



48,034	▲ 957	▲ 2.03%
316 mn	YTD 17.69%	1 Year 19.86%

ASIA	Value	Pts	Chg. (%)
NIFTY 50	19,753.80	107.75	0.55% ▲
DSE 30	2,159.87	0.57	0.03% ▼
SHANGHAI	3,293.54	2.50	0.08% ▲
Hang Seng	20,171.00	104.00	0.52% ▲
Nikkei 225	33,365.00	160.00	0.48% ▲

EUROPE	Value	Pts	Chg. (%)
FTSE 100	7,699.41	5.14	0.07% ▲
DAX 30	16,446.83	22.92	0.14% ▼

USA	Value	Pts	Chg. (%)
DOW JONES	35,559.53	100.24	0.28% ▲
S&P 500	4,588.96	6.73	0.15% ▲
NASDAQ	15,757.00	6.07	0.04% ▲

Commodities	Value	Chg.	Chg. (%)
Gold (t oz.)	1,998.25	10.95	0.54% ▼
Oil-WTI (bbl)	81.62	0.18	0.22% ▼

Currencies	Value	Chg.	Chg. (%)
USD/PAKR	286.64	0.19	0.07% ▲
EURO/PAKR	316.15	2.56	0.80% ▼
GBP/PAKR	368.43	3.38	0.91% ▼
AED/PAKR	78.04	0.05	0.06% ▲

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

Market Outlook

The stock market on Monday remained bullish throughout the day and concluded the session in the green zone amid optimism over investment from Saudi Arabia and the UAE along with the Pakistan Mineral Summit is helping investor confidence. The KSE-100 index made an intra-day high and low at 48,126.50 (1050 points) and 47,372.54 (296 points) respectively while closed at 48,034 by gaining 958 points. Trading volume increased to 316mn shares as compared to 254mn shares on the previous trading day. Going forward, we expect the market to remain positive because the SBP has decided to keep the interest rate unchanged, which surprised around half of the market analysts. However, caution is urged as all technical indicators have now been exhausted, the resistance for the index resides at 48,500. Breaking this level would further push the index towards 48,700. Contrarily, the support for the index resides at 47,800.

Key News

International

Asian markets to rising crude oil prices

Asian markets traded higher on Tuesday following overnight gains in US stocks amid upbeat sentiment. Investors also looked ahead for key economic data releases in the region. Japan, South Korea and China will release their private manufacturing surveys later today. As per economists polled by Reuters, China's manufacturing [see more...](#)

Oil steadies at 3-mth highs amid mixed China signals, strong dollar

Oil prices fell slightly in Asian trade on Tuesday, hovering near three-month highs after a strong run of gains as markets digested mixed economic cues from major importer China, while strength in the dollar also weighed. Crude prices rallied between 14% and 16% in July, with expectations of tighter supply largely [see more...](#)

Politics

NA adopts Pakistan Army (Amendment) Bill 2023

After Senate, the National Assembly on Monday passed the Pakistan Army (Amendment) Bill, 2023, proposing a five-year punishment for any person found [see more...](#)

Economy

July 2023; PSX posts 'best monthly gain' after 39 months – Positive

The benchmark KSE-100 Index gained 16 percent during July 2023. This is the best monthly gain after 39 months in PKR and in US\$. The KSE-100 Index closed above 48,000 level after 24 months. Better-than-expected IMF loan, timely compliance with the IMF conditions, expected foreign [see more...](#)

MORNING GLANCE

Pakistan, China sign six accords for CPEC phase-II – Positive

Prime Minister Shehbaz Sharif has said Pakistan and China are entering the second phase of CPEC now, which will feature B2B investment in agriculture and information technology to enable Pakistan to export its products according to the Chinese standards and requirements. He was speaking at a ceremony, held at the Prime Minister's House on Monday for the signing of six important documents between the two [see more...](#)

Policy rate kept unchanged as economic uncertainty ebbs – Neutral

The Monetary Policy Committee (MPC) of the State Bank of Pakistan (SBP) has decided to keep the policy rate unchanged at 22 percent as economic uncertainty has decreased. SBP Governor Jameel Ahmed, after the MPC meeting, announced the decision in a press conference held on Monday at SBP head office. During the press conference the Governor SBP talked on [see more...](#)

Flood relief: \$10.33bn loans, \$550m grants received – Neutral

Pakistan has received \$ 10.33 billion out of \$ 10.953 billion as loans and \$ 550.4 million in grants for flood relief from various countries, as well as, from private donors and international financial institutions as they pledged at the Geneva donors conference held in January 2023. Minister for Economic Affairs Sardar Ayaz Sadiq, Monday, told the National Assembly in a written reply to a question. He said [see more...](#)

Pakistan's imports of Russian crude face port, refinery, currency constraints – Neutral

Pakistan is unlikely to meet a target for Russian crude to make up two-thirds of its oil imports, despite attractive prices, hampered by a shortage of foreign currency and limitations at its refineries and ports, officials and analysts say. The cash-strapped South Asian nation became Russia's latest customer snapping up discounted crude that has been banned from European [see more...](#)

Ogra hikes LPG prices by Rs24/kg – Neutral

The government announced on Monday a 13.45 per cent or Rs23.9/kg increase in liquefied petroleum gas (LPG) prices for domestic and commercial consumers for August 2023 compared to the previous month. According to a notification issued by the Oil and Gas Regulatory Authority (Ogra), the price per kilogram of LPG would be raised to Rs201 in August, up from Rs177/kg in July 2023. LPG is widely [see more...](#)

Govt has settled KE dispute, reduced circular debt: minister – Positive

The coalition government of Pakistan Muslim League-Nawaz (PML-N), on Monday, claimed that it settled Rs171 billion tariff differential claims of K-Electric (KE) besides reduction of Rs157 billion in power circular debt in the last 15 months. Addressing a news conference here on Monday, Minister for Power Khurram Dastgir claimed [see more...](#)

Settlement of dues of IPPs/GPPs; FD seeks expenditure details of Rs601bn extended to PD – Neutral

The Finance Division has sought expenditure details of Rs 601 billion extended to the Power Division to clear liabilities of Independent Power Producers (IPPs) and Government-owned Power Plants (GPPs) and its benefits, well-informed sources told Business Recorder. The Finance Division, sources said, has referred its Office Memorandum (O.M) of May 11, [see more...](#)

Pak Suzuki shuts down motorcycle plant for 15 days – Neutral

Pak Suzuki Motor Co Ltd (PSMC) has once again been forced to halt its operations, this time shutting down its motorcycle plant for a period of 15 days. The decision came as a result of the persistent shortage of raw materials, which was communicated in a statement released to the Pakistan Stock Exchange (PSX) on Monday. [see more...](#)

Purchase of USD for card payments facility extended by 5 months – Positive

The State Bank of Pakistan (SBP) has decided to extend settlement of card-based cross-border transactions through interbank for other five months. Previously, the SBP on May 31, 2023, allowed the banks to purchase the dollar from interbank for settlement of card-based cross-border transactions with International Payment Schemes [see more...](#)

FBR wing unearths Rs1.2bn tax fraud scheme

The Directorate of Internal Audit-Inland Revenue-FBR Karachi has made a significant breakthrough in unraveling a complex tax fraud scheme, booking eight directors from various companies as accused in a case amounting to around Rs 1.2 billion approx. The scam revolves around a "shell or fake" company, allegedly orchestrated to evade substantial tax liabilities. The accused directors have [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

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