




















## MORNING GLANCE

ASIA	Value	Pts	Chg. (%)
 KSE 100	43,280.77	47.94	0.11% ▲
 NIFTY 50	16,912.25	284.45	1.65% ▼
 DSE 30	2,634.63	3.62	0.13% ▼
 SHANGHAI	3,602.89	13.59	0.38% ▲
 Hang Seng	23,604.00	254.62	1.09% ▲
 BIST 100	1,927.39	16.99	0.89% ▲
 MOEX	3,810.10	102.96	2.63% ▼
 CSE All-Share	11,034.41	46.09	0.42% ▲
 Nikkei 225	28,324.50	397.13	1.42% ▲
 KLCI	1,488.83	5.38	0.36% ▲





Source: Investing.com

EUROPE	Value	Value	Pts
 FTSE 100	7,232.28	109.96	1.54% ▲
 DAX 30	15,380.79	210.81	1.39% ▲
 CAC 40	6,865.78	100.26	1.48% ▲
 FTSE MIB	26,498.07	559.55	2.16% ▲
 SMI 20	12,375.35	199.58	1.64% ▲







Source: Investing.com

USA	Value	Value	Pts
 DOW JONES	35,227.03	646.95	1.87% ▲
 S&P 500	4,591.67	53.24	1.17% ▲
 NASDAQ 100	15,846.16	134.12	0.85% ▲
 US Dollar Index	96.31	0.02	0.02% ▼










Source: Investing.com

GULF	Value	Value	Pts
 ADX General	8,999.32	226.87	2.59% ▲
 Tadawul All-Share	11,021.07	121.4	1.09% ▼
 QE General	11,582.28	4.46	0.04% ▼
 Premier Market	7,573.27	0.04	-

Source: Investing.com

Commodity	Value	Value	Chg.
 Gold (t oz.)	1,779.70	0.20	0.01% ▲
 Silver (t oz.)	22.34	0.07	0.33% ▲
 Oil-WTI (bbl.)	69.98	0.49	0.71% ▲
 Oil-Brent (bbl.)	73.47	0.16	0.22% ▼
 Steel Scrap (tons)	454.00	-	-
 Cotton (lb.)	107.01	2.81	2.70% ▲

Source: Investing.com

Currency	Value	Value	Chg.
 USD/PKR	176.25	1.75	0.98% ▼
 EURO/PKR	198.85	0.65	0.33% ▼
 GBP/PKR	233.13	2.37	1.01% ▼
 JPY/PKR	1.56	0.12	8.33% ▲
 CNY/PKR	27.85	3.95	16.53% ▲
 AED/PKR	47.95	0.75	1.54% ▼
 SAR/PKR	46.94	0.06	0.13% ▼
 CAD/PKR	137.33	0.17	0.12% ▼
 AUD/PKR	123.67	1.33	1.06% ▼

Source: Forex.com.pk



### Market Outlook

KSE-100 on Monday again kept on struggling around its previous close throughout the day and concluded the session with a minor change compared to the last close. The benchmark KSE-100 index made an intra-day high and low at 43,556 (323 points) and 42,972 (-261 points) respectively while closed at 43,281 by gaining 48 points. Trading volume has been decreased to 74mn shares as compared to 139mn shares on the previous day. Going forward, we expect the market to remain volatile amid uncertainty regarding macroeconomic conditions. The support for the index resides at 42,800. Breaking this level could further drag the index towards 42,000. However, the resistance for the index resides at 43,800.

### Key News

#### International

##### Asia lags as U.S., Euro stock futures rally

Asian share markets lagged a bounce in U.S. and European futures on Monday, while bonds surrendered some of their recent gains and oil rallied as Saudi Arabia lifted its crude prices. November's mixed U.S. jobs report did little to shake market expectations of a more aggressive tightening by the

[see more...](#)

##### China Could Cause The Next Massive Crash In Oil Prices

Given the extreme disconnect between China's huge economy-driven oil and gas needs and its minimal level of domestic oil and gas reserves, the country's influence over oil prices has long been profound. As a result of this imbalance, China almost alone created the 2000-2014

[see more...](#)

#### Politics

##### PDM announces 'anti-inflation' march in Islamabad on Pakistan Day

Speaking to the media in Islamabad after a meeting of the heads of the PDM's component parties, Rehman said that the participants deliberated on the country's current situation. He stated that the ruling PTI was brought into power as a result

[see more...](#)

## MORNING GLANCE

### Economy

#### **\$1bn 'economic plan' wins ADB's approval - Positive**

The Independent Evaluation Department (IED) of the Asian Development Bank (ADB) has rated the "Economic Stabilization Programme" of worth \$1 billion for Pakistan as successful. The IED in its validation report stated that the special policy-based loan (SPBL) of one billion dollar was aimed to address Pakistan's severe macroeconomic crisis faced in 2019. [see more...](#)

#### **NSS outflows reduce govt's borrowing options - Negative**

The outflows from the National Savings Schemes (NSS) continued during the first four months of 2021-22 mainly due to a ban on institutions to invest in these schemes. As a result, the government's options to get higher amount of liquidity have reduced, particularly when it cannot borrow money from the State Bank of Pakistan (SBP) under an IMF agreement. [see more...](#)

#### **Omicron threat: new travel restrictions issued - Neutral**

Pakistan has issued new travel restrictions for various countries in a bid to check the spread of the new coronavirus variant Omicron threat. The National Command and Operation Center (NCOC), while expanding the list of countries in category C from seven to 15 has included Croatia, Hungary, the Netherlands, Ukraine, Ireland, Slovenia, Vietnam, Poland, South Africa, Mozambique, Lesotho, Eswatini, Botswana, Zimbabwe, and Namibia. [see more...](#)

#### **Govt alarmed at depleting gas reserves - Negative**

The Federal Cabinet has directed Petroleum Division to prepare short, medium and long-term plans to face the looming challenge of depleting gas reserves and re-check to ascertain gas reserves depletion rate so as to determine how much of it was due to theft, collusion and distribution losses, well informed sources told Business Recorder. [see more...](#)

#### **Pakistan Stream Gas Pipeline Project - Neutral**

Pakistan and Russia have will sign the draft shareholders agreement of the \$2.5 billion worth Pakistan Stream Gas Pipeline Project (PSGP) by February 15, 2022, besides both sides have made major breakthrough, while agreeing upon to opening air corridor, streamlining banking channels and reviewing customs tariff structure. [see more...](#)

#### **HASCOL considering another right issue with Vitol and Banks help - Positive**

HASCOL has submitted a proposal for the settlement of the debt and circulated it to the various banks, the company has chalked out a detailed strategy in this regard. Total residual debt is Rs54.5 billion, out of which up to Rs9 billion will be provided by two banks jointly, marked as active working capital facility that will be carved out for operations of the company, the company said in the proposal document reported The News. [see more...](#)

#### **SNGPL halts gas supply to CNG stations in Punjab, KPK - Negative**

he gas crisis in the country has deepened as the state-owned Sui Northern Gas Pipelines Limited (SNGPL) on Monday announced complete closure of gas supply for indefinite period to compressed natural gas (CNG) stations in Punjab and Khyber Pakhtunkhwa provinces [see more...](#)

#### **OGRA reserves decision on SSGC petition - Neutral**

The Oil and Gas Regulatory Authority (OGRA) on Monday has reserved its decision on the Sui Southern Gas Company Limited (SSGCL) petition for raising gas tariff by Rs58.42 per mmbtu for the fiscal year 2022 amid an increase in the cost of gas and other components, a notice by the authority showed today. [see more...](#)

#### **Nov cement despatches increase 10.21pc YoY - Positive**

Cement despatches registered an increase of 6.91 percent in November 2021 as total cement despatches during the month were 4.82 million tons against 4.5 million tons despatched during the same month of last fiscal year. [see more...](#)

#### **Domestic steel prices to go up further - Negative**

While inflation hit a record 11.5 pc in the country last month, the local steel industry is going to increase prices due to the high cost of imported scrap, energy tariff, devaluation of local currency, and a jump in the policy rate, etc. [see more...](#)

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## DEFINITION OF TERMS

<b>TP</b>	Target Price	<b>DDM</b>	Dividend Discount Model	<b>FCF</b>	Free Cash Flows
<b>CFE</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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