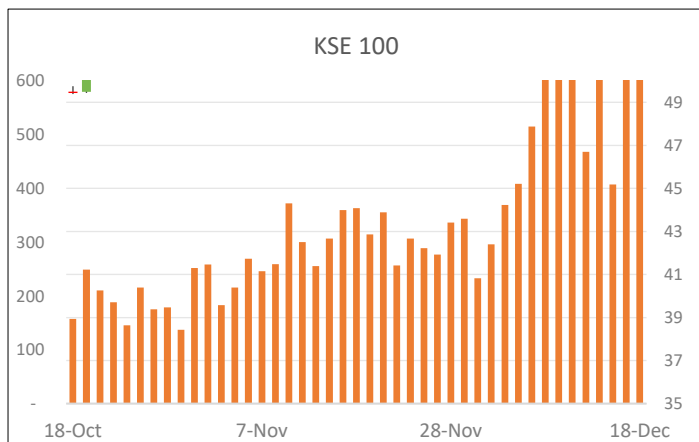


MORNING GLANCE



65,204	▼ -926	▼ -1.40%
963 mn	YTD 59.75%	1 Year 57.87%

ASIA	Value	Pts	Chg. (%)
NIFTY 50	21,418.65	38	0.18% ▼
DSE 30	2,097.54	9.58	0.45% ▼
SHANGHAI	2,933.04	2.23	0.08% ▲
Hang Seng	16,565.00	70	0.42% ▼
Nikkei 225	33,136.50	377.52	1.15% ▲

EUROPE	Value	Pts	Chg. (%)
FTSE 100	7,614.48	38.12	0.50% ▲
DAX 30	16,650.55	100.89	0.60% ▼

USA	Value	Pts	Chg. (%)
DOW JONES	37,306.02	0.86	-
S&P 500	4,740.56	21.37	0.45% ▲
NASDAQ	16,729.80	106.36	0.64% ▲

Commodities	Value	Chg.	Chg. (%)
Gold (t oz.)	2,038.55	1.95	0.10% ▼
Oil-WTI (bbl)	72.81	0.01	0.01% ▼

Currencies	Value	Chg.	Chg. (%)
USD/PAKR	283.21	0.05	0.02% ▼
EURO/PAKR	309.35	2.04	0.66% ▼
GBP/PAKR	359.54	2.01	0.56% ▼
AED/PAKR	77.11	0.02	0.03% ▼

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

Market Outlook

The stock market on Monday plunged over 900 points and concluded the session in the red zone amid profit-taking seen on the index as the KSE-100 had been hitting its all-time high in the past several trading sessions. The Benchmark KSE-100 index made an intra-day high and low at 66,586.61 (457 points) and 65,064.94 (-1065 points) respectively while closed at 65,204.67 by losing 925 points. Trading volume decreased to 963mn shares as compared to 984mn shares on the previous trading day. Going forward, we expect continued correction in the market as the index reaches an all-time high in previous trading sessions. The support for the index resides at 65,000 Breaking this level would further drag the index towards 64,500. Contrarily, the resistance for the index resides at 65,700.

Key News

International

Asia mixed as BoJ maintains status quo; Gift Nifty flat

The Nifty is likely to start Tuesday's trading session on a quiet note amid benign cues from global peers. The recent sharp rally coupled with a spike in crude oil prices could weigh on the sentiment. Gift Nifty futures quoted at 21,470. Overnight, the US markets managed to hold gains amid optimism over rate cuts in 2024. The S&P 500 and Nasdaq gained around 0.5 per cent each, while Dow Jones [see more...](#)

Oil prices inch higher after Red Sea attacks trigger sharp gains

Oil prices rose slightly in Asian trade on Tuesday after rebounding sharply from near six-month lows, as traders sought to gauge just how disruptive an ongoing conflict in the Red Sea will be for supplies. Missile and drone attacks on several vessels in the region- which were [see more...](#)

Politics

NA delimitations; Objections cannot be raised once election schedule is announced: SC

The Supreme Court, on Monday, declared that the objections against the delimitations of constituencies cannot be raised once the elections schedule is announced. The Election Commission of Pakistan (ECP) on December [see more...](#)

Economy

Nov C/A posts \$9m first monthly surplus after June – Neutral

After posting deficits for four consecutive months, the country's current account improved significantly and recorded a \$9 million surplus in November 2023. The State Bank of Pakistan (SBP) on Wednesday reported that Pakistan posted a current account surplus of \$9 million in November 2023 as against [see more...](#)

MORNING GLANCE

WB projects drop in remittance flows – Neutral

The World Bank has projected a drop in remittance flows to Pakistan to \$24 billion in 2023 and further drop below \$22 billion with 10 percent decline in 2024, saying the growing economic turmoil sparked by a balance of payment crisis and high debt have led to a worsening loss of public confidence reflected in a diversion of remittances from formal to informal channels. The bank in its latest report, "Leveraging Diaspora Finances [see more...](#)

Long-term contracts; China would talk to elected govt, only – Negative

China is reportedly unwilling to talk to the caretaker government for long-term contracts in any sector and is waiting for the elected government for further cementing business relations. Background interviews with some of the businessmen who accompanied the caretaker Minister for Commerce and Gohar Ijaz during his recent visit to China, told this scribe that the Chinese are [see more...](#)

Jul-Nov FDI up 8pc to \$656m YoY – Positive

Foreign Direct Investment (FDI) in Pakistan rose by 8 percent during the first five months of the current fiscal year (FY24). The State Bank of Pakistan (SBP) on Monday revealed that Pakistan fetched FDI amounting to \$ 656 million during July-November FY24 compared to \$ 607 million in the same period of last fiscal year (FY23), showing an increase of \$ 49 million. During the period under review, FDI inflows were \$ 943 million against [see more...](#)

Jul-Nov borrowing down \$0.829bn to \$4.285bn YoY – Negative

The country borrowed \$4.285 billion from multiple financing sources during the first five months (July-November) of the current fiscal year 2023-24 compared to \$5.114 billion borrowed during the same period of 2022-23, revealed the Economic Affairs Division (EAD) data. Data further shows that the country received \$415.99 million in November 2023 compared to \$846.76 million in November 2022. [see more...](#)

SIFC approves revised timelines for refinery upgrade agreements – Neutral

Yes, we have received the SIFC directions and the petroleum division is currently in the process of making the summary about resolving the issues highlighted by the refineries, which emerged as hurdles in the implementation of the Upgrade Refinery Policy," a senior official at the Energy Ministry told The News. "The top mandarins of the petroleum [see more...](#)

Pakistan sues foreign company over LNG supply breach – Neutral

Pakistan has filed a lawsuit against a foreign company for failing to supply liquefied natural gas (LNG) as per a five-year agreement, causing the country to suffer millions of dollars in losses, sources familiar with the matter said on Monday. The sources, who requested anonymity, said the International Arbitration Court in London was expected to [see more...](#)

Millat Group keen on acquiring Hascol – Positive

Troubled oil marketing company Hascol Petroleum Ltd said on Monday that Millat Energy Group is interested in buying 76 per cent of its "fully diluted share capital" through a subscription of new shares. Fully diluted share capital reflects the total number of shares a company would have if all outstanding options and other rights to subscribe for — or convert into — shares were exercised. [see more...](#)

Textile exports fell by 5.43% MoM in November: SBP – Negative

The country's total textile exports registered a decrease of 5.43% MoM to \$1.37bn in November 2023 compared to \$1.45bn recorded in the previous month, data released by the State Bank of Pakistan (SBP) showed. Likewise, on a year-on-year basis, the exports of the same group decreased by 3.52% YoY in November 2023. Cumulatively in 5MFY24, [see more...](#)

Industrial consumers in Sindh; SSGC plans three days a week gas suspension – Neutral

The Sui Southern Gas Company (SSGC) has planned two to three days industrial closure in Sindh in a week depending upon the line pack conditions and the acceptance of RLNG-local gas blend by industrial consumers. Suspension of gas supply to industrial units in Sindh in the winter is expected considering the short indigenous gas supplies [see more...](#)

Rs2.25trn agri credit target set by central bank - Positive

While setting the agriculture credit disbursement target at Rs 2.250 trillion for this fiscal year (FY24), Governor State Bank of Pakistan (SBP) has urged banks to increase outreach to the agriculture sector. According to the SBP, during the annual meeting of Agricultural Credit Advisory Committee (ACAC) held in Lahore, Governor SBP Jameel Ahmad informed that despite various challenges including floods, the [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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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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