



41,808	▲ 544	▲ 1.32%
77 mn	YTD -6.25%	1 Year -11%

ASIA	Value	Pts	Chg. (%)
NIFTY 50	18,145.40	133.20	0.74% ▲
DSE 30	2,226.71	39.1	1.73% ▼
SHANGHAI	2,984.73	15.53	0.52% ▲
Hang Seng	15,473.50	18.23	0.12% ▲
Nikkei 225	27,679.50	0.58	-

EUROPE	Value	Pts	Chg. (%)
FTSE 100	7,186.16	91.63	1.29% ▲
DAX 30	13,338.74	85.00	0.64% ▲

USA	Value	Pts	Chg. (%)
DOW JONES	32,653.20	79.75	0.24% ▼
S&P 500	3,856.10	15.88	0.41% ▼
NASDAQ	11,288.95	116.62	1.02% ▼

Commodities	Value	Chg.	Chg. (%)
Gold (t oz.)	1,652.75	3.05	0.18% ▲
Oil-WTI (bbl)	89.38	1.01	1.14% ▲

Currencies	Value	Chg.	Chg. (%)
USD/PKR	220.50	0.25	0.11% ▼
EURO/PKR	218.41	1.02	0.46% ▼
GBP/PKR	253.74	2.14	0.84% ▼
AED/PKR	59.99	0.07	0.12% ▼

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

Market Outlook

KSE-100 on Tuesday remained positive throughout the day and concluded the session in the green zone amid the expectations of positive developments on the economic front as PM leaves for China. The index made an intra-day high and low at 41,833 (569 points) and 41,265 (0 points) respectively while closed at 41,809 by gaining 544 points. Trading volume has increased to 77mn shares as compared to 35mn shares on the previous trading day. Going forward, we expect the market to remain volatile amid political uncertainty prevailing in the country. Whereas the level of 41,835 (50 DMA) is crucial for the market as it needs to break it to continue its upward momentum. Contrarily, the support for the index resides at 41,000.

Key News

International

Asian shares waver, dollar dips ahead of Fed policy decision

Asian shares wobbled in cautious trading on Wednesday while the dollar sagged slightly as investors braced for the U.S. Federal Reserve's policy outcome later in the global day with many looking for any signs of a slowdown in future rate hikes. MSCI's broadest index of Asia-Pacific shares outside Japan was 0.2% lower in early trade, as a drop in Chinese bluechips and Hong Kong shares offset an uptick in South Korea and [see more...](#)

Oil Rises on Unexpected U.S. Inventory Draw, Fed Limits Gains

Oil prices rose on Wednesday after data suggested U.S. crude inventories unexpectedly shrank in the prior week, although gains were limited as markets hunkered down before a widely-anticipated interest rate hike by the Federal Reserve. Still, crude markets were riding strong gains from Tuesday amid rumors that China plans to scale back its strict [see more...](#)

Politics

Imran is a 'political terrorist', not a stakeholder anymore: Maryam

PML-N Vice President Maryam Nawaz has said that former prime minister and PTI Chairman Imran Khan is no more a stakeholder in Pakistan's politics and the coalition government is unperturbed in his long march, which kicked off on Oct 28, towards Islamabad. "Whether they [PTI] bring 2,000 or 20,0000 people we will not listen to the [see more...](#)

Economy

PM in Beijing to discuss debt, CPEC - Neutral

Prime Minister Shehbaz Sharif arrived in Beijing on Tuesday to meet Chinese leaders and discuss plans for the China Pakistan Economic Corridor (CPEC), a \$65 billion investment in the South Asian nation. The major investment in development and energy projects in Pakistan is part of President Xi Jinping's Belt and Road Initiative (BRI) to improve China's road, rail and sea routes with the rest of the world. Islamabad and [see more...](#)

MORNING GLANCE

Pakistan could face difficulty in restructuring its dollar bonds: Report - Negative

According to a report by the Financial Times, there could be a big problem in the option to restructure one of Pakistan's close-to-maturity dollar bonds, and the culprit is that bond's issuing authority itself. The report states that, to restructure any foreign currency bond, an onerous or extraordinary resolution has to be passed by the issuer. This resolution requires a voting from [see more...](#)

Oct CPI accelerates to 26.6pc YoY - Negative

The Consumer Price Index (CPI) increased to 26.6 percent on a year-on-year basis in October 2022 as compared to an increase of 23.2 percent in the previous month and 9.2 percent in October 2021, says the Pakistan Bureau of Statistics (PBS). As per the monthly review of price indices by the PBS, on a month-on-month (MoM) basis, CPI increased to 4.7 percent in October 2022 as compared to a decrease of 1.2 percent in the previous [see more...](#)

THE RUPEE: PKR: back-to-back gains - Positive

Pakistan's rupee registered back-to-back gains against the US dollar, and settled with a marginal appreciation of 0.11% in the inter-bank on Tuesday, even as the greenback strengthened against other currencies. As per the State Bank of Pakistan (SBP), the rupee closed at 220.65 after an appreciation of Re0.24. On Monday, Pakistan's rupee had ended its three-session depreciation run against the US dollar, and settled at [see more...](#)

GST on petroleum products likely in second half of Nov - Neutral

Federal government is likely to impose general sale tax (GST) on petroleum products in the second half of November as an additional measure to cover October's shortfall of Rs 22 billion, an official of Petroleum Division told Business Recorder on condition of strict anonymity. On March 1, the then prime minister Imran Khan announced sales tax exemption on all petroleum products - petrol, HSD, kerosene and light diesel oil (LDO). The FBR is [see more...](#)

Ogra increases LPG prices - Negative

The Oil and Gas Regulatory Authority (OGRA) has increased the LPG prices by Rs2 per kg, adding more woes for the already overburdened common man. According to the notification issued, the prices for November 2022 will increase by Rs2,529 per metric ton, domestic cylinder rates by Rs35 and commercial cylinder by Rs134. The new rates of LPG with increased prices will be Rs204 per kg instead of Rs202 previously; domestic cylinder will [see more...](#)

International coal market slump to benefit Pakistan's power sector - Positive

Cost of electricity generated would likely decline by Rs0.5-1.5/kwh following a slump in international coal price, which was now at an eight-month low. According to the power sector analysts, power sector consumes around 9 million tonnes of coal per annum against total consumption requirement of around 28 million tonnes. Moreover, [see more...](#)

Discos seek increase in tariffs - Neutral

Power Distribution Companies (Discos) have sought an increase of Rs 2.10 per unit in their tariffs for first quarter (July-September) CFY 2022-23 under QTA mechanism to recover additional Rs 42.6 billion from consumers, sources in CPPA-G told Business Recorder. This proposed increase will be on account of capacity charges, variable O&M, Use of System Charge (UoSC) and Market Operator Fee (MOF), [see more...](#)

Faysal Bank's Assets Touch Rs. 1 Trillion Mark - Positive

Faysal Bank Limited (FBL) has achieved the landmark of Rs. 1 trillion mark in balance sheet footings with a record profit before tax of Rs. 15 billion, 51 percent higher than the corresponding period last year. The Board of Directors of Faysal Bank Limited, in their meeting, approved the financial statements of the Bank for the nine months ended September 30, 2022, and announced an interim cash dividend of [see more...](#)

Fall in textile exports termed 'alarming' - Negative

Apparel makers-cum-exporters on Tuesday called the 16.56 percent fall in export during Oct 2022 "alarming", saying the slump has pulled down the textile growth, resultantly. Textile export receded to \$1.335 billion in October 2022 against \$1.60 billion in October 2021. They said the decline is "alarming" for the sustainability of economy. The fall has scaled down growth rate of textile export that had [see more...](#)

TCP finalises 0.3m tons of urea import deal - Neutral

Trading Corporation of Pakistan (TCP) has finalised a deal for import of some 300,000 tons urea to avoid any shortage in the domestic market in the Rabi season. Following the directives of the Economic Co-ordination Committee (ECC) of the cabinet, the TCP floated an international tender on October 19, 2022 with opening date of October 26, 2022 for the import of 300,000 tons of urea from worldwide resources. TCP [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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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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