

MORNING GLANCE

ASIA	Value	Pts	Chg. (%)
KSE 100	43,853.49	572.72	1.32% ▲
NIFTY 50	17,176.70	264.45	1.56% ▲
DSE 30	2,660.30	25.67	0.97% ▲
SHANGHAI	3,593.65	1.44	0.04% ▼
Hang Seng	23,981.37	2.29	0.01% ▼
BIST 100	1,981.04	53.65	2.78% ▲
MOEX	3,873.20	63.10	1.66% ▲
CSE All-Share	11,088.17	53.76	0.49% ▲
Nikkei 225	28,730.50	274.90	0.97% ▲
KLCI	1,497.77	0.2	0.01% ▼

Source: Investing.com

EUROPE	Value	Value	Pts
FTSE 100	7,339.90	107.62	1.49% ▲
DAX 30	15,813.94	433.15	2.82% ▲
CAC 40	7,065.39	199.61	2.91% ▲
FTSE MIB	27,137.98	639.91	2.41% ▲
SMI 20	12,513.62	138.27	1.12% ▲

Source: Investing.com

USA	Value	Value	Pts
DOW JONES	35,719.43	492.40	1.40% ▲
S&P 500	4,686.75	95.08	2.07% ▲
NASDAQ 100	16,325.66	479.50	3.03% ▲
US Dollar Index	96.25	0.12	0.13% ▼

Source: Investing.com

GULF	Value	Value	Pts
ADX General	8,999.32	-	-
Tadawul All-Share	11,108.20	87.13	0.79% ▲
QE General	11,626.11	43.83	0.38% ▲
Premier Market	7,573.27	-	-

Source: Investing.com

Commodity	Value	Value	Chg.
Gold (t oz.)	1,786.45	1.75	0.10% ▲
Silver (t oz.)	22.50	0.026	0.12% ▼
Oil-WTI (bbl.)	71.86	0.19	0.26% ▼
Oil-Brent (bbl.)	75.19	0.02	0.03% ▲
Steel Scrap (tons)	466.00	12.00	2.64% ▲
Cotton (lb.)	106.40	0.61	0.57% ▼

Source: Investing.com

Currency	Value	Value	Chg.
USD/PAK	176.90	0.65	0.37% ▲
EURO/PAK	199.60	0.75	0.38% ▲
GBP/PAK	234.82	1.69	0.72% ▲
JPY/PAK	1.56	-	-
CNY/PAK	27.94	0.09	0.32% ▲
AED/PAK	48.12	0.17	0.35% ▲
SAR/PAK	47.12	0.18	0.38% ▲
CAD/PAK	138.74	1.41	1.03% ▲
AUD/PAK	125.01	1.34	1.08% ▲

Source: Forex.com.pk



Market Outlook

KSE-100 on Tuesday showed a quite bullish trend and concluded the session with a major upward change compared to the last close amid a major interest was shown by investors in the oil sector. The benchmark made an intra-day high and low at 44,066 (785 points) and 43,281 (0 points) respectively while closed at 43,853 by gaining 573 points. Trading volume has been increased to 89mn shares as compared to 74mn shares on the previous day. Going forward, we expect the market to remain volatile amid uncertainty regarding macroeconomic conditions. The resistance for the index resides at 44,200. Breaking this level could further move the index towards 45,280. However, the support for the index resides at 42,800.

Key News

International

Asian Stocks Follow Wall Street Higher as Virus Fears Ease

Asia stock markets followed Wall Street higher Tuesday as anxiety about the coronavirus's latest variant eased. Shanghai, Tokyo and Hong Kong advanced. Oil prices gained for a second day. [see more...](#)

Oil Prices Extend Relief Rally With Omicron Concerns Subsiding

Oil continued to climb on optimism that the omicron virus variant may not be as severe as feared, easing concern over the demand outlook. West Texas Intermediate rose as much as 5.1% on Tuesday, before ending the day at around \$72 a barrel. [see more...](#)

Politics

Submit affidavit by Monday or face indictment, IHC tells former G-B judge

The Islamabad High Court (IHC) on Tuesday said the former chief justice of Gilgit-Baltistan, Rana M Shamim, will be indicted in the contempt of court case if he fails to produce the original affidavit by Monday. During the hearing of the case, IHC Chief Justice Athar Minallah expressed [see more...](#)

MORNING GLANCE

Economy

THE RUPEE: PKR gains prove short-lived - Neutral

KARACHI: Pakistan's rupee was back at the receiving end against the US dollar, depreciating 0.18% to yet another historic low in the inter-bank market on Tuesday. As per the State Bank of Pakistan (SBP), the PKR closed at 176.79 against the USD after a day-on-day depreciation of 31 paisas or 0.18%. A day ago, the market showed little excitement over the \$3 billion deposit from Saudi Arabia as PKR made gains, albeit modestly, to appreciate 35 paisas against USD. [see more...](#)

Pakistan signs \$15.32bn new foreign loan agreements in FY21 - Negative

Pakistan signed new loan agreements worth \$15.316 billion with various development partners, State Administration of Foreign Exchange (SAFE) Authority China and foreign commercial banks during the FY 2020-21, the latest annual report on Foreign Economic Assistance (FEA) released by Ministry of Economic Affairs said. Out of total new agreements, \$6.97bn worth of financing agreements were signed with multilateral development partners, \$4.66bn with foreign commercial banks, \$187mn with bilateral development partners. [see more...](#)

Reduced rate of GST on petrol abolished - Neutral

The Federal Board of Revenue (FBR) has abolished the reduced rate of 1.43 percent sales tax on petrol from December 7, 2021. According to a notification issued by the FBR Tuesday, the sales tax rate on petrol was 1.43 percent in November 2021. It has been reduced to zero percent from December 7. However, the sales tax rate on high-speed diesel oil (HSD) has been increased from 6.75 percent to 7.20 percent. Sales tax on kerosene has been increased from 6.70 percent to 8.19 percent and sales tax on light diesel oil has been increased from 0.20 percent to 0.46 percent. [see more...](#)

Hascol's restructuring is nearly complete: chairman - Positive

Hascol Petroleum has just concluded its much awaited Annual General Meeting (AGM), in which its Chairman, former UK Foreign Minister Sir Alan Duncan, stated that the company is nearing agreement on a complete restructuring of its debt. He went on to say: "2021 has been a dramatic year during which your Board has worked tirelessly to turn the company around. I believe we are making good progress in doing so, and I am pleased to [see more...](#)

Govt decides to import urea from China - Neutral

The Federal Government has reportedly decided to import 0.1 million metric tons of urea from China on government-to-business (G2B) basis to meet shortfall in the country, well informed sources told Business Recorder. Separately, the Punjab government has taken action against over 150 dealers for hoarding, who the government wants blacklisted as per an agreement with the fertilizer industry, the sources added. On October 5, 2021, Economic Coordination Committee (ECC) of the Cabinet approved [see more...](#)

Telecard to change its name to Telecore Technologies Ltd - Neutral

Telecard Limited, in its extraordinary general meeting which is scheduled to take place on 24th December 2021, will pass or consider special resolution to change the name of the company from Telecard Limited to Telecore Technologies Limited. This special resolution will be subject to the approval of the SECP under section 12 of the companies act 2017. As per the company's notice to PSX, Telecard is now actively developing its technology-based business through its subsidiaries. [see more...](#)

New property valuation rates held in abeyance - Neutral

The Federal Board of Revenue (FBR) on Tuesday held in abeyance the new property valuation rates till January 16, 2022, according to an announcement of the FBR. Taking cognisance of a number of complaints from across the country received from various stakeholders including real estate agents and town developers about extraordinary rise in property rates resulting from the recently-notified property valuation, the FBR has issued detailed instructions this evening through an office memorandum [see more...](#)

FCA for September; KE tariff hiked by Rs3.76 - Positive

National Electric Power Regulatory Authority (Nepra) has increased Karachi Electric's (KE's) tariff by Rs 3.76 per unit for September 2021 under monthly Fuel Component Adjustment (FCA) mechanism across the board except lifeline consumers. The increase will be shown separately in the consumers' bills on the basis of units billed to the consumers in the respective month to which the adjustment pertains. [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	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

PREPARED BY

M. Fawad Naveed

Phone: (+92) 42 38302028

Ext: 117

Email: fawad@abbasiandcompany.com

RESEARCH DEPARTMENT

6 - Shadman, Lahore

Phone: (+92) 42 38302028; Ext: 116, 117

Email: research@abbasiandcompany.com

web: www.abbasiandcompany.com

HEAD OFFICE

6 - Shadman, Lahore

Phone: (+92) 42 38302028

Email: info@abbasiandcompany.com

web: www.abbasiandcompany.com

BRANCH OFFICE

42 - Mall Road, Lahore

Phone: (+92) 42 38302028-37320707

Email: info@abbasiandcompany.com

web: www.abbasiandcompany.com