



November  
16, 2020

## KSE-100 index slips 65 points amid lack of triggers

The first trading session of the week remained dull owing to a very low volume traded as investors remained cautious. We believe this occurred due to lack of significant positive triggers and growing uncertainty hovering around the rapidly increasing Covid-19 cases in the country. The KSE-100 benchmark index started the trading session on a positive note, reaching the daily high of 211.04 points at the 41,790.39 level but the market gradually lost momentum through the session to close at 40,504.75 after shedding 64.60 points for the day.

The major scrips that dragged the market into the red zone were PPL (-21.78 pts), OGDC (-19.33 pts), LUCK (-18.79 pts), SYS (-9.60 pts), and KTML (-9.38 pts). The market found its support and resistance at 40,790.39 pts and 40,470.12 pts respectively.

A sector-wise view shows the Power Generation & Distribution sector taking the limelight throughout the session with a total volume of 26.57mn shares. Cement was the second most traded sector contributing a sum of 24.07mn shares followed by Commercial Banks that clocked in a total of 23.16mn shares.

The bourse traded a total volume of 181mn shares with the traded value clocking in at PKR 6.17bn. The advance to decline ratio favored the bears today with 135 scrips closing green, 189 closing red, and 25 remaining unchanged.

## News & Corporate Announcements:

The Board of Directors of Shell Pakistan Limited, in a meeting held today, has approved the increase in the authorized share capital of the Company from PKR 1,500,000,000/- (Pak Rupees One Billion Five Hundred Million Only) to PKR 3,000,000,000/- (Pak Rupees Three Billion Only).

Pakistan witnessed a Foreign Investments of \$36.6 million during the month of October 2020, i.e. around 84% lower as compared to the net inflows of \$234.3 million received in the same month of last year.

China emerged as the largest FDI investor in Pakistan during October 2020, with a net direct investment of \$228.7 million, followed by the Malta and Japan who invested \$18.5 million and \$17.4 million net respectively.

Pakistani rupee (PKR) closed today's trading session relatively unchanged against the USD with the rate remaining stable at PKR 158.17.

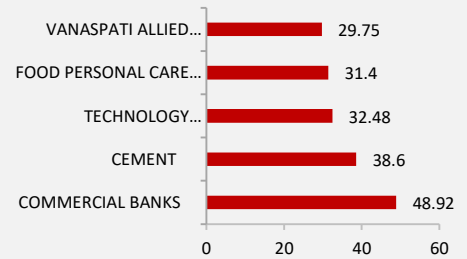
SSGC has issued clarification regarding the OGRA decision, the company believed that OGRA is in contravention with Petroleum Levy Ordinance 1961 and against the Cabinet decision of Allowance of actual UFG for RLNG pricing by imposing unilateral decision of 6.3% benchmark in isolation for distribution consumers only.

### Market Summary

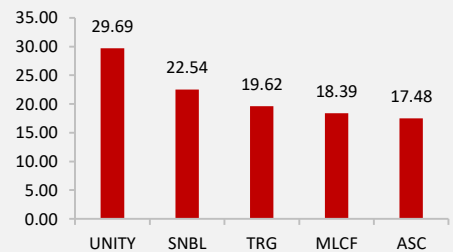
Current Index	40,504.75
Change	-64.60
Percent change	-0.16
High	40,790.39
Low	40,470.12
Volume traded (mn shares)	115.79
Value traded (PKR mn)	4.75

Source: PSX and AAH Research

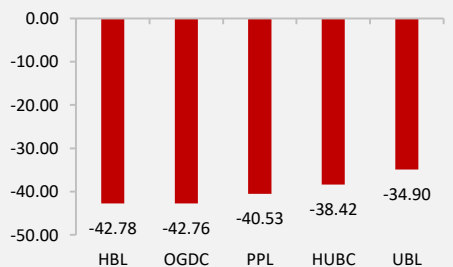
### Top-5 Traded Sectors (mn shares)



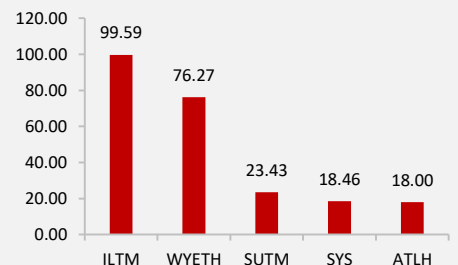
### Top-5 Volume Leaders (mn shares)



### Top-5 Index Movers (Points)



### Top-5 Gainers (PKR)



Data Source: PSX

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DAILY CLOSING NOTE



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## 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.

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