



42,504	▼ -87	▼ -0.21%
112 mn	YTD -4.69%	1 Year -10.26%

ASIA	Value	Pts	Chg. (%)
NIFTY 50	17,312.90	246	1.40% ▼
DSE 30	2,275.36	8.01	0.35% ▲
SHANGHAI	3,234.55	6.18	0.19% ▼
Hang Seng	19,694.00	329.22	1.64% ▼
Nikkei 225	28,145.50	266.54	0.96% ▲

EUROPE	Value	Pts	Chg. (%)
FTSE 100	7,427.31	52.43	0.70% ▼
DAX 30	12,892.99	78.48	0.61% ▼

USA	Value	Pts	Chg. (%)
DOW JONES	32,098.99	184.41	0.57% ▼
S&P 500	4,030.61	27.05	0.67% ▼
NASDAQ	12,484.32	120.84	0.96% ▼

Commodities	Value	Chg.	Chg. (%)
Gold (t oz.)	1,748.40	1.3	0.07% ▼
Oil-WTI (bbl)	96.66	0.35	0.36% ▼

Currencies	Value	Chg.	Chg. (%)
USD/PKR	221.90	2.00	0.91% ▲
EURO/PKR	220.02	1.04	0.47% ▲
GBP/PKR	258.59	0.88	0.34% ▼
AED/PKR	60.37	0.54	0.90% ▲

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

Market Outlook

KSE-100 on Monday opened on a bearish note. However, later on, the market recovered its majority of intra-day losses and concluded the session a bit below its previous close ahead of the crucial IMF meeting for the renewal of the loan program. The index made an intra-day high and low at 42,591 (0 points) and 41,828 (-763 points) respectively while closed at 42,504 by losing 87 points. Trading volume has increased to 159mn shares as compared to 92mn shares on the previous trading day. Going forward, we expect the market to remain positive as the IMF board has approved the revival of our EFF program. Whereas, the level of 42,800 is crucial for the market and the index needs to break it to continue its upward momentum. Contrarily, the support for the index resides at 41,700 (support).

Key News

International

Stocks, bonds fumble for footing as focus turns to payrolls

Stock and bond markets attempted to steady on Tuesday, as investors turned their focus to this week's U.S. labour market report, to gauge if interest rate hikes that have been priced in around the world are justified. By mid-morning, MSCI's broadest index of Asia-Pacific shares outside Japan was down 0.4%, while Japan's Nikkei stock index rose nearly 1%, [see more...](#)

Oil prices slip as inflation woes outweigh possible OPEC+ output cuts

Oil prices fell on Tuesday after notching their highest gains in more than a month in the previous session, as global inflation worries overshadowed the prospect of possible OPEC+ output cuts. Brent crude futures fell 39 cents, or 0.3%, to \$104.70 a barrel by 0012 GMT after climbing 4.1% on Monday. [see more...](#)

Politics

IHC suspends PEMRA notification banning Imran's live speeches

The Islamabad High Court (IHC) suspended on Monday the Pakistan Electronic Media Regulatory Authority's (PEMRA) notification banning live telecast of former premier Imran Khan's speeches. IHC Chief Justice Athar Minallah, while hearing the ex-prime minister and Pakistan Tehreek-e- [see more...](#)

Economy

IMF revives Pakistan's programme, approves \$1.16 billion loan - Positive

The International Monetary Fund on Monday revived Pakistan's programme and its board approved the \$1.16 billion loan, ending months' long uncertainty that increased in the past three days due to maneuvering by the Pakistan Tehreek-e-Insaf. The global lender also approved to increase the loan size to around \$7 billion and extended it till June 2023. Finance Minister Miftah Ismail congratulated the [see more...](#)

MORNING GLANCE

Pakistan to hold talks with IMF for additional loan on flash floods - Neutral

Pakistan—Pakistan's government in recent weeks has tied up at least \$37 billion in international loans and investments, officials said, pulling the country away from the kind of financial collapse seen in Sri Lanka. The board of the International Monetary Fund is scheduled to meet Monday to consider a bailout deal worked out between IMF staff and Islamabad, under which the lender [see more...](#)

Total loans, grants hit \$185.6 million in July - Neutral

Pakistan received a total of \$185.6 million in July 2022 in the shape of loans and grants from all avenues including \$100 million from Saudi Arabia under the oil facility on deferred payment in the first month (July 2022) of fiscal year 2022-23, official data showed on Monday. The aforementioned amount was received against total budgetary estimates of \$22.8 billion through multilateral, and bilateral creditors, the launching of international bonds, [see more...](#)

PKR falls by Rs1.26 in interbank market - Negative

The PKR remained under pressure on Monday, depreciating by Rs1.26 against the dollar in the interbank market. Data shared by the State Bank of Pakistan showed the local currency closed at Rs221.92 per dollar, down 0.57 per cent. Mettis Global Director Saad bin Naseer said the primary reasons for the rupee's fall were the dollar's ascent in international markets and the country's flood situation. People believed that the destruction of crops [see more...](#)

Petrol to stay dearer despite lower FOB price - Neutral

The petrol prices on free on board (FOB) basis reflect a Rs20/litre fall for consumers in the next fortnightly rate review, but it is unlikely to go cheaper as the government may pile taxes on this petroleum products along with exchange loss adjustment, The News learnt on Monday. However, the price of diesel should increase by Re1/litre on FOB basis in the next review. The FOB is the price difference of petroleum prices in the [see more...](#)

Power quarterly adjustment: Record high - Negative

The biggest quarterly power tariff adjustment appears well on its way, as the regulator will be hearing 4QFY22 quarterly adjustment petition of the power distribution companies next week. Adjustments have been plenty of late, with the government caving in, on the latest monthly adjustment, announcing waiver for a large portion of domestic and agriculture consumers. Currently, two quarterly tariff adjustments are in effect, lapsing at [see more...](#)

Faysal Bank will Apply for Islamic Banking License this year, CEO says- Neutral

Subsequent to the period end, Faysal Bank has successfully converted 4 more branches; the Bank now has only one conventional branch left, according to the information disclosed by the Bank. "As per our strategic plan, we will Insha'Allah apply to SBP for issuance of Islamic banking license later during the year" says Bank's Chief Executive Officer Mr. Yousaf Hussain. He [see more...](#)

Complaint of PMLTC: PPIB to discuss 17pc GST on transmission services - Neutral

Private Power & Infrastructure Board (PPIB) has convened a meeting on August 31, 2022 (tomorrow) to deliberate on 17 per cent GST on transmission services allegedly imposed in violation of agreement. Chinese Company, Pak Matiari-Lahore Transmission Company (PMLTC) agitated on imposition of 17 percent GST on transmission service charges, official [see more...](#)

Adamjee Insurance to invest up to Rs900mn in Hyundai Nishat Motor - Positive

The board of directors of Adamjee Insurance Company Limited (PSX: AICL) in its meeting held on August 29, 2022, has decided to make an additional equity investment of up to Rs900 million in Hyundai Nishat Motor (Pvt) Limited (HNMP), the company's filing on the bourse said on Monday. The said investment shall be made by subscribing 90mn [see more...](#)

Pak Suzuki announces further extension in automobile plant shutdown - Negative

Pak Suzuki Motor Company (PSMC) on Monday said it has further extended the shutdown of its automobile production plant from August 29 to 31, citing import restrictions by the State Bank of Pakistan (SBP) that have "adversely impacted clearance of import consignments, which resultantly affected the inventory levels". In a notice sent to the Pakistan [see more...](#)

Number of 3G, 4G users increases by 3.07m to 118.57m countrywide - Neutral

The number of 3G and 4G users in Pakistan increased by 3.07 million from 115.75 million by end-June 2022 to 118.57 million by the end of July 2022, according to the Pakistan Telecommunication Authority (PTA). The number of cellular subscribers in Pakistan increased by 0.68 million to 195.26 million by end-July 2022 compared to 194.58 million by [see more...](#)

Govt likely to allow import of onion, tomato from 'any source' - Neutral

The Federal Cabinet is likely to allow import of onions and tomatoes from "any source" for a brief period to control soaring prices in the country, well informed sources told Business Recorder. The situation of availability of both commodities was discussed at a meeting in Commerce Ministry on Monday. The outcome of discussions will [see more...](#)

Industries fear for survival amid surging power prices - Negative

Recent upsurge in electricity tariff has created a miserable situation not only for the public, but also for the business community wherein many businesses and industrial units fear for a shutdown, a statement said on Monday. Karachi Chamber of Commerce and Industry (KCCI) president Muhammad Idrees and chairman Businessmen Group [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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- 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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