ▲
Premier Market	7,653.60	14.49	0.19% ▲

Source: Investing.com

Commodity	Value	Value	Chg.
Gold (t oz.)	1,805.00	4.90	0.27% ▲
Silver (t oz.)	22.82	0.01	0.06% ▲
Oil-WTI (bbl.)	76.13	0.05	0.07% ▲
Oil-Brent (bbl.)	79.03	0.09	0.11% ▲
Steel Scrap (tons)	467.62	-	-
Cotton (lb.)	113.51	0.29	0.26% ▲

Source: Investing.com

Currency	Value	Value	Chg.
USD/PKR	176.25	2.25	1.26% ▼
EURO/PKR	199.50	2.53	1.25% ▼
GBP/PKR	237.85	2.63	1.09% ▼
JPY/PKR	1.53	0.02	1.29% ▼
CNY/PKR	27.83	0.37	1.31% ▼
AED/PKR	47.95	0.61	1.26% ▼
SAR/PKR	46.91	0.6	1.26% ▼
CAD/PKR	138.35	1.05	0.75% ▼
AUD/PKR	127.88	1.47	1.14% ▼

Source: Forex.com.pk



### Market Outlook

KSE-100 on Monday showed positive momentum throughout the day while concluded the session in the green zone amid optimism over the expected mini-budget approval. The index made an intra-day high and low at 44,905 (309 points) and 44,509 (-87 points) respectively while closed at 44,887 by gaining 291 points. Trading volume has been decreased to 93mn shares as compared to 153mn shares on the previous day. Going forward, we can expect the market to test its resistance of 45,000 (50 DMA) again. Breaking this level would further push the index towards 45,974 (200 DMA). However, the support for the index resides at 43,900.

### Key News

#### International

##### Asia Stocks Track U.S. Gains; Treasuries Hold Drop

Most Asian stocks rose Tuesday after the S&P 500 closed at a record high on the first trading day of 2022. Treasuries maintained losses. Japan led an advance as more Asian markets traded after the new year break. The U.S. gains followed European stocks which hit unprecedented highs even as trading volumes remained light because of holidays. On Tuesday, U.S. futures were little changed. [see more...](#)

##### Oil Rallies Ahead of OPEC+ Meeting to Discuss Output Policy

Oil jumped more than 1% on the first trading day of the new year ahead of an OPEC+ meeting on Tuesday to discuss production policy. Futures in New York topped \$76 a barrel after toggling between gains and losses earlier. The Organization of Petroleum Exporting Countries cut its estimate of the surplus in global oil markets this quarter, a day before the group and its allies consider another [see more...](#)

#### Politics

##### 'Judge PTI's performance after five years': PM defends petrol price hike

Prime Minister Imran Khan has defended an increase in the prices of petroleum products saying that his government's performance should be judged after the completion of five-year constitutional tenure in 2023. [see more...](#)

## MORNING GLANCE

### Economy

#### Pakistan-China Business Investment Forum launched- **Positive**

Prime Minister Imran Khan said that the government has made necessary alignment for increasing the country's exports and was moving towards industrialisation after dealing with crises. [see more...](#)

#### ECs ask SBP to restrict banks from \$ forward booking - **Neutral**

Exchange Companies have asked the State Bank of Pakistan (SBP) to restrict banks from forward booking of dollars for import purposes to stabilize the exchange rate. Malik Bostan, Chairman, Exchange Companies Association of Pakistan (ECAP) in a meeting with Finance Minister Shaukat Tarin and State Bank Governor Dr Reza Baqir has suggested that commercial banks should be asked to sell dollars to importers as they bought from exporters. [see more...](#)

#### NCOC announces start of 5th Covid-19 wave as country reports 708 fresh cases - **Negative**

Pakistan, on Monday, announced the start of the fifth coronavirus wave as the country recorded 708 Covid-19 cases, the highest number of cases in a single day since October 30th. [see more...](#)

#### Neptra may grant KE quarterly tariff hike of Rs4.80 – **Neutral**

National Electric Power Regulatory Authority (Neptra) is likely to allow KE to increase quarterly tariff by Rs 4.80 per unit for first quarter (July-September) of current fiscal, whereas Paisa 75 per unit for November under FCA mechanism will be refunded to consumers. [see more...](#)

#### Pak Suzuki Broke Another Sales Record in December 2021 - **Positive**

The year 2021 was quite successful for the Pak Suzuki Motor Company (PSMC) in terms of sales and profit figures. It seems poised to kick off the new year with a bang, setting a new monthly sales record of more than 15,500 units sold in December 2021, breaking its previous record of over 15,200 units sold in July. [see more...](#)

#### Delay of a few days doesn't really matter: Tarin - **Neutral**

Finance Minister Shaukat Tarin said on Monday that delay of two to four days in the approval of the Finance Supplementary Bill, 2021 would not be an issue as the International [see more...](#)

#### Cement Companies Start Producing Electricity From New Power Plants - **Positive**

Two cement producers, Attock Cement and Flying Cement, have commenced electricity production from their separate power plants based in Balochistan. According to a stock filing, Attock Cement's solar power plant of 20 megawatts was made operational on January 01, 2022. The power plant is located within the premises of the cement producer in Hub, [see more...](#)

#### Octopus secures contract from the major FMCG in Pakistan - **Positive**

Avanceon Group of Companies has secured a high value five-year contract to setup and maintain industrial data center infrastructure for one of the largest FMCG corporations in Pakistan, company's filing on bourse showed today. [see more...](#)

#### Rs343bn exemptions withdrawn - **Positive**

Rs251 billion out of total Rs343 billion tax exemptions withdrawn in the Finance Supplementary Bill, 2021, tabled in the National Assembly, will be refunded/adjusted to the pharmaceutical sector, importers of capital machinery, raw materials, and local suppliers of 11 items. [see more...](#)

#### Listed companies in Pakistan paid highest ever dividend in CY21 - **Positive**

The companies listed at the Pakistan Stock Exchange (PSX) have paid the highest ever dividends in 2021 amounting to Rs499.84 billion which was 87% higher compared to CY20, Spokesperson to Finance Ministry Muzzammil Aslam. [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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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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