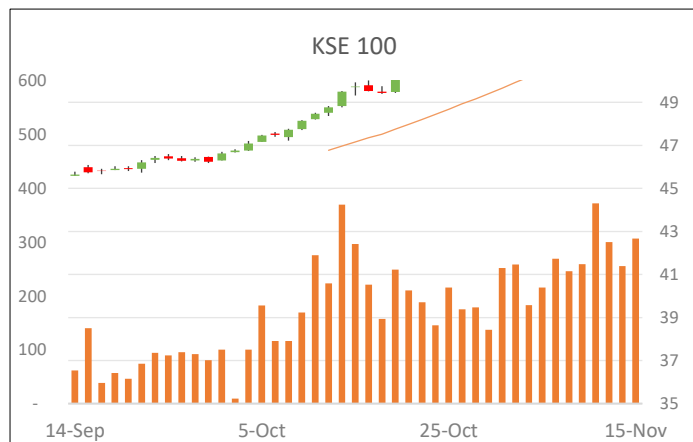


MORNING GLANCE



56,680	▲ 14	▲ 0.02%
307 mn	YTD 38.87%	1 Year 32.44%

ASIA	Value	Pts	Chg. (%)
NIFTY 50	19,675.45	231.90	1.19% ▲
DSE 30	2,118.30	-	-
SHANGHAI	3,056.88	15.96	0.52% ▼
Hang Seng	17,796.00	275	1.52% ▼
Nikkei 225	33,300.00	219.7	0.66% ▼

EUROPE	Value	Pts	Chg. (%)
FTSE 100	7,486.91	46.44	0.62% ▲
DAX 30	15,748.17	133.74	0.86% ▲

USA	Value	Pts	Chg. (%)
DOW JONES	34,991.21	163.51	0.47% ▲
S&P 500	4,502.88	7.18	0.16% ▲
NASDAQ	15,817.18	4.70	0.03% ▲

Commodities	Value	Chg.	Chg. (%)
Gold (t oz.)	1,964.65	0.35	0.02% ▲
Oil-WTI (bbl)	76.06	0.6	0.78% ▼

Currencies	Value	Chg.	Chg. (%)
USD/PKR	288.14	0.27	0.09% ▲
EURO/PKR	313.15	4.94	1.60% ▲
GBP/PKR	359.17	5.22	1.47% ▲
AED/PKR	78.29	0.09	0.11% ▼

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

Market Outlook

The stock market on Wednesday remained volatile throughout the day and managed to close flat amid profit-taking by investors as they are awaiting some clarity on the IMF Review that is expected to conclude this week. The Benchmark KSE-100 index made an intra-day high and low at 56,846.67 (181 points) and 56,433.04 (-233 points) respectively while closed at 56,680.06 by gaining 14 points. Trading volume increased to 307mn shares as compared to 255mn shares on the previous trading day. Going forward, we expect the market to remain positive amid the decline in T.bills yield. The index currently has a resistance around 56,800. Breaking this level can further push it towards 57,000. However, the current support of the index resides at 56,000.

Key News

International

Asia Stocks Drop, Treasuries Steady After Decline

Shares in Asia were mostly down alongside US equity futures, while Treasuries were steady after Wednesday's selloff as investors gauged fresh signs of resilience in the US economy. Stock indexes in China dropped as home prices fell the most in eight years, followed by shares in Japan and South Korea. US futures dropped, effectively erasing the 0.2% gain [see more...](#)

Oil prices slide further on US inventory build, China demand woes

Oil prices extended losses into Asian trade on Thursday after a bigger-than-expected weekly build in U.S. crude stockpiles, while signs of easing demand in China also weighed. Crude prices had fallen about 1.5% in the prior session, cutting short a brief recovery as data pointed to increased U.S. inventories and production. This was exacerbated by data [see more...](#)

Politics

IHC dismisses case against Nawaz

The Islamabad High Court (IHC) has dismissed a contempt of court petition against PMLN supremo Nawaz Sharif in an anti-judiciary speeches case. The IHC dismissed the petition being not persuaded. The petition was pending since 2018. IHC Chief Justice Aamer Farooq took up the case [see more...](#)

Economy

IMF Chief Sees Agreement on Pakistan Debt Review 'Any Day Now' – Positive

International Monetary Fund Managing Director Kristalina Georgieva said she expects a deal on a debt review with Pakistan to come soon, a development that could unlock more funds for the South Asian nation. "I expect an agreement of the review to come within this week," Georgieva told Bloomberg Television's Haslinda Amin in an interview in Singapore on Wednesday. The Pakistani authorities, [see more...](#)

MORNING GLANCE

Federal Cabinet approves bilateral investment treaties with Saudi Arabia, Qatar – **Positive**

The Federal Cabinet in its meeting held today approved the negotiation of bilateral investment treaties with Saudi Arabia and Qatar based on the recommendation of the Investment Board, as per a press release issued today. During the meeting, the Federal Cabinet considered and made decisive decisions on various important matters. On the recommendation of the Federal [see more...](#)

T-bills cut-off yield down up to 50bps – **Neutral**

The cut-off yield on short-term government papers declined up to 50 basis points (bps) in the auction held Wednesday. On behalf of the government of Pakistan, the State Bank of Pakistan (SBP) conducted the auction for Market Treasury Bills (MTBs) on November 15, 2023, 2016 for the sale of 3-month, 6-month and 12-month MTBs. Healthy participation was witnessed in the T-bills auction [see more...](#)

Q1 LSMI output up 0.68pc YoY – **Positive**

The Large Scale Manufacturing Industries (LSMI) output increased by 0.68 percent during the first quarter (July-September) of the current fiscal year, ie, 2023-24 when compared with the same period of last year, says Pakistan Bureau of Statistics (PBS). The LSMI output increased by 1.01 percent for September 2023 when compared with September 2022 and decreased by 3.56per cent when compared with August 2023. [see more...](#)

PKR: continuing decline – **Negative**

The Pakistani rupee maintained its downward trajectory for the 17th consecutive session against the US dollar, as it depreciated 0.09% in the inter-bank market on Wednesday. As per the State Bank of Pakistan (SBP), the rupee settled at 288.14, a decrease of Re0.27. On Tuesday, the rupee had depreciated 0.11% to settle at 287.87 against the US dollar. Internationally, the US dollar stuttered at broadly lower levels [see more...](#)

Petrol price slashed by Rs2.04, HSD's by Rs6.47 – **Positive**

Interim government on Wednesday announced a significant reduction in the ex-depot prices of petroleum products up to Rs 9.01 per litre with effect from November 16, 2023. The rates of petroleum levy (PL) and general sale tax (GST) have been kept unchanged. In a fortnight review, the government slashed the price of petrol by Rs 2.04 per litre from Rs 283.38 to Rs 281.34 per litre. The price of high speed [see more...](#)

Production of Petroleum Products Up 14% in First Quarter of FY24 – **Positive**

The petroleum products production witnessed an increase of 13.82 percent during July-September 2023-24 as its indices went up to 93.16 from 81.84 during July-September 2022-23, says Pakistan Bureau of Statistics (PBS). High-speed diesel witnessed 25.21 percent growth as its output remained 1.340 billion litres in July-September 2023-24 [see more...](#)

Illegal gas sale to unlicensed third party – **Neutral**

M/s Petroleum Exploration (Pvt) Limited (PEL), a private oil and gas sector company has obtained a stay order from the court against a letter issued by the Ministry of Energy, Petroleum Division (PD) for stopping illegal gas sale to an unlicensed third party - a violation of gas sale agreement (GSA) with Sui Southern Gas Company Limited (SSGC), documents available with Business [see more...](#)

'Obsolete KE plants cost Karachiites Rs3-5 extra per unit' – **Neutral**

Sindh Commerce Minister Muhammad Younus Dagha has said the Karachiites pay at least Rs3 to Rs5 per unit extra to K-Electric on account of fuel cost adjustment (FCA) every month as compared to other distribution companies (Discos) because of KE's obsolete power generation plants which need to be unbundled. [see more...](#)

ADB IED rates power transmission investment programme as successful plan – **Neutral**

The Independent Evaluation Department (IED) of the Asian Development Bank (ADB) has rated "Pakistan: Power Transmission Enhancement Investment Program (Tranche 4 and Multi-tranche Financing Facility)" successful, relevant and likely sustainable. The IED in its validation report stated that in 2006, ADB approved the Power Transmission [see more...](#)

Rs12bn tax refund 'fraud'; Alvi directs FBR to restore probe against MTL – **Negative**

President Arif Alvi has directed the Federal Board of Revenue (FBR) to restore investigation against M/s Millat Tractors Ltd (MTL) against alleged inadmissible sales tax refund of over Rs 12 billion obtained on "Benami" transactions for tax period 2018-2022. Addressing at a press conference on Wednesday at the FTO Headquarters, Almas Ali [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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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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