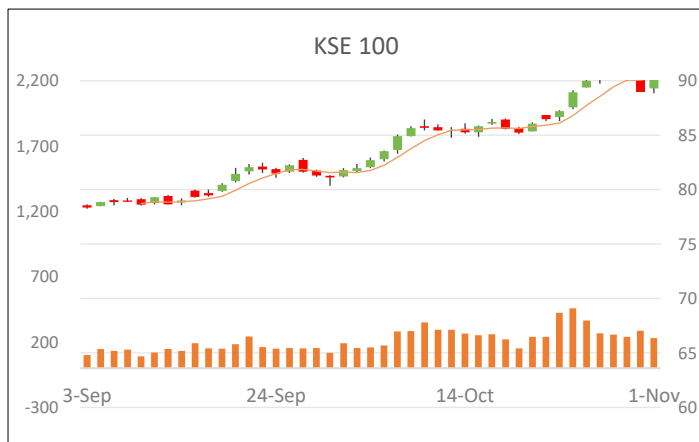


MORNING GLANCE



90,859	▲ 1892	▲ 2.13%
230 mn	YTD 40.52%	1 Year 73.59%

ASIA	Value	Pts	Chg. (%)
NIFTY 50	24,466.85	127.70	0.52% ▲
DSE 30	1,805.89	73.29	3.90% ▼
SHANGHAI	3,277.43	8.97	0.27% ▼
Hang Seng	20,492.00	209.14	1.01% ▼
Nikkei 225	39,397.50	515.00	1.32% ▲

EUROPE	Value	Pts	Chg. (%)
FTSE 100	8,219.61	66.01	0.80% ▼
DAX 30	19,478.07	53.55	0.27% ▼

USA	Value	Pts	Chg. (%)
DOW JONES	42,233.05	154.52	0.36% ▼
S&P 500	5,832.92	9.40	0.16% ▲
NASDAQ	20,550.65	199.58	0.98% ▲

Commodities	Value	Chg.	Chg. (%)
Gold (t oz.)	2,793.15	12.05	0.43% ▲
Oil-WTI (bbl)	67.61	0.40	0.60% ▲

Currencies	Value	Chg.	Chg. (%)
USD/PAKR	278.10	0.05	0.02% ▲
EURO/PAKR	300.84	0.73	0.24% ▲
GBP/PAKR	360.67	0.41	0.11% ▲
AED/PAKR	76.29	-	-

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

Market Outlook

The stock market on Friday remained extremely bullish throughout the day and concluded the session in the green zone amid strong corporate earnings and expectations of a policy rate cut. The Benchmark KSE-100 index made an intra-day high and low at 91,133.28 (2,166.52 points) and 88,852.68 (-114.08 points) respectively while closed at 90,859.85 by gaining 1,893.09 points. Trading volume decreased to 230mn shares as compared to 288mn shares on the previous trading day. Going forward, we expect market to remain positive ahead of MPC meeting that is schedule today. The index has a resistance at 91,500 and 91,872, while finding support at 91,000.

Key News

International

Asian shares are mostly higher as China begins major economic meeting

Shares were mostly higher in Asia on Monday as China's leaders began a major meeting expected to bring fresh pledges of help for the world's second-largest economy. Oil prices gained more than \$1 a barrel after the OPEC+ oil producing nations said they [see more...](#)

Oil prices jump over 1% on delayed OPEC+ output hike

Oil prices rose by more than \$1 in early trading on Monday after OPEC+ said on Sunday it would delay a planned December output hike by one month due to soft demand and rising supply outside the group. futures rose by \$1.18 per barrel, or 1.61%, to \$74.28 a barrel by 0121 GMT. U.S. West Texas Intermediate [see more...](#)

Politics

Govt proposes changes to SBP Act

The federal government has proposed amendments to the State Bank of Pakistan (SBP) Act to allow dual nationals to serve as governor and deputy governors of the central bank and to legalise digital currency use in Pakistan. If approved by the federal cabinet and then by Parliament, the use of cryptocurrencies and digital currencies like Bitcoin could become legal tender - a shift from the SBP's traditionally cautious [see more...](#)

Economy

As IMF deadline looms, SOEs asked to tighten governance – Neutral

To meet a deadline set by the International Monetary Fund, the Ministry of Finance has directed all state-owned enterprises (SOEs) to adopt standard regulations and reporting manuals for their operational protocols, business plans, board appointments and financial audits to minimise fiscal risks for the state. The ministry's Central Monitoring Unit (CMU) issued directives on Oct 31, the [see more...](#)

MORNING GLANCE

Qatar to invest \$3bn in Pakistan: Attaullah Tarar - Positive

Federal Minister for Information, Broadcasting, National Heritage and Culture Attaullah Tarar said on Friday Qatar would invest \$3 billion in diverse sectors, adding that the financing would have a significant impact on the national economy and ultimately benefit the masses. [see more...](#)

IMF rejects Pakistan's request for tax target revision – Neutral

In the backdrop of revenue shortfall during the first four months of the fiscal year, International Monetary Fund (IMF) has demanded from Pakistan to take more measures for the increase in the revenue. Besides, the International Monetary Fund has also rejected Pakistan's request to review the tax target. Federal Board of Revenue sources said that the [see more...](#)

Returns on National Savings slashed – Neutral

The government has sharply reduced returns on savings accounts by up to 360 basis points, further challenging small investors. Profit rates for National Savings Schemes (NSS) have been revised across all categories, with only slight reductions for pensioners, Shuhada and Bahbood scheme for widows. The NSS, launched in 1966 to attract investments, initially saw strong participation, but its appeal [see more...](#)

PM says facilitating foreign investment top priority - Neutral

Prime Minister Muhammad Shehbaz Sharif has said that ensuring favourable environment for foreign investment in the country is top-most priority of the government. Talking to a business delegation from the United Kingdom (UK) during a meeting here on Sunday, he said immaculate services are being provided to the business and trader community through "One Window Operations" under the Special [see more...](#)

Pakistan unable to launch bonds - Negative

The government's inability to launch Euro and Panda bonds could put the economy under stress, which may not help the country get improved ratings from international rating agencies, said financial experts. The government is yet not able to launch bonds in the international market to raise dollars due to poor country ratings given by the international [see more...](#)

Exports rise 13pc to \$10.8bn – Positive

Pakistan's merchandise exports rose 13.45 per cent to \$10.88 billion in the first four months of the current fiscal year from \$9.59bn in the same period last year, according to data released by the Pakistan Bureau of Statistics on Friday. The growth momentum picked pace in July owing [see more...](#)

Businesses demand 500bps cut in policy rate – Neutral

Amid sharp deceleration in inflation, business leaders have urged the State Bank of Pakistan (SBP) to cut its policy rate by 300-500 basis points to revive trade and industrial activities. The SBP's Monetary Policy Committee (MPC) will meet on Monday. In a statement, Federation of Pakistan Chambers of Commerce and Industry (FPCCI) President [see more...](#)

PSO witnesses decrease in supply cost – Positive

Pakistan State Oil (PSO) witnessed a decrease in the cost of supplying fuel; however, the government decided to implement price hikes for both petrol and high-speed diesel (HSD) for the first half of November. The cost of supplying petrol has declined by Rs 3.23 per liter, and HSD has become 23 paise per liter cheaper for PSO. Despite this reduction in supply costs, the [see more...](#)

Petroleum sales surge 18pc in October – Neutral

Pakistan recorded an 18 per cent increase in petroleum product sales in October this fiscal year, driven by government action against oil smuggling and a boost in economic activity. According to oil sales data, petroleum product sales reached 1.49 million tonnes (MT) in October, compared to 1.27MT in the same month of the previous fiscal year. On a monthly basis, October saw [see more...](#)

New payment model for IPPs without 'profit bonanza – Neutral

A NEW financial model proposed by the government to 18 independent power producers (IPPs) will significantly reduce their capacity payments and also recover "excess profits" made by these companies in the past, senior managers of three IPPs and a government official told Dawn. [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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