

MORNING GLANCE



41,824

▲ 59

▲ 0.14%

63 mn

YTD -6.21%

1 Year -10.5%

ASIA	Value	Pts	Chg. (%)
 NIFTY 50	17,798.75	174.35	0.99% ▲
 DSE 30	2,376.17	22.59	0.96% ▲
 SHANGHAI	3,247.75	12.16	0.38% ▲
 Hang Seng	19,204.00	349.38	1.85% ▲
 Nikkei 225	28,144.50	79.22	0.28% ▲

EUROPE	Value	Pts	Chg. (%)
 FTSE 100	7,262.06	24.23	0.33% ▲
 DAX 30	12,904.32	11.65	0.09% ▼

USA	Value	Pts	Chg. (%)
 DOW JONES	31,774.52	193.24	0.61% ▲
 S&P 500	4,006.18	26.31	0.66% ▲
 NASDAQ	12,321.19	61.81	0.50% ▲

Commodities	Value	Chg.	Chg. (%)
 Gold (t oz.)	1,727.85	7.65	0.44% ▲
 Oil-WTI (bbl)	83.67	0.13	0.16% ▲

Currencies	Value	Chg.	Chg. (%)
 USD/PKR	225.00	2.25	1.01% ▲
 EURO/PKR	224.83	4.59	2.08% ▲
 GBP/PKR	258.88	3.28	1.28% ▲
 AED/PKR	61.22	0.62	1.02% ▲

Source: dps.psx.com.pk, investing.com, forex.com

Market Outlook

KSE-100 on Thursday remained volatile throughout the day and concluded the session a bit above its previous closing amid the uncertain macroeconomic situation prevailing in the country. The index made an intra-day high and low at 41,936 (171 points) and 41,677 (-89 points) respectively while closed at 41,825 by gaining 59 points. Trading volume has increased to 63mn shares as compared to 46mn shares on the previous trading day. Going forward, we expect the market to remain volatile. Whereas the level of 41,738 (50 DMA) is crucial for the market as it needs to sustain it to rebound. Contrarily, the resistance for the index resides at 42,800.

Key News

International

Asia shares edge higher as dollar eases

Asian shares crept higher as the dollar eased, with markets turning calmer after a record interest rate hike from the European Central Bank and hawkish comments from the U.S. Federal Reserve Chair reinforced bets of aggressive tightening ahead. MSCI's broadest index of Asia-Pacific shares outside Japan eked out a gain of 0.3% early on Friday. But it was headed for a weekly drop of 1.2%, battered by a slew [see more...](#)

Oil Heads For Second Week of Losses as Demand Concerns Weigh

Oil prices were mixed on Friday as investors digested an unexpected build in U.S. crude inventories, but were set for steep weekly losses on concerns that slowing global economic growth will weigh on demand. London-traded Brent oil futures rose 0.4% to \$88.88 a barrel, while U.S. West Texas Intermediate futures fell 0.4% to \$83.20 a barrel by 20:30 ET (00:30 GMT). Both contracts were set to lose over 4% [see more...](#)

Politics

IHC decides to indict Imran Khan in contempt case on September 22

The Islamabad High Court (IHC) on Thursday decided to indict former prime minister and Pakistan Tehreek-e-Insaf (PTI) chairman Imran Khan in a contempt case on September 22, terming his supplementary reply in the case "dissatisfactory". The IHC larger bench led by Chief Justice Athar Minallah and comprising Justice Miangul Hassan Aurangzeb, Justice [see more...](#)

Economy

SBP-held foreign exchange reserves increase to \$8.8bn after inflow from IMF - Positive

Foreign exchange reserves held by the State Bank of Pakistan (SBP) rose \$1.1 billion, clocking in at \$8.8 billion as of September 2, 2022, following receipt of the \$1.12-billion loan tranche from the International Monetary Fund (IMF). Total liquid foreign reserves held by the country stood at \$14.5 billion, said the SBP on Thursday. Net foreign reserves held by commercial banks amounted to \$5.7 billion. "During [see more...](#)

MORNING GLANCE

Fifth successive loss: rupee depreciates to settle at 225.42 against US dollar - Negative

Pakistan's rupee continued to sustain losses against the US dollar for the fifth successive session, settling with a depreciation of 0.89% on Thursday. As per the State Bank of Pakistan (SBP), the rupee closed at 225.42 after declining by Rs2 against the greenback. During the five trading sessions, the rupee has cumulatively declined by Rs6.82 or 3% against the US [see more...](#)

Mari temporarily suspends gas production operations in Balochistan - Negative

Mari Petroleum Company Limited on Thursday announced a temporary suspension of production operations at its Zarghun South Gas Field and Ziarat Block after flash floods adversely impacted gas pipelines and road infrastructure in Balochistan. As per a notice sent to the Pakistan Stock Exchange (PSX), MPCL, which is the operator of Zarghun South Gas Field and Ziarat [see more...](#)

RLNG issue: expect another winter of gas shortages - Negative

Following the footsteps of PTI government, Prime Minister Shahbaz Sharif led federal government has also failed to arrange required quantity of RLNG for winter months due to which domestic consumers will have to face "pressure profiling" again during this period, well informed sources told Business Recorder. Power Sector will also get less supply of RLNG during winter months which may trigger Liquidated Damages (LDs). [see more...](#)

Cabinet committee gives go ahead for fertiliser import - Positive

The Economic Coordination Committee (ECC) of the Cabinet here on Thursday gave go ahead to Trading Corporation of Pakistan (TCP) for urea fertiliser imports. As per the details, the Federal Minister for Finance and Revenue Miftah Ismail chaired the meeting of the ECC at the Finance Division here on Thursday. Among others, the meeting was attended by Federal Minister for Commerce Syed Naveed Qamar; Federal Minister for [see more...](#)

CCP raids premises of 2 float glass makers on suspicion of cartelisation - Neutral

The Competition Commission of Pakistan (CCP) has raided two float glass manufacturers for conducting a search and inspection on suspicion of establishing an alleged cartel to maximise lofty profits. According to the CCP's announcement, as part of an ongoing inquiry to investigate the prima facie violations of Sections 3 'Abuse of Dominance' and Section 4 'Prohibited [see more...](#)

APTMA Asks Govt to Release Imported Textile Machinery and Spare Parts - Neutral

All Pakistan Textile Mills Association (APTMA) has asked the government to immediately release the textile machinery and spare parts stuck at the ports due to restrictions on the import of items. Chairman APTMA (Southern ZONE), Asif Inam, has said in a statement that the unnecessary hindrances in the import of machinery and the parts, which are essential for the [see more...](#)

Govt Looking to Increase Exports by \$ 100 Billion Soon: Planning Minister - Neutral

Federal Minister for Planning Development Ahsan Iqbal has said that the coalition government is committed to exceed Pakistan's exports by \$100 billion soon. The Minister made these remarks while chairing a meeting for the promotion of a conducive business environment and improvement in exports. The meeting was attended by the President [see more...](#)

All Economic Targets Upset by Flood; Loss Touches \$ 12 Billion: Finance Ministry Report - Negative

Pakistan's economy has suffered damage of \$12 billion due to ravaging floods across the country, reveals the finance ministry's flood damage report. According to the sources in the Ministry of Finance, the ministry has prepared a flood damage report and sent it to Prime Minister's Office. It estimates economic growth to drop from 5 percent to [see more...](#)

Govt Finally Approves Appointment of MDs for OGDCL and PPL - Neutral

The federal government has appointed Zahid Mir as Managing Director of Oil and Gas Development Company Limited (OGDCL), while Imran Abbas has been appointed as Managing Director/Chief Executive Officer of Pakistan Petroleum Limited (PPL). The federal cabinet, through circulation, has approved the appointments, an official source told [see more...](#)

'Restrictions' on raw material import: PIAF fears industry's closure - Negative

The Pakistan Industrial and Traders Associations Front (PIAF) has expressed the fear of industry's closure in the wake of restrictions on industry raw material import under customs tariff chapter 84 and 85, as these restraints have not been lifted yet despite the approval of loan tranche from the IMF. PIAF Chairman Faheem Ur Rehman Saigol, in a joint [see more...](#)

Rice crop losses: production, export targets likely to be missed - Negative

Stakeholders have expressed the fear that losses incurred by the rice crop 2022 in Sindh and Southern Punjab will not only hit the production target but may also make it hard to meet the export targets. Pakistan Hi-Tech Hybrid Seed Association (PHHSA) Chairman and Rice Exporters Association of Pakistan (REAP) founder Shahzad Ali Malik claimed that 35 [see more...](#)

FBR Warns Un-Registered Retailers to Integrate with POS System - Neutral

The Federal Board of Revenue (FBR) has released a list of 81 unregistered retailers (Tier-1), who are required to be integrated with its Point of Sale (POS) system by September 10, 2022. In this regard, the FBR has issued Sales Tax General Order (STGO) 3 of 2022, on Thursday. According to the FBR's notification, these 81 identified retailers are still [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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- II. Dividend Discount Model
- III. Relative Valuation Model
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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

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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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