



116,169	▲ 1867	▲ 1.63%
491 mn	YTD 79.66%	1 Year 77.49%

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/PAKR	278.50	0.05	0.02% ▲
EURO/PAKR	292.62	0.44	0.15% ▼
GBP/PAKR	355.60	0.05	0.01% ▲
AED/PAKR	76.35	0.06	0.08% ▲

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

## Market Outlook

The stock market on Monday opened on a bullish note and concluded the session in the green zone amid buying momentum came from anticipation of 200bps cut in key policy rate by Monetary Policy Committee. The Benchmark KSE-100 index made an intra-day high and low at 116,681.59 (2,379.79 points) and 115,345.99 (1,044.19 points) respectively while closed at 116,169.41 by gaining 1,867.61 points. Trading volume increased to 491mn shares as compared to 480mn shares on the previous trading day. Going forward, we expect 200 bps rate cut is positive for market sentiment. However, short-term corrections are likely, given the overbought condition of key market indicators. The support for the index lies at 115,000 and 114,500 while finding resistance at 118,000.

## Key News

### International

#### Asian Stocks Fluctuate Before Key Rate Decisions

Asian equities fluctuated as traders awaited a raft of interest-rate decisions by central banks this week, including the Federal Reserve. A key stock benchmark for the region traded in a tight range, with Australia rising. Shares in mainland China eked out a gain while those in Hong Kong fell, showing weak market momentum after [see more...](#)

#### Oil prices inch lower ahead of Fed meeting, soft Chinese economic data weighs

Oil prices were marginally lower in early Asian trade on Tuesday, a day after soft economic readings from China dampened sentiment, while traders were cautious ahead of a U.S. Federal Reserve policy meeting later this week. Brent Oil Futures inched 0.2% lower to \$73.81 a barrel, while Crude Oil WTI Futures ticked 0.1% down to \$70.20 a [see more...](#)

### Politics

#### Fighting climate emergency not possible without nature financing: SC judge

Justice Syed Mansoor Ali Shah, the senior puisne judge of the Supreme Court, on Monday asserted that climate finance is, in essence, climate justice. He said Pakistan is facing a climate emergency, but no substantial work has been done regarding climate change in the last seven years, despite court [see more...](#)

### Economy

#### Key interest rate brought down by 200bps to 13pc - Positive

With inflation declining in line with its expectations, the Monetary Policy Committee (MPC) of the State Bank of Pakistan (SBP) on Monday announced 200 basis points (bps) cut in the key policy rate, bringing it down to 13 percent, the lowest level since April 2022. Since June, the MPC has pursued a monetary easing strategy in response to moderating inflation. [see more...](#)

## MORNING GLANCE

### Backing FBR operationalisation: Federal Cabinet approves setting up of 'NTC' – Neutral

The Federal Cabinet has approved establishment of a new agency namely National Targeting Centre (NTC) aimed at extending requisite support to the Federal Board of Revenue (FBR) for its early operationalisation, [see more...](#)

### Aurangzeb praises formal sector – Neutral

Finance Minister Muhammad Aurangzeb has said the government is taking measures to ensure the current IMF programme becomes the last bailout. During a wide-ranging discussion on the economy during a visit to the Pakistan Business Council (PBC) on Monday, the finance minister appreciated the sacrifices that the formal sector had [see more...](#)

### IMF exit strategy in place': Aurangzeb updates PBC on twin deficits progress – Neutral

Federal Finance Minister Senator Muhammad Aurangzeb briefed the members of Pakistan Business Council (PBC) on the improvement in the twin deficits and listed the measures the government is undertaking to ensure that this IMF programme becomes the last such programme. During his visit to PBC in Karachi, the Finance [see more...](#)

### Dual nationals in key SBP roles: Govt panel to assess implications – Neutral

The Federal Cabinet has constituted a committee under the chairmanship of Minister for Planning, Development and Special Initiatives, Ahsan Iqbal to review the amendments relating to dual nationals proposed in the draft State Bank of Pakistan (Amendment) Bill, 2024 and examine the implications of allowing dual nationals to hold sensitive positions [see more...](#)

### Jul-Oct LSM output shows -0.64pc contraction YoY – Negative

The Overall Large Scale Manufacturing (LSM) sector has shown a growth of -0.64 percent during the first four months (July-October) of 2024-25 when compared with the same period of last year, says the Pakistan Bureau of Statistics (PBS). The LSMI output increased by 0.02 per [see more...](#)

### SBP governor says hike in inflation expected after 3-4 months – Positive

State Bank of Pakistan Governor Jameel Ahmed said on Monday that the inflation would stay low for the next three to four months due to some reasons including "end of base effect and some other things in pipeline [see more...](#)

### OGDCL revives heavy oil well – Positive

The Oil and Gas Development Company Limited (OGDCL) has successfully revived a heavy oil well in the Rajian Oil Field, Chakwal, increasing production from 1,500 to 2,500 barrels per day (BPD). This achievement is part of the OGDCL's strategic efforts to boost energy production. Using innovative technologies like Electrical Submersible Pumps (ESP), [see more...](#)

### IPPs will agree to forensic audit, hopes PM's aide – Neutral

Special Assistant to Prime Minister on Power Muhammad Ali has disclosed that 15 out of 18 IPPs set up under 2002 and 1994 power policies have signed revised agreements on take and pay mode under the hybrid system, which will help save the government Rs800 billion in the remaining period of their existing contracts. However, they will be paid annually a reasonable amount to bear the [see more...](#)

### FDI in telecom sector declines – Negative

Telecom industry's Foreign Direct Investment (FDI) contribution to the national exchequer and investment declined by around 21 percent, two percent, and around one percent, respectively, during 2023-24 compared to 2022-23, which Pakistan Telecommunication Authority (PTA) linked with the overall economic situation in the country. The PTA's annual report released [see more...](#)

### Rabi season: Dar directs smooth gas supply to fertiliser industry - Positive

Deputy Prime Minister Ishaq Dar has directed the authorities concerned to maintain uninterrupted gas supply to the fertiliser industry throughout Rabi season to ensure stable production and stocks. [see more...](#)

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<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

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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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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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