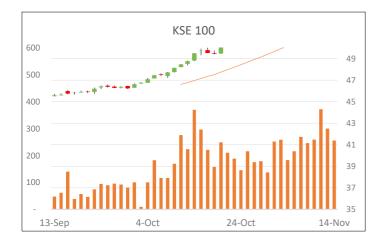
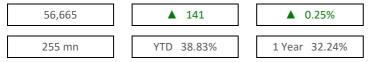
MORNING GLANCE





Ⅲ Market Outlook

The stock market on Tuesday remained volatile throughout the day and concluded the session in green zone amid profit taking by the investors as they are anticipating a correction in the market. The Benchmark KSE-100 index made an intra-day high and low at 56,873.98 (350.4 points) and 56,118.17 (142.35 points) respectively while closed at 56,665.93 by gaining 142 points. Trading volume decreased to 255mn shares as compared to 299mn shares on the previous trading day. Going forward, the All-time high for the index resides at 56,665. Breaking this level would further push the index towards 56,800. Contrarily, the support for the index resides at 56,500.





| | ASIA | Value | Pts | Chg. (%) |
|-----|------------|-----------|--------|----------|
| * | NIFTY 50 | 19,443.55 | 82 | 0.42% ▼ |
| | DSE 30 | 2,118.30 | - | - |
| *) | SHANGHAI | 3,073.43 | 17.36 | 0.57% ▲ |
| \$1 | Hang Seng | 17,887.00 | 462.00 | 2.65% ▲ |
| • | Nikkei 225 | 33,465.00 | 769.07 | 2.35% ▲ |

| EUROPE | Value | Pts | Chg. (%) |
|----------|-----------|--------|----------|
| FTSE 100 | 7,440.47 | 14.64 | 0.20% ▲ |
| DAX 30 | 15,614.43 | 269.43 | 1.76% ▲ |

| USA | Value | Pts | Chg. (%) |
|-----------|-----------|--------|----------|
| DOW JONES | 34,827.70 | 489.83 | 1.43% ▲ |
| S&P 500 | 4,495.70 | 84.15 | 1.91% ▲ |
| NASDAQ | 15,812.47 | 329.69 | 2.13% ▲ |
| | | | |

| Commodities | Value | Chg. | Chg. (%) |
|---------------|----------|------|----------|
| Gold (t oz.) | 1,969.50 | 3.00 | 0.15% 🛦 |
| Oil-WTI (bbl) | 78.42 | 0.30 | 0.38% ▲ |

| Currencies | Value | Chg. | Chg. (%) |
|------------|--------|------|----------|
| USD/PKR | 287.87 | 0.32 | 0.11% 🛦 |
| EURO/PKR | 308.21 | 0.79 | 0.26% ▲ |
| GBP/PKR | 353.95 | 1.95 | 0.55% ▲ |
| AED/PKR | 78.38 | 0.09 | 0.11% 🛦 |

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

International

Asia markets strengthen ahead of Biden-Xi talks

Asia-Pacific markets rose on Tuesday as investors look ahead to highly anticipated talks between the U.S. and China as well as more economic data. U.S. President Joe Biden and China's President Xi Jinping's will meet in-person in San Francisco later in the day, for the first time in about a year. Japan's Nikkei 225 closed 0.34% higher at 32,695.93, while the Topix ended 0.37% higher at 2,345.29. see more...

Oil Steady With Differing Views From IEA, OPEC Clouding Outlook

Oil steadied after a short-lived relief rally as the market digested differing views on the supply and demand outlook, while an industry report pointed to an expansion in US stockpiles. Global benchmark Brent traded above \$82 a barrel, while West Texas Intermediate was close to \$78. The International Energy Agency said global oil see more...

Politics

PMLN campaign under way: Nawaz reaches out to politicians in Balochistan

Over 30 prominent politicians of Balochistan announced joining the Pakistan Muslim League-Nawaz during former Prime Minister Nawaz Sharif and his team's visit to the provincial capital on Tuesday. Former Balochistan chief minister Jam Kamal, federal ministers Sardar Fateh Mohammad Hosni, Mujibur Rahman Mohammad see more...

Economy

UAE assures IMF mission on Pakistan's external financing gap – Neutral

The United Arab Emirates (UAE) — a time-tested friend of Pakistan — once again came to rescue the cash-strapped nation amid a difficult time as it assured the International Monetary Fund (IMF) mission on the country's external financing gap. see more...

Abbasi and Company (Private) Limited

MORNING GLANCE



IMF raises questions on SIFC creation - Neutral

The International Monetary Fund (IMF) has advised Pakistan against creating a group of preferred investors or distortions in the country under the Special Investment Facilitation Council (SIFC) and to ensure transparency and accountability in its business deals. Deputy Chairman Planning Commission Dr Jehanzeb Khan told economists and journalists that the visiting see more...

Talks with Saudis on Reko Dig stake soon - Positive

Talks with Saudi Arabia on the sale of stakes in the multibillion-dollar Reko Diq gold and copper mine will begin soon, the head of the Planning Commission said on Tuesday, as a share-price evaluation of the project is now complete. Talking to the media, Dr Jehanzeb Khan stressed that the \$70 billion foreign direct investment anticipated thro-ugh the Special Investment Facilitation Council (SIFC), a high-level civil-military see more...

UK to double investment in Pakistan to tackle climate change – Neutral

The United Kingdom has announced to double its investment to tackle climate change and improve climate resilience and adaption in Pakistan. This was stated by British High Commissioner to Pakistan Jane Marriott while addressing a reception to celebrate the birthday of King Charles III Tuesday evening at her residence here. Caretaker Foreign Minister Syed Jalil Abbas see more...

Petrol price likely to remain unchanged - Neutral

The interim government may keep the price of petrol unchanged, and a significant decrease in other petroleum products is estimated with effect from November 16, 2023. Oil marketing companies estimated an increase of Rs 3 per litre in petrol prices, reaching Rs 286.38 per litre from the current Rs 283.38. However, it is expected that the government may adjust the increase in oil companies and dealer margin and ex-refinery see more...

Port bottlenecks threaten oil supply chain, OCAC warns – Neutral

The oil sector has identified bottlenecks at the ports, which are impacting the already fragile supply chain of petroleum products and proposed for separate line for petrol, streamlining the berthing standard operating procedure (SOP) and improvement in the night navigation for fully loaded vessels. The Oil Companies Advisory Council (OCAC), a representative body of the oil industry, in a detailed letter to the Ministry of Energy- Petroleum see more...

Power adjustment: Govt seeks Rs1.25 per unit hike for Q1 – Negative

The government has requested an increase of Rs1.25 per unit on account of quarterly adjustment for the first quarter of the ongoing fiscal year (July-September 2023) to recover Rs22.56 billion from the consumers. The National Electric Power Regulatory Authority (NEPRA) on Tuesday reserved its decision with regard to quarterly power see more...

Cabinet mulls abolishing free power to Discos' officials today - Neutral

The government has decided to stop providing free electricity to officers of electricity companies and instead pay them a sum. According to sources, this summary will be presented for approval in today's (Wednesday) federal cabinet meeting. The meeting has issued a revised agenda consisting of see more...

Import of 0.2MMTs of urea: TCP may be granted exemption from procurement rules – Neutral

The federal cabinet is likely to grant exemption from the applicability of Public Procurement Rules, 2004 to the Trading Corporation of Pakistan (TCP) for the import of 200,000 metric tonnes of urea on Wednesday (Nov 15). The cabinet meeting to be presided over by the caretaker Prime Minister, Anwar ul Haq, is expected to be submitted a proposal see more...

Forex deals: Tax on windfall profits of banks likely - Negative

The government is likely to invoke provisions of the Finance Act, 2023, to impose tax on windfall profits/gains of banks. It is learnt that the federal cabinet in its meeting on Tuesday (Nov 14) may consider the agenda item, "Tax on windfall profits of banks earned on foreign exchange transactions during calendar years 2021 and 2022." The Revenue Division is expected to move a summary to the federal see more...

Insurance penetration less than 1pc of GDP: regulator – Neutral

The insurance sector penetration has stagnated for years at less than one per cent of GDP, while several categories, including micro insurance, livestock insurance, and insurance against losses due to disaster and terrorism, were almost nonexistent. This was highlighted in a media engagement held by the Securities and Exchange Commission see more...

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DEFINITION OF TERMS

| TP | Target Price | DDM | Dividend Discount Model | FCF | Free Cash Flows |
|------|---------------------------|-------|--------------------------|------|-------------------------|
| I F | raigetriice | ואוטט | Dividend Discount Widdel | FUE | LIEC Casil Liows |
| 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 |

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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 | |
|--------------|----------------------------|--|
| BUY | Greater than 15% | |
| HOLD | Between -5% to 15% | |
| SELL | Less than and equal to -5% | |

| Sector Rating | Sector Outlook |
|---------------|----------------|
| Overweight | Positive |
| Market Weight | Neutral |
| Underweight | Negative |

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

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