



December
1, 2020

Bulls dominate, KSE-100 index gains 596 points

The bulls continued to dominate the market during today's session as the bourse jumped a massive 596 points to close the KSE-100 benchmark index at 41,665.27 level. We believe the market has been sustaining the bullish trend on the back of positive international cues and positive development on the global oil outlook. OPEC+ ministers drop signals that there may be consensus on extension of current supply cuts well into 2021, which may provide further support to oil prices. In addition, the cement sector saw a positive trend as participants expect the impact of rising coal prices to be passed onto consumers. The positive sentiments took the bourse to summit midday high of 655 points, we expect this trend to continue into the week.

The major scrips that pulled the index into the green zone were HUBC (+110 pts), ENGRO (+32 pts), PAKT (+28 pts), MEBL (+23 pts) and UNITY (+20 pts). The market found its support and resistance at 41,068.82 pts and 41,724.04 pts respectively.

Sector-wise, Technology & Communication sector remained in the spotlight, accumulating a volume of 85mn shares. Vanaspati & Allied Products was the second most traded sector reaching a total of 67.9mn shares, followed by the Cement sector that clocked in a total of 42mn shares.

The bourse witnessed a volume of 489mn shares, reaching a value traded of PKR 19.47bn. The advance to decline ratio favored the bulls as 242 scrips advanced green, 91 closed red and 29 remained unchanged.

News & Corporate Announcements:

NAB summoned Jamiat Ulema-e-Islam Fazl (JUI-F) supremo Maulana Fazlur Rehman's close aides on December 10 while making progress in an investigation into corruption allegations.

Chinese Defence Minister Wei Fenghe called on Prime Minister (PM) Imran Khan in Islamabad, during the meeting they discussed relations between both the time-tested friendly countries and issues related to mutual interest.

Pak Rupee's Real Effective Exchange Rate Index (REER) increased by 3.18 percent in October 2020 to a provisional value of 97.11 from the revised value of 94.12 in September 2020.

Indus Motor Company (IMC) on Tuesday has raised the prices of its vehicles in the range of Rs 60,000-Rs 100,000.

Pak Suzuki Motor Company (PSMC) has raised the prices of Suzuki Cultus VXL, AGS and Suzuki Swift Automatic Navigation by up to Rs.100,000.

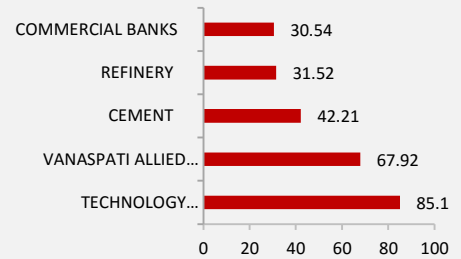
NA Committee on Finance and Revenue recommended third party audit on the appointments made by the government in National Bank of Pakistan.

Market Summary

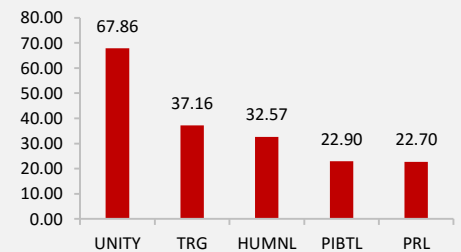
Current Index	41,665.27
Change	596.45
Percent change	1.45
High	41,724.04
Low	41,068.82
Volume traded (mn shares)	299.83
Value traded (PKR mn)	14.66

Source: PSX and AAH Research

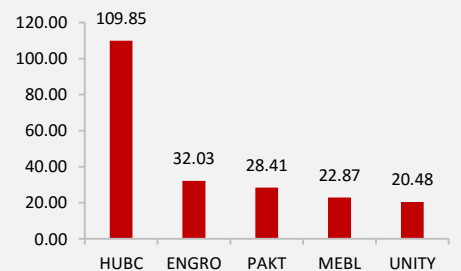
Top-5 Traded Sectors (mn shares)



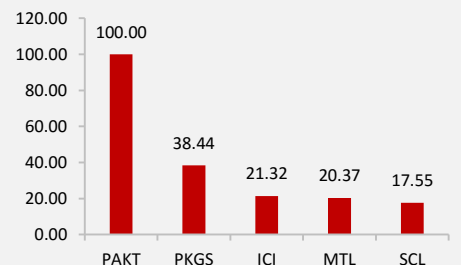
Top-5 Volume Leaders (mn shares)



Top-5 Index Movers (Points)



Top-5 Gainers (PKR)



Data Source: PSX

Research Team

research@abaalihabib.com

Aba Ali Habib Securities (Pvt) Limited

(021) 32429665, Ext. 106



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

Radha Krishan Khatri – Research Analyst
rk.khatri@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

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/>