



62,833	▼ -2372	▼ -3.64%
950 mn	YTD 53.94%	1 Year 57.74%

ASIA	Value	Pts	Chg. (%)
NIFTY 50	21,453.10	34.45	0.16% ▲
DSE 30	2,097.54	9.58	0.45% ▼
SHANGHAI	2,924.31	8.08	0.28% ▼
Hang Seng	16,706.00	184.00	1.11% ▲
Nikkei 225	33,794.50	575.11	1.73% ▲

EUROPE	Value	Pts	Chg. (%)
FTSE 100	7,638.03	23.55	0.31% ▲
DAX 30	16,744.41	93.86	0.56% ▲

USA	Value	Pts	Chg. (%)
DOW JONES	37,557.92	251.90	0.68% ▲
S&P 500	4,768.37	27.81	0.59% ▲
NASDAQ	16,811.86	82.05	0.49% ▲

Commodities	Value	Chg.	Chg. (%)
Gold (t oz.)	2,052.65	0.55	0.03% ▲
Oil-WTI (bbl)	73.96	0.02	0.03% ▲

Currencies	Value	Chg.	Chg. (%)
USD/PKR	283.01	0.2	0.07% ▼
EURO/PKR	309.30	0.05	0.02% ▼
GBP/PKR	359.54	-	-
AED/PKR	77.06	0.05	0.06% ▼

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

Market Outlook

The stock market on Tuesday plunged over 2300 points and concluded the session in the red zone amid profit-taking seen on the index & now investors are keenly awaiting the IMF Board meeting which is scheduled on January 11, 2024. The Benchmark KSE-100 index made an intra-day high and low at 66,132.03 (-72 points) and 62,360.78 (-2843 points) respectively while closed at 62,833.03 by losing 2372 points. Trading volume decreased to 950mn shares as compared to 963mn 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 62,300 Breaking this level would further drag the index towards 62,000. Contrarily, the resistance for the index resides at 64,000.

Key News

International

Asia markets mostly lower, South Korea shares rise as defense sector gains

Asia-Pacific markets were mostly lower Monday at the start of the penultimate week of 2023, while South Korean shares bucked the trend as defense stocks led gains. Most Asia-Pacific markets rallied last week following the U.S. Federal Reserve's decision to hold rates and its roadmap for rate cuts in 2024 and 2025. [see more...](#)

Oil prices steady as markets watch US inventories, Red Sea risks

Oil prices steadied in Asian trade on Wednesday as signs of an unexpected build in U.S. crude stockpiles raised concerns over less tight markets in 2024, although rising geopolitical unrest in the Middle East kept prices trading at two-week highs. Crude prices rebounded sharply from near five-month [see more...](#)

Politics

Electoral procedures begin

The electoral procedures leading up to the general polls formally started on Tuesday with the issuance of the public notices by the returning officers (ROs) in 144 districts across Pakistan seeking nominations for general elections. The poll body would start receiving the nominations for general elections from today (Wednesday) till Friday. [see more...](#)

Economy

New austerity steps await govt nod – Neutral

Fresh austerity measures for the current fiscal year 2023-24 are under submission to the prime minister for approval to control current expenditure, official documents of the Finance Division revealed. Documents noted that measures like a ban on the procurement of durable goods and vehicles are still in vogue and being implemented. [see more...](#)

MORNING GLANCE

'Provincial strategy for urban growth' project successful: ADB – Neutral

The IED in its validation report also stated that the objective of the policy and advisory technical assistance (TA) of \$2.4 million was to assist the government of Khyber Pakhtunkhwa in adopting an integrated urban sector development approach that entailed policy reforms, investments, and capacity building in the urban sector. [see more...](#)

CPPA seeks Rs4.6 per unit hike in power tariff – Neutral

In a bid to give another shock to the inflation-hit electricity consumers, Central Power Purchasing Agency (CPPA) has sought a hike of Rs4.6617 per unit in the power tariff on account of fuel charges adjustment (FCA) for the month of November, 2023. A petition submitted by the CPPA to NEPRA, on behalf of Ex-Wapda Discos (XWDiscos), an increase of Rs 4.6617 per unit has been sought in power tariff which included Rs2.1177 [see more...](#)

GPPs settlement; ECC may approve Rs262.075bn TSG – Neutral

The Economic Coordination Committee (ECC) of the Cabinet is likely to approve Rs262.075 billion technical supplementary grant (TSG) for the settlement of payables to government-owned power plants (GPPs) at par with IPPs today (Wednesday). Sources said that the Power Division in a proposal informed the ECC that it had submitted a summary on 16th March 2022 for seeking approval for clearance to past liabilities amounting to [see more...](#)

Regulator's warning; Power sector will be doomed if Discos fail to mend their ways – Negative

The power sector regulator said on Tuesday that the sector would not be made viable the way distribution companies are functioning and owned its report on overcharging consumers in July and August 2023. While hearing the amendments in the Consumer Services Manual (CSM), presided over by the chairman of National Electric Power Regulatory [see more...](#)

DNCC initiates operations post successful BMR phase completion – Positive

Dandot Cement Company Limited (PSX: DNCC) has commenced operations following the successful completion of the Balancing, Modernization, and Replacement (BMR) phase, as revealed in the company's filing on the local bourse today. The focus of the company is to ensure seamless processes, compliance with environmental standards, cost efficiency, and [see more...](#)

Financing facility of Rs10bn; Bank Alfalah and U Bank enter into strategic collaboration – Positive

U Micro-finance Bank (U Bank), one of the largest microfinance banks in Pakistan, has forged a strategic partnership with Bank Alfalah Limited, one of the country's largest commercial banks, to secure a short-term financing facility of Rs 10 billion aimed to collaboratively facilitate U Bank's corporate funding. [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...](#)

SBP grants approval; TPL, Abhi Ltd to commence due diligence of FINCA Microfinance Bank – Neutral

The State Bank of Pakistan (SBP) has granted TPL Corp Limited (TPL) and Abhi (Private) Limited (Abhi) its approval to commence the due diligence of FINCA Microfinance Bank Limited for the purpose of a potential acquisition by TPL along with Abhi of a majority shareholding in the Bank. The proposed transaction will remain subject to the [see more...](#)

PSM excluded from privatisation agenda – Neutral

The caretaker government has made alterations to the ongoing privatisation program, removing Pakistan Steel Mills (PSM) from the list of institutions slated for privatisation. The updated list, now including a total of 26 entities, shows changes in the composition of sectors and organisations earmarked for privatisation. Among the revised roster, 14 organisations predominantly [see more...](#)

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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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