



48,140	▲ 418	▲ 0.88%
169 mn	YTD 17.94%	1 Year 14.05%

ASIA	Value	Pts	Chg. (%)
NIFTY 50	19,789.60	99.75	0.51% ▲
DSE 30	2,131.09	6.57	0.31% ▼
SHANGHAI	3,081.22	5.98	0.19% ▲
Hang Seng	17,919.50	217.50	1.23% ▲
Nikkei 225	31,955.50	192.00	0.60% ▲

EUROPE	Value	Pts	Chg. (%)
FTSE 100	7,628.21	136.00	1.82% ▲
DAX 30	15,423.52	295.41	1.95% ▲

USA	Value	Pts	Chg. (%)
DOW JONES	33,739.30	134.65	0.40% ▲
S&P 500	4,358.24	22.58	0.52% ▲
NASDAQ	15,131.52	84.36	0.56% ▲

Commodities	Value	Chg.	Chg. (%)
Gold (t oz.)	1,873.25	2.05	0.11% ▼
Oil-WTI (bbl)	86.14	0.17	0.20% ▲

Currencies	Value	Chg.	Chg. (%)
USD/PKR	281.65	1.04	0.37% ▼
EURO/PKR	296.44	1.6	0.54% ▼
GBP/PKR	342.95	1.79	0.52% ▼
AED/PKR	76.68	0.28	0.36% ▼

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

Market Outlook

The stock market on Tuesday Surged over 400 points and concluded the session in the green zone amid Remittances increased by 5% MoM to \$ 2.2bn during Sep'23. The Benchmark KSE-100 index made an intra-day high and low at 48,166.36 (445 points) and 47,708.11 (-13 points) respectively while closed at 48,140.27 by gaining 418 points. Trading volume increased to 169mn shares as compared to 116mn shares on the previous trading day. Going forward, the resistance for the index resides at 48,500. Breaking this level would further push the index towards 49,000. Contrarily, the support for the index resides at 47,300.

Key News

International

Asia Stocks Follow Wall Street Gains on Rate Tone: Markets Wrap

Asian stocks gained to follow Wall Street higher after traders scaled back wagers on Federal Reserve rate hikes, with expectations of further China stimulus helping rekindle risk sentiment. A benchmark for Asian equities rose for a fifth day, set for its longest winning streak since early September. Fed Bank of San Francisco President Mary Daly said. [see more...](#)

Oil little changed as Middle East supply concerns fade

Oil prices were little changed in early Asian trade on Wednesday, as concerns eased about potential supply disruptions due to the conflict between Israel and the Palestinian Islamist group Hamas. Brent crude rose 12 cents at \$87.77 a barrel by 0009 GMT. U.S. West Texas Intermediate (WTI) crude rose 3 cents to \$86.00 a barrel. Brent and WTI surged more than \$3.50 on Monday as the. [see more...](#)

Politics

Chartered plane booked from Dubai for Nawaz Sharif's Pakistan return on 21st

Pakistan Muslim League-Nawaz (PML-N) leader and former prime minister Nawaz Sharif will reach Pakistan in a chartered plane from Dubai on 21st October. Geo News reported that the flight carrying Nawaz will have the name "Umeed-e-Pakistan" which can carry approximately 150 passengers. "The booking has been made and all arrangements [see more...](#)

Economy

IMF projects 2.5pc growth rate – Neutral

The International Monetary Fund (IMF) has projected GDP growth rate for Pakistan at 2.5per cent for 2024 against negative 0.5per cent in 2023. The World Bank projected GDP growth rate for Pakistan at 1.7 per cent for 2023-24 while the Asian Development Bank (ADB) has projected it at 1.9 per cent. [see more...](#)

MORNING GLANCE

PM Kakar for trickle-down effect of SIFC initiatives in each province – Neutral

Caretaker Prime Minister Anwaarul Haq Kakar on Tuesday emphasised that the initiatives taken by Special Investment Facilitation Council (SIFC) at the federal level should have a trickle-down effect in each province for the benefit of the people. The prime minister said this while attending the meeting of the Provincial Apex Committee along with Chief of Army. [see more...](#)

Sept workers' remittances up 5pc to \$2.206bn MoM – Positive

Inflows of workers' remittances posted an increase of over 5 percent in September 2023 compared to August 2023, mainly due to crackdown on the Hawala/Hundi. The State Bank of Pakistan (SBP) on Tuesday reported that Pakistan received workers' remittances amounted to \$ 2.206 billion in September 2023 compared to \$2.094 billion in August 2023, depicting an increase of 5.3 percent or \$112 million. [see more...](#)

Q2 FY24: Govt decides to borrow over Rs10trn – Negative

The federal government has planned to borrow over Rs 10 trillion in the second quarter (Oct-Dec) of this fiscal year (FY24) through sale of security papers to meet its financial requirements. The federal government will borrow this amount through auction of security papers including Pakistan Investment Bonds Fixed Rate, Pakistan Investment Bonds (PIBs) Floating Rate and Government of Pakistan Market Treasury Bills (MTBs).. [see more...](#)

PKR: 24th consecutive gain – Positive

The Pakistani rupee's merry run continued against the US dollar, as it appreciated another 0.41% in the inter-bank market on Tuesday. This is the rupee's 24th consecutive gain against the greenback, and makes it one of the longest appreciation runs in history. As per the State Bank of Pakistan (SBP), the rupee settled at 280.51 after an increase of Rs1.14 in the inter-bank market. On Monday, the rupee had appreciated 0.37% to.. [see more...](#)

Massive hike in gas tariffs now seems inevitable – Negative

The government is all set to increase effective gas prices for non-protected domestic consumers by up to 129 per cent, bulk 25 per cent, commercial 136 per cent, export industry 71 per cent, non-export industry 117 per cent, CNG 144 per cent, cement 193 per cent and Liberty Power 62 per cent, sources close to Secretary Petroleum told Business Recorder. To be applicable from October 1, 2023, there will be no change in gas prices [see more...](#)

HMB to set up an exchange company with Rs1bn paid-up capital – Positive

The Board of Directors (BoD) of Habib Metropolitan Bank Limited (PSX: HMB) has approved the establishment of an Exchange Company with an initial paid-up capital of up to Rs1 billion, the bank's filing on PSX revealed today. The exchange company would be a wholly owned subsidiary of the bank. The board's decision is subject to. [see more...](#)

Only core business of PIA to be offered: Fawad – Neutral

The core business of the PIA would be offered to potential buyers with current liabilities and assets with the vetting of the federal cabinet, Caretaker Minister Fawad Hassan Fawad told mediapersons in a briefing on Tuesday. In a media briefing along with Information and Broadcasting Minister Murtaza Solangi, Fawad said based on a study conducted in 2017 on the privatisation of PIA, the [see more...](#)

Exports of agro and food products to cross \$7bn mark in FY24: CE TDAP – Neutral

During the first quarter of the financial year of 2023-2024, exports of agro and food products from Pakistan has been increased by 37.4 percent as compared to the same period during 2022-2023. Major increases were in export of Sesame seed (427pc), Maize/corn (109pc), Ethyl alcohol (559pc), Meat (16pc), Rice (14pc), Fruits and Vegetables. [see more...](#)

ECC forms core group on food inflation– Neutral

During discussion on inflation at a recent meeting of ECC, it was stated that more efforts are needed to reduce the yawning gap between wholesale and retail prices in the Federal Capital and other areas and for this purpose the provincial and district administrations need to gear up their efforts. The National Price Monitoring Committee (NPMC) should keep a close watch on the [see more...](#)

Pakistan's Symmetry Group says it has inked deal with US tech company – Positive

The company announced the development in its notice to the Pakistan Stock Exchange (PSX) on Monday. "The company has entered into an agreement with Hummingbird International LLC USA to provide transformation services. This contract is expected to generate a minimum revenue of Rs70 million (\$250,000) in FY2023-24," read the notice. "Symmetry [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

Muhammad Umair Javed

Phone: (+92) 42 38302028

Ext: 117

Email: umairjaved@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