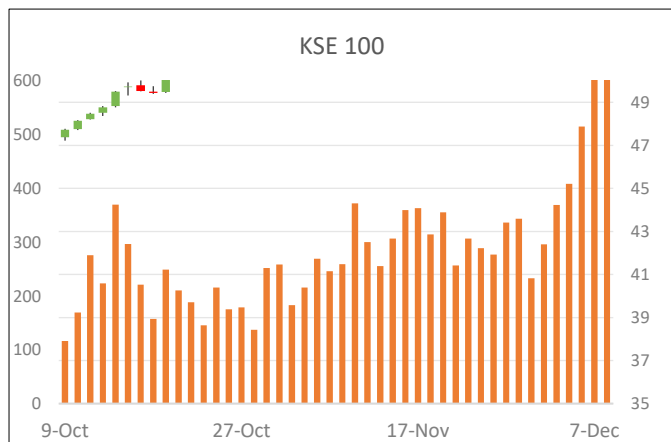


MORNING GLANCE



66,223	▲ 1505	▲ 2.33%
817 mn	YTD 62.25%	1 Year 58.99%

ASIA	Value	Pts	Chg. (%)
NIFTY 50	21,010.40	41.00	0.20% ▲
DSE 30	2,115.27	-	-
SHANGHAI	2,952.85	16.71	0.56% ▼
Hang Seng	16,014.00	310.5	1.90% ▼
Nikkei 225	32,794.50	486.64	1.51% ▲

EUROPE	Value	Pts	Chg. (%)
FTSE 100	7,554.47	40.75	0.54% ▲
DAX 30	16,759.22	130.23	0.78% ▲

USA	Value	Pts	Chg. (%)
DOW JONES	36,247.87	130.49	0.36% ▲
S&P 500	4,604.37	18.78	0.41% ▲
NASDAQ	16,084.69	62.20	0.39% ▲

Commodities	Value	Chg.	Chg. (%)
Gold (t oz.)	2,012.05	2.45	0.12% ▼
Oil-WTI (bbl)	71.63	0.40	0.56% ▲

Currencies	Value	Chg.	Chg. (%)
USD/PAKR	283.87	0.25	0.09% ▼
EURO/PAKR	306.00	0.27	0.09% ▼
GBP/PAKR	356.67	0.79	0.22% ▼
AED/PAKR	77.30	0.07	0.09% ▼

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

Market Outlook

The stock market on Friday Surged over 1500 points and concluded the session in the green zone by making an all-time high amid improvement in the country's financial indicators. The Benchmark KSE-100 index made an intra-day high and low at 66,273.73 (1,555.66 points) and 65,055.17 (337.10 points) respectively while closed at 66,223.63 by gaining 1,505.56 points. Trading volume increased to 817mn shares recording an all time high as compared to 765mn 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 61,000 Breaking this level would further drag the index towards 60,000. Contrarily, the market could also surge up to 68,000 if closes above 67,000.

Key News

International

Stocks in Asia Advance Ahead of Heavy Eco Week: Markets Wrap

Chinese stocks dropped, dragging down Asian equities, following worse-than-expected inflation data on the weekend and some disappointment over a Politburo meeting. China's benchmark equity index slid as much as 1.6% after the data published [see more...](#)

Oil extends gains on US strategic reserve purchase

Oil prices inched higher on Monday, extending gains for a second session as U.S. efforts to replenish strategic reserves provided some support, although concerns of crude oversupply and softer fuel demand growth next year lingered. Brent crude futures rose 11 cents, or 0.2%,. [see more...](#)

Politics

ECP to hear pleas against PTI intra-party polls tomorrow

The Election Commission of Pakistan (ECP) will hold hearing of complaints on the recently-conducted intra-party elections of Pakistan Tehreek-e-Insaf on Tuesday, Dec 12, after having decided to issue notices to different party leaders and members during its preliminary hearing held last week. Former information secretary and [see more...](#)

Economy

IMF scheduled to consider first review of \$3bn SBA on Jan 11 - Neutral

The International Monetary Fund (IMF) Executive Board is scheduled to consider the first review under Pakistan's current \$ 3 billion stand-by arrangement (SBA) on January 11, 2024. This was confirmed by IMF Resident Representative in Pakistan Esther Perez Ruiz to Business Recorder She stated, "We are pleased to confirm that the IMF's Executive Board Meeting is scheduled to consider the..[see more...](#)

MORNING GLANCE

Monetary policy on Dec 12 - Neutral

“The MPC will meet on Tuesday to decide about the monetary policy stance,” said a statement issued by the SBP, adding that the bank will issue the Monetary Policy Statement through a press release the same day. In the wake of high inflation of 30 per cent, speculations about an interest rate change are the prime subject of discussions, particularly in the financial sector. While most believe [see more...](#)

PSX sukuk auction fetches Rs36.07bn for govt, beats target and yield – Positive

The government raised Rs36.07 billion from its first auction of one-year Islamic bonds at the Pakistan Stock Exchange (PSX), exceeding its target of Rs30 billion, a finance ministry statement said late on Friday. The cut off yield for the listed domestic sukuk, or Islamic bond, was 19.52 percent, lower than the 21.4300 percent yield for the conventional one-year. [see more...](#)

Govt to borrow Rs6 trillion from banks in three months - Neutral

The government plans to borrow Rs6 trillion from banks through treasury bills and conventional and Islamic bonds in the next three months to finance its fiscal deficit, the central bank data showed on Friday. The government will raise Rs3.464 trillion in December to February period through short-term treasury bills that mature in three, six and 12 months, according to the auction calendar issued by the State Bank of Pakistan. [see more...](#)

Jul-Nov remittances down 10pc to \$11.045bn YoY – Negative

Inflows of worker’s remittances posted a decline of over 10 percent during the first five months of this fiscal year (FY24). The State Bank of Pakistan (SBP) on Friday reported that Pakistan received home remittances amounting to \$11.045 billion in July-Nov of FY24 compared to \$12.318 billion in the same period of last fiscal year (FY23), depicting a decline of \$1.273 billion. Home remittances from Saudi Arabia fell 12 percent or \$363. [see more...](#)

Country is not getting new inflows from abroad – Negative

Pakistan’s Gross Domestic Product (GDP) has been estimated at 2.17 percent for the first quarter of the current fiscal year by the Pakistan Bureau of Statistics (PBS); however, a negative financial account in October 2023 indicates the country is not getting new inflows from abroad. Speaking at “Paisa Bolta Hai” with Anjum Ibrahim on the state of the economy, former finance minister Dr Hafeez Pasha said certainly every one, [see more...](#)

Unbudgeted projects; Reappropriation of funds banned – Neutral

Ministry of Planning, Development and Special Initiatives (M/o PD&SI) has imposed a ban on re-appropriation of funds for unbudgeted projects sans its prior approval and asked Ministries/ Divisions to place demand of rupee cover against foreign aid to the extent of expenditure to be incurred during CFY. These instructions, duly [see more...](#)

OGDCL discovers gas, condensate in Tando Allah Yar - Positive

As a result of the aggressive exploration strategy, the Oil and Gas Development Company Limited (OGDCL) has successfully discovered gas and condensate at Dars West Well#02, located in the Tando Allah Yar district of Sindh province. The exploratory efforts at Dars West Well#02, part of the Dars West Development and Production Lease [see more...](#)

UAE-China consortium may invest \$500m in two LNG projects in Pakistan - Positive

A consortium of two companies from the UAE and China is interested in investing up to \$500 million in the construction of two LNG projects in Pakistan, which include virtual and non-virtual projects of LNG terminals, supply and import. The investors involved in the consortium have started the process of discussion with Pakistani [see more...](#)

Attock Refinery on verge of closure, CEO alerts minister - Neutral

In its separate letters to Minister for Petroleum Mohammad Ali and Oil and Gas Regulatory Authority (Ogra) Chairman Masroor Khan, ARL chief executive officer Adil Khattak that OMCs had been failing to lift their allocated quotas for petrol and high-speed diesel (HSD) and instead relying on imports. He said it had been happening repeatedly. He [see more...](#)

SPV 21 seeks govt help to assert its position regarding KE - Neutral

Infrastructure Growth Capital Fund LP (IGCF) SPV 21 claims to own 53.8 per cent shares of KES Power Limited and in that capacity has approached Special Investment Facilitation Council (SIFC) and caretaker Minister for Privatisation, Fawad Hassan Fawad for asserting its position with respect to K-Electric (KE). In a letter to Minister for [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

VALUATION METHODOLOGY

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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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