



December
2, 2020

Economy News

Inflation eases to 8.3pc in November

Economy | Neutral

Inflation eased to 8.3 per cent in November, from 8.9pc in October on the back of a slight decline in the price of perishable products, showed data released by the Pakistan Bureau of Statistics on Tuesday. (Dawn) | [Click for more info.](#)

Coronavirus tally crosses 400,000-mark

Economy | Negative

The number of nationwide coronavirus cases Tuesday crossed 400,000-mark, reaching 401,782. The pandemic has so far caused 8,122 deaths, the latest Covid-19 related data released by the National Command and Operation Centre (NCO) and the provincial health authorities revealed. (BR) | [Click for more info.](#)

Oil & Gas

SSGCL bill: MoI&P seeks Rs0.41 billion for making payment

SSGCL | Neutral

The Ministry of Industries and Production (MoI&P) has sought Rs 0.41 billion immediately for making payment of five months bill to SSGCL, sources close to Secretary Industries told. (BR) | [Click for more info.](#)

Power

Hubco power plant offers govt buyout for Rs65 billion

HUBC | Neutral

In a major development, the Hubco Power Plant in Balochistan that operates only on one percent of its capacity in the entire year and the government owes it Rs260 billion as capacity payments for next seven years, has offered the federal government to buy it out for Rs65 billion. (The News) | [Click for more info.](#)

Delayed connections pile up as Discos seek 86-paisa tariff hike

POWER | Neutral

About 750,000 applications for new connections involving 1,500-1,600MW of electricity are pending with various distribution companies (Discos) of ex-Wapda as the consumers face about 86-paisa per unit increase in tariff on account of Rs85 billion capacity charges during April-June 2020. (Dawn) | [Click for more info.](#)

Hydropower project: AJK government, Azad Pattan sign agreements

Power | Positive

The government of Azad Jammu and Kashmir and Azad Pattan Power Private Limited Tuesday signed agreements for construction of 700.7 MW Azad Pattan Hydropower project as part of the China-Pakistan Economic Corridor (CPEC), with an investment of over \$ 1.35 billion. (BR) | [Click for more info.](#)

Miscellaneous

Pakistan's IT exports to cross \$1.2bln this fiscal year

Tech. & Communication | Positive

Pakistan's exports of information technology and enabled-services are expected to reach \$1.2 billion by the end of the current fiscal year compared to \$831.4 million a year earlier, a minister said. (The News) | [Click for more info.](#)

Pakistan Stock Exchange Overview

	Open	Close	Chg.	%
KSE All	28,849.5	29,204.7	355.3	1.2%
KSE100	41,068.8	41,665.3	596.4	1.5%
KSE30	17,281.5	17,533.5	252.0	1.5%
KMI30	66,318.1	67,147.5	829.3	1.3%

Top Five Gainers

	Open	Close	Chg.	%
PAKT	1,500.0	1,600.0	100.0	6.7%
PKGS	512.7	551.1	38.4	7.5%
ICI	708.7	730.0	21.3	3.0%
MTL	1,024.3	1,044.7	20.4	2.0%
SCL	234.2	251.7	17.6	7.5%

Top Five Volume Leaders

	Open	Close	Chg.	Vol.
UNITY	25.7	27.5	1.8	67.87
TRG	66.7	67.4	0.7	37.16
HUMNL	6.2	6.0	-0.1	32.57
PIBTL	12.3	12.8	0.5	22.90
PRL	19.1	19.4	0.3	22.70

Portfolio Investments – Net Position

FIPI	Buy	Sell	Net
F-Individuals	3.56	-0.03	-2.02
F-Corporates	1.47	-6.30	-4.83
O/S Pakistanies	7.27	-7.90	-0.63
Net	8.76	-14.24	-5.48
LIPI			
Individuals	112.09	-109.87	2.22
Companies	8.55	-6.63	1.92
Comm. Banks	3.31	-5.80	-2.49
NBFC	0.05	-0.09	-0.04
Mutual Funds	11.56	-8.22	3.33
Other	1.37	-0.62	0.75
Brokers Proprietary	27.20	-26.73	0.47
Insurance	2.54	-3.22	-0.68
Net	166.66	-161.18	5.48

Commodity Outlook

	Unit	Close	% chg.
Crude oil	USD/bbl.	44.55	-1.7%
Brent oil	USD/bbl.	47.42	-1.6%
Gold	USD/t oz.	1815.24	2.2%
Silver	USD/t oz.	24.00	6.0%
Coal	USD/ton	84.00	0.0%
Steel Scrap (LME)	USD/ton	372.00	16.3%
Steel Rebar (LME)	USD/ton	554.50	14.0%
USD/PKR	Interbank	159.66	0.1%

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



Exports rise 7.2pc to \$2.15bn, says Razak

Economy | Positive

The country's exports in November rose 7.2 per cent year-on-year to \$2.156 billion from \$2.011bn in November 2019, Adviser to PM on Commerce and Investment Abdul Razak Dawood said in a tweet on Tuesday. Exports during the month under review were highest in 30 months since peaking at \$2.227bn in May 2018. (Dawn) | [Click for more info.](#)

Pakistan hopes to procure Covid-19 vaccine by first quarter of 2021: Dr Faisal Sultan

Pharmaceutical | Neutral

The government hopes to procure Covid-19 vaccine in the first quarter of 2021, Special Assistant to the Prime Minister Dr Faisal Sultan told the media on Tuesday. (Dawn) | [Click for more info.](#)

ECC may approve removal of 5pc RD on cotton yarn

Textile | Positive

A meeting of the ECC of the Cabinet may give approval to removal of five percent Regulatory Duty (RD) on the import of cotton yarn till 30 June, 2021, and a procedure for registration under concessionary regime of electricity, the RLNG and gas under export-oriented sectors (BR) | [Click for more info.](#)

Cabinet supports CCP by approving SRO

Economy | Neutral

The Federal Cabinet, in its meeting on 24 November 2020, demonstrated its unequivocal support to the CCP by approving the issuance of a statutory regulatory order (SRO), prescribing 3 percent and charges levied by SECP, OGRA, PTA, NEPRA and PEMRA from the financial year 2009-10 and onwards to meet charges in connection with the functioning of the CCP. (BR) | [Click for more info.](#)

FBR says it paid Rs80bn refunds in Jul-Nov

Textile | Positive

The Federal Board of Revenue (FBR) has paid refunds of Rs80 billion during July-November (2020-21) against Rs41 billion in the corresponding period of 2019-20, reflecting an increase of Rs 39 billion. (BR) | [Click for more info.](#)

Open-end mutual funds: Number of active investor accounts stands at 339,126 till October 1: SECP

Economy | Neutral

The number of active investor accounts (accounts having more than zero balance) with the open-end mutual funds stood at 339,126 against 329,263 investors accounts having "zero-balance" as on October 1, 2020, the Securities and Exchange Commission of Pakistan (SECP) said Tuesday. (BR) | [Click for more info.](#)

Political News

ECP postpones by-elections till January 31st

Election Commission of Pakistan (ECP) on Tuesday postponed by-elections till January 31, 2021, in the backdrop of rapid spread of coronavirus across the country. (BR) | [Click for more info.](#)

International News

Asian stocks rise after vaccine optimism drives Wall Street to record highs

Asian markets were set to climb on Wednesday after Wall Street indexes closed at record highs as investors grow increasingly hopeful about a vaccine to combat rising COVID-19 cases and an economic recovery. (Reuters) | [Click for more info.](#)

World Indices

	Last	Chg.	Chg. %
PAK (KSE-100)	41,665.3	596.45	1.45%
INDIA - SENSEX	44,655.4	505.72	1.15%
HK - Hang Seng	26,567.7	226.19	0.86%
PHILP - PSEI	7,009.6	218.10	3.21%
US - Dow 30	29,823.9	185.28	0.63%
Taiwan - TWII	13,885.7	162.78	1.19%
INDONESIA - IDX	5,724.7	112.33	2.00%
CHINA - Shanghai	3,451.9	60.18	1.77%
US - S&P 500	3,662.5	40.82	1.13%
KSA - Tadawul	8,722.1	-24.97	-0.29%

Board Meetings

Scrip	Day	Agenda	Time
FPJM	Tuesday	MULTI-PERIOD	2:30 PM
PAKD	Friday	ANNUAL ACCOUNT	3:00 PM

Source: PSX



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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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