

MORNING GLANCE

ASIA	Value	Pts	Chg. (%)
KSE 100	45,082.30	325.59	0.72% ▼
NIFTY 50	17,745.90	179.35	1.00% ▼
DSE 30	2,603.08	27.20	1.05% ▲
SHANGHAI	3,595.76	9.68	0.27% ▲
Hang Seng	23,206.00	133.14	0.58% ▲
BIST 100	2,007.55	2.25	0.11% ▲
MOEX	3,753.29	61.76	1.62% ▼
CSE All-Share	13,169.40	92.49	0.71% ▲
Nikkei 225	28,699.50	211.63	0.74% ▲
KLCI	1,536.05	2.69	0.18% ▲

Source: Investing.com

EUROPE	Value	Value	Pts
FTSE 100	7,450.37	66.5	0.88% ▼
DAX 30	16,052.03	219.72	1.35% ▼
CAC 40	7,249.66	126.71	1.72% ▼
FTSE MIB	27,655.69	506.98	1.80% ▼
SMI 20	12,792.28	114.09	0.88% ▼

Source: Investing.com

USA	Value	Value	Pts
DOW JONES	36,236.47	170.64	0.47% ▼
S&P 500	4,696.05	4.53	0.10% ▼
NASDAQ 100	15,765.36	6.42	0.04% ▼
US Dollar Index	96.22	0.1	0.10% ▼

Source: Investing.com

GULF	Value	Value	Pts
ADX General	8,406.69	-	-
Tadawul All-Share	11,430.51	22.57	0.20% ▼
QE General	11,959.13	36.96	0.31% ▲
Premier Market	7,724.09	-	-

Source: Investing.com

Commodity	Value	Value	Chg.
Gold (t oz.)	1,790.45	1.25	0.07% ▲
Silver (t oz.)	22.14	0.048	0.22% ▼
Oil-WTI (bbl.)	79.96	0.50	0.63% ▲
Oil-Brent (bbl.)	82.46	0.40	0.49% ▲
Steel Scrap (tons)	457.00	8	1.72% ▼
Cotton (lb.)	114.80	1.48	1.27% ▼

Source: Investing.com

Currency	Value	Value	Chg.
USD/PKR	177.10	0.10	0.06% ▲
EURO/PKR	200.20	0.48	0.24% ▲
GBP/PKR	239.53	0.26	0.11% ▲
JPY/PKR	1.53	0.01	0.66% ▲
CNY/PKR	27.95	0.01	0.04% ▼
AED/PKR	48.18	0.03	0.06% ▲
SAR/PKR	47.12	0.03	0.06% ▲
CAD/PKR	138.32	0.77	0.55% ▼
AUD/PKR	126.97	0.94	0.73% ▼

Source: Forex.com.pk



Market Outlook

KSE-100 on Thursday remained under selling pressure throughout the day and concluded the session in the red zone amid profit taking by the investors. The index made an intra-day high and low at 45,408 (0 points) and 45,021 (-386 points) respectively while closed at 45,082 by losing 325 points. Trading volume has been increased to 133mn shares as compared to 97mn shares on the previous day. Going forward, we can expect the market to test its support at 44,991 (50 DMA). Breaking this level would further drag the index towards 44,133. However, the second resistance for the index resides at 45,997 (200 DMA).

Key News

International

Stocks, Futures Climb as Focus Turns to Payrolls

Asian stocks and U.S. futures pushed higher Friday as investor focus turned to upcoming data from the American labor market. Treasuries extended a decline. Shares climbed in Australia, South Korea and Japan following Thursday's selloff. S&P 500 futures saw modest gains. The U.S. benchmark closed little changed after attempting to rebound from a near 2% drop Wednesday [see more...](#)

Oil extends rally on Kazakhstan unrest and Libyan outages

Oil prices rose about 2% on Thursday, extending their new year's rally, on escalating unrest in OPEC+ oil producer Kazakhstan and supply outages in Libya. Brent crude futures rose \$1.19 cents, or 1.5%, to settle at \$81.99 a barrel, after hitting their highest since late November. U.S. West Texas Intermediate (WTI) crude gained \$1.61, or 2.1%, to \$79.46. The contract touched a session high of \$80.24. [see more...](#)

Politics

'Who had the right to record me?': Maryam demands apology for 'phone tapping'

PML-N Vice President Maryam Nawaz demanded an apology on Thursday for her phone being "tapped", as she addressed a reporter's question pertaining to a leaked audio tape in which she and party leader Pervez Rashid used inappropriate language for certain journalists. [see more...](#)

MORNING GLANCE

Economy

IMF Board to meet on 12th- Neutral

The International Monetary Fund's Executive Board is scheduled to meet on January 12 with consideration of Pakistan - 2021 Article IV Consultation, Sixth Review under the Extended Fund Facility (EFF), and Requests for Waivers of Nonobservance of Performance Criteria and Rephasing of Access". [see more...](#)

'No lockdown in offing' despite Covid surge - Neutral

The federal government as well as the Sindh government dispelled on Thursday any impression that they were resorting to Covid-induced lockdown, despite a surge in the single-day tally of new cases, which topped 1,000 for the first time since mid-Oct [see more...](#)

Forex reserves fall in Dec - Negative

The country's total liquid foreign exchange reserves fell \$ 255 million to stand at \$ 24.019 billion as on 31st December 2021 compared to \$24.274 billion a week earlier. According to a weekly foreign exchange, report issued on Thursday, during the week under review, SBP's reserves decreased by \$ 169 million to \$ 17.686 billion down from \$ 17.855 billion. Net foreign reserves held by commercial banks stood at \$ 6.333 billion, fell \$ 85 million in a week. [see more...](#)

SSGC system: Senate panel informed about massive gas losses – Negative

A parliamentary panel was informed Thursday that 15 percent unaccountable for gas (UFG) volume of the Sui Southern Gas Company (SSGC) was result of 750,000 illegal gas connections given in Karachi and the provincial government was not giving due attention to the problem. [see more...](#)

Omicron spreading at rapid pace, warns NCOC chief - Negative

National Command and Operation Centre (NCOC) chief Asad Umar urged people on Wednesday to get vaccinated against coronavirus, saying the Omicron variant was spreading at a rapid pace in Pakistan, especially Karachi and Lahore. [see more...](#)

Hybrid Car Prices To Go Up PKR 900,000 To PKR 1,300,000 After ECC Approved Increased in Regulatory Duty - Negative

Ministry of Commerce submitted a summary for rationalization of tariff on import of vehicles and other items requested by MOIP & other sectors. The meeting discussed the summary in details and approved recommendations of the Tariff Policy Board with some modifications. The forum also decided to review some recommendations relating to automotive sector after six [see more...](#)

Deduction in CPP invoice; Hubco serves dispute notice to CPPA-G - Negative

M/s Hubco has served dispute notice to Central Power Purchasing Agency –Guaranteed (CPPA-G) under Power Purchase Agency (PPA) on deductions made in the company's Capacity Purchase Price (CPP) invoice for the period of [see more...](#)

40pc of agreed amount; 12 IPPs paid over Rs60bn as first instalment - Neutral

Power Division is said to have paid over Rs 60 billion to 12 IPPs of Power Policy 2002, 40 per cent of total agreed amount as first instalment [see more...](#)

CY21 housing finance soars 85pc to Rs355bn YoY - Positive

Housing and construction financing by banks posted an unprecedented growth of 85 percent during calendar year 2021 (CY21) supported by the government of Pakistan special markup subsidy scheme "Mera Pakistan Mera Ghar". According to the State Bank of Pakistan (SBP), overall banks' outstanding credit for housing and construction increased by Rs163 billion, from Rs192 billion to Rs 355 billion during 2021. Within the housing and construction portfolio, [see more...](#)

PM's low-cost housing scheme Considerable increase in borrowing from banks - Positive

A meeting of the National Coordination Committee on Housing, Construction and Development was informed that there was considerable increase in borrowing from banks for the construction of low-cost houses under Prime Minister Scheme and application for more than Rs6 billion [see more...](#)

Circular Debt in Gas Sector Swells to Rs 1.3 Trillion - Negative

The circular debt in the gas sector has swelled to Rs 1.3 trillion, pushing the stating companies towards financial collapse. Officials informed the Senate Standing Committee on Petroleum here on Thursday. [see more...](#)

TRG Hit Lower Limit As Telegraph Reported Zia Chishti Comebacks Week After Quitting Over Harassment Claims - Negative

TRG Pakistan hit lower lock in today's trading session at Pakistan Stock Exchange as Telegraph in its story reported that Disgraced Afiniti founder Zia Chishti plots comeback weeks after quitting over harassment claims. The entrepreneur is trying to rejoin the board of TRG [see more...](#)

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DEFINITION OF TERMS

TP	Target Price	DDM	Dividend Discount Model	FCF	Free Cash Flows
CFE	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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- 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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