

Economy News

PSX launches listing board to help startups raise capital

Capital Market | **Positive**

Pakistan Stock Exchange (PSX) has launched a startup-dedicated board to help small and medium companies raise funds through listing on the capital market, its managing director said. (The News) | [Click for more info.](#)

Rupee touches 7-month high

Economy | **Positive**

The rupee rose to its highest level in more than seven months on Friday to reach 159.09 against the dollar, boosted by strong inflows and lower oil prices, dealers said. (The News) | [Click for more info.](#)

SBP assures support for growth of economy

Economy | **Neutral**

State Bank of Pakistan (SPB) Governor Dr. Reza Baqir on Friday assured trade and industry leaders that the central bank will continue to support economic growth in the country as it did during Covid-19. (Dawn) | [Click for more info.](#)

New eCIB policy anytime soon, says SBP governor

Economy | **Positive**

Governor State Bank of Pakistan (SBP) Dr. Reza Baqir on Friday said that the Bank would announce new policy regarding Electronic Credit Information Bureau (eCIB) in next few days. The State Bank of Pakistan (SBP) wants more dialogue with the business community and is committed to serving the un-served sectors like SMEs and women entrepreneurs. (BR) | [Click for more info.](#)

Commerce sets \$37bn export target in next five years

Economy | **Neutral**

The Ministry of Commerce has come up with an ambitious plan to increase country's exports to as high as \$37 billion in the next five years. The draft on Strategic Trade Policy Framework (STPF) 2020-25 was shared with Prime Minister Imran Khan to seek his feedback before presenting it in front of the federal cabinet for approval. (Dawn) | [Click for more info.](#)

Pakistan may return \$2b Saudi Arabian loan

Economy | **Neutral**

Pakistan may return \$2 billion Saudi Arabian loan and is looking for various options to secure more lending aimed at retaining gross official foreign exchange reserves at their current level of over \$12 billion. (ET) | [Click for more info.](#)

'Work from home, ban on indoor weddings', fresh Covid restrictions issued

Economy | **Negative**

The National Command and Operation Centre (NCOC) – the nerve centre of the government's unified efforts to stem Covid-19 spread – has also banned indoor wedding gatherings from November 20, as the new cases of the viral disease continued to rise. (ET) | [Click for more info.](#)

Oil & Gas

Increase in margins; PD seeks briefing from OMCs on 9th

Economy | **Positive**

The Petroleum Division has sought a detailed briefing from the Oil Marketing Companies (OMCs) and dealers on Monday (November 9) on an increase in margins. According to the notification, the Petroleum Division has arranged the meeting to review the OMCs and dealers' margins on petroleum products. (BR) | [Click for more info.](#)

Pakistan Stock Exchange Overview

	Open	Close	Chg.	%
KSE All	28,848.6	28,667.5	-181.1	-0.6%
KSE100	41,071.3	40,731.6	-339.7	-0.8%
KSE30	17,243.3	17,081.8	-161.5	-0.9%
KMI30	65,753.8	65,175.6	-578.3	-0.9%

Top Five Gainers

	Open	Close	Chg.	%
COLG	2,776.0	2,849.9	73.9	2.7%
SAPT	850.0	911.9	61.9	7.3%
SFL	751.7	807.3	55.6	7.4%
IDYM	545.0	584.8	39.8	7.3%
KHTC	346.8	371.5	24.7	7.1%

Top Five Volume Leaders

	Open	Close	Chg.	Vol.
UNITY	23.3	24.0	0.6	49.04
POWER	10.2	10.7	0.5	43.61
TRG	50.3	53.9	3.7	31.30
HASCOL	15.3	15.3	0.0	22.31
PRL	19.3	18.9	-0.4	15.79

Portfolio Investments – Net Position

FIPI	Buy	Sell	Net
F-Individuals	3.92	-0.03	-0.45
F-Corporates	1.89	-3.67	-1.79
O/S Pakistanies	4.60	-4.09	0.51
Net	6.52	-7.79	-1.28
LIPI			
Individuals	71.09	-68.50	2.59
Companies	4.93	-3.69	1.24
Comm. Banks	1.99	-1.82	0.17
NBFC	0.05	-0.08	-0.03
Mutual Funds	1.88	-3.03	-1.15
Other	0.41	-0.32	0.09
Brokers Proprietary	14.75	-14.67	0.08
Insurance	0.87	-2.57	-1.70
Net	95.97	-94.69	1.28

Commodity Outlook

	Unit	Close	% chg.
Crude oil	USD/bbl.	37.14	-4.3%
Brent oil	USD/bbl.	39.45	-3.6%
Gold	USD/t oz.	1951.35	0.1%
Silver	USD/t oz.	25.61	0.9%
Coal	USD/ton	65.70	5.8%
Steel Scrap (LME)	USD/ton	311.00	4.4%
Steel Rebar (LME)	USD/ton	463.00	0.4%
USD/PKR	Interbank	159.33	-0.2%

News Source: Local / Int'l Newspapers and websites

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Power

KE contests Rs17bln tax recovery notice

KEL | Neutral

The Federal Board of Revenue (FBR) served K-Electric with Rs17 billion worth of tax recovery notice for an alleged non-compliance that was contested by the power company in a relevant forum. (The News) | [Click for more info.](#)

PSO, PLL paid Rs6.28 bn to LNG suppliers in excess

PSO | Positive

A multi-million dollars scam in Pakistan's two state-owned enterprises (SOEs) - Pakistan LNG Limited (PLL) and Pakistan State Oil (PSO) — has emerged as both the entities made excess payments of \$39.5 million (Rs6.28 billion) to LNG suppliers in the head of port charges, putting the top mandarins of the Energy Ministry (Petroleum Division) in a state of shock. (The News) | [Click for more info.](#)

Iranian power firm; Proposal on deal extension approved by ECC

Power | Neutral

The Economic Coordination Committee (ECC) of the Cabinet has approved a Power Division proposal to extend power purchase agreement with Iranian firm M/s TAVANIR for import of 104 MW electricity on the basis of existing tariff, official sources told. (BR) | [Click for more info.](#)

Economic team's worries grow over lesser recoveries

Power | Negative

The government's economic team is said to have been worried over a lesser amount of recoveries of billed amount due to the Covid-19 as the power sector was unable to collect Rs46 billion from March onwards which contributed to the increase in the circular debt. (BR) | [Click for more info.](#)

Sugar

Sugar price likely to come down by 'Rs15 to Rs20 per kg'

Sugar | Positive

Minister for Industries and Production Hammad Azhar has said that the federal government imported more than 100 tonnes of sugar, which would reduce prices of the commodity by Rs15 to Rs20 per kilogramme. (ET) | [Click for more info.](#)

Cartelization in sugar industry; CCP all set to issue notices

Sugar | Neutral

The Competition Commission of Pakistan (CCP) is all set to issue show-cause notices to the Pakistan Sugar Mills Association (PSMA) and over 80 sugar mill members over purported cartelization in the sugar industry. (BR) | [Click for more info.](#)

Sugar industry agrees to start crushing on govt notified dates

Sugar | Positive

The Punjab government, after the Lahore High Court stayed the sugarcane crushing season 2020-21, has started relying on the top beneficiaries of the sugar exports and price hike scam the JDW Group and the Al-Moiz Group. (The News) | [Click for more info.](#)

Banks

SBP making loan schemes for SMEs

Banks | Positive

State Bank of Pakistan (SBP) Governor Reza Baqir has said export promotion and easy access to financing for small and medium enterprises (SMEs) are the top priorities and measures being taken to promote industrialization across the country. (Dawn) | [Click for more info.](#)

World Indices

	Last	Chg.	Chg. %
INDIA - SENSEX	41,893.1	552.90	1.34%
INDONESIA - IDX	5,335.5	75.20	1.43%
KSA - Tadawul	8,160.4	71.20	0.88%
Taiwan - TWII	12,973.5	54.73	0.42%
PHILP - PSEi	6,685.7	40.92	0.62%
HK - Hang Seng	25,713.0	17.05	0.07%
CHINA - Shanghai	3,312.2	-0.95	-0.03%
US - S&P 500	3,509.4	-1.01	-0.03%
US - Dow 30	28,323.4	-66.78	-0.24%
PAK (KSE-100)	40,731.6	-339.69	-0.83%

Board Meetings

Scrip	Day	Agenda	Time
JOPP	Monday	1Q/A/C - 30SEP20	11:30 AM
HCAR	Wednesday	HYA/C - 30SEP20	11:00 AM

Source: PSX



Banks defer payments on Rs655 billion loans to mitigate coronavirus effects

Banks | Neutral

Pakistani banks have deferred payments on Rs655 billion of loans and restructured another worth Rs200 billion under the central bank-backed scheme to enable the borrowers to combat temporary economic disruptions amid coronavirus. (The News) | [Click for more info.](#)

Miscellaneous

Saudi Arabia permits PIA to operate two new flights to Al-Qassim

PIAA | Positive

Saudi Arabia has allowed Pakistan's national flag carrier, Pakistan Int'l Airlines, to operate two new weekly flights to Al-Qassim province. In a statement, the Saudi Civil Aviation said the flights between the northern Saudi region and Pakistan's city of Multan will start from November 19. (Mettis) | [Click for more info.](#)

Removal of duty on 152 tariff lines

Economy | Negative

The Economic Coordination Committee (ECC) of the Cabinet has, reportedly, put on hold the Commerce Ministry's proposal about removal of Additional Customs Duty (ACD) on 152 tariff lines, after the FBR opposed the move, saying that such an exercise should be done in the last quarter of fiscal year. (BR) | [Click for more info.](#)

China signs contracts to buy commodities from 15 countries including Pakistan

Economy | Positive

China's State Development and Investment Corp has announced that it has signed procurement contracts with 20 foreign companies during the ongoing third China International Import Expo being held in Shanghai. The purchase covers more than 20 kinds of commodities including grain, fruit, textiles and chemical products from 15 economies such as Pakistan, Cambodia, Indonesia and South Africa, according to China Daily on Saturday. (The Nation) | [Click for more info.](#)

Political News

PM congratulates Joe Biden, Kamala Harris on winning US elections

Prime Minister Imran Khan congratulated the United States President-elect Joe Biden and his vice president Kamala Harris on winning the elections. (BR) | [Click for more info.](#)

International News

Stocks Head Toward Record High on Biden Optimism: Markets Wrap

Global equities headed for a record high amid optimism about the outlook under a Joe Biden presidency. The dollar extended declines. Monday began with a continuation of last week's embrace of risk, after Biden was declared the winner of the U.S. election on Saturday. S&P 500 futures were up about 1.5%, building on the strongest week since April for the benchmark, as the president-elect launched his transition effort. Contracts on the tech-heavy Nasdaq 100 index, which have outperformed since Tuesday's vote, were up about 2%. There were also broad-based gains across the Asia Pacific. (Bloomberg) | [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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