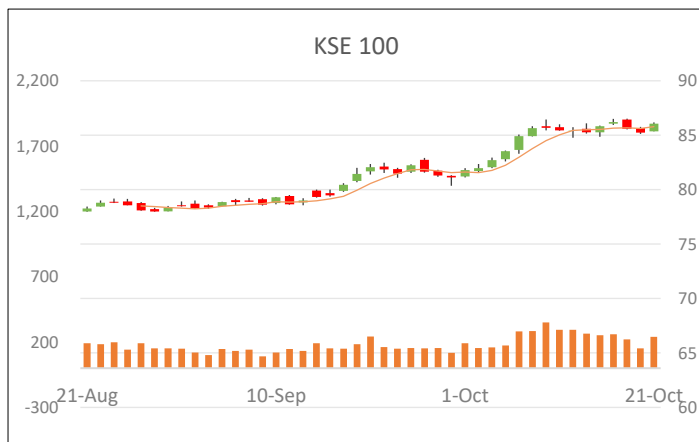


# MORNING GLANCE



86,057	▲ 807	▲ 0.95%
240 mn	YTD 33.09%	1 Year 70.87%

ASIA	Value	Pts	Chg. (%)
NIFTY 50	24,749.85	221.45	0.89% ▼
DSE 30	1,947.98	15.75	0.80% ▼
SHANGHAI	3,185.31	15.92	0.50% ▲
Hang Seng	20,248.00	168.90	0.84% ▲
Nikkei 225	39,045.50	100.00	0.26% ▲

EUROPE	Value	Pts	Chg. (%)
FTSE 100	8,385.13	56.06	0.67% ▲
DAX 30	19,583.39	150.58	0.77% ▲

USA	Value	Pts	Chg. (%)
DOW JONES	43,239.05	161.35	0.37% ▲
S&P 500	5,841.47	1	0.02% ▼
NASDAQ	20,190.42	16.37	0.08% ▲

Commodities	Value	Chg.	Chg. (%)
Gold (t oz.)	2,723.55	16.05	0.59% ▲
Oil-WTI (bbl)	70.91	0.24	0.34% ▲

Currencies	Value	Chg.	Chg. (%)
USD/PAKR	278.25	0.10	0.04% ▲
EURO/PAKR	302.01	1.01	0.33% ▼
GBP/PAKR	361.33	2.27	0.62% ▼
AED/PAKR	76.29	0.56	0.74% ▲

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

## Market Outlook

The stock market on Monday remained positive throughout the day and concluded the session in the green zone as National Assembly passed the 26th Amendment Bill, a judiciary-related constitutional package coupled with positive economic indicators. The Benchmark KSE-100 index made an intra-day high and low at 86,172.79 (922.70 points) and 85,349.32 (99.23 points) respectively while closed at 86,057.51 by gaining 807.42 points. Trading volume decreased to 240mn shares as compared to 152mn shares on the previous trading day. Going forward, we anticipate the market to remain positive on account of second consecutive current account surplus of \$119 million in September. The index has a resistance at 86,500 and 86,800, while finding support at 85,500.

## Key News

### International

#### Asia stocks dip amid rates, election uncertainty; China shares drift higher

Most Asian stocks fell on Tuesday as uncertainty over interest rates and the U.S. presidential election kept traders largely risk-averse, while Chinese markets drifted higher after an interest rate cut. Regional markets took a weak lead-in from Wall Street, as U.S. stock benchmarks retreated from record highs as Treasury yields rose and as the earnings season loomed. [see more...](#)

#### Oil prices trim Middle East war risk-gains, China demand remains a worry

Oil prices fell on Tuesday, paring the previous day's nearly 2% rise as the top U.S. diplomat renewed efforts to push for a ceasefire in the Middle East, and as slow demand in China, the world's top oil importer, continued to weigh on the market. futures for December delivery were down 26 cents, or 0.3%, at \$74.03 a barrel at 0046 GMT. U.S. West Texas [see more...](#)

### Politics

#### President signs 26th Amendment Bill into law

President Asif Ali Zardari has officially approved the 26th constitutional amendment, with the gazette notification issued shortly after. The notification, released by the National Assembly, confirms that [see more...](#)

### Economy

#### Sept CA posts \$119m surplus – Positive

Pakistan's external account continues to show positive momentum, recording a second consecutive current account surplus of \$119 million in September 2024, bolstered by strong inflows of home remittances and higher exports. Analysts said that this improvement reflects growing stability in the country's financial position and highlights the vital role remittances play in [see more...](#)

## MORNING GLANCE

### **FY25Q1 FDI soars 48pc to \$771m YoY – Positive**

Foreign Direct Investment (FDI) in Pakistan experienced a remarkable 48 percent increase during the first quarter of the fiscal year 2025 (FY25). According to the State Bank of Pakistan (SBP), the country attracted FDI totaling \$771 million from July to September 2024, compared [see more...](#)

### **Pakistan, Indonesia ink \$10.7 million trade agreements – Positive**

Pakistan and Indonesia have made significant strides in strengthening their trade relations, facilitated by the Special Investment Facilitation Council (SIFC). The two countries signed multiple business-to-business trade agreements and Memorandums of Understanding (MoUs) worth \$10.7 million during the recent Trade Expo Indonesia. [see more...](#)

### **Climate finance: Pakistan to seek IMF's EFF programme augmentation – Neutral**

Pakistan will explore possibilities for augmentation of Extended Fund Facility (EFF) programme with climate finance on the sidelines of the upcoming annual meeting of IMF/World Bank scheduled to be held in Washington DC. Islamabad may consider a request for augmentation of existing loans by adding \$1.5 to \$2 billion in the \$7 billion Extended Fund [see more...](#)

### **Finance minister attends IMF, WB annual meetings starting today – Neutral**

Pakistan's Finance Minister Muhammad Aurangzeb will be in the US for almost a week to attend the International Monetary Fund (IMF) and the World Bank (WB) annual meetings. The IMF and World Bank meetings will kick off today (Monday) throughout the week. The finance minister will meet with private and public finance leaders during his trip. He's [see more...](#)

### **REER index drops to 9-month low – Positive**

Pakistan's real effective exchange rate (REER), the value of the rupee against a basket of trading partner currencies, hit a nine-month low in September. Data from the State Bank of Pakistan showed on Monday that REER depreciated to 98.6 in September, its lowest level since December 2023. The REER was 100.1 in August. Samiullah Tariq, head [see more...](#)

### **PSO waives interest for five IPPs – Neutral**

Pakistan State Oil (PSO) has waived its late payment interest charges on overdue fuel supply payments from five Independent Power Plants (IPPs), whose agreements with the government have been terminated. The decision was announced after extensive negotiations [see more...](#)

### **Pacts deadline looms; Refineries' upgrade plans hit snags – Neutral**

The federal government is grappling with a major hurdle in its plans to upgrade domestic refineries as the deadline for signing upgrade agreements looms. The issue stems from the sales tax exemption granted by the Federal Board of Revenue (FBR) in the national [see more...](#)

### **IT exports surge 42pc in September, reach \$292m – Positive**

Pakistan's IT exports recorded impressive growth, reaching \$292 million in September 2024, up 42 per cent compared to the same month last year. This figure also surpassed the 12-month average of \$280 million, marking the 12th consecutive month of year-on-year (YoY) growth since October 2023. According to the State Bank of Pakistan (SBP), IT exports in the first quarter of FY25 surged [see more...](#)

### **Pakistan's Meat Exports to China Hit \$3.3 Million in Nine Months – Positive**

Ghulam Qadir, Trade and Investment Counsellor at the Pakistan Embassy in Beijing said that Chinese consumers are becoming more adventurous in their culinary choices, increasingly interested in trying high-quality meat from countries like Pakistan. The country's rich tradition in meat production, [see more...](#)

### **Texpo 2024 likely to attract \$800m in export orders – Neutral**

Texpo 2024, the 5th edition of Pakistan's premier textile and leather exhibition, is expected to generate export orders worth a staggering \$800 million, nearly double the \$420 million secured at last year's event. Addressing a press conference at TDAP office, Zubair Motiwala CEO TDAP informed that Texpo will take place from October 23 [see more...](#)

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## 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

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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

Ratings are updated to account for any development impacting the economy/sector/company, changes in analysts' assumptions or a combination of these factors.

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### 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