

MORNING GLANCE



42,797	▼ -54	▼ -0.13%
97 mn	YTD -4.03%	1 Year -6.43%

ASIA	Value	Pts	Chg. (%)
NIFTY 50	18,403.40	74.25	0.41% ▲
DSE 30	2,198.58	37.39	1.67% ▼
SHANGHAI	3,134.37	0.30	0.01% ▲
Hang Seng	18,256.00	87.12	0.47% ▼
Nikkei 225	27,900.50	89.67	0.32% ▼

EUROPE	Value	Pts	Chg. (%)
FTSE 100	7,369.44	15.73	0.21% ▼
DAX 30	14,378.51	65.21	0.46% ▲

USA	Value	Pts	Chg. (%)
DOW JONES	33,592.92	56.22	0.17% ▲
S&P 500	3,991.73	34.48	0.87% ▲
NASDAQ	11,871.15	170.21	1.45% ▲

Commodities	Value	Chg.	Chg. (%)
Gold (t oz.)	1,779.80	3.00	0.17% ▲
Oil-WTI (bbl)	86.55	0.37	0.43% ▼

Currencies	Value	Chg.	Chg. (%)
USD/PKR	222.20	-	-
EURO/PKR	229.45	0.49	0.21% ▲
GBP/PKR	261.52	0.42	0.16% ▲
AED/PKR	60.46	-	-

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

Market Outlook

KSE-100 on Tuesday remained volatile throughout the day and concluded the session in the red zone amid the rupee's continuous depreciation against USD. The index made an intra-day high and low at 43,035 (185 points) and 42,748 (-102 points) respectively while closed at 42,797 by losing 54 points. Trading volume has increased to 97mn shares as compared to 82mn shares on the previous trading day. Going forward, we expect the market to remain volatile amid the macroeconomic uncertainties prevailing in the country. Whereas, the support for the index resides at 42,500. Breaking this level can further drag the index towards 41,800 (50 DMA). Contrarily, the resistance for the index resides at 42,956 (200 DMA).

Key News

International

Asian stocks shaken by blast in Poland, dollar gains

Asian stocks dropped and the dollar gained on Wednesday after blasts in Poland that Ukraine and Polish authorities said were caused by Russian-made missiles. The potential for a further ratcheting up of geopolitical tensions saw MSCI's broadest index of Asia-Pacific shares outside Japan lose 0.6%. Australian shares fell 0.5%, while Japan's Nikkei stock index dropped 0.76%. Hong Kong's Hang Seng Index was flat, [see more...](#)

Oil inventories drop by more than expected 5.8M barrels last week: API

U.S. crude stockpiles fell much more than expected last week, though product inventories including gasoline increased, the API reported Tuesday. West Texas Intermediate, the U.S. benchmark, traded at \$86.80 a barrel following the report after settling up 1.2% at \$86.92 a barrel. U.S. crude inventories fell by 5.8 million barrels for the week [see more...](#)

Politics

LG elections in Karachi and Hyderabad: Centre, Sindh govt refuse to provide assistance to ECP

Federal and Sindh governments on Tuesday refused to provide the required assistance to the Election Commission of Pakistan (ECP) in holding local government elections in Karachi and Hyderabad divisions as the electoral body reserved its verdict in the case related to delay in LG polls in these two divisions comprising 16 districts. The [see more...](#)

Economy

Staff-level mission date not finalised - Negative

The International Monetary Fund (IMF) Staff Mission is expected in Islamabad by the end of the ongoing month but the date has not yet been finalised as the Fund wanted Pakistan to first make the required adjustments. An official, on condition of anonymity, said after the National Assembly's Standing Committee on Finance meeting on Tuesday it [see more...](#)

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GDP target could be hit by more than 2pc: Ayesha Ghous Pasha - Negative

State Minister for Finance Ayesha Ghous Pasha told the National Assembly's Standing Committee on Finance and Revenue that due to the recent devastating floods, nine million people have gone below the poverty line. Besides, the country's economic growth rate may fall short of the target by more than 2 percent. The economic team also ruled out the possibility of imposing [see more...](#)

FBR chairman tells NA body - Neutral

Federal Board of Revenue (FBR) Chairman Asim Ahmad, Monday, said that so far the FBR is not considering new taxation measures through a mini-budget, on the demand of the International Monetary Fund (IMF) and to overcome revenue shortfall through policy and administrative/ enforcement measures in the second quarter of 2022-23. Briefing the National Assembly Standing Committee on Finance at the Parliament House, the FBR [see more...](#)

For people without taxable income: LHC declares collection of advance tax unconstitutional - Neutral

The Lahore High Court has declared unconstitutional the collection of advance tax from people who do not have taxable income. It ordered that the collection of income tax is not allowed without estimating the income. The Lahore High Court Justice Shahid Jameel issued the decision on 22 petitions of low-income mobile phone users and levying Rs20,000 advance tax on [see more...](#)

Rupee rout enters third day as dollar demand rises - Negative

Pakistan's rupee's retreat entered its third day in the interbank market as it eased by Re0.22 or 0.10% versus the dollar to close at 221.91 compared to Monday's close of 221.69, the State Bank of Pakistan's (SBP) data showed. Traders pinned this downtrend to lean foreign exchange reserves amid rising imports, while the decline was also attributed to an increase in demand for the greenback from importers. "Rising dollar demand, foreign [see more...](#)

POL products' prices kept unchanged - Neutral

The government has decided to keep the prices of petroleum products unchanged for second half of November 2022. Briefing media here on Tuesday, Minister for Finance Senator Ishaq Dar announced the government's decision to keep the prices of Petrol, High Speed Diesel, Light Diesel, and Kerosene Oil unchanged for next 15 days. The minister said that as per the government decision of Nov 9, the State Bank Of Pakistan (SBP) and the [see more...](#)

PSM to get Rs1.26bn to foot the bill for gas - Positive

The Economic Coordination Committee (ECC) of the Cabinet approved release of funds amounting to Rs1.258 billion to the Pakistan Steel Mills (PSM) for payment of gas supply bills to the Sui Southern Gas Company (SSGC) and approved continuation of the RLNG supply to Fatimafert and Agritech till December 2022. The ECC meeting was presided over by Finance Minister Ishaq Dar on Tuesday. On a summary [see more...](#)

Star Hydro Power case: PPIB in trouble - Negative

Private Power & Infrastructure Board (PPIB) is reportedly in trouble after an arbitration award by Multilateral Investment Guarantee Agency (MIGA) in M/s Star Hydro Power case, in light of a document signed in 1986 by the then Economic Affairs Minister, well informed sources in PPIB told Business Recorder. Finance Division, sources said, has shared a letter which indicates a briefing note from MIGA for alternate [see more...](#)

5G technology from next year: Haque - Positive

Federal Minister for IT and Telecommunication Syed Amin Ul Haque on Tuesday vowed to launch 5G technology in the country next year, a statement said. He was talking to Wang Hua, CEO of Zong, who called on him in his office. According to a govt release, matters related to spectrum, 5G technology, connectivity and provision of quality telecom services were discussed during the meeting. Additional Secretary [see more...](#)

JS Bank intends to acquire 51pc shares, control of BankIslami - Positive

JS Bank Limited has expressed its intention to acquire more than 51 percent shares and control of BankIslami Pakistan Limited. JS Bank Limited (the Acquirer) currently holds 7.79 percent shares of the BankIslami Pakistan Limited. "On behalf of our Client, JS Bank Limited (herein referred to as the "Acquirer" or the "Client"), we Next Capital Limited, [see more...](#)

TPL REIT and TASC Towers submit bid to acquire Telecom Tower Infrastructure Company - Neutral

Pakistan's TPL REIT Management Company Ltd (RMC) along with TASC Towers, a UAE-based mobile telecom tower operator, have submitted a firm bid for the acquisition of Telecom Tower Infrastructure Company, which owns and manages around 10,500 operating towers in Pakistan through an infrastructure real estate investment trust (REIT). [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:

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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

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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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