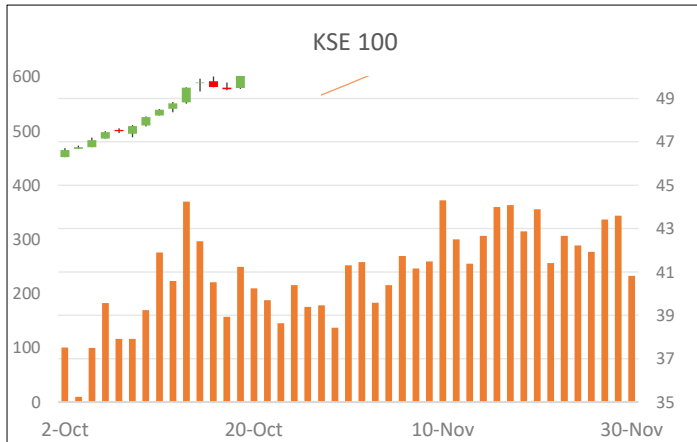


MORNING GLANCE



60,531






▲ 29



▲ 0.05%




233 mn



YTD 48.3%





1 Year 42.94%

ASIA	Value	Pts	Chg. (%)
 NIFTY 50	20,133.15	36.55	0.18% ▲
 DSE 30	2,108.32	4.96	0.24% ▲
 SHANGHAI	3,021.34	8.33	0.28% ▼
 Hang Seng	16,987.00	41.5	0.24% ▼
 Nikkei 225	33,535.50	48.61	0.15% ▲

EUROPE	Value	Pts	Chg. (%)
 FTSE 100	7,453.75	30.29	0.41% ▲
 DAX 30	16,215.43	48.98	0.30% ▲

USA	Value	Pts	Chg. (%)
 DOW JONES	35,950.89	520.47	1.47% ▲
 S&P 500	4,567.80	17.22	0.38% ▲
 NASDAQ	15,947.87	39.73	0.25% ▼

Commodities	Value	Chg.	Chg. (%)
 Gold (t oz.)	2,042.30	4.20	0.21% ▲
 Oil-WTI (bbl)	75.67	0.29	0.38% ▼

Currencies	Value	Chg.	Chg. (%)
 USD/PKR	285.17	0.22	0.08% ▼
 EURO/PKR	312.37	1.13	0.36% ▼
 GBP/PKR	362.18	0.1	0.03% ▼
 AED/PKR	77.71	-	-

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

Market Outlook

The stock market on Thursday remained volatile throughout the day and closed the session in the green zone amid profit-taking seen on the index as the KSE-100 had been hitting its all-time high in the past several trading sessions. The Benchmark KSE-100 index made an intra-day high and low at 60,981.67 (479.68 points) and 60,428.13 (-73.86 points) respectively while closed at 60,531.27 by gaining 29.28 points. Trading volume decreased to 233mn shares as compared to 344mn shares on the previous trading day. Going forward, we expect the market to remain volatile as the index reaches an all-time high in previous trading sessions. The support for the index resides at 60,300 Breaking this level would further drag the index towards 60,000. Contrarily, the market could also surge up to 61,000.

Key News

International

Asia Stocks Down After Wall Street's Bumper Month

Shares in Asia slipped after Wall Street saw a late-day rebound in trading, helping the S&P 500 notch one of its biggest November rallies on record. Treasuries were steady. Chinese stocks opened lower, sending a benchmark of mainland shares to near its lowest for the year. Those in Australia and South Korea also fell, weighing on a gauge of Asian shares. Japanese benchmarks edged higher. [see more...](#)

Oil prices fall, extend slide after OPEC+ cuts underwhelm

Oil prices fell in early Asian trade on Friday, extending losses after OPEC+ producers agreed to voluntary oil output cuts for the first quarter next year that fell short of market expectations. futures for February fell 14 cents, or 0.2%, to \$80.72 a barrel by 0005 GMT. U.S. West Texas Intermediate crude futures fell 12 cents, or 0.2%, to \$75.84. [see more...](#)

Politics

Final delimitation brightens prospects of polls in February

The prospect of general elections in February 2024 seemed to become brighter on Thurs-day, as the Election Commission of Pakistan (ECP) published the final delimitation list of constituencies for national and provincial assemblies. As per the notification, the National Assembly has a total of 266 general seats, 10 [see more...](#)

Economy

IMF expects Pakistan's debt to be around Rs82tr by end of this fiscal – Neutral

The International Monetary Fund (IMF) estimates that Pakistan's rising debt might be close to Rs82 trillion by the end of the ongoing financial year ending on June 30, 2024. The IMF staff has also assessed that the pace of accumulation [see more...](#)

MORNING GLANCE

Govt embarks on restructuring PIA, PSM, railways – Neutral

The government has undertaken restructuring of Pakistan International Airlines Corporation Limited (PIACL), Pakistan Railways (PR) and Pakistan Steel Mills (PSM), experiencing cumulative monthly financial losses of Rs 106.87 billion in addition to the budgetary support package of Rs 43.469 billion for financial year 2023-24. Since June 17, 2019, four and half years after being on the list of SOEs to be [see more...](#)

GDP likely to decrease due to climate challenges: WB – Neutral

Pakistan's GDP is expected to decrease by a minimum of 18 to 20 percent by 2050 due to severe climate-related occurrences, environmental deterioration, and air contamination, says the World Bank. The bank in a special note "Climate Silence in Pakistan" stated that climate change has profoundly affected Pakistan, manifesting in altered weather patterns and devastating floods. [see more...](#)

Jul-Nov collection exceeds target – Positive

The Federal Board of Revenue (FBR) has provisionally collected Rs3,484 billion during the first five months (July-November) 2023-24 against an assigned target of Rs 3450 billion, exceeding the target by Rs34 billion. The FBR has collected Rs736 billion in November 2023 as compared to the target of Rs 711 billion, reflecting an increase of Rs 25 billion. According to a senior FBR official, the board has achieved revenue collection target for the fifth consecutive month. [see more...](#)

SBP's reserves up \$77m – Positive

The total liquid foreign exchange reserves held by the State Bank of Pakistan (SBP) increased by \$77 million to \$7.257 billion during the week ended November 24, 2023. The total liquid foreign exchange reserves held by the country stood at \$12.392 billion as of November 24, 2023. Net foreign exchange reserves held by commercial banks stood at \$5.135 billion at the end of [see more...](#)

Nov 2023; FIPI hits 6-year high – Positive

Pakistan Stock Exchange has witnessed highest Foreign Investors Portfolio Investment (FIPI) in November 2023. The total foreign investors' investment in November was highest in last six years after 2017. According to National Clearing Company of Pakistan Limited (NCCPL) data, foreign corporates bought shares worth \$66 million and sold \$31 million in November 2023, resulting in net foreign buying of \$35 million in a single month. [see more...](#)

No change in petrol price but diesel's slashed by Rs7 – Neutral

The interim government on Thursday decided to keep the petrol price unchanged but slashed ex-depot prices of rest of the petroleum products with effect from December 1-15, 2023. In fortnightly price review, the interim government announced that it will keep the price of petrol in first half of December at Rs 281.34 per litre. [see more...](#)

Ogra hikes LPG rates – Negative

The Oil and Gas Regulatory Authority (Ogra) in accordance with the policy guidelines of the federal government has determined the maximum price of Liquefied Petroleum Gas (LPG) effective from December 1st, 2023. As per notification, the LPG 11.8 kg cylinder consumer price has been increased by Rs45.18 to Rs3,007.35 as compared with Rs2,962.17 in November 2023. [see more...](#)

MoF says PD may ink TDS deal with KE – Neutral

While taking a principled position on proposed draft agreements with the government of Pakistan (GoP) and K-Electric (KE), Ministry of Finance has suggested that Power Division may sign an agreement on Tariff Differential Subsidies (TDS) on behalf of GoP, well informed sources told Business Recorder. Former Prime Minister Shahid Khaqan Abbasi's led taskforce has already cleared three pacts - Power Purchase Agency Agreement (PPAA), Interconnection [see more...](#)

PSO asks PIA to pay Rs1.5bn or face fuel supply cut – Negative

Pakistan State Oil (PSO) has sought Rs1.50 billion from Pakistan International Airlines (PIA) by Friday, on account of fuel supply payment, and warned to cut fuel supply if payment is not made, The News learnt on Thursday. The warning from PSO comes after the Federal [see more...](#)

Gas tariff hike; Karachi industrialists announce shutdown – Negative

The industrialists of Karachi have announced shutdown of all industries on Monday, December 4, demanding that the approved gas rates of 1350 rupees per MMBTU (Million British Thermal Units) by OGRA be implemented, immediately. In a press conference held at the SITE Association of Industry, the industrial community vehemently [see more...](#)

DISCLAIMER

This report has been prepared by Abbasi & Company (Private) Limited and is provided for information purposes only. Under no circumstances, this is to be used or considered as an offer to sell or solicitation of any offer to buy. While reasonable care has been taken to ensure that the information contained therein is not untrue or misleading at the time of publication, we make no representation as to its accuracy or completeness and it should not be relied upon as such. From time to time, Abbasi & Company (Private) Limited and or any of its officers or directors may, as permitted by applicable laws, have a position, or otherwise be interested in any transaction, in any securities directly or indirectly subject of this report. This report is provided only for the information of professional advisers who are expected to make their own investment decisions without undue reliance on this report. Investments in capital markets are subject to market risk and Abbasi & Company (Private) Limited accepts no responsibility whatsoever for any direct or indirect consequential loss arising from any use of this report or its contents. In particular, the report takes no account of the investment objectives, financial situation and needs of investors, who should seek further professional advice or rely upon their own judgment and acumen before making any investment. The views expressed in this report are those of Abbasi & Company (Private) Limited Research Department and do not necessarily reflect those of the company or its directors. Abbasi & Company (Private) Limited as a firm may have business relationships, including investment-banking relationships, with the companies referred to in this report. Abbasi & Company (Private) Limited does not act as a market maker in the securities of the subject company. Abbasi & Company (Private) Limited or any officers, directors, associates or close relatives do not have a financial interest in the securities of the subject company to an amount exceeding 1% of the value of the securities of the subject company at the time of issuance of this report. Abbasi & Company (Private) Limited or any officers, directors, associates or close relatives are not currently serving or have served in the past three years as a director or officer of the subject company. Abbasi & Company (Private) Limited or any officers, directors, associates or close relatives have not received compensation from the subject company in the previous 12 months. The subject company currently is not, or during the 12-month period preceding the date of publication or distribution of this report, was not, a client of Abbasi & Company (Private) Limited. We have not managed or co-managed a public offering or any take-over, buyback or delisting offer of securities for the subject company in the past 12 months and/or received compensation for corporate advisory services, brokerage services or underwriting services from the subject company in the past 12 months. Abbasi & Company (Private) Limited does not expect to receive or intend to seek compensation for corporate advisory services or underwriting services from the subject company in the next 3 months

All rights reserved by Abbasi & Company (Private) Limited. This report or any portion hereof may not be reproduced, distributed or published by any person for any purpose whatsoever. Nor can it be sent to a third party without prior consent of Abbasi & Company (Private) Limited. Action could be taken for unauthorized reproduction, distribution or publication

VALIDITY OF THE PUBLICATION OR REPORT

The information in this publication or report is, regardless of source, given in good faith, and may only be valid as of the stated date of this publication or report. The information may be subject to change without notice, its accuracy is not guaranteed, it may be incomplete or condensed and it may not contain all material information concerning the company, jurisdiction or financial instruments referred to in this report. The valuations, opinions, estimates, forecasts, ratings or risk assessments herein constitutes a judgment as of the date of this report and were based upon several estimates and assumptions and are inherently subject to significant uncertainties and contingencies. It can be expected that one or more of the estimates on which the valuations, opinions, estimates, forecasts, ratings or risk assessments were based will not materialize or will vary significantly from actual results. Therefore, the inclusion of the valuations, opinions, estimates, forecasts, ratings or risk assessments described herein is not to be relied upon as a representation and/or warranty by Abbasi & Company (Private) Limited and/or its other associated and affiliated companies, that:

- I. Such valuations, opinions, estimates, forecasts, ratings or risk assessments or their underlying assumptions will be achieved, and
- II. There is any assurance that future results or events will be consistent with any such valuations, opinions, estimates, forecasts, ratings or risk assessments stated therein

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

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

RATINGS CRITERIA

Abbasi & Company (Private) Limited employs a three-tier ratings system to rate a stock and sector, as mentioned below, which is based upon the level of expected return for a specific stock and outlook of sector. The rating is based on the following with stated time horizon

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.

RESEARCH DISSEMINATION POLICY

Abbasi & Company (Private) Limited endeavors to make all reasonable efforts to disseminate research to all eligible clients in a timely manner through either physical or electronic distribution such as email, fax mail etc. Nevertheless, all clients may not receive the material at the same time

OTHER DISCLOSURES

The research analyst is primarily involved in the preparation of this report, certifies that:

- I. The views expressed in this report accurately reflect his/her personal views about the subject company/stock /sector and economy
- II. No part of his/her compensation was, is or will be directly or indirectly related to the specific recommendations or views expressed in this report

The Research Analyst is not and was not involved in issuing of a research report on any of the subject company's associated companies

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