

MORNING GLANCE



42,904	▲ 23	▲ 0.05%
66 mn	YTD -3.79%	1 Year -3.29%

ASIA	Value	Pts	Chg. (%)
NIFTY 50	18,484.10	-	-
DSE 30	2,183.19	7.02	0.32% ▼
SHANGHAI	3,095.37	6.06	0.20% ▲
Hang Seng	17,451.50	209.4	1.19% ▼
Nikkei 225	28,309.50	73.59	0.26% ▼

EUROPE	Value	Pts	Chg. (%)
FTSE 100	7,466.60	1.36	0.02% ▲
DAX 30	14,539.56	111.97	0.78% ▲

USA	Value	Pts	Chg. (%)
DOW JONES	34,194.06	95.96	0.28% ▲
S&P 500	4,027.26	23.68	0.59% ▲
NASDAQ	11,838.71	113.88	0.97% ▲

Commodities	Value	Chg.	Chg. (%)
Gold (t oz.)	1,757.35	2.25	0.13% ▲
Oil-WTI (bbl)	78.31	0.37	0.47% ▲

Currencies	Value	Chg.	Chg. (%)
USD/PKR	224.25	0.50	0.22% ▲
EURO/PKR	233.92	2.92	1.26% ▲
GBP/PKR	271.01	5.10	1.92% ▲
AED/PKR	61.01	0.13	0.21% ▲

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

Market Outlook

KSE-100 on Thursday remained volatile throughout the day and managed to close flat amid Lt Gen Asim Munir named as Pakistan's new Army chief. The index made an intra-day high and low at 43,014 (134 points) and 42,865 (-15 points) respectively while closed at 42,904 by gaining 23 points. Trading volume has increased to 66mn shares as compared to 57mn shares on the previous trading day. Going forward, we expect the market to remain volatile. The resistance of the index resides at 43,800. Breaking this level would further push the index towards 44,400. Contrarily, the support for the index resides at 42,877 (200 DMA).

Key News

International

Sensex, Nifty set to open lower, tracking Asian stocks

Sensex and Nifty are expected to open on a lower note today, in line with the Asian markets. Investors turned cautious as the European Central Bank's equivalent of Federal Reserve rate-setting committee's minutes showed that the room for slowing down the pace of interest rate adjustments remained limited, in contrast to the US central bank's assessment. Indian equity benchmarks are expected to open on a [see more...](#)

Oil inches up amid wrangling over Russian oil price cap

Oil rose in early trade on Friday, trimming some of the week's losses which have been driven by worries about Chinese demand and expectations a high price cap planned by the Group of Seven (G7) nations on Russian oil will keep supply flowing. Brent crude futures inched up 13 cents, or 0.2%, to trade at \$85.47 a barrel at 0121 GMT. U.S. West Texas Intermediate (WTI) crude futures jumped 35 cents, or [see more...](#)

Politics

President signs off on top military appointments; Lt Gen Asim Munir to be next army chief

President Dr Arif Alvi on Thursday formally approved Prime Minister Shehbaz Sharif's nominations for the next army chief and Chairman Joint Chiefs of Staff Committee (CJCS), hours after receiving a summary in this regard. Lt Gen Asim Munir has been named as the chief of army staff and Lt Gen Sahir Shamshad Mirza has been named as the chairman of [see more...](#)

Economy

Flood recovery plan key to continued financial support: IMF - Neutral

Pakistan's timely finalisation of a recovery plan from devastating floods is essential to support discussions and continued financial support from multilateral and bilateral partners, the International Monetary Fund (IMF) has said. Pakistan was already battling a full-blown economic crisis, with decades-high inflation and dwindling foreign exchange reserves, when it was hit by floods earlier this year. [see more...](#)

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Flood relief operations, reconstruction: 'Pakistan has received \$3.4bn,' NA body told - Neutral

The National Assembly Standing Committee on Foreign Affairs was informed that following the UN Flash appeal, Pakistan has received \$3.4 billion for flood relief operations and reconstruction. The meeting of the committee, chaired by its chairman Mohsin Dawar, discussed Pakistan's international treaties, international assistance for flood relief operations, mechanisms for [see more...](#)

Govt expects \$13bn in foreign flood aid over three years - Neutral

As the cost of the flood protection plan goes up by almost 51 per cent even without its launch, Pakistan expects about \$13 billion from international donor agencies and lending partners to finance nearly 80pc of the Resilient Recovery and Reconstruction Framework (3RF) over the next three years. This is part of the estimated financing plan being finalised by the federal government in consultation with relevant ministries, [see more...](#)

Pakistan Central Bank Reserves Decline by \$134 Million in a Week - Negative

SBP foreign exchange reserves for the week ending November 18 2022, were decreased by USD 134 million to USD 7,826 million as per data released by the Central Bank. During the current month central bank reserves decline by more than a billion dollar due to external debt payments includes repayment of Governments commercial loans, according to State Bank of Pakistan. [see more...](#)

Hub Power Initiated Legal Proceeding Against Encashment Notice of \$150 Million - Negative

Hub Power Company Limited (HUBC) has approached court over encashment of Standby Letter of Credit by China Hub Power Generation Company Limited, according to company filing to the exchange. Following issuance of the encashment notice by CPHGC of USD 150 million to the issuing bank in respect of Hubco's SBLC, Hubco, to safeguard interests of its shareholders, on advice [see more...](#)

Pakistan Generated PKR 7.6 Trillion through Privatization of 178 Entities - Positive

Senate Standing Committee on Privatization here on Thursday called upon the Privatization Commission of Pakistan to expedite efforts for completing the transactions of privatized state-owned enterprises to protect and safeguard national interest. The committee, chaired by Senator Shamim Afridi, discussed the status of government entities already privatized but the [see more...](#)

Pakistan 'treading path' to launching its own digital currency: SBP - Positive

Following in the footsteps of other central banks, the State Bank of Pakistan (SBP) is also doing its due diligence on launching its own digital currency, known as the Central Bank Digital Currency (CBDC), and is undertaking the cost and benefit analysis of this venture. SBP Governor Jameel Ahmed shared the development while addressing participants [see more...](#)

Value-added textile sector seeks early release of Rs300bn ST refunds - Neutral

The value-added textile sector on Thursday stepped up to seek an immediate release of an estimated Rs300 billion of sales tax refunds worth, which the federal government continues to hold back, causing a liquidity disaster for the exporters to carry on productions amid political and economic crisis. "The government will be held completely [see more...](#)

Urea import: ECC tells TCP to explore options - Neutral

The Economic Coordination Committee (ECC) of the Cabinet has directed the Trading Corporation of Pakistan (TCP) to explore options for fresh tendering/G2G basis of 40,000 MTs of urea to meet the requirements. These directions were issued at a recent meeting of the ECC wherein the issue of smuggling of urea was also raised in the meeting. Ministry of Industries and Production (Mol+ACY-P) informed the [see more...](#)

Tier-II Capital Term Finance Certificates: MMBL, JS Bank, syndicate members ink accord - Neutral

Pakistan's largest digital bank, Mobilink Microfinance Bank Limited (MMBL), and its agent bank for the transaction, JS Bank Limited (JS Bank), one of Pakistan's fastest-growing financial institutions, along with syndicate members, signed an agreement with respect to raise MMBL's Tier-II Capital of Rs 2,000,000,000 in the form of Privately Placed/DLSR [see more...](#)

FFBL Power Company to Utilize Thar Coal For Power Generation - Positive

FFBL Power Company Limited (FPCL) and Sindh Engro Coal Mining Company (SECMC) have signed an MoU on 23rd November 2022 for Thar Coal utilization at FPCL. "A major milestone in harnessing indigenous resources for optimization of energy prices along with reducing burden on foreign exchange. A reflection of Fauji Foundation's [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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