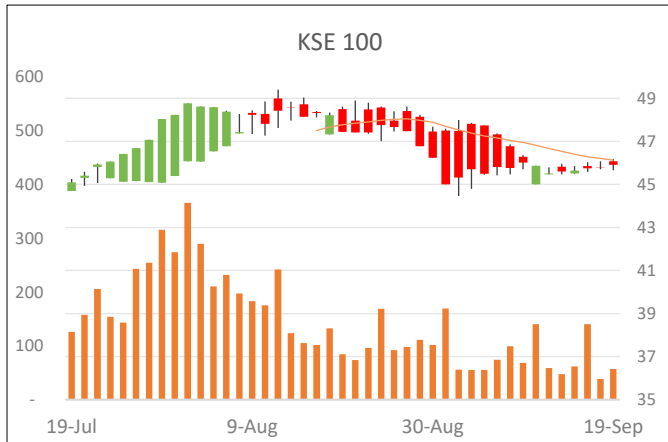


# MORNING GLANCE



45,910	▲ 107	▲ 0.23%
57 mn	YTD 12.48%	1 Year 10.57%

ASIA	Value	Pts	Chg. (%)
NIFTY 50	19,986.45	146.85	0.73% ▼
DSE 30	2,138.57	4.00	0.19% ▲
SHANGHAI	3,114.76	10.2	0.33% ▼
Hang Seng	17,876.50	98.5	0.55% ▼
Nikkei 225	33,089.00	175	0.53% ▼

EUROPE	Value	Pts	Chg. (%)
FTSE 100	7,660.20	7.26	0.09% ▲
DAX 30	15,664.48	62.64	0.40% ▼

USA	Value	Pts	Chg. (%)
DOW JONES	34,517.73	106.57	0.31% ▼
S&P 500	4,443.95	9.58	0.22% ▼
NASDAQ	15,191.23	34.14	0.22% ▼

Commodities	Value	Chg.	Chg. (%)
Gold (t oz.)	1,951.80	1.9	0.10% ▼
Oil-WTI (bbl)	89.58	0.9	0.99% ▼

Currencies	Value	Chg.	Chg. (%)
USD/PKR	294.90	1.05	0.35% ▼
EURO/PKR	315.28	0.35	0.11% ▼
GBP/PKR	365.33	1.08	0.29% ▼
AED/PKR	80.29	0.28	0.35% ▼

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

## Market Outlook

The stock market on Tuesday opened on a positive note. However, later on, it lost the impetus and reversed most of its intra-day gains while concluded the session in the green zone amid rupee maintained its positive run against the US dollar in the inter-bank market. The Benchmark KSE-100 index made an intra-day high and low at 46,036.03 (233 points) and 45,850.20 (47 points) respectively while closed at 45,910.46 by gaining 107 points. Trading volume increased to 57mn shares as compared to 38mn shares on the previous trading day. Going forward, we expect the market to remain volatile. The resistance for the index resides at 46,000. Breaking this level would further push the index towards 46,628(50DMA). Contrarily, the support for the index resides at 45,500.

## Key News

### International

#### Asian Stocks Under Pressure With Fed in Focus: Markets Wrap

Stocks in Asia were on the backfoot as traders awaited the Federal Reserve's next policy decision, with interest rates expected to be higher for longer to curb inflation. An Asian equity gauge slipped for a third day, with all sectors trading in negative territory. Contracts for US stocks were flat in Asia Wednesday after the S&P 500 closed down. [see more...](#)

#### Costly Oil Irks Global Central Banks Gauging Uneasy New Normal

Just as global monetary policy switches toward high-altitude cruise control, another bout of turbulence is bearing down on the world economy with surging oil prices. The approach of crude toward \$100 a barrel is presenting central bankers with a reminder that the era of volatility heralded by the pandemic and war in Ukraine isn't going away. [see more...](#)

### Politics

#### Level playing field concern related to PMLN: Bilawal

Pakistan Peoples Party Chairman Bilawal Bhutto Zardari on Tuesday said that the concern expressed by the PPP over a 'level-playing field' was related to the PMLN. Talking to the media after expressing condolence with senior journalist Imdad Soomro over the demise of his father, [see more...](#)

### Economy

#### PKR maintains momentum for 10th consecutive session – Positive

The Pakistani rupee maintained its momentum for the 10th successive session against the US dollar, appreciating 0.36% in the inter-bank market on Tuesday. As per the State Bank of Pakistan (SBP), the rupee settled at 294.9 after an increase of Rs1.05 in the inter-bank market. [see more...](#)

## MORNING GLANCE

### **SBP raises Rs94.78bn against a target of Rs160bn through Sukuk Auction – Neutral**

The State Bank of Pakistan (SBP) has raised Rs94.78 billion against the target of Rs180bn through the sale of 1-year, 3-year, and 5-year GOP Ijara Sukuk (GIS) Variable Rental Rate (VRR) and GIS Fixed Rental Rate (FRR) in an auction held on Monday. It is pertinent to note that the target during the three months (August-October) of FY24, through the auction of GOPIS. [see more...](#)

### **Bostan expects 20pc increase in remittances – Neutral**

Chairman Exchange Companies Association of Pakistan (ECAP) Malik Bostan hopes in the backdrop of government's crackdown against hoarders, black marketeers and smugglers of dollars, the country's remittances may increase by 10-20 percent. Talking to The News, he said because of the crackdown the foreign exchange companies, which earlier used to get around \$5m per day, are now getting \$15m per day i.e. 200 [see more...](#)

### **OGDCL announces gas discovery at Chak 214-1 in RYK – Positive**

The Oil & Gas Development Company Limited (OGDCL), serving as the sole operator of the Mari East Block (100pc), on Tuesday announced a significant gas discovery at the Chak 214-1 exploratory well, located in the Rahim Yar Khan district of Punjab province. Chak 214-1 well was spudded in on June 29, 2023, as an exploratory well, as part of OGDCL's commitment to aggressive exploration, using its in-house expertise. [see more...](#)

### **SSGC recovers Rs5.5b extra revenue – Positive**

In its ongoing drive against gas theft, Sui Southern Gas Company Limited's intense industrial surveillance activities generated Rs5.5 billion extra revenue and resulted in saving of 1,366 million cubic feet of gas. SSGC's Security Services and Counter Gas Theft Operations (SS&CGTO) Department is at the forefront of the company-wide drive to control gas pilferage and theft, major causes of Unaccounted-for-Gas (UFG) or line losses [see more...](#)

### **IMF raises concerns over petrol smuggling, seeks report from finance ministry – Neutral**

Expressing its concerns over unbridled petrol smuggling in the country, the International Monetary Fund (IMF) has written to the Ministry of Finance and Federal Bureau of Revenue (FBR) seeking answers on the matter. As per official documents, the Washington-based lender is concerned about the huge amount of petroleum products that are smuggled into the country. [see more...](#)

### **Pakistan pursues Russian oil imports at G7 price cap, wants better crudes – Neutral**

Pakistan is seeking a monthly supply of crude oil from Russia at a price not exceeding the \$60 per barrel limit set by the Group of Seven (G7) nations, a senior official of the Energy Ministry told The News on Tuesday. The official said the country had decided to import Russian crude every month after examining the results of [see more...](#)

### **Govt seeks input on UAE's SPM proposal – Neutral**

The government has sought input from the oil, gas and related ministries and departments on a proposal to develop and construct oil handling and storage infrastructure in view of a scheduled visit of the Emir of Qatar. The Ministry of Energy (Petroleum Division) has asked for inputs on the construction of oil handling and storage infrastructure, including a single point mooring (SPM) loading [see more...](#)

### **KE willing to join RE project of Saudi firm – Positive**

K-Electric (KE) has expressed willingness to become partner in 3,000-MW Renewable Energy (RE) project of Saudi company M/s ACWA, which requires Government to Government (G2G) arrangement between Pakistan and Saudi Arabia. In response to a letter of Power Division of August 24, 2023, wherein the KE has been requested to provide its views with regard to the Expression of Interest (Eoi) submitted by [see more...](#)

### **FCA Aug; CPPA-G seeks Rs1.83/ unit hike in Discos' tariff – Negative**

Central Power Purchasing Agency- Guaranteed (CPPA-G) has sought positive adjustment of Rs 1.83 per unit in Discos' tariff for August 2023 under monthly Fuel Charges Adjustment (FCA). National Electric Power Regulator Authority (Nepa) will hold a public hearing on September 27, 2023 on CPPA-G's request of adjustment in Discos' tariffs. [see more...](#)

### **Power Division shares CDMP with IMF, WB – Neutral**

The Power Division has shared Circular Debt Management Plan (CDMP) with the International Monetary Fund (IMF) and the World Bank, which became base for revision in base tariff including impact of Quarterly Tariff Adjustments (QTAs), well informed sources told Business Recorder. "When Nepa approved re-basing in tariff in July, 2023 CDMP got approved from the [see more...](#)

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## DEFINITION OF TERMS

<b>TP</b>	Target Price	<b>DDM</b>	Dividend Discount Model	<b>FCF</b>	Free Cash Flows
<b>FCFE</b>	Free Cash Flows to Equity	<b>FCFF</b>	Free Cash Flows to Firm	<b>DCF</b>	Discounted Cash Flows
<b>PE</b>	Price to Earnings Ratio	<b>PB</b>	Price to Book Ratio	<b>BVPS</b>	Book Value Per Share
<b>EPS</b>	Earnings Per Share	<b>DPS</b>	Dividend Per Share	<b>ROE</b>	Return of Equity
<b>ROA</b>	Return on Assets	<b>SOTP</b>	Sum of the Parts	<b>JPB</b>	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

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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

Ratings are updated to account for any development impacting the economy/sector/company, changes in analysts' assumptions or a combination of these factors.

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