

MORNING GLANCE



81,459	▲ 998	▲ 1.24%
185 mn	YTD 22.93%	1 Year 73.55%

ASIA	Value	Pts	Chg. (%)
NIFTY 50	25,415.80	38.25	0.15% ▲
DSE 30	2,076.98	8.37	0.40% ▲
SHANGHAI	2,729.69	6.33	0.23% ▼
Hang Seng	18,205.00	191.84	1.06% ▲
Nikkei 225	37,848.00	727.50	1.96% ▲

EUROPE	Value	Pts	Chg. (%)
FTSE 100	8,328.72	75.04	0.91% ▲
DAX 30	19,002.38	290.89	1.55% ▲

USA	Value	Pts	Chg. (%)
DOW JONES	42,025.19	522.09	1.26% ▲
S&P 500	5,713.64	95.38	1.70% ▲
NASDAQ	19,839.83	495.34	2.56% ▲

Commodities	Value	Chg.	Chg. (%)
Gold (t oz.)	2,616.75	2.15	0.08% ▲
Oil-WTI (bbl)	71.04	0.12	0.17% ▼

Currencies	Value	Chg.	Chg. (%)
USD/PKR	278.50	-	-
EURO/PKR	310.19	-	-
GBP/PKR	367.78	1.40	0.38% ▲
AED/PKR	76.35	0.06	0.08% ▲

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

Market Outlook

The stock market on Thursday opened on a bullish note. However, some of earlier gains were eroded in the second half and concluded the session in the green zone amid improved current account surplus, expectation of further decline in inflation and positive outlook on IMF programme. The Benchmark KSE-100 index made an intra-day high and low at 82,003.58 (1,542.25 points) and 80,680.23 (218.90 points) respectively while closed at 81,459.28 by gaining 997.95 points. Trading volume increased to 185mn shares as compared to 149mn shares on the previous trading day. Going forward, we expect the market to remain positive fueled by positive economic indicators along with the MoU signed for cooperation in multiple sectors between Russia and Pakistan.

The index is currently facing resistance from its all time high around 82,000 and once it closes above this level then it would be all set to rally to 84,500 mark, while finding support at 80,000.

Key News

International

Red Sea insurance costs soar

The cost of insuring a ship through the Red Sea has more than doubled since the start of September and some underwriters are pausing cover as the risk of attack from Yemen's Houthis on commercial vessels increases, industry sources said. The Iran-backed Houthis first launched aerial drone and missile strikes on the. [see more...](#)

Oil prices set to end week higher after US rate cut

Oil prices, which were little changed in early Asian trade on Friday, were on track to end higher for a second straight week following a large cut in U.S. interest rates and declining global stockpiles. Brent futures, which were trading 19 cents or 0.3% lower at \$73.69 a barrel at 0027 GMT on Friday,. [see more...](#)

Politics

Ordinance to amend SC Practice, Procedure Act on the cards

The federal government has decided to bring the Practice and Procedure Amendment Ordinance. According to sources, through this ordinance, the power of Chief Justice to appoint cases will be increased. In the absence of a committee member, the Chief Justice will be able to. [see more...](#)

Economy

Pakistan, Russia sign MoU for cooperation in multiple sectors – Positive

Pakistan and Russia on Thursday formalised their commitment to deepening bilateral ties with the signing of a memorandum of understanding (MoU) for expanding cooperation across multiple sectors. The agreement, signed by Russian Deputy Prime Minister Alexei Overchuk and Pakistan's Deputy Prime. [see more...](#)

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Reserves hit 26-month high as rupee strengthens - **Positive**

This rise coincided with the domestic currency strengthening to a five-and-a-half-month high of Rs277.91 against the US dollar in the interbank market, extending its winning streak for the seventh consecutive day. SBP data shows that foreign exchange reserves have risen for eight straight weeks, cumulatively increasing by \$482.6 million over the past two months, returning [see more...](#)

PIBs' yields slide on hopes of bigger rate cut in coming months – **Neutral**

The government raised Rs83 billion through the auction of fixed-rate local currency bonds on Thursday, falling short of the Rs200 billion target, indicating a reduction in its borrowing needs. The yields on the short tenors of. [see more...](#)

\$100bn debt to be repaid over four years, NA panel told – **Negative**

Pakistan's foreign debt repayments have been estimated to climb to \$100 billion over a four-year period, despite foreign reserves standing at \$9.3 billion. This startling disclosure was made during the National Assembly's Standing Committee on Finance meeting. Also, the finance ministry informed the NA panel [see more...](#)

Country's total public debt stood at Rs71.2tr by June 2024, NA body told – **Negative**

National Assembly Standing Committee on Finance and Revenue was informed on Thursday that Pakistan's total public debt stood at Rs71.2 trillion as of June 2024. The National Assembly Standing Committee on Finance and Revenue met Thursday under the chairmanship of Syed Naveed Qamar, [see more...](#)

Settlement of payments on reconciled dues; KE CEO seeks cooperation of Sindh PA body – **Neutral**

Sharing information on a meeting held between CEO K-Electric and senior company officials with members of the Provincial Assembly Committee on Energy, K-Electric's spokesperson mentioned that discussions were held [see more...](#)

Power generation plummets 17.4pc – **Negative**

The country's power generation fell sharply by 17.4 per cent in August due to declines in hydel, wind, RLNG, and local sources. The cost of power generation also significantly decreased during the month under review, driven by reductions in the costs of fuel oil and imported coal, according to power generation data released on Thursday.. [see more...](#)

Suzuki Bolan Discontinued, Every to Launch Soon – **Neutral**

The iconic Suzuki Bolan, known as the "Carry Dabba," is officially discontinued in Pakistan. After years of speculation, the news has now been confirmed. A photo recently circulated on social media, showing the final batch of incomplete Bolan vehicles with a sign. [see more...](#)

Banks' deposits increase 17.9% to Rs30.78tr in Aug – **Positive**

The total deposits held by scheduled banks have moved up by 17.9% from a year ago to Rs30.78 trillion in August 2024 compared to Rs26.11tr in August 2023. According to data released by the SBP, Banks' deposits have edged higher by 0.6% MoM, compared to Rs30.6tr in July 2024. Total advances increased by 0.28% to Rs11.81tr compared to.. [see more...](#)

Gold prices on an uptrend - **Neutral**

The local gold prices continued its uptrend to hit new highs on Thursday as the global bullion value bounced back, traders said. Gold prices went up by Rs800 to reach fresh historic highs of Rs268,500 per tola and Rs685 to Rs230, 195 per 10 grams. The domestic silver prices however remained unchanged at Rs2950 per tola and [see more...](#)

Ties with Pakistan vital for global stability: Biden – **Neutral**

Biden highlighted this key aspect of the bilateral relationship while accepting the letter of credence from Pakistan's new envoy Rizwan Saeed Sheikh on Wednesday, marking the start of his tenure as the country's 30th ambassador to the United States. The formal ceremony took [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

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

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