



November
27, 2020

Economy News

Super Tax; SC directs individuals, cos to deposit 50pc of dues

Economy | Neutral

The Supreme Court has directed the individuals and companies earning more than Rs500 million to deposit 50 percent of the outstanding amount of Super Tax, levied for rehabilitation of temporarily displaced persons. (BR) | [Click for more info.](#)

Regulatory curbs stifling growth in South Asia: WB

Economy | Neutral

The World Bank says though business regulatory environment in South Asia has improved over time, significant challenges remain that not only strafe the growth and development of private enterprise, also prevent the regional countries from reaping the spillover benefits of large infrastructure projects like 'Belt and Road Initiative' of China. (Dawn) | [Click for more info.](#)

SBP's forex reserves cross \$13bn mark

Economy | Positive

The State Bank of Pakistan's foreign exchange reserves crossed \$13 billion mark supported by arrival of government of Pakistan official inflows. (BR) | [Click for more info.](#)

Oil & Gas

PSO floats tenders to accumulate oil supplies

PSO | Positive

State-owned Pakistan State Oil (PSO) has floated several tenders to procure petroleum products to ensure ample availability of fuel in the New Year. PSO has invited bids for supply of three motor gasoline cargos of 45,000 tons each in January 2021, along with one standard size cargo each of high sulphur fuel oil and low sulphur fuel oil. (The News) | [Click for more info.](#)

Stakeholders oppose SNGPL's demand for 123pc hike in gas rate

SNGPL | Neutral

Despite facing gas shortfalls, the Sui Northern Gas Pipelines Ltd (SNGPL) on Thursday demanded 123 per cent increase in its gas rate, 100pc increase in meter rent and 700,000 fresh domestic connections, which was strongly opposed by the stakeholders including textile industry and transport sector. (Dawn) | [Click for more info.](#)

Power

CCoE approves proposal to ratify MoUs signed with IPPs

Power | Positive

The Cabinet Committee on Energy (CCoE) approved a proposal of the Power Division for ratification of the memorandums of understanding (MoUs) signed with the Independent Power Producers (IPPs). The CCoE had constituted an implementation committee to convert legally non-binding understandings with 47 independent power producers into legal agreements to secure an estimated amount of Rs836 billion in savings over the next 28 years. (BR) | [Click for more info.](#)

Govt to pay dues of 53 IPPs in shape of promissory notes

Power | Positive

The State Bank of Pakistan will issue promissory notes to every IPP (Independent Power Producer) under a payment mechanism in two or three installments. The government of Pakistan has to pay the dues of 53 IPPs, which stand at about Rs 450 billion prior to turning MoUs into amended power purchase agreements (PPAs) | [Click for more info.](#)

Pakistan Stock Exchange Overview

	Open	Close	Chg.	%
KSE All	28,445.7	28,796.3	350.5	1.2%
KSE100	40,377.5	41,031.0	653.5	1.6%
KSE30	17,016.4	17,294.8	278.4	1.6%
KMI30	65,003.8	66,361.3	1357.5	2.1%

Top Five Gainers

	Open	Close	Chg.	%
RMPL	8,311.0	8,400.0	89.0	1.1%
IDYM	496.9	533.9	37.0	7.4%
WYETH	998.0	1,030.0	32.0	3.2%
MARI	1,353.2	1,385.1	32.0	2.4%
BATA	1,380.0	1,399.9	19.9	1.4%

Top Five Volume Leaders

	Open	Close	Chg.	Vol.
UNITY	23.2	24.8	1.7	50.02
TRG	55.2	58.3	3.1	33.25
MLCF	36.9	39.6	2.7	29.63
FFBLR	5.4	6.1	0.6	24.76
HUMNL	6.5	6.5	0.0	20.62

Portfolio Investments – Net Position

FIPI	Buy	Sell	Net
F-Individuals	6.17	-0.01	4.05
F-Corporates	1.88	-5.03	-3.16
O/S Pakistanies	6.59	-7.53	-0.93
Net	8.51	-12.57	-4.06
LIPI			
Individuals	105.35	-102.52	2.83
Companies	6.58	-6.88	-0.30
Comm. Banks	2.00	-6.65	-4.65
NBFC	0.01	-0.03	-0.02
Mutual Funds	15.65	-8.35	7.29
Other	1.18	-0.83	0.35
Brokers Proprietary	27.11	-28.29	-1.18
Insurance	1.31	-1.57	-0.26
Net	159.19	-155.13	4.06

Commodity Outlook

	Unit	Close	% chg.
Crude oil	USD/bbl.	45.06	-1.4%
Brent oil	USD/bbl.	47.80	-1.7%
Gold	USD/t oz.	1815.80	0.5%
Silver	USD/t oz.	23.42	0.3%
Coal	USD/ton	80.20	0.0%
Steel Scrap (LME)	USD/ton	316.00	-1.1%
Steel Rebar (LME)	USD/ton	486.50	0.0%
USD/PKR	Interbank	159.28	-0.3%

News Source: Local / Int'l Newspapers and websites

Research Team

research@abaalihabib.com

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

REP-055

Sale of Abraaj stake in KE: SEP, other stakeholders to sit together to resolve NSC issue

KEL | Positive

The federal government has reportedly decided to convene a meeting of all stakeholders including Chinese company, Shanghai Electric Power (SEP) under one roof aimed at resolving all issues related to grant of National Security Certificate (NSC) for sale of 66.4 stake of M/s Abraaj in Karachi Electric (KE), well-informed sources told Business Recorder. (BR) | [Click for more info.](#)

Cement

Construction sector; PM asks FBR to facilitate expats

Cement | Positive

Prime Minister Imran Khan has directed the chairman Federal Board of Revenue (FBR) and other relevant departments to provide facilities to the overseas Pakistanis making investment in the construction sector. (BR) | [Click for more info.](#)

CCP Expands its Scope of Cartel Investigation in Cement Industry

Cement | Negative

The Competition Commission of Pakistan (CCP) has extended the scope of its cartel investigation in the cement industry to the South Region, where the anti-trust watchdog is probing collusion among the cement manufacturers regarding the prices, production, and supply of cement in Sindh province. (Ptopakistani) | [Click for more info.](#)

MLCF plans to raise cement prices to pass on the impact of hike in int'l coal prices

MLCF | Positive

Maple Leaf Cement Factory Limited (MLCF) conducted corporate briefing session yesterday where the management discussed latest financial results and company's outlook. Presently, the retention price of the company stands at Rs 6,200 per ton as compared to Rs 5,848 per ton in 1QFY20. The company plans to increase cement prices soon to pass on the impact of recent hike in international coal prices, the management informed. (Mettis) | [Click for more info.](#)

Pioneer Cement's newly installed Coal Power Plant starts power generation

PIOC | Positive

Pioneer Cement's newly installed Coal Power Plant 1x12 MW out of 24 MW has started power generation from 26th November, 2020. (Mettis) | [Click for more info.](#)

Autos

Hinopak Motors raises Rs2.86 bln against issue size of Rs2.89 bln through rights issue of shares

HINO | Neutral

Hinopak Motors Limited has notified the exchange that it has raised Rs 2.86 billion (99%) from the shareholders against the issue size of Rs 2.89 billion through rights issue of shares. (BR) | [Click for more info.](#)

Fertilizer

Uninterrupted gas supplies to two Punjab fertiliser plants ordered

FATIMA, AGL | Positive

Amid anticipated gas shortages during peak winter months (December-January), the Cabinet Committee on Energy (CCoE) on Thursday asked the Sui Northern Gas Pipelines Ltd (SNGPL) to continue supplying cheaper re-gasified liquefied natural gas (RLNG) to two Punjab-based fertiliser plants — Fatima and Agritech — for another 15 days to avoid fertiliser shortage. (Dawn) | [Click for more info.](#)

World Indices

	Last	Chg.	Chg. %
PAK (KSE-100)	41,031.0	653.50	1.62%
INDIA - SENSEX	44,259.7	431.64	0.98%
HK - Hang Seng	26,819.5	149.70	0.56%
Taiwan - TWII	13,845.7	106.83	0.78%
INDONESIA - IDX	5,759.9	80.67	1.42%
CHINA - Shanghai	3,369.7	7.40	0.22%
KSA - Tadawul	8,693.5	4.71	0.05%
US - S&P 500	3,629.7	-5.76	-0.16%
PHILP - PSEi	6,927.8	-73.76	-1.05%
US - Dow 30	29,872.5	-173.77	-0.58%

Board Meetings

Scrip	Day	Agenda	Time
HINO	Friday	HYA/C - 30SEP20	10:00 AM
KEL	Friday	1QA/C - 30SEP20	10:30 AM
ASC	Friday	1QA/C - 30SEP20	11:15 AM
ARUJ	Friday	1QA/C - 30SEP20	12:00 PM
DSL	Friday	1QA/C - 30SEP20	3:30 PM
FZCM	Friday	1QA/C - 30SEP20	3:30 PM
SSGC	Saturday	3QA/C - 31MAR20	10:00 AM
SILK	Saturday	3QA/C - 30SEP20	12:00 PM
EXIDE	Saturday	HYA/C - 30SEP20	3:00 PM
YOUW	Sunday	1QA/C - 30SEP20	3:00 PM
FRCL	Monday	1QA/C - 30SEP20	11:30 AM
SPLC	Monday	1QA/C - 30SEP20	12:00 PM

Source: PSX



Miscellaneous

FPCCI urges central bank to bring interest rate down to 5 percent

Economy | Neutral

Federation of Pakistan Chambers of Commerce and Industry (FPCCI) on Thursday urged the central bank to bring the interest rates down to five percent, as inflation was expected to decline. (The News) | [Click for more info.](#)

Political News

Govt looks forward to working with new US admin: FO

Pakistan Thursday said that it looks forward to working with the new US Administration to further strengthen bilateral relations and to continue partnership to achieve peace, stability, and prosperity in the region. (BR) | [Click for more info.](#)

International News

Shares stuck near peaks, U.S. oil futures extend declines

Asian shares stalled near record highs on Friday as investors weighed renewed doubts about a highly-anticipated coronavirus vaccine against hopes that some of the region's economies will recovery quicker than their Western peers. (Reuters) | [Click for more info.](#)

Oil mixed as rally falters over supply concerns, vaccine doubts

Oil prices were mixed on Friday in quiet trade due to the U.S. Thanksgiving holiday, with West Texas Intermediate (WTI) dropping more than 1% amid concerns about oversupply and doubts about a vaccine to end the coronavirus pandemic. (Reuters) | [Click for more info.](#)



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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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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)



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