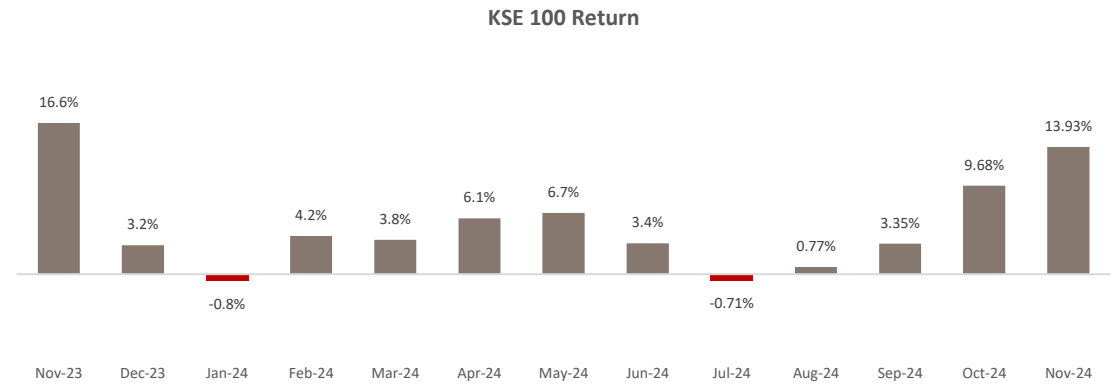


ACPL DIGEST (Nov-24)

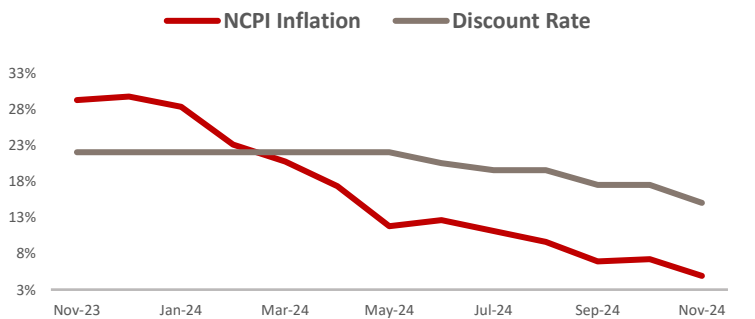


Remittances			Exports			Imports			Current Account	
4MFY25	4MFY24	Change	4MFY25	4MFY24	Change	4MFY25	4MFY24	Change	4MFY25	4MFY24
\$11.80 bn	\$8.80 bn	▲ 34.09%	\$10.88 bn	\$9.59 bn	▲ 13.5%	\$17.85 bn	\$16.98 bn	▲ 5.1%	\$0.218 bn	-\$1.530 bn

In November 2024, the Pakistan Stock Exchange achieved a historic milestone as the KSE-100 Index surged by 13.93% (12,390 points), closing at a record high of 101,357 points. The index crossed the symbolic 100,000-point mark, driven by improved macroeconomic indicators, increased liquidity, and attractive valuations. Average daily trading volumes rose by 63.5% MoM to 873.9 million shares, while the daily traded value grew 29% MoM to PKR 32.9 billion. Market capitalization expanded by 11.69% MoM, reaching USD 46.3 billion, reflecting strong investor confidence. The rally was fueled by the State Bank of Pakistan’s (SBP) decision to cut the policy rate by 250 basis points to 15%, amidst easing inflation and a stable current account surplus of USD 218 million in 4MFY25. Foreign exchange reserves exceeded USD 16 billion, stabilizing the PKR/USD exchange rate at 278, while remittances surged 34% YoY, and exports grew 13.5% YoY,

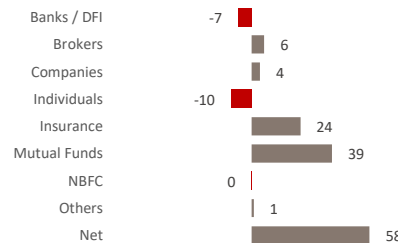


Source: PSX

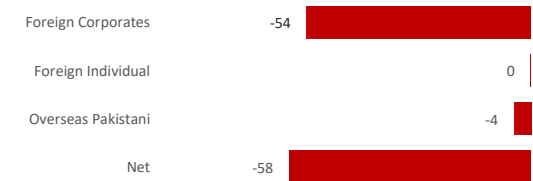


Source: PBS, SBP

LIPI (USD'mn) (Nov-24)



FIPI (USD'mn) (Nov-24)



Source: MCCPL

ACPL DIGEST (Nov-24)

showcasing a strengthening external sector Sectoral performance was robust, with Pharmaceuticals (+142%), Fertilizers (+94%), and Banks (+60%) leading the gains. Foreign inflows of USD 14 million into T-Bills and declining yields further indicated expectations of continued monetary easing. Looking ahead, we anticipate another 150-200bps rate cut in December, supported by favorable inflation trends. However, risks persist, including political instability from post-November 26 protests, fiscal challenges in meeting tax revenue targets, potential gas tariff hikes, and power sector pressures. Despite these hurdles, the improving macroeconomic environment and economic recovery are expected to maintain the market's bullish momentum.

Our recommended stocks include **BFBIO, THCL, COLG, AGP, FFC, FECTC, IBLHL, HALEON, and CHCC.**

		(USD' mn) (Nov-24)										
		Cement	Banks	Fertilizer	Food	E&P	OMC	Power	Tech	Textile	Others	Gross
LIPI Portfolio	Banks / DFI	-0.15	-4.21	4.84	0.13	1.45	-1.55	1.55	0.62	0.33	-9.64	-6.63
	Broker Proprietary Trading	-0.69	2.58	0.76	0.04	1.71	-0.37	0.62	0.34	0.30	0.83	6.12
	Companies	3.77	9.57	3.33	-0.36	-11.62	0.66	-1.09	1.19	-0.39	-0.92	4.12
	Individuals	-5.73	9.72	-6.59	0.36	3.58	-2.29	-4.88	-4.29	-0.69	0.68	-10.14
	Insurance Companies	-5.04	5.99	10.98	0.04	-0.45	0.13	8.15	-0.08	0.77	3.48	23.98
	Mutual Funds	2.43	10.52	3.90	0.34	11.76	7.76	0.51	0.26	0.78	1.20	39.45
	NBFC	-0.03	-0.03	0.00	0.06	0.05	-0.02	-0.02	0.01	0.00	-0.06	-0.04
	Other Organization	1.18	-1.25	-1.00	0.59	1.97	0.33	-1.45	0.82	0.01	-0.15	1.04
	LIPI Total	-4.26	32.90	16.21	1.21	8.44	4.63	3.39	-1.14	1.11	-4.59	57.90
FIPI Portfolio	Foreign Corporates	4.49	-34.71	-15.12	-0.21	-8.37	-4.38	-0.50	1.37	-0.09	3.81	-53.71
	Foreign Individual	-0.02	0.00	0.00	0.00	0.00	-0.01	0.00	0.02	0.00	-0.09	-0.10
	Overseas Pakistani	-0.20	1.81	-1.10	-1.00	-0.08	-0.25	-2.89	-0.24	-1.02	0.88	-4.09
	Total	4.26	-32.90	-16.21	-1.21	-8.44	-4.63	1.54	1.14	-1.11	4.59	-57.90

Source: NCCPL

COMMODITIES OVERVIEW

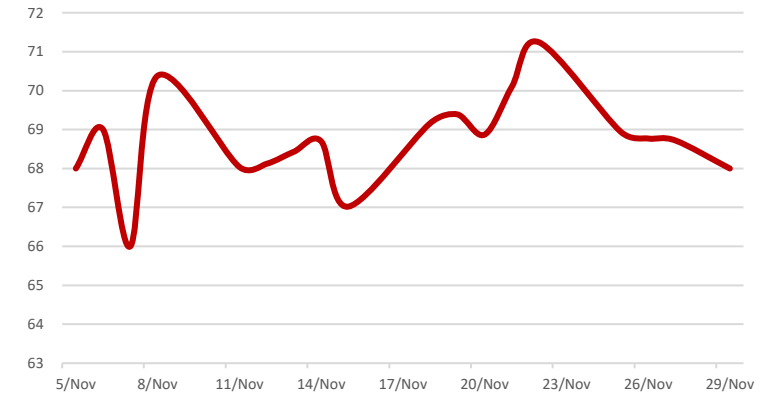
Crude

In November 2024 was a volatile month for crude oil, with prices fluctuating amid geopolitical tensions, economic concerns, and OPEC+ production cuts. The month began with a strong rally, driven by supply concerns and risks in the Middle East and Eastern Europe. Despite these challenges, OPEC+ maintained production cuts, offering some price support. Looking ahead to December, the outlook remains uncertain, with OPEC+ supply cuts supporting prices, but weak demand growth and economic uncertainty weighing on sentiment. The year-end holidays may further slow demand, likely resulting in a more stable market, though major price movements are unlikely unless key developments occur.

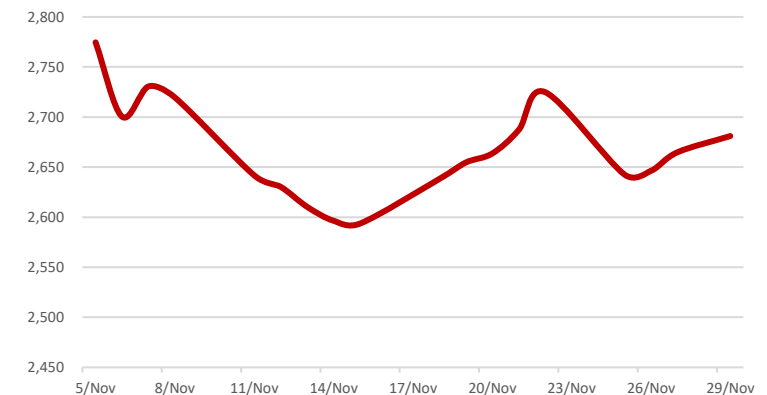
Gold

In November, gold recorded its steepest monthly decline since October 2024, falling approximately 3.5%, despite a brief recovery toward the month's end. The drop was primarily driven by a robust rally in the US dollar following Donald Trump's presidential election victory. Gold futures closed at \$2,681 per ounce, reflecting a significant decline since Election Day. The precious metal's safe-haven appeal weakened amid easing Middle East tensions, though geopolitical risks from the Russia-Ukraine conflict persisted. Additionally, speculation surrounding US Federal Reserve policy and anticipated rate hikes played a critical role. Market dynamics were marked by parallels to the post-election period in 2016, when gold similarly experienced a sell-off due to rising interest rate expectations. Short-term traders reacted to the dollar's strength with swift adjustments, while long-term investors reduced their gold holdings. This shift was further compounded by profit-taking and a change in sentiment as markets factored in expectations of prolonged higher interest rates under Trump's administration. Going forward, we anticipate that gold will remain range-bound in December, with no significant movements due to year-end holidays.

Brent



Gold



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DEFINITION OF TERMS

TP	Target Price	DDM	Dividend Discount Model	FCF	Free Cash Flows
FCFE	Free Cash Flows to Equity	FCFF	Free Cash Flows to Firm	DCF	Discounted Cash Flows
PE	Price to Earnings Ratio	PB	Price to Book Ratio	BVPS	Book Value Per Share
EPS	Earnings Per Share	DPS	Dividend Per Share	ROE	Return of Equity
ROA	Return on Assets	SOTP	Sum of the Parts	JPB	Justified Price to Book

Ratings are updated to account for any development impacting the economy/sector/company, changes in analysts' assumptions or a combination of these factors.

VALUATION METHODOLOGY

To arrive at our Target Price, Abbasi & Company (Private) Limited uses different valuation methods which include:

- I. Discounted Cash Flow Model
- II. Dividend Discount Model
- III. Relative Valuation Model
- IV. Sum of Parts Valuation

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