



December
15, 2020

Bulls dominate but bears triumph at close; bourse bites 15 points on profit-taking

Despite the strong presence of bullish sentiment at start, the bourse closed at 43,250.84, down by a meager -15.38 points. The index stabilized at 43,700+ level during midday, however; it took a quick dip towards the red zone during final trading hours. We believe Investors seized the opportunity to grab profits as stiff resistance were witnessed at these levels towards close. Going forward, given the positive overall sentiment, we expect bullish trend to continue through the week.

The major scrips that dragged the index down were HUBC (-40 pts), LUCK (-36 pts), PPL (-28 pts), OGDC (-24 pts) and TRG (-20 pts). The bourse found its support and resistance at 43,126.48 points and 43,709.71 points respectively.

Refineries sector remained in the spotlight gaining a total volume of 92mn shares. The OMCs sector was the second most traded sector with 73mn shares while the Technology & Communication sector totaled 72mn shares.

The bourse witnessed a volume of 702mn shares with the traded value reaching PKR 29bn. Despite closing in red, the advance to decline ratio favored the bulls as 183 scrips closed green, 182 closed red and 19 remained unchanged.

News & Corporate Announcements:

A magnetic bomb, stuck to a vehicle, was diffused by the Bomb Disposal Squad (BDS) near the Bilawal Chowrangi area in Karachi on Tuesday. The BDS team was called in after the Sindh Police was informed about unknown persons planting a bomb on a vehicle near the Bilawal House. SSP Zubair Nazir said a 200-metre area was cordoned off and people evacuated as the BDS inspected the explosive-ridden vehicle.

Pakistan is planning to provide financial assistance to fishermen in order to promote entrepreneurship for economic empowerment. The federal government is going to offer direct funding to the fishermen under its flagship "Kamyab Jawan" (successful youth) programme. The programme offers loans to skilled and qualified youth for entrepreneurship.

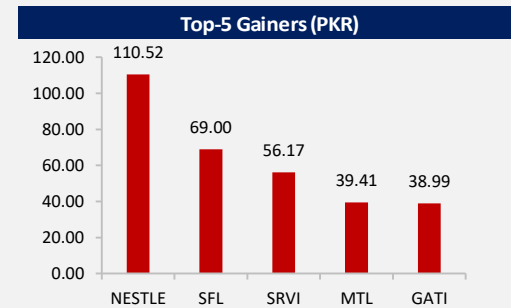
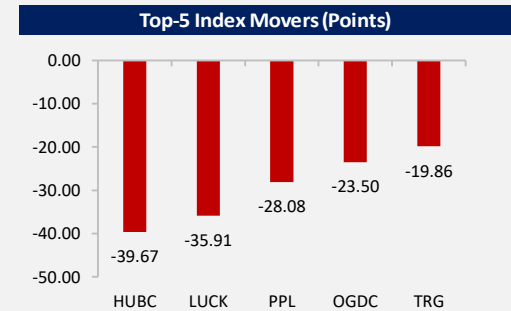
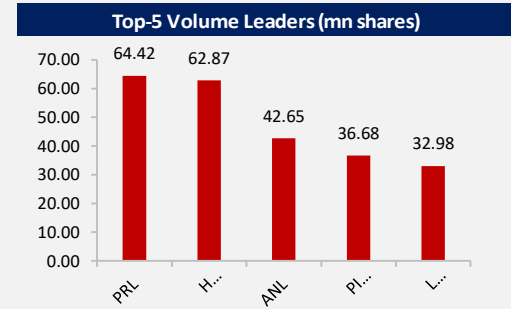
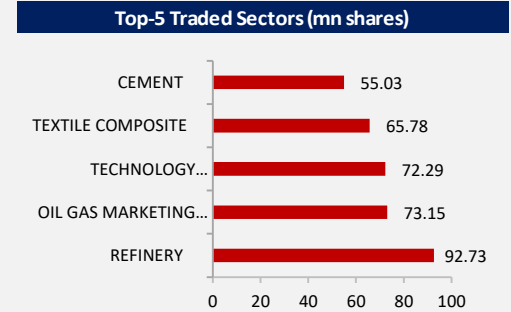
The Supreme Court was informed on Monday that the national flag carrier had cleared 110 pilots out of the 141 whose licences to fly had been suspended against the backdrop of the fake degrees controversy.

The export of Pakistani goods to Afghanistan via Torkham border came to a halt on Monday after the local clearing agents stopped work to protest lack of facilities at the border crossing.

Malaysian car manufacturer company Proton is all set to launch in Pakistan. Proton will introduce its first line of intelligent automobiles in partnership with Al-Haj Automotive. Al-Haj Group was incorporated as a private limited company in 2006 and has been awarded with Green Field Status to assemble Proton in Pakistan.

Market Summary	
Current Index	43,250.84
Change	-15.38
Percent change	-0.04
High	43,709.71
Low	43,126.48
Volume traded (mn shares)	405.41
Value traded (PKR mn)	19.00

Source: PSX and AAH Research



Data Source: PSX

Research Team

research@abaalihabib.com

Aba Ali Habib Securities (Pvt) Limited
(021) 32429665, Ext. 106

REP-055

www.jamapunji.pk



سرمایہ کاری سمجھداری پاکستان

DAILY CLOSING NOTE



Disclaimer

This report has been prepared by Aba Ali Habib Securities and is provided for information purposes only. Under no circumstances this is to be used or considered as an offer to sell or solicitation of any offer to buy. While reasonable care has been taken to ensure that the information contained therein is not untrue or misleading at the time of publication, we make no representation as to its accuracy or completeness and it should not be relied upon as such. From time to time, Aba Ali Habib Securities and/or any of its officers or directors may, as permitted by applicable laws, have a position, or otherwise be interested in any transaction, in any securities directly or indirectly subject of this report. This report is provided only for the information of professional advisers who are expected to make their own investment decisions without undue reliance on this report. Investments in capital markets are subject to market risk and Aba Ali Habib Securities accepts no responsibility whatsoever for any direct or indirect consequential loss arising from any use of this report or its contents.

In particular, the report takes no account of the investment objectives, financial situation and particular needs of investors, who should seek further professional advice or rely upon their own judgment and acumen before making any investment. The views expressed in this report are those of Aba Ali Habib Securities' Research Department and do not necessarily reflect those of the company or its directors. Aba Ali Habib as a firm may have business relationships, including investment- banking relationships, with the companies referred to in this report. Aba Ali Habib Securities or any of its officers, directors, principals, employees, associates, close relatives may act as a market maker in the securities of the subject company, may have a financial interest in the securities of the subject company to an amount exceeding 1% of the value of the securities of the subject company, may serve or may have served in the past as a director or officer of the subject company, may have received compensation from the subject company for corporate advisory services, brokerage services or underwriting services or may expect to receive or intend to seek compensation from the subject company for the aforesaid services, may have managed or co-managed a public offering, take-over, buyback, delisting offer of securities or various other functions for the subject company.

All rights reserved by Aba Ali Habib Securities. This report or any portion hereof may not be reproduced, distributed or published by any person for any purpose whatsoever. Nor can it be sent to a third party without prior consent of Aba Ali Habib Securities. Action could be taken for unauthorized reproduction, distribution or publication.

Rating Criteria

Rating - Expected Total Return

Buy - Greater than 10%

Hold - Neither Buy nor Sell

Sell - Less than and equal to -10%

Valuation Methodology

To arrive at our 12-months Price Target, ABA Ali Habib Research uses different valuation methods which include: 1). DCF methodology, 2). Relative valuation methodology, and 3). Asset-based valuation methodology. In this report, our PT is founded on FCF based DCF methodology.

Analyst Certification ^{AC}

The research Analyst(s) hereby certify that the views about the company/companies and the security/securities discussed in this report accurately reflect his or her or their personal views and that s/he has not received and will not receive direct or indirect compensation in exchange for expressing specific recommendation or views in this report. The analyst(s) is/are principally responsible for preparation of this research report and that s/he or his/her close relative/family member doesn't own 1% or more of a class of common equity securities of the following company/companies covered in this report.

THE TEAM

CEO

Zahid Ali Habib
Zahid@abaalihabib.com
(021) 32425022

RESEARCH TEAM

Contact: (021) 32429665, Ext. 106

Mohammad Zubair - Research Analyst
zubair@abaalihabib.com

Behroze Atique Bahalim – Research Analyst
behroz@abaalihabib.com

Ayesha Abid – Research Analyst
ayesha.abid@abaalihabib.com

SALES TEAM

Zaheer Ahmed - Head of Institutional Sales
Zaheer.ahmed@abaalihabib.com
(021) 32418693-94

Salman Ahmed - Head of Retail Sales
(021) 32412491

Syed Khalid Ahmed - Equity Trader
Syedkhalid@abaalihabib.com
(021) 32429664

Muhammad Faisal - Equity Trader
faisal@abaalihabib.com
(021) 32464835

Ammara Hayat Khan - Equity Trader
ammara@abaalihabib.com
(021) 32464835

Office (PSX Building)

Room # 419, 419 A & 421, 4th Floor, Pakistan Stock Exchange, I.I. Chundrigarh Road, Karachi
Contact: 021-32429665
Cell: [+92 3312766771](tel:+923312766771)



https://twitter.com/Aba_Ali_Habib



<https://www.facebook.com/aah162>



<https://www.linkedin.com/company/aba-ali-habib-securities/>