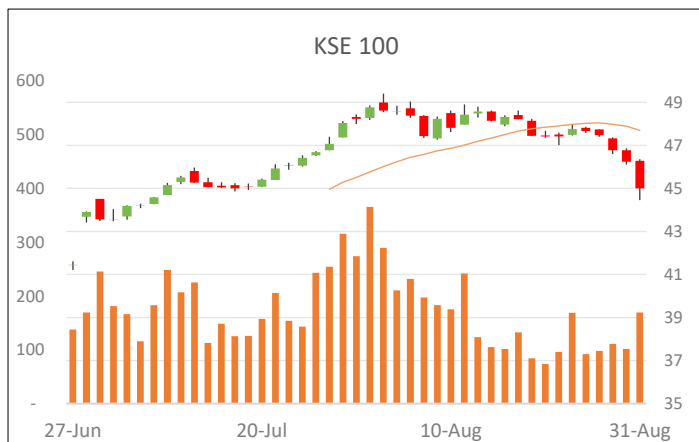


MORNING GLANCE



45,002	▼ -1243	▼ -2.69%
169 mn	YTD 10.26%	1 Year 6.26%

ASIA	Value	Pts	Chg. (%)
NIFTY 50	19,253.80	93.65	0.48% ▼
DSE 30	2,139.58	1.03	0.05% ▲
SHANGHAI	3,130.95	11.07	0.35% ▲
Hang Seng	18,393.00	-	-
Nikkei 225	32,765.00	172.50	0.53% ▲
EUROPE	Value	Pts	Chg. (%)
FTSE 100	7,439.13	34.54	0.46% ▼
DAX 30	15,947.08	55.15	0.35% ▲
USA	Value	Pts	Chg. (%)
DOW JONES	34,721.91	168.33	0.48% ▼
S&P 500	4,507.66	7.21	0.16% ▼
NASDAQ	15,501.07	38.64	0.25% ▲
Commodities	Value	Chg.	Chg. (%)
Gold (t oz.)	1,965.55	0.35	0.02% ▼
Oil-WTI (bbl)	83.72	0.09	0.11% ▲
Currencies	Value	Chg.	Chg. (%)
USD/PKR	305.54	1.09	0.36% ▲
EURO/PKR	332.70	1.92	0.58% ▲
GBP/PKR	387.97	3.14	0.82% ▲
AED/PKR	83.18	0.66	0.80% ▲

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

Market Outlook

The stock market on Thursday plunged over 1,200 points and concluded the session deep into the losses amid inflation outlook and rate hike fear. The KSE-100 index made an intra-day high and low at 46,358.01 (113.46 points) and 44,459 (-1784.93 points) respectively while closed at 45,002.41 by losing -1242.14 points. Trading volume increased to 169mn shares as compared to 101mn shares on the previous trading day. Going forward, the market's future direction hinges on the 45,000 level, which must be maintained for consolidation. If this level is broken, the next level of support is at 44,000. Conversely, the index faces resistance at 45,650 (50-DMA).

Key News

International

Asia markets higher as China cuts reserve requirement

Asia-Pacific markets rise as China's factory activity for August expanded and the central bank announced a cut in reserve requirements to boost the economy. Mainland China's Shanghai Composite traded higher by 0.64% and the Shenzhen Component was up 0.82% after China's factory activity expanded in August, surprising on the upside, according to a private-sector survey. [see more...](#)

Oil set to snap two-week losing streak on tightening supplies

Oil prices were set to snap a two-week losing streak as they rose for a fourth consecutive session on Friday due to tightening supplies and expectations of the OPEC+ group of oil producers extending output cuts to the end of the year. Major benchmarks rose slightly in early Asian trade, with the U.S. West Texas Intermediate crude (WTI) up 7 cents, or 0.1%, at \$83.70 a barrel, while Brent crude was also up 7 [see more...](#)

Politics

ECP to monitor electioneering: CEC

Chief Election Commissioner (CEC) Sikandar Sultan Raja said Thursday that the Election Commission of Pakistan (ECP) will monitor electoral campaigns and expenditure systematically and for this purpose, all arrangements have been completed. He said this while speaking to a delegation [see more...](#)

Economy

Pakistan to receive \$77m for flood resilience – Neutral

Coca Cola Pakistan, World Wildlife Fund (WWF) and Global Climate Fund announced on Thursday that they will provide \$77 million in grants for a seven-year project to mitigate the impact of floods in the Indus basin. The project, called 'Recharging Pakistan Initiative', aims to improve water security, enhance ecosystem services and create livelihood opportunities for communities living in the Indus basin, which is vulnerable to climate change and extreme [see more...](#)

MORNING GLANCE

Pakistan's first mineral processing project in Balochistan eyes \$250mn exports – Neutral

The Balochistan government has signed on Thursday a joint venture agreement with Platinum Mining Company (PMC), a private entity, to develop the country's first mineral processing project in the province. The agreement was signed at the provincial government's Balochistan Mineral Resources Limited (BMRL) office, Quetta. [see more...](#)

SBP-held foreign exchange reserves decrease further by \$81mn, now stand at \$7.85bn – Negative

Foreign exchange reserves held by the State Bank of Pakistan (SBP) decreased by another \$81 million on a weekly basis, clocking in at \$7.85 billion as of August 25, data released on Thursday showed. Total liquid foreign reserves held by the country stood at \$13.17 billion. Net foreign reserves held by commercial banks stood at \$5.32 billion. The central bank cited debt [see more...](#)

Capital market; Foreign investors' buying in August stands at \$12.870m – Neutral

Despite heavy selling witnessed at Pakistan Stock Exchange, foreign investors emerged net buyers of shares during August 2023. According to National Clearing Company of Pakistan Limited (NCCPL) data, the net foreign investors buying of \$12.870 million was seen at PSX in August 2023. The cumulative foreign investors buying increased to \$31.025 million during [see more...](#)

July-August; Rs24bn surge in revenue collection – Positive

The Federal Board of Revenue (FBR) has provisionally collected Rs 1,207 billion during the first two months (July-August) of current fiscal year (2023-24) against the assigned target of Rs1,183 billion, reflecting a remarkable increase of Rs 24 billion. According to the details of the tax collection released by the FBR on Thursday, despite all odds, FBR has put in tremendous efforts to achieve the revenue target [see more...](#)

Rising debt servicing emerges as hindrance - Negative

The government projection of a reduction in the current account deficit to US\$ 3.7 billion is subject to certain risks and the challenge of rising debt servicing could hinder the reduction of the fiscal deficit. This was stated by Finance Ministry in its fiscal risk statement for fiscal year 2023-24 released on Thursday noted that a more significant than expected slowdown in global demand could have a negative impact [see more...](#)

New low in inter-bank: rupee settles at 305.54 against US dollar after 10th successive decline – Negative

The Pakistani rupee's downward trajectory continued as it dropped to yet another record low against the US dollar, settling at 305.54 in the inter-bank market on Thursday. At close, the rupee was down Rs1.09 or 0.36%, as per the State Bank of Pakistan (SBP). This was its 10th successive fall in the inter-bank market. [see more...](#)

Govt hikes price of petrol by Rs14.91, HSD's by Rs18.44 – Negative

The interim government on Friday hiked once again the prices of petroleum products up to Rs 18.44 per litre with effect from September 1, further burdening people who are already hit by inflated electricity bills. In a late night statement, Finance Division announced a massive increase in the price of petrol by Rs 14.91 per litre and high speed diesel [see more...](#)

Power bills issue being exaggerated, insists PM Kakar – Neutral

Caretaker Prime Minister Anwaar-ul-Haq Kakar announced on Thursday that in the next 48 hours, his government would announce a relief plan on the electricity bills that have led to nationwide protests. The assurance was given by the interim premier in an interaction with senior journalists at the PM Office. PM Kakar said that his government [see more...](#)

PSMA warns of sugar shortage next year – Negative

Dispelling the impression that there is short supply of sugar in the current season, Pakistan Sugar Mills Association (PSMA) has warned about a shortage next year on the back of low acreage, while also slamming over-regulation. Terming the current sugar price hike as "routine off season rise in prices", the PSMA stressed that it has nothing to do with the "shortage as a result of the previous government's permission [see more...](#)

The Organic Meat Company Secured Export Contract of Boneless Beef to UAE – Positive

The Organic Meat Company Limited (TOMCL) has successfully secured contract from First Quality Food Stuff LLC to export 1,000 Metric Tonnes frozen boneless beef to United Arab Emirates (UAE). Share price of the company increase 26 paisas or 1.22 percent after the announcement at Pakistan Stock Exchange. This contract is the first of its kind [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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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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