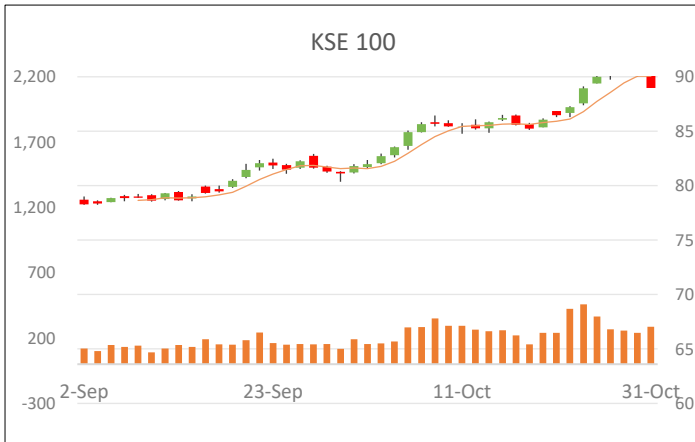


# MORNING GLANCE



88,966	▼ -1321	▼ -1.46%
288 mn	YTD 37.59%	1 Year 71.35%

ASIA	Value	Pts	Chg. (%)
NIFTY 50	24,466.85	127.70	0.52% ▲
DSE 30	1,805.89	73.29	3.90% ▼
SHANGHAI	3,277.43	8.97	0.27% ▼
Hang Seng	20,492.00	209.14	1.01% ▼
Nikkei 225	39,397.50	515.00	1.32% ▲

EUROPE	Value	Pts	Chg. (%)
FTSE 100	8,219.61	66.01	0.80% ▼
DAX 30	19,478.07	53.55	0.27% ▼

USA	Value	Pts	Chg. (%)
DOW JONES	42,233.05	154.52	0.36% ▼
S&P 500	5,832.92	9.40	0.16% ▲
NASDAQ	20,550.65	199.58	0.98% ▲

Commodities	Value	Chg.	Chg. (%)
Gold (t oz.)	2,793.15	12.05	0.43% ▲
Oil-WTI (bbl)	67.61	0.40	0.60% ▲

Currencies	Value	Chg.	Chg. (%)
USD/PKR	278.10	0.05	0.02% ▲
EURO/PKR	300.84	0.73	0.24% ▲
GBP/PKR	360.67	0.41	0.11% ▲
AED/PKR	76.29	-	-

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

## Market Outlook

The stock market on Thursday remained negative throughout the day and concluded the session deep in the losses amid profit taking by the investors. The Benchmark KSE-100 index made an intra-day high and low at 90,700.23 (413.67 points) and 89,063.34 (-1,223.22 points) respectively while closed at 88,966.76 by losing 1,319.80 points. Trading volume increased to 288mn shares as compared to 241mn shares on the previous trading day. Going forward, we expect some profit-taking in the short term ahead of MPC meeting that is scheduled on 4<sup>th</sup> Nov 2024. The index has a support at 88,500 and 88,000, while finding support at 90,000.

## Key News

### International

#### Asian Equities Echo US Declines as Tech Stocks Hit

Investors' pullback from US tech stocks on lackluster corporate results extended into Asia Friday, weighing on the region's major markets. Oil rallied on fresh Middle East concerns. A region-wide equity index fell, with Japanese stocks among the hardest hit. Chinese benchmarks rose as October residential property sales [see more...](#)

#### Oil climbs more than \$1/bbl on reports Iran preparing to strike at Israel

Oil prices extended gains on Friday, climbing more than \$1 a barrel to pare weekly losses, as geopolitical tensions in the Middle East rose following reports that Iran was preparing a retaliatory strike on Israel from Iraq in the coming days. futures, which have rolled to the January contract, climbed [see more...](#)

### Politics

#### Bill to raise number of judges off NA agenda

The government has decided to defer the introduction of a key bill — seeking to amend the Supreme Court Practice and Procedure Act — in parliament due to a lack of consensus among the coalition partners, sources told Dawn. During the National Assembly's sitting on Monday, a couple of treasury lawmakers had hinted [see more...](#)

### Economy

#### SBP to announce policy rate on Nov 4 – Neutral

The Monetary Policy Committee (MPC) of SBP will meet on Monday, November 04, 2024, to decide about the Monetary Policy, according to the press release issued by the Central Bank. Later on, SBP will issue the Monetary Policy Statement through a press release on the same day. The Central Bank is expected to cut its policy rate by 200 basis points (bps) as a significant slowdown in inflation gives policymakers enough room to continue monetary easing in a bid to spur growth. That would be the fourth consecutive rate cut. That would be the fourth consecutive rate cut [see more...](#)

## MORNING GLANCE

### IMF lowers Pakistan's inflation forecast to 9.5% - **Positive**

The International Monetary Fund has lowered its inflation forecast for Pakistan for the current year by 3.2% points to 9.5%, the country's finance minister said on Thursday. The IMF's revised projection bring it closer to Pakistan's own projections, Finance Minister [see more...](#)

### SBP reserves jump another \$116m to \$11.16bn – **Positive**

The foreign exchange reserves held by the State Bank of Pakistan (SBP) increased by \$115.7 million or 1.05% WoW to \$11.16 billion during the week ended on October 25, 2024, data released by State Bank of Pakistan showed on Thursday. Similarly, the country's total reserves increased by \$31.9m or 0.20% WoW to \$16.05bn. [see more...](#)

### PM holds trade, investment talks with Qatar's emir, counterpart – **Neutral**

Prime Minister Shehbaz Sharif on Thursday met Qatar's Emir Sheikh Tamim bin Hamad Al Thani and his counterpart from the oil-rich Arab state in separate meetings, with both sides discussing the importance of strengthening bilateral collaboration in trade, investment, energy and other sectors. Sharif's visit to Qatar, which began Wednesday, seeks to bolster [see more...](#)

### 1.4pc of GDP; Q1 ends with Rs1.696trn budget balance – **Neutral**

The government closed first quarter of current fiscal year 2024-25 with overall budget balance of Rs1.696 trillion equivalent to 1.4 percent of Gross Domestic Product (GDP). This was revealed in the consolidated federal and provincial fiscal operations data released by the Finance Division with a statistical discrepancy of Rs317.239 billion during first quarter of 2024-25. The data showed that the government closed first quarter of [see more...](#)

### Govt increases petrol price by Rs1.35, HSD's by Rs3.85 per litre – **Negative**

The federal government on Thursday increased the price of petrol by Rs1.35, taking the rate to Rs248.38 per litre. The price of high-speed diesel (HSD) was raised by Rs3.85 to Rs255.14 per litre, according to a notification from the Finance Division. The price of light diesel oil was decreased [see more...](#)

### Pakistan flag carrier stake sale attracts sole bid below government minimum – **Neutral**

The much-anticipated privatisation of Pakistan International Airlines (PIA) stalled on Thursday as the sole bid was around Rs75 billion lower than the government's expectations. The Blue World City consortium [see more...](#)

### Conversion of power plants to coal – **Neutral**

The National Energy Administration (NEA) of China is said to have shown willingness, in principal, to establish an ad hoc working group to facilitate discussion on conversion of three imported coal-fired power plants to local coal, well-informed sources in the PPIB told Business Recorder. This update was shared with the Power Division [see more...](#)

### EV stations for motorways approved – **Positive**

The government has approved the setting up of 40 electric vehicle (EV) charging stations along motorways at a power tariff of Rs39.75 per unit in the initial draft of EV policy. The government is also mulling over extending financing to incentivise the production of electric two and three-wheelers. Sources revealed that in a recent meeting of the committee on EV policy, the Pakistan Banks [see more...](#)

### Shell Pakistan to rebrand as Wafi Energy Pakistan – **Neutral**

The Board of Directors (BoD) of Shell Pakistan Limited (PSX: SHEL) has approved the change of the company's name to the proposed name "Wafi Energy Pakistan Limited. This follows the acquisition of 87.78% of the total issued share capital of SHEL by Wafi Energy Holding Limited. Additionally, the ticker or trading symbol of the company on the Pakistan Stock Exchange is proposed to change [see more...](#)

### 3Q2024; Listed banks' profitability down 1.0pc to Rs158bn YoY – **Negative**

Pakistan's listed banks profitability clocked in at Rs 158 billion, down by 1.0 percent YoY while up 16 percent QoQ in the third quarter of 2024. Despite the decline in interest rates, the sector's NII clocked in at Rs 507 billion, up 6 percent YoY and 13 percent QoQ in the [see more...](#)

# DISCLAIMER

This report has been prepared by Abbasi & Company (Private) Limited and is provided for information purposes only. Under no circumstances, this is to be used or considered as an offer to sell or solicitation of any offer to buy. While reasonable care has been taken to ensure that the information contained therein is not untrue or misleading at the time of publication, we make no representation as to its accuracy or completeness and it should not be relied upon as such. From time to time, Abbasi & Company (Private) Limited and or any of its officers or directors may, as permitted by applicable laws, have a position, or otherwise be interested in any transaction, in any securities directly or indirectly subject of this report. This report is provided only for the information of professional advisers who are expected to make their own investment decisions without undue reliance on this report. Investments in capital markets are subject to market risk and Abbasi & Company (Private) Limited accepts no responsibility whatsoever for any direct or indirect consequential loss arising from any use of this report or its contents. In particular, the report takes no account of the investment objectives, financial situation and needs of investors, who should seek further professional advice or rely upon their own judgment and acumen before making any investment. The views expressed in this report are those of Abbasi & Company (Private) Limited Research Department and do not necessarily reflect those of the company or its directors. Abbasi & Company (Private) Limited as a firm may have business relationships, including investment-banking relationships, with the companies referred to in this report. Abbasi & Company (Private) Limited does not act as a market maker in the securities of the subject company. Abbasi & Company (Private) Limited or any officers, directors, associates or close relatives do not have a financial interest in the securities of the subject company to an amount exceeding 1% of the value of the securities of the subject company at the time of issuance of this report. Abbasi & Company (Private) Limited or any officers, directors, associates or close relatives are not currently serving or have served in the past three years as a director or officer of the subject company. Abbasi & Company (Private) Limited or any officers, directors, associates or close relatives have not received compensation from the subject company in the previous 12 months. The subject company currently is not, or during the 12-month period preceding the date of publication or distribution of this report, was not, a client of Abbasi & Company (Private) Limited. We have not managed or co-managed a public offering or any take-over, buyback or delisting offer of securities for the subject company in the past 12 months and/or received compensation for corporate advisory services, brokerage services or underwriting services from the subject company in the past 12 months. Abbasi & Company (Private) Limited does not expect to receive or intend to seek compensation for corporate advisory services or underwriting services from the subject company in the next 3 months

All rights reserved by Abbasi & Company (Private) Limited. This report or any portion hereof may not be reproduced, distributed or published by any person for any purpose whatsoever. Nor can it be sent to a third party without prior consent of Abbasi & Company (Private) Limited. Action could be taken for unauthorized reproduction, distribution or publication

## VALIDITY OF THE PUBLICATION OR REPORT

The information in this publication or report is, regardless of source, given in good faith, and may only be valid as of the stated date of this publication or report. The information may be subject to change without notice, its accuracy is not guaranteed, it may be incomplete or condensed and it may not contain all material information concerning the company, jurisdiction or financial instruments referred to in this report. The valuations, opinions, estimates, forecasts, ratings or risk assessments herein constitutes a judgment as of the date of this report and were based upon several estimates and assumptions and are inherently subject to significant uncertainties and contingencies. It can be expected that one or more of the estimates on which the valuations, opinions, estimates, forecasts, ratings or risk assessments were based will not materialize or will vary significantly from actual results. Therefore, the inclusion of the valuations, opinions, estimates, forecasts, ratings or risk assessments described herein is not to be relied upon as a representation and/or warranty by Abbasi & Company (Private) Limited and/or its other associated and affiliated companies, that:

- I. Such valuations, opinions, estimates, forecasts, ratings or risk assessments or their underlying assumptions will be achieved, and
- II. There is any assurance that future results or events will be consistent with any such valuations, opinions, estimates, forecasts, ratings or risk assessments stated therein

## 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

## RATINGS CRITERIA

Abbasi & Company (Private) Limited employs a three-tier ratings system to rate a stock and sector, as mentioned below, which is based upon the level of expected return for a specific stock and outlook of sector. The rating is based on the following with stated time horizon

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.

## RESEARCH DISSEMINATION POLICY

Abbasi & Company (Private) Limited endeavors to make all reasonable efforts to disseminate research to all eligible clients in a timely manner through either physical or electronic distribution such as email, fax mail etc. Nevertheless, all clients may not receive the material at the same time

## OTHER DISCLOSURES

The research analyst is primarily involved in the preparation of this report, certifies that:

- I. The views expressed in this report accurately reflect his/her personal views about the subject company/stock /sector and economy
- II. No part of his/her compensation was, is or will be directly or indirectly related to the specific recommendations or views expressed in this report

The Research Analyst is not and was not involved in issuing of a research report on any of the subject company's associated companies

### PREPARED BY

Haroon Abdul Razzaq

Phone: (+92) 42 38302028

Ext: 116

Email: haroon@abbasiandcompany.com

### RESEARCH DEPARTMENT

6 - Shadman, Lahore

Phone: (+92) 42 38302028; Ext: 116, 117

Email: research@abbasiandcompany.com

web: www.abbasiandcompany.com

### HEAD OFFICE

6 - Shadman, Lahore

Phone: (+92) 42 38302028

Email: info@abbasiandcompany.com

web: www.abbasiandcompany.com