

MORNING GLANCE



65,525	▲ 373	▲ 0.57%
129 mn	YTD 1.34%	1 Year 63.81%

ASIA	Value	Pts	Chg. (%)
NIFTY 50	22,096.75	84.80	0.39% ▲
DSE 30	2,057.72	25.44	1.25% ▲
SHANGHAI	3,025.39	0.92	0.03% ▼
Hang Seng	16,554.00	80.36	0.49% ▲
Nikkei 225	40,394.00	51.5	0.13% ▼

EUROPE	Value	Pts	Chg. (%)
FTSE 100	7,917.57	13.35	0.17% ▼
DAX 30	18,268.29	62.35	0.34% ▲

USA	Value	Pts	Chg. (%)
DOW JONES	39,313.64	162.26	0.41% ▼
S&P 500	5,218.19	15.99	0.31% ▼
NASDAQ	18,277.06	62.38	0.34% ▼

Commodities	Value	Chg.	Chg. (%)
Gold (t oz.)	2,171.10	5.3	0.24% ▼
Oil-WTI (bbl)	82.09	0.14	0.17% ▲

Currencies	Value	Chg.	Chg. (%)
USD/PAKR	278.13	0.17	0.06% ▼
EURO/PAKR	303.09	0.5	0.16% ▼
GBP/PAKR	350.59	5.3	1.49% ▼
AED/PAKR	75.73	0.08	0.11% ▼

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 the KSE-100 index was supported by Oil & Gas Exploration Companies with 114.5, Commercial Banks with 98.36, Power Generation & Distribution with 93.25, Fertilizer with 62.12, and Oil & Gas Marketing Companies with 17.26 points. The Benchmark KSE-100 index made an intra-day high and low at 65,656.49 (504.67 points) and 65,301.73 (149.91 points) respectively while closed at 65,525.64 by gaining 373.82 points. Trading volume increased to 373mn shares as compared to 83mn shares on the previous trading day. Going forward, we expect the market to remain stable. The resistance for the index resides at 66,000. Breaking this level would further push the index towards 66,500. Contrarily, the support for the index resides at 65,000.

Key News

International

Asian Stocks Rise Ahead of Quarter-End, PCE Data

Most Asian shares rose with US stock futures as investors positioned ahead of quarter-end and the Federal Reserve's preferred inflation measure due later this week. An Asian equity gauge snapped two days of declines as shares climbed in Hong Kong and South Korea. The Kospi headed for the highest close in more than [see more...](#)

Oil Holds Advance With OPEC+ Cutbacks and Geopolitics in Focus

Oil steadied after the biggest gain in a week, with OPEC+ set to affirm its policy of production cuts amid tensions in the Middle East and Russia. Global benchmark Brent traded near \$87 a barrel after rising 1.6% on Monday, while West Texas Intermediate was above \$82. OPEC+ delegates aren't seeing a need to change supply policy at a review meeting [see more...](#)

Politics

May 9 violence: SC seeks details of 103 trials in military courts

The Supreme Court on Monday sought complete summary of trials of 103 persons being tried of by the military courts for their alleged involvement in attacking military installations on May 9, 2023. A six-member larger bench of the apex court headed by Justice Amin-ud-Din Khan [see more...](#)

Economy

Pak-Afghan PTA likely to be finalized - Neutral

Pakistan and Afghanistan are likely to finalise Preferential Trade Agreement (PTA) during the visit of Pakistani delegation led by Commerce Secretary, Capt Khurram Agha (retired), well-informed sources told Business Recorder. Pakistani delegation is visiting Kabul [see more...](#)

MORNING GLANCE

PM directs swift action against tax defaulters, evaders - Neutral

Prime Minister Muhammad Shehbaz Sharif on Monday directed initiation of action against tax defaulters and evaders on emergency basis. The prime minister directed for constitution of a committee to identify the hurdles and responsibilities in the track and trace system. He said that all the legal impediments in the enforcement of track [see more...](#)

Major tax base-broadening initiative: 'Tajir Dosti' plan to be extended to more cities - Neutral

The Federal Board of Revenue (FBR) has launched a pilot project of Tajir Dost Scheme, 2024, at federal and provincial capitals, which would be extended to other cities at a later stage. Sources told Business Recorder on Monday that the first phase of the scheme has been launched in Karachi, Lahore, Islamabad/Rawalpindi, Peshawar and Quetta. [see more...](#)

Track and trace system: PM directs removal of all legal hitches - Neutral

Prime Minister Shehbaz Sharif has directed that all the legal obstacles in the full implementation of the track and trace system should be removed. The prime minister directed this during a review meeting regarding the track and trace system presided over by himself on Monday. The meeting was given [see more...](#)

CDNS attains Rs1200bn target in fresh bonds in current FY - Neutral

The Central Directorate of National Savings (CDNS) has attained a target of Rs1200 billion in fresh bonds in the current fiscal year, from July 1 to March, 21. The CDNS surpassed the annual target and achieved the target of Rs1.6 trillion in fresh bonds in the current fiscal year, the senior official of CDNS [see more...](#)

Rego Dik project feasibility to wrap up this year, 6,000 containers port traffic expected - Neutral

Prime Minister Shehbaz Sharif was briefed on Sunday that the feasibility of the Rego Dik project will be completed by the end of this year and 6,000 containers will be transported to the port every month from Rego Dik. This was informed during a meeting on Mines and Minerals of Balochistan with [see more...](#)

10 Discos seek Rs2.765trn tariff adjustment - Neutral

The country's 10 power Distribution Companies (Discos) have approached the National Electric Power Regulatory Authority (NEPRA) to further burden consumers with Rs 2.765 trillion for adjustment/indexation of different tariff components of tariff for the year 2024-25 multi-Year Tariff (MYT) components. According to the petitions filed with the [see more...](#)

PM expresses dismay over gas tariff hike - Neutral

Prime Minister Shehbaz Sharif on Monday expressed dismay over the current gas tariff and decided to review the performance of Oil and Gas Regulatory Authority (OGRA) and other companies. As per details, PM Shehbaz has ordered the power ministry to complete 16 tasks in one to three months. The PM directed to present the forensic audit of the recent hike in gas tariff, whereas gas [see more...](#)

OCAC urges govt to dismantle smuggling network - Positive

The Oil Companies Advisory Council (OCAC) has urged the government to extend support to aggressively combat and dismantle the smuggling network, reclaim control of the market and restore the momentum of the struggling oil industry. In a letter to Secretary Petroleum, Chairman OCAC, Adil Khattak has drawn attention to the issue [see more...](#)

SIFC approves establishment of Pakistan's largest IT Park in Islamabad - Positive

The Special Investment Facilitation Council (SIFC) has given the green light to establish the country's largest IT Park in the G-10 sector of the federal capital, covering an expansive area of 3.3 acres. This landmark decision marks a significant stride forward for Pakistan's burgeoning [see more...](#)

Banking sector spread decreases by 7bps MoM in February - Negative

The banking sector spread for February 2024 has decreased by 7 basis points (bps) MoM to 6.95% as compared to a spread of 7.02% in January 2024, the State Bank of Pakistan's monthly data released on weighted average lending & deposit rates showed. [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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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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