



February 9,
2021

Stocks continue losing streak, KSE-100 benchmark falls 47 points

Developing political uncertainty and delays in key industrial policies continue to batter stocks, benchmark index dropped 47.10 points during the day to park at 46,674.77 points. Bourse opened on a positive note on Tuesday as international crude prices returned to their pre-pandemic level in hopes of a quicker rebound in the global economy and oil demand. Gains quickly vanished in bourse as favorable cues failed to spur positive momentum in key trading sectors. Investors' sentiments remained mixed throughout the session despite strong trading volumes. Going forward, we believe the market will remain range-bound until the conclusion of FATF review.

The Technology and Communication sector witnessed the greatest activity throughout the day, generating a volume of 193.3mn shares. Refineries sector was the second most traded sector with 77.9mn shares being traded, followed by the OMCs sector that clocked in 48.5mn shares.

The bourse witnessed a total volume of 664mn shares, with the value traded clocking PKR 28.3bn. The advance to decline ratio favored the bears as 172 scrips closed green, 181 closed red and 17 remained unchanged.

News & Corporate Announcements:

Descon Oxychem Limited today announced via PSX that its plant has achieved the new design capacity on February 6, 2021 and is now operating at the new capacity.

WorldCall Telecom has launched Fiber to the Home (FTTH) services in Lahore, news sources have confirmed.

Pakistani rupee (PKR) appreciated by 22 paise against US Dollar (USD) in today's interbank session as the currency closed the day's trade at PKR 159.35 per USD, against yesterday's closing of PKR 159.56 per USD.

The State Bank of Pakistan (SBP) conducted an Open Market Operation on Tuesday in which it injected Rs.10.00 Billion into the market for 3 Days.

PIBTL announced its financial results for 2QFY21 where the company's EPS (UC) clocked in at PKR 0.45 as compared to EPS (UC) of PKR 0.22 in SPLY. While 1HFY21 EPS of company clocked in at PKR 0.71 as opposed to EPS of PKR 0.48 in SPLY

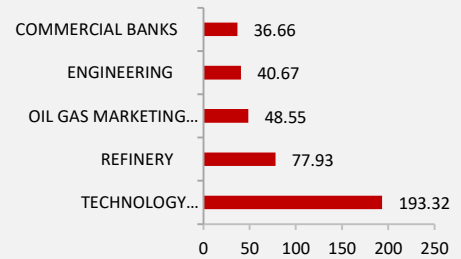
FCEPL also announced its year end result, where company's 4QCY20 LPS (UC) clocked in at PKR 0.19 as compared to LPS (UC) of PKR 1.05 in SPLY. However on cumulative basis, company's CY20 EPS clocked in at PKR 0.23 as opposed to LPS of PKR 1.25 in SPLY.

Market Summary

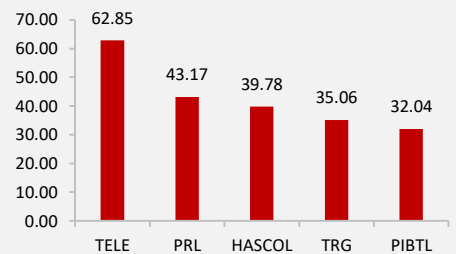
Current Index	46,674.77
Change	-47.10
Percent change	-0.1%
High	46,990.92
Low	46,628.97
Volume traded (mn shares)	278.81
Value traded (PKR mn)	18.21

Source: PSX and AAH Research

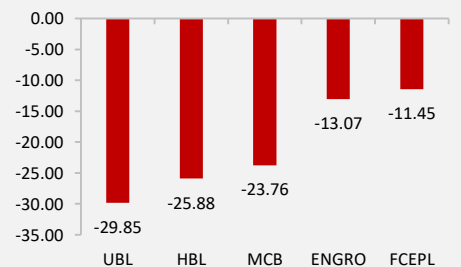
Top-5 Traded Sectors (mn shares)



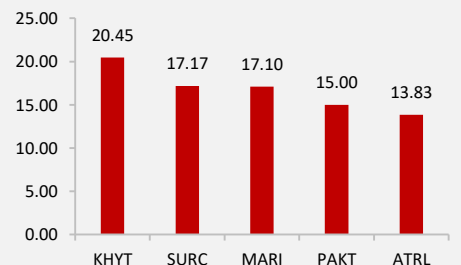
Top-5 Volume Leaders (mn shares)



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.

Analyst Certification ^{AC}

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