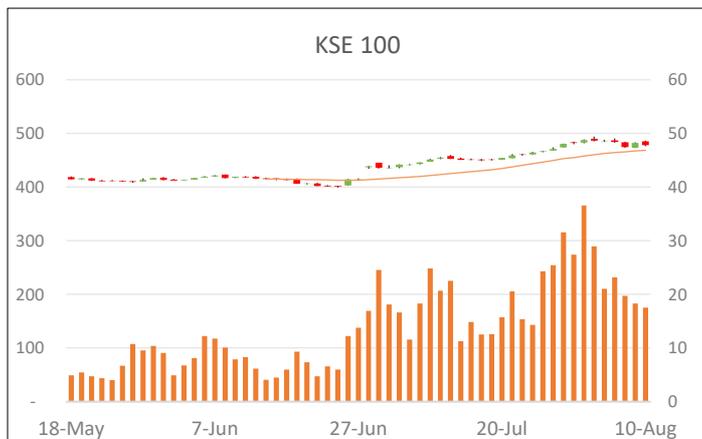


## MORNING GLANCE



47,808	▼ -420	▼ -0.87%
175 mn	YTD 17.13%	1 Year 12.5%

ASIA	Value	Pts	Chg. (%)
NIFTY 50	19,543.10	89.45	0.46% ▼
DSE 30	2,142.78	6.03	0.28% ▼
SHANGHAI	3,211.82	42.74	1.31% ▼
Hang Seng	19,096.00	144	0.75% ▼
Nikkei 225	32,507.00	281.50	0.87% ▲

EUROPE	Value	Pts	Chg. (%)
FTSE 100	7,618.60	31.30	0.41% ▲
DAX 30	15,996.52	143.94	0.91% ▲

USA	Value	Pts	Chg. (%)
DOW JONES	35,176.15	52.79	0.15% ▲
S&P 500	4,468.83	1.12	0.03% ▲
NASDAQ	15,128.84	27.13	0.18% ▲

Commodities	Value	Chg.	Chg. (%)
Gold (t oz.)	1,947.05	1.85	0.09% ▼
Oil-WTI (bbl)	82.83	0.01	0.01% ▲

Currencies	Value	Chg.	Chg. (%)
USD/PKR	287.60	0.14	0.05% ▲
EURO/PKR	316.70	0.95	0.30% ▲
GBP/PKR	366.91	0.18	0.05% ▼
AED/PKR	78.30	0.08	0.10% ▼

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

### Market Outlook

The stock market on Thursday opened on a positive note. However, later on, it lost the impetus and reversed all of its intra-day gains while concluded the session in the red zone amid decrease in workers remittance in the month of July. The KSE-100 index made an intra-day high and low at 48,622.90 (395 points) and 47,626.74 (-600.86 points) respectively while closed at 47,808 by losing 420 points. Trading volume decreased to 175mn shares as compared to 183mn shares on the previous trading day. Going forward, we expect the market to remain volatile as the index is trying to consolidate somewhere near 47,000. The index is anticipated to face the upcoming support at 47600 and 47400 while finding resistance at 48500.

### Key News

#### International

##### Asian stocks decline after US inflation edges higher

Asian stock markets declined Friday after U.S. inflation edged higher, fueling unease about the outlook for the biggest global economy. Shanghai, Hong Kong and Sydney declined. Japanese markets were closed for a holiday. Oil prices edged lower. Wall Street's benchmark S&P 500 index gained less than 0.1% on Thursday after government data showed consumer prices rose 3.2% in July. That was [see more...](#)

##### Oil prices tread water between OPEC optimism, CPI aftermath

Oil prices were flat on Friday, coming under pressure from a stronger dollar after U.S. inflation grew as expected in July, while the OPEC group maintained a positive outlook for global demand. Prices were also set to gain for a seventh [see more...](#)

#### Politics

##### Nawaz to return next month after years in self-exile: PM Shehbaz

Prime Minister Shehbaz Sharif has said that former premier and Pakistan Muslim League-Nawaz (PML-N) supremo Nawaz Sharif will return to the country after more than three years of self-exile in London. In an interview with Geo News' Capital Talk programme host Hamid Mir, the [see more...](#)

#### Economy

##### Jul remittances down 19.3pc to \$2.027bn YoY – Negative

Inflow of home remittances fell sharply, ie, over 19.3 percent during the first month of this fiscal year, mainly due to volatility in the exchange market. According to the State Bank of Pakistan (SBP), the country received workers' remittances amounting to \$ 2.027 billion in July 2023 compared to \$ 2.511 billion in July 2022, depicting a decline of \$ 484 million. Month-on-month basis, workers' remittances [see more...](#)

## MORNING GLANCE

### Forex reserves down \$124m – Negative

The country's foreign exchange reserves declined by \$ 124 million during last week. The State Bank of Pakistan (SBP) reporter on Thursday that Pakistan's liquid foreign exchange reserves stood at \$ 13.34 billion as of August 4, 2023. During the week under review, reserves held by the SBP decreased by \$110 million reaching \$ 8.04 billion due to external debt payment. While net forex reserves of the commercial banks stood at \$5.3 [see more...](#)

### SSGC consumers to face gas shortage for around 16 days – Negative

The consumers of Sui Southern Gas Company Limited (SSGC) will face gas shortage for around 16 days (August 12-27) as the company supplies will be substantially affected by the annual maintenance and shutdown in gas field. As a result of the shutdown, SSGC will face an estimated shortfall of 107 mmmcf during the full Annual Turnaround Plan (ATA) period [see more...](#)

### Kuwaiti EnerTech eyes renewable energy partnership with K-Electric in Pakistan – Neutral

EnerTech Holding, a Kuwait-based company that invests in renewable energy and clean technology, met with K-Electric on Thursday to discuss potential collaboration opportunities in the country's energy sector. The meeting was attended by Abdallah Al-Mutairi, CEO of EnerTech Holding, and Moonis Alvi, CEO of K-Electric, along with other senior officials from both [see more...](#)

### No ban on import of essential medicines from India: DRAP – Neutral

There is no ban on the import of any drug from India under the prevailing Import Policy Order 2022 and common people, as well as hospitals, can import essential drugs, including anti-cancer drugs and vaccines from the neighbouring country for their own use after getting no objection certificate (NOC) from the Drug Regulatory Authority of Pakistan (DRAP), [see more...](#)

### TGL offers to acquire 7.82% stake in Balochistan Glass – Positive

On behalf of Tariq Glass Industries Limited (PSX: TGL), AKD Securities Limited as the Manager to the Offer submitted the Public Announcement of Offer to acquire up to 20.47 million ordinary shares of Balochistan Glass Limited (PSX: BGL) constituting 7.82% of the issued share capital. This is subject to the minimum acceptance level of 5.47% share followed by the purchase of 50% shares of MMM Holding which [see more...](#)

### Karachi Port's Bulk, General Cargo Terminal development gets go-ahead with \$50mn concession agreement – Positive

The Cabinet Committee on Inter-Governmental Commercial Transactions (CCoIGCT) on Wednesday approved the recommendations of the negotiation committee for the development of Bulk and General Cargo Terminal, at Karachi Port, said a press release issued on the same day. Under the approved terms, the prospective concessioner is [see more...](#)

### No consensus yet on caretaker PM

Leader of the Opposition in the National Assembly Raja Riaz met with Prime Minister Muhammad Shehbaz Sharif on Thursday as part of the consultation process for the selection of the caretaker prime minister. After detailed deliberation, the two leaders decided to meet again on Friday to reach a consensus on selecting a name for the caretaker prime minister. As per the Constitution, the prime minister [see more...](#)

### As NA dissolved...: ECP awaits census data to give polls date

With the dissolution of National Assembly, the Election Commission of Pakistan (ECP) has 90 days to conduct the general election, and before that carry out delimitation of constituencies as per the digital census. But the results of census are yet to be shared with it. "We are yet to receive data of 186,509 census blocs, and thrash out a timeline for carrying out delimitation, a constitutional [see more...](#)

### Govt reconstitutes Board of Investment – Neutral

As per the notification dated August 8, 2023 and issued by the Prime Minister's Office, the board consists of 12 members representing the public sector, while 13 members represent the private sector. The private sector members shall hold office for a term of two years and shall be eligible for re-appointment. The BoI was established with broad based responsibilities of promotion of investment in [see more...](#)

### Symmetry Group Limited IPO raises concerns with unproven IPs, valuation – Neutral

The Pakistan Stock Exchange (PSX) is all set to witness the first Initial Public Offering (IPO) of FY24 via Symmetry Group Limited (SGL) which intends to raise Rs375 million without having any proven Intellectual Properties (IPs) as the company is yet to develop and launch five digital IPs. Basically, the company will first raise money from the public, [see more...](#)

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## DEFINITION OF TERMS

<b>TP</b>	Target Price	<b>DDM</b>	Dividend Discount Model	<b>FCF</b>	Free Cash Flows
<b>FCFE</b>	Free Cash Flows to Equity	<b>FCFF</b>	Free Cash Flows to Firm	<b>DCF</b>	Discounted Cash Flows
<b>PE</b>	Price to Earnings Ratio	<b>PB</b>	Price to Book Ratio	<b>BVPS</b>	Book Value Per Share
<b>EPS</b>	Earnings Per Share	<b>DPS</b>	Dividend Per Share	<b>ROE</b>	Return of Equity
<b>ROA</b>	Return on Assets	<b>SOTP</b>	Sum of the Parts	<b>JPB</b>	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

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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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