

# MORNING GLANCE



81,967	▲ 162	▲ 0.20%
155 mn	YTD 25.44%	1 Year 75.45%

ASIA	Value	Pts	Chg. (%)
NIFTY 50	25,796.90	13.95	0.05% ▼
DSE 30	2,039.35	14.01	0.68% ▼
SHANGHAI	3,336.50	248.97	8.06% ▲
Hang Seng	21,594.50	849.23	3.78% ▼
Nikkei 225	38,626.50	833.00	2.20% ▲

EUROPE	Value	Pts	Chg. (%)
FTSE 100	8,290.86	14.21	0.17% ▲
DAX 30	19,164.75	48.39	0.25% ▼

USA	Value	Pts	Chg. (%)
DOW JONES	42,196.52	39.55	0.09% ▲
S&P 500	5,709.50	0.80	0.01% ▲
NASDAQ	19,802.59	29.28	0.15% ▲

Commodities	Value	Chg.	Chg. (%)
Gold (t oz.)	2,676.25	6.55	0.25% ▲
Oil-WTI (bbl)	70.83	0.73	1.04% ▲

Currencies	Value	Chg.	Chg. (%)
USD/PKR	278.10	-	-
EURO/PKR	308.10	1.82	0.59% ▼
GBP/PKR	369.73	2.44	0.66% ▼
AED/PKR	76.30	-	-

Source: dps.psx.com.pk, investing.com, forex.com

## Market Outlook

The stock market on Wednesday remained positive throughout the day. However, market reversed some of its earlier gains in the second half and concluded the session in the green zone as Pakistan's trade deficit widens marginally to \$5.4bn in 3MFY25. The Benchmark KSE-100 index made an intra-day high and low at 82,360.28 (555.69 points) and 81,529.45 (-275.14 points) respectively while closed at 81,967.00 by gaining 162.41 points... Trading volume decreased to 155mn shares as compared to 191mn shares on the previous trading day. Moving forward, we anticipate the market will stay in a volatile phase, as it is currently at a strong resistance level of 82,000. The upcoming price action will be crucial for the index and will determine its future direction.

The index if close above the 82,000 mark would witness a further rally and a continuation in trend and if it is unable to close above the mentioned level then it could remain in correction phase, while finding support at 80,400..

## Key News

### International

#### Stock indexes steady, oil rises as wary investors eye Middle East hostilities

MSCI's global equities index was down slightly on Wednesday while the dollar rose and oil prices pared earlier gains, as investors digested U.S. economic data and anxiously awaited Israel's response to Iran's missile attack the previous day. Oil prices rose on worries that further escalation in the Middle East could threaten oil supplies from the. [see more...](#)

#### Oil rises as Middle East conflict deepens, gains capped by global supply outlook

Oil prices ticked higher in early trade on Thursday as investors weighed the escalating conflict in the Middle East and the potential for disruption to crude flows, against an amply-supplied global market. Brent crude futures increased 64 cents. [see more...](#)

### Politics

#### PTI says will hold demo at D-Chowk tomorrow

The beleaguered Pakistan Tehreek-e-Insaf (PTI) said on Wednesday that it will stage a mammoth protest demonstration at D-Chowk on October 04 to express support with judiciary against "unconstitutional" constitutional package and for the release of... [see more...](#)

### Economy

#### Fiscal pact under IMF umbrella inked – Neutral

Both conditions are part of the National Fiscal Pact that the federal and the four provincial governments signed under the IMF's mandate. Sindh was the last province to sign the pact, a day after the September 30 deadline Finance Minister Senator Muhammad Aurangzeb said on. [see more...](#)

## MORNING GLANCE

### At 14.4pc, benchmark T-bill at lowest level since April 2022 – Positive

The government raised Rs244 billion through the auction of Market Treasury Bills on Wednesday, slightly less than the target of Rs250 billion. With bids of Rs152.6 billion for three-month T-bills, Rs223.2 billion for six-month, and Rs484.5 billion for 12-month tenor, there was a strong. [see more...](#)

### Forex reserves surge to \$10.7bn after IMF tranche: SBP – Positive

Pakistan's central bank foreign exchange reserves have increased to \$10.7 billion after the receipt of the first tranche of the \$7 billion loan from the International Monetary Fund, Governor of the State Bank of Pakistan (SBP) Jameel Ahmad said on Wednesday. That is enough to.. [see more...](#)

### Pakistan concerned at ME escalation – Negative

According to an internal assessment, the government has been advised to be on high alert. The heightened fears of an all-out war have been triggered by a direct confrontation between Iran and Israel. Iran on Tuesday night launched a barrage of missiles into Israel in order to retaliate to the recent assassinations of the Hamas and Hezbollah leadership.. [see more...](#)

### Refineries demand action on key issues before upgrades – Neutral

The five local refineries have linked the signing of upgrade and escrow agreements with the Oil & Gas Regulatory Authority (Ogra), ahead of the October 22 deadline, to the resolution of several critical issues that are threatening the sector. In a meeting held under the direction of the. [see more...](#)

### Protected consumers to get power subsidy via e-vouchers – Neutral

The Ministry of Poverty Alleviation and Social Safety (MPA&SS) has decided to extend subsidy directly to the protected domestic consumers of electricity through E-vouchers, well-informed sources told Business Recorder. In a letter to [see more...](#)

### T-Bill buyback to boost lending to private sector: SBP governor – Neutral

His comments come after the federal government on Monday conducted the buyback auction of MTBs and accepted bids amounted to Rs351 billion. "The government financing requirement is very low, at the moment, because they have liquidity available, as a result of which they.. [see more...](#)

### Geopolitical tensions a concern: SBP – Negative

Speaking at a conference titled "Bank of the Future Forum 2024", hosted by Systems Limited and Temenos, SBP Governor Jameel Ahmad asked the European IT firm to establish a support centre in Pakistan instead of continuing to operate from a foreign country.. [see more...](#)

### 'Textile exports surge 15pc in August' – Positive

Textile exports experienced a 15 percent month-on-month growth in August, but this increase could have reached 25 percent, if critical issues related to exporters' liquidity and taxation had been addressed, said Khurram Mukhtar, Patron-in-Chief of the Pakistan Textile Exporters Association (PTEA), while talking to 'The News'. [see more...](#)

### Pakistan, Russia ink historic trade deal – Positive

The forum saw the participation of a 60-member Pakistani business delegation, led by Federal Minister for Privatisation, Board of Investment, and Communication, Abdul Aleem Khan. The delegation aimed to explore new business opportunities and strengthen economic ties with Russia. The forum was inaugurated by Pakistan's.. [see more...](#)

### Siddiqsons rolls back tin mill project – Negative

In a stock filing on Tuesday, the company said the current economic environment has created a situation where the continuation of the TMBP project is not financially feasible. Additionally, the rising costs of materials and equipment and the higher cost of capital.. [see more...](#)

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## DEFINITION OF TERMS

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

## 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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Stock Rating	Expected Total Return	Sector Rating	Sector Outlook
BUY	Greater than 15%	Overweight	Positive
HOLD	Between -5% to 15%	Market Weight	Neutral
SELL	Less than and equal to -5%	Underweight	Negative

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

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