



40,815	▲ 395	▲ 0.98%
108 mn	YTD -8.48%	1 Year -8.48%

ASIA	Value	Pts	Chg. (%)
NIFTY 50	18,197.45	92.15	0.51% ▲
DSE 30	2,191.43	3.87	0.18% ▼
SHANGHAI	3,082.64	6.62	0.21% ▼
Hang Seng	19,760.00	21.41	0.11% ▼
Nikkei 225	26,094.50	0.83	-

EUROPE	Value	Pts	Chg. (%)
FTSE 100	7,451.74	60.98	0.81% ▼
DAX 30	14,069.26	145.67	1.05% ▲

USA	Value	Pts	Chg. (%)
DOW JONES	33,147.25	73.55	0.22% ▼
S&P 500	3,839.50	9.78	0.25% ▼
NASDAQ	10,939.76	11.29	0.10% ▼

Commodities	Value	Chg.	Chg. (%)
Gold (t oz.)	1,835.25	9.05	0.50% ▲
Oil-WTI (bbl)	79.50	0.76	0.95% ▼

Currencies	Value	Chg.	Chg. (%)
USD/PKR	226.75	-	-
EURO/PKR	241.38	-	-
GBP/PKR	273.09	-	-
AED/PKR	62.22	-	-

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

Market Outlook

KSE-100 on Monday continued its upward momentum throughout the day and concluded the session in the green zone. The index made an intra-day high and low at 41,027 (607 points) and 40,348 (-71 points) respectively while closed at 40,815 by gaining 395 points. Trading volume has decreased to 108mn shares as compared to 204mn shares on the previous trading day. Going forward, we expect the market to test its resistance at 41,000. Breaking this level would further push the index towards 41,673 (50DMA). Contrarily, the support for the index resides at 39,700.

Key News

International

Asia shares skid on China woes, yen hits 6-month high

Asian share markets slipped on Tuesday amid concerns the rapid spread of coronavirus infections in China would further hurt economic growth and hinder global supply chains, even if opening up would be positive in the long run. MSCI's broadest index of Asia-Pacific shares outside Japan fell another 1.3%, having lost a fifth of its value last year. Japanese share trading was shut for a holiday but Nikkei futures [see more...](#)

Oil slides after IMF says slowing global growth engines portend tougher 2023

Oil prices slid on Tuesday from their highest levels in a month on a stronger dollar and after the head of the International Monetary Fund warned of a tougher 2023 as major economies experience weakening activity. Brent crude futures dropped 98 cents, or 1.1%, to \$84.93 a barrel by 0148 GMT while U.S. West Texas Intermediate crude was at \$79.49 a barrel, [see more...](#)

Politics

Punjab Assembly session on 9th

Punjab Assembly Speaker Sibtain Khan has summoned provincial assembly session on January 9 (Monday), according to the assembly secretariat. "The Punjab Assembly session, which was scheduled to be held on January 11, will now be held at 2pm on January 9," the notification said. On Dec 22, PA Speaker Sibtain Khan adjourned the session of Punjab Assembly without any proceedings amid ruckus by the [see more...](#)

Economy

Inflation refuses to be tamed, rises to 24.5pc - Negative

The Consumer Price Index (CPI) based inflation increased to 24.5 per cent on a year-on-year basis in December 2022 as compared to an increase of 23.8per cent in the previous month and 12.3per cent in December 2021, says the Pakistan Bureau of Statistics (PBS). The CPI in the first half (July-December) of the current fiscal year on average remained at 25.02per cent compared to 9.81 per cent during the [see more...](#)

MORNING GLANCE

Floods, political instability have taken heavy toll on economy: experts - Neutral

The economic outlook of the country has deteriorated significantly owing to the floods and political bickering, experts said. Real GDP growth is expected to slow from 6.0 percent in FY22 to around 2.1 percent in FY23, as a result of high-base effects, flood-related damages and disruptions, a tight monetary stance, high inflation, and a less conducive global environment, they added. [see more...](#)

PARCO dispatches 50,000 tonnes furnace oil to Singapore - Positive

Furnace oil glut has forced the country's refining sector to start exporting the fuel, with Pak Arab Refinery Limited (PARCO) taking lead by exporting the first cargo of 55,000 metric tonnes on Sunday night. PARCO despatched the furnace oil to Singapore, The News learnt on Monday. The tender for this cargo was floated by PARCO at the beginning of December 2022, and Dubai- [see more...](#)

PL on HSD hiked - Neutral

After maxing out on the legislated petroleum levy on petrol at 50 rupees per litre effective 1 November, the government raised the levy on high speed diesel (HSD) from 30 rupees per litre to 32.50 rupees per litre effective 1st January 2023. The main petroleum levy revenue generators are petrol and HSD due to consumption and therefore their contribution to domestic inflation is significant. Consumption for the first fifteen days of [see more...](#)

GST or duty on imported DAP fertiliser - Neutral

The government has constituted a committee to analyse a proposal of the domestic industry to impose general sales tax (GST) or duty on imported DAP fertiliser. Sources told Business Recorder here on Monday that the decision was made during the last meeting on issues regarding DAP fertiliser was convened at the Ministry of Industries and Production under the chairmanship of the Syed Murtaza Mahmud Minister of Industries and [see more...](#)

Fateh Sports trying to release stuck up amount of \$2bn - Positive

The management of Fateh Sports Wear Limited (FSWL) is constantly pursuing the case for releasing stuck-up amount of \$2 million and expecting vacation of stay order in nearest future, a notice issued by company to PSX showed. "As soon as stay order is vacated, company shall resume its operation activities", the notice added. Meantime the management of the company has developed marketing strategy to promote and selling of [see more...](#)

Gold prices soar to record high - Negative

Gold prices on Monday shot up to the all-time highs on the local market, traders said. They soared by Rs 3,300 to the new record levels of Rs 187200 per tola on the first day of the New Year with Rs 160494 per 10 grams, up by Rs 2829. Gold prices on the world market were quoted for \$1824 per ounce. Silver prices gained Rs30 to Rs2100 per tola and Rs25.71 to Rs1800.41 per 10 grams, traders said. [see more...](#)

SECP issues consolidated circular for Modaraba sector - Neutral

In a bid to improve efficiency and compliance in the Modaraba sector, the Securities and Exchange Commission of Pakistan (SECP) has consolidated all statutory and regulatory requirements in one circular, said a statement issued by the commission on Monday. The step is taken as part of SECP's efforts for creating an enabling environment for the [see more...](#)

KSB Pakistan suspends plant operations - Negative

KSB Pakistan has temporarily suspended the plant operations at Hasanabdal with effect from January 02, 2023, the company filing on PSX showed today. This suspension is primarily attributed to the import restrictions. KSB Pakistan specializes in pumps, valves, and services for industrial, building services, energy, and water & wastewater applications. The company aims to offer each customer [see more...](#)

PRL resumes refinery operations - Positive

Pakistan Refinery Limited (PRL) has restarted its refinery operations from December 31, 2022, a notice issued by company to PSX showed on Monday. To note, on December 09 2022 the PRL decided to carry out its regeneration shutdown, starting from December 10, 2022, for approximately 20 days. PRL is a hydro skimming refinery designed to process various imported and local crude [see more...](#)

Pakistan Added 4,500 MW Generation Capacity in FY22 - Neutral

Pakistan added 4,500 MW power generation capacity in the fiscal year that ended on June 30th, 2022. According to the National Electric Power Regulatory Authority's (NEPRA) State of Industry Report 2022, the installed electric power generation capacity of Pakistan as of June 30, 2022 stood at 43,775 MW which includes 40,813 MW in CPPA-G [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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