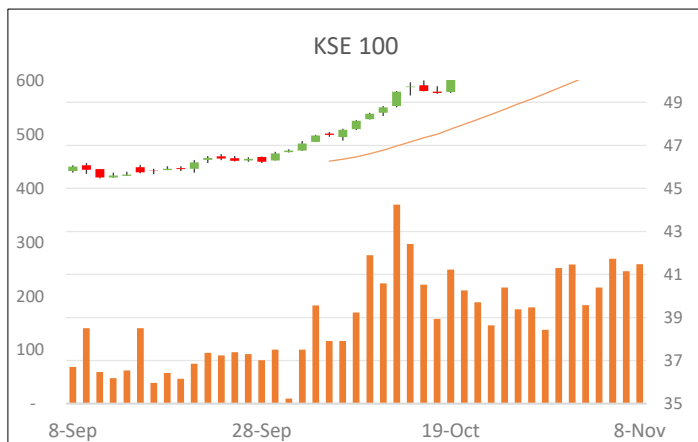


MORNING GLANCE



| | | |
|--------|------------|---------------|
| 54,261 | ▲ 525 | ▲ 0.98% |
| 259 mn | YTD 32.94% | 1 Year 26.48% |

| ASIA | Value | Pts | Chg. (%) |
|------------|-----------|--------|----------|
| NIFTY 50 | 19,395.30 | 48.2 | 0.25% ▼ |
| DSE 30 | 2,129.11 | 1.45 | 0.07% ▼ |
| SHANGHAI | 3,033.25 | 20.02 | 0.66% ▼ |
| Hang Seng | 17,210.00 | 307 | 1.75% ▼ |
| Nikkei 225 | 32,318.50 | 327.96 | 1.00% ▼ |

| EUROPE | Value | Pts | Chg. (%) |
|----------|-----------|--------|----------|
| FTSE 100 | 7,455.67 | 53.95 | 0.73% ▲ |
| DAX 30 | 15,352.54 | 122.94 | 0.81% ▲ |

| USA | Value | Pts | Chg. (%) |
|-----------|-----------|--------|----------|
| DOW JONES | 33,891.94 | 220.33 | 0.65% ▼ |
| S&P 500 | 4,347.35 | 35.43 | 0.81% ▼ |
| NASDAQ | 15,187.90 | 125.34 | 0.82% ▼ |

| Commodities | Value | Chg. | Chg. (%) |
|---------------|----------|------|----------|
| Gold (t oz.) | 1,964.15 | 5.65 | 0.29% ▼ |
| Oil-WTI (bbl) | 75.69 | 0.05 | 0.07% ▼ |

| Currencies | Value | Chg. | Chg. (%) |
|------------|--------|------|----------|
| USD/PKR | 286.90 | 0.51 | 0.18% ▲ |
| EURO/PKR | 306.00 | 0.21 | 0.07% ▼ |
| GBP/PKR | 351.48 | 1.06 | 0.30% ▼ |
| AED/PKR | 78.11 | 0.14 | 0.18% ▲ |

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

Market Outlook

The stock market on Wednesday Surged over 500 points and concluded the session in the green zone amid the expectations of a decline in policy rate in the coming weeks. The Benchmark KSE-100 index made an intra-day high and low at 54,419.65 (683.92 points) and 53,720.45 (-15 points) respectively while closed at 54,261.42 by gaining 525.69 points. Trading volume increased to 259mn shares as compared to 246mn shares on the previous trading day. Going forward, the resistance for the index resides at 54,500. Breaking this level would further push the index towards 54,700. Contrarily, the support for the index resides at 54,000.

Key News

International

Asia Markets Under Pressure After Treasuries Slip

Shares in Asia fell after Jerome Powell warned interest rates may have to climb further, stunting a rally in stocks and bonds and sending investors back to the dollar. Equities declined in major gauges across the region, tracking a drop for the S&P 500 on Thursday. The US benchmark slipped 0.8%, ending eight days of gains — its best run since 2021. US stock futures edged lower Friday. [see more...](#)

Oil prices dip; set for third week of losses as Fed, demand fears weigh

Oil prices inched lower in Asian trade on Friday, and were headed for a third straight week of steep losses as persistent concerns over slowing demand and resurgent fears of rising U.S. interest rates battered crude markets. Crude prices saw a series of steep losses this week, following a string of disappointing economic readings from top importer [see more...](#)

Politics

Pakistan to withdraw its diplomatic support to Afghan govt

In a major policy shift, Pakistan has decided to withdraw its active diplomatic support to the Afghan Taliban interim regime at the international fora following its failure to prevent banned Tehreek-e-Taliban Pakistan (TTP) from using Afghanistan's soil for its terror activities against [see more...](#)

Economy

South Asian sovereigns: Pakistan most vulnerable to BOP crises: Moody's – Negative

With lowest level of exports of 10.5 per cent of GDP, Pakistan is the most vulnerable to balance of payment (BOP) crises among the South Asian sovereigns, says Moody's Investors Services (Moody's). The rating agency in its latest report, "Sovereigns – South Asia, Low trade openness fuels vulnerability to shocks and curbs growth in the [see more...](#)

MORNING GLANCE

Technical parleys between IMF, FBR continue – Neutral

The technical-level talks between the International Monetary Fund (IMF) and the Federal Board of Revenue (FBR) continued on Thursday with a special focus on enforcement measures to increase revenue from potential areas including real estate sector, retailers and the agriculture sector with the help of provinces. Sources told Business Recorder that the FBR continued technical-level discussions with the IMF staff-level mission led by its [see more...](#)

Pakistan vows to stop wasteful expenses - Neutral

Pakistan on Wednesday assured the International Monetary Fund (IMF) that it would approve a new action plan in two months aimed at reducing wastage in development spending through a better allocation of resources, slashing the list of ongoing schemes and centralising their approval process. The 60-point action plan spanning two years has already been mutually endorsed by the IMF and Pakistan but it now requires the stamp of [see more...](#)

Pakistan not looking to prolong, hike IMF standby deal - Neutral

Ruling out the possibility of making any requests to the IMF for increasing the timeframe or size of the Standby Arrangement (SBA) programme, Pakistani high-ups say that they would advise on materialising external financing gap after the completion of a successful review. Pakistan and the IMF high-ups have continued parleys for striking a staff-level agreement under the \$3 billion SBA programme from November 2 and the talks would [see more...](#)

Saudi Arabia, Pakistan to expand media ties - Neutral

Pakistan and Saudi Arabia on Wednesday agreed to further expand cooperation in the fields of media, drama, and non-news category. The decision was made here during a meeting between caretaker Federal Minister for Information and Broadcasting Murtaza Solangi and Ambassador of Saudi Arabia to Pakistan Nawaf Saeed Al Malki. Special Representative of the Prime Minister for Interfaith Harmony Allama Tahir [see more...](#)

PIB yields tumble as rate cut bets surge on easing inflation - Neutral

Pakistan's long-term bond yields fell sharply on Wednesday as investors bet on interest rate cuts from the central bank in the coming months amid easing inflation pressures. The cut-off yield on a three-year bond slipped by 180 basis points (bps) to 17.39 percent. The yield on a five-year paper was down by 100 bps to 15.95 percent. A 10-year PIB's yield decreased by 15 [see more...](#)

New gas sale prices notified by Ogra - Neutral

The Oil and Gas Regulatory Authority (Ogra) in accordance with the policy guidelines of the federal government, Wednesday, notified the natural gas sale prices effective from November 1, 2023. The federal government under section 7(1) 8(3) and 21(2)(h) of the Ogra Ordinance, 2002, advised the revised category-wise natural gas sale prices to the Ogra for notification. [see more...](#)

Diesel output to rise as wheat sowing fuels demand - Positive

As the wheat sowing season drives up the demand for diesel, the government has asked local refineries to increase their production of petroleum products, a regulatory authority and industry sources said on Wednesday. The Oil & Gas Regulatory Authority (OGRA) said in a letter to refineries that they play an important role in the national supply chain of petroleum products and their maximum support is [see more...](#)

Oil products' import on foreign suppliers' account; Decision not materialized due to delay in notification of SOPs - Neutral

The federal government's decision to allow import of oil products on foreign suppliers' account through customs bonded storage facilities, has not yet materialized due to delay in notification of Standard Operating Procedures (SOPs) by the Federal Board of Revenue (FBR). [see more...](#)

RLNG, Ogra-prescribed gas prices; Provinces required to pay differential for urea production - Neutral

The federal government has decided to recover differential between RLNG and Ogra-prescribed prices for indigenous gas used for local urea production from the provinces, well-informed sources in Petroleum Division told Business Recorder. In this regard a mechanism for reimbursement to the fertilizer plants or direct payment to the [see more...](#)

PSMC halts production amid inventory crunch - Negative

Pak Suzuki Motor Company (PSMC) said on Wednesday it would temporarily halt production at its automobile plant for the second time in a week due to a shortage of inventory. The company, a subsidiary of Japan's Suzuki Motor Corp, said in a notice to the Pakistan Stock Exchange that it would shut down the plant from Nov. 9 to Nov. 14, while its motorcycle plant would remain operative. [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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- 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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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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