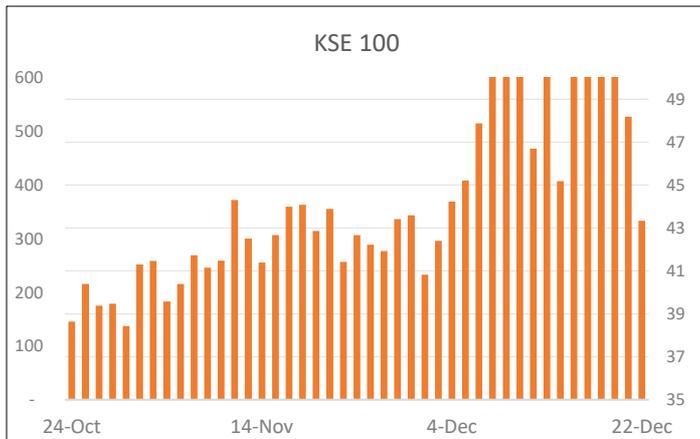


MORNING GLANCE



61,705	▼ -989	▼ -1.58%
334 mn	YTD 51.18%	1 Year 55.55%

ASIA	Value	Pts	Chg. (%)
NIFTY 50	21,349.40	94.35	0.44% ▲
DSE 30	2,094.58	4.87	0.23% ▼
SHANGHAI	2,918.81	4.04	0.14% ▲
Hang Seng	16,340.41	280.72	1.69% ▼
Nikkei 225	33,254.03	84.98	0.26% ▲

EUROPE	Value	Pts	Chg. (%)
FTSE 100	7,697.51	2.78	0.04% ▲
DAX 30	16,706.18	18.76	0.11% ▲

USA	Value	Pts	Chg. (%)
DOW JONES	37,385.97	18.38	0.05% ▼
S&P 500	4,754.63	7.88	0.17% ▲
NASDAQ	16,777.40	20.00	0.12% ▲

Commodities	Value	Chg.	Chg. (%)
Gold (t oz.)	2,064.50	13.20	0.64% ▲
Oil-WTI (bbl)	73.49	0.4	0.54% ▼

Currencies	Value	Chg.	Chg. (%)
USD/PAKR	282.53	0.26	0.09% ▼
EURO/PAKR	310.81	1.24	0.40% ▲
GBP/PAKR	358.66	1.25	0.35% ▲
AED/PAKR	76.93	0.07	0.09% ▼

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

Market Outlook

The stock market on Friday plunged over 900 points and concluded the session in the red zone amid rising volatility on the political front as the Supreme Court approved bail of former prime minister Imran Khan and ex-foreign minister Shah Mahmood Qureshi in the cypher case. The Benchmark KSE-100 index made an intra-day high and low at 62,995.21 (301 points) and 61,569.13 (-1124 points) respectively while closed at 61,705.09 by losing 988 points. Trading volume decreased to 334mn shares as compared to 527mn shares on the previous trading day. Going forward, we expect some short-term recovery in the market. The Resistance for the index resides at 62,500 Breaking this level would push the index towards 63,000. Contrarily, the support for the index resides at 61,000.

Key News

International

Asia Eyes Muted Open, Oil in Focus During Tensions

Stocks in Asia were mostly unchanged while currencies in the region ticked higher amid cautious trading and reduced liquidity with some markets closed for holidays. Japanese equities traded flat while other markets including Hong Kong, New Zealand and Australia were shut. Benchmarks for mainland China edged [see more...](#)

Oil prices flat as markets weigh Red Sea tensions, output uncertainty

Oil prices kept to a tight range in holiday-thinned Asian trade on Tuesday, as markets weighed the prospect of continued supply disruptions in the Red Sea against fears of higher production in 2024. Crude prices saw some strength over the past week as attacks by the Iran-aligned, Yemeni Houthi group on vessels [see more...](#)

Politics

ECP releases data of total candidates

Over 28,626 candidates for both national and provincial assemblies have submitted their nomination papers for the General Elections 2024. The final day for submitting nomination papers for the general elections was Sunday. The scrutiny process for these papers commenced [see more...](#)

Economy

IMF recipe fails to ease Pakistan's economic misery ahead of elections – Neutra

With elections round the corner the expected economic turnaround has not yet taken place despite complete adherence of the last elected and the current caretaker governments to the recipe suggested by the International Monetary Fund. The economic fundamentals have somewhat improved [see more...](#)

MORNING GLANCE

ADB approves food security assistance for CAREC states – Positive

The Asian Development Bank has approved a technical assistance project for resilient and inclusive agricultural development and food security in the Central Asia Regional Economic Cooperation (CAREC) Programme member countries including Pakistan. The overall impact of the ADB assistance will help increase inclusive, productive, resilient, and sustainable agriculture [see more...](#)

\$400m ‘Pakistan Raises Revenue’ project; WB rates implementation progress moderately satisfactory – Neutral

The World Bank has rated the overall implementation progress of Pakistan Raises Revenue project of worth \$400 million moderately satisfactory, observing that some key procurements are under way. The Bank official documents revealed that \$277.61 million, ie, 71 percent of the financing have been disbursed so far while undisbursed amount stands at \$114.39 million [see more...](#)

Vested interests may spur post-election policy reversals, World Bank fears - Neutral

The World Bank fears that following the upcoming elections, strong and organised vested interests may spur a number of potential reversals on critical policy reforms — committed to multilateral lenders — posing ‘high’ macroeconomic risks to Pakistan. The possible reversals include the rationalisation of gas and electricity subsidies, lower trade tariffs and better [see more...](#)

SBA: MoF says commitments being fulfilled – Positive

The Finance Ministry has stated that the government is fulfilling all the commitments agreed with the International Monetary Fund (IMF) under the Stand-By-Arrangement (SBA). A spokesman for the Finance Division on Saturday further stated that this was also evident from the successful completion of the first review of the Staff Level Agreement (SLA). In response to a news item by a private channel, he added that neither [see more...](#)

UNDP sees debt management bigger challenge for new govt – Neutral

The new government in Pakistan must have a plan to tackle the debt challenge, with a reform agenda enhancing financial management, increasing revenue, enforcing fiscal discipline, diversifying funding sources and effectively managing debt, suggests the United Nations Development Programme (UNDP). The UN agency’s latest publication — Development [see more...](#)

Debt, liabilities of loss-making PSEs surge - Negative

The heavily indebted government had to face an upsurge in the debts and liabilities of the Public Sector Enterprises (PSEs) in a year, which means much bigger allocations will have to be made in the budget for repayments. Successive governments have been trying to get rid of the loss-making PSEs but no one succeeded in making it possible despite continued pressure from the IMF to privatise them. [see more...](#)

Rupee holds steady as zero CAD policy keeps dollar demand in check - Neutral

The rupee is expected to maintain its stability against the U.S. dollar in the coming weeks, supported by a balanced demand and supply of the greenback and a shrinking current account deficit, analysts said on Saturday. The rupee ended the week at 282.53 per dollar, gaining 0.24 percent from Monday’s close of 283.21, according to the central bank data. [see more...](#)

Foreign currency inflow hopes aid rupee’s uptrend – Neutral

Pakistani currency maintained its uptrend for the ninth consecutive working day on Friday and touched a fresh seven-week high at slightly above Rs282.50 against the greenback in the inter-bank market on expectation of imminent foreign currency inflows. According to State Bank of Pakistan’s (SBP) data, the rupee appreciated 0.09%, or Rs0.26, and closed at Rs282.53 against the greenback. The currency [see more...](#)

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High court suspends 40pc additional tax on windfall income of banks – Positive

After Islamabad and Lahore high courts, the Sindh High Court (SHC) has also suspended the SRO 1588(I)/2023 of the Federal Board of Revenue (FBR) which has imposed 40 percent additional tax on windfall income of banks. According to the latest order of the SHC, the operation of the SRO 1588(I)/2023 will remain suspended till the next [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

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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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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