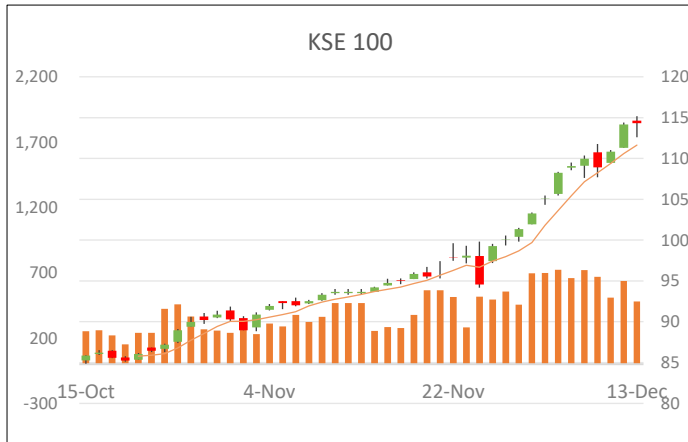


MORNING GLANCE



114,301	▲ 121	▲ 0.11%
480 mn	YTD 76.77%	1 Year 75.09%

ASIA	Value	Pts	Chg. (%)
NIFTY 50	24,537.80	104	0.42% ▼
DSE 30	1,889.42	14.2	0.75% ▼
SHANGHAI	3,432.64	28.86	0.83% ▼
Hang Seng	20,172.75	224.3	1.10% ▼
Nikkei 225	39,465.00	431.5	1.08% ▼

EUROPE	Value	Pts	Chg. (%)
FTSE 100	8,311.76	10.14	0.12% ▲
DAX 30	20,426.27	27.11	0.13% ▲

USA	Value	Pts	Chg. (%)
DOW JONES	43,914.12	234.44	0.53% ▼
S&P 500	6,051.30	32.9	0.54% ▼
NASDAQ	21,619.20	144.79	0.67% ▼

Commodities	Value	Chg.	Chg. (%)
Gold (t oz.)	2,713.41	4.01	0.15% ▲
Oil-WTI (bbl)	69.95	0.07	0.10% ▼

Currencies	Value	Chg.	Chg. (%)
USD/PKR	278.50	0.05	0.02% ▲
EURO/PKR	292.62	0.44	0.15% ▼
GBP/PKR	355.60	0.05	0.01% ▲
AED/PKR	76.35	0.06	0.08% ▲

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

Market Outlook

The stock market on Friday remained negative in the first half of the day. However, it recovered the earlier losses in the second half and concluded the session in the green zone amid positive sentiments prevailing among the investors about the continuation of the buying spree. The Benchmark KSE-100 index made an intra-day high and low at 115,172.44 (991.94 points) and 112,609.25 (-1,571.25 points) respectively while closed at 114,301.80 by gaining 121.30 points. Trading volume decreased to 480mn shares as compared to 636mn shares on the previous trading day. Going forward, we expect the index to remain bullish ahead of today's MPC meeting where the expectations of around 200 bps rate cut prevails. The resistance for the index lies at 116,700 and 118,500 while finding the support at 111,500.

Key News

International

Asian stocks in tight range before China data dump

Most Asian stocks traded in narrow ranges early Monday ahead of a swath of Chinese data and following a vow from the nation's regulators to stabilize markets. South Korea's shares and the won rose after President Yoon Suk Yeol was impeached on the weekend. Japanese equities edged higher while Australian stocks dropped [see more...](#)

Oil prices inch lower ahead of Fed meeting, investors assess mixed China data dump

Oil prices inched lower in Asian trade on Monday as markets remained cautious ahead of the U.S. Federal Reserve's policy meeting later this week, while investors assessed a barrage of Chinese economic data for more cues on demand. expiring in February fell 0.3% to \$74.28 a barrel, while Crude Oil WTI Futures fell 0.4% to [see more...](#)

Politics

Centre now wants talks with Kabul, says KP CM

Khyber Pakh--tun-khwa Chief Mini-ster Ali Amin Gandapur on Sunday criticised the federal government for rejecting his earlier proposal to engage in talks with the Afghan interim government, only to now pursue the same strategy to resolve issues with Kabul. Speaking to the media at the Chief Minister's House, Mr Gandapur said his call for direct negotiations [see more...](#)

Economy

SBP expected to stay cautious on rate cut approach - Positive

The State Bank of Pakistan (SBP) is expected to take a cautious stance on reducing the policy interest rate despite significant room for a cut due to declining inflation. The Monetary Policy Committee (MPC) will convene on Monday to announce the new policy rate. The Monetary Policy Committee (MPC) will convene on Monday to announce the new policy rate. [see more...](#)

MORNING GLANCE

\$300m ADB loan secured to strengthen social protection – Positive

The government has signed a \$330 million loan agreement with the Asian Development Bank (ADB) to support the Integrated Social Protection Development Programme (ISPDP). The agreement, signed here on Saturday, aims to [see more...](#)

Salaried class pays nearly Rs200b in taxes – Neutral

Income tax payments by the salaried class in just five months of the current fiscal year reached around Rs200 billion, up Rs72 billion, but the Federal Board of Revenue (FBR) remained unable to use the transactions' information to demand tax from the people not paying their due share. As compared to the massive increase in [see more...](#)

Uplift projects worth Rs423bn approved – Positive

The Central Development Working Party (CDWP) on Sunday approved 15 development projects worth Rs422.704 billion, of which 6 projects worth Rs17.95 billion were directly approved by CDWP, while 9 projects worth Rs404.754 billion were recommended to Executive Committee of the National Economic Council (ECNEC) for consideration. The meeting which was chaired by Minister for Planning and Development Ahsan [see more...](#)

Chinese company to set up battery manufacturing plant in Punjab – Positive

A Chinese lithium battery manufacturing company has announced to set up a plant in Punjab and an agreement was signed between the Punjab Industries and Commerce Department and the Chinese company. Punjab Industries and Commerce Minister Chaudhry Shafay Hussain signed the agreement with the Chinese company during his visit to the factory in Shenzhen, China, disclosed [see more...](#)

78m bank depositors protected under DPC – Positive

The Deposit Corporation of Pakistan (DPC) has revealed that scheduled banks have 79.2 million depositors as of June 30, 2024. In its annual report 2023-24, released on Friday, the DPC provided a graphical illustration of total and eligible deposits and the coverage ratio of banks' depositors. [see more...](#)

Industrial gases sector expands capacity – Positive

The industrial gases sector is undergoing significant expansion as companies invest in new plants and enhance the capacity of existing facilities. These developments aim to ensure a steady supply of gases to meet the needs of the healthcare sector, China-Pakistan Economic [see more...](#)

OGDCL makes first discovery in Samanasuk – Positive

Oil and Gas Development Company Ltd (OGDCL), the operator of the Wali Exploration Licence with a 100pc working interest, has made first-ever gas and condensate discovery in Samanasuk formation, an exploratory zone at the Bettani-02 (Slant) well, located in District Laki Marwat, Khyber Pakhtunkhwa. [see more...](#)

Petrol rate unchanged, Rs3.05 reduction in HSD price – Neutral

The Federal Government announced today that the price of petrol will remain unchanged, while the rates of other petroleum products will be reduced for the fortnight commencing December 16, 2024. The Finance Division stated that the price of petrol will stay at Rs 252.10 per litre. However, the price [see more...](#)

Capacity payment worth Rs1,410bn paid to IPPs in two years, Senate told – Neutral

As the government is negotiating with the independent power producers to reduce electricity tariff, the Ministry of Energy revealed on Thursday a whopping amount of Rs1,410 billion paid to the IPPs in terms of capacity payments during the last two years. The Ministry of Energy informed the upper house that the federal government has agreements [see more...](#)

PM directs cut in power tariff - Positive

Prime Minister Shehbaz Sharif on Friday directed the relevant authorities to further reduce power tariffs and expedite the implementation process of the action plan of the future power generation projects. Chairing a meeting to evaluate and discuss [see more...](#)

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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

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- 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

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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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