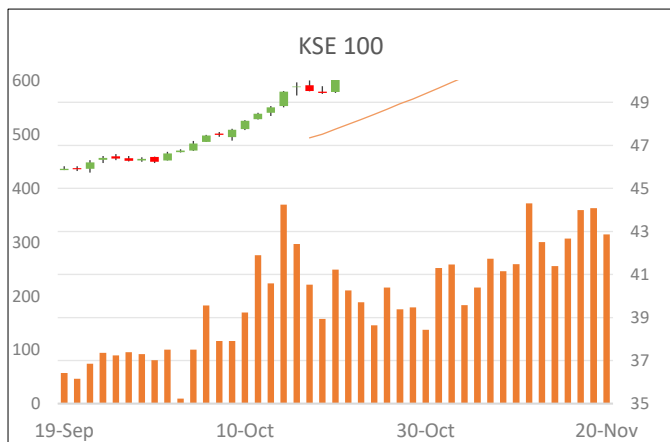


# MORNING GLANCE



57,077	▲ 14	▲ 0.02%
315 mn	YTD 39.84%	1 Year 33.48%

ASIA	Value	Pts	Chg. (%)
NIFTY 50	19,773.00	79.00	0.40% ▲
DSE 30	2,118.94	1.81	0.09% ▼
SHANGHAI	3,082.30	13.98	0.46% ▲
Hang Seng	17,984.50	222.50	1.25% ▲
Nikkei 225	33,350.00	38.03	0.11% ▼

EUROPE	Value	Pts	Chg. (%)
FTSE 100	7,496.36	7.89	0.11% ▼
DAX 30	15,901.33	17.83	0.11% ▼

USA	Value	Pts	Chg. (%)
DOW JONES	35,151.04	203.76	0.58% ▲
S&P 500	4,547.38	33.36	0.74% ▲
NASDAQ	16,027.06	189.07	1.19% ▲

Commodities	Value	Chg.	Chg. (%)
Gold (t oz.)	1,994.70	14.40	0.73% ▲
Oil-WTI (bbl)	77.49	0.34	0.44% ▼

Currencies	Value	Chg.	Chg. (%)
USD/PAKR	285.97	0.53	0.18% ▼
EURO/PAKR	312.36	2.11	0.68% ▲
GBP/PAKR	357.02	2.22	0.63% ▲
AED/PAKR	77.86	0.14	0.18% ▼

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

## Market Outlook

The stock market on Monday remained volatile throughout the day and managed to close flat as investors are anticipating market correction in coming sessions. The Benchmark KSE-100 index made an intra-day high and low at 57,309.26 (246 points) and 56,738.39 (-325 points) respectively while closed at 57,077.96 by gaining 14 points. Trading volume decreased to 315mn shares as compared to 363mn shares on the previous trading day. Going forward, we expect the profit-taking to continue in the short term. The index is anticipated to face upcoming support at 57,000 and 56,800 while finding resistance at 57,750.

## Key News

### International

#### Asian Stocks Rise After Tech Giants Boost Nasdaq: Markets Wrap

Asian stocks advanced Tuesday, buoyed by gains on Wall Street, as US shares extended their rally and a \$16 billion sale of 20-year Treasuries lured bond buyers. Technology stocks were among the outperformers, while the South Korean and Australian benchmarks also inched higher. China's equities climbed after the Golden Dragon index of. [see more...](#)

#### Oil rebound rally cools; OPEC cuts, Fed minutes in focus

Oil prices fell slightly in Asian trade on Tuesday after rebounding sharply over the past three sessions, as anticipation of more Federal Reserve cues and speculation over production cuts by major suppliers kept sentiment muted. Crude prices had surged a cumulative \$5 a barrel in the past three sessions after tumbling to four month lows in the prior week. Pressure on prices came [see more...](#)

### Politics

#### 'Civilians' trial in military courts'; MoD urges SC to set aside Oct 23 order

The Ministry of Defence urged the Supreme Court to set aside its October 23 order that had declared the trial of civilians, arrested in the aftermath of 9th May incident, null and void, and they be tried by criminal courts established under the ordinary and/ or special law. A five-member larger bench, headed by Justice Ijazul Ahsan and comprising [see more...](#)

### Economy

#### IMF board to approve staff-level agreement on Dec 7 – Positive

The IMF staff and the Pakistani authorities reached the SLA on Nov 15 in Islamabad, according to an end-of-mission statement. This will enable Pakistan to have access to SDR 528 million (around \$700m). This will bring total disbursements under the nine-month \$3bn SBA to almost \$1.9bn [see more...](#)

## MORNING GLANCE

### Pakistan sees \$3.8bn inflows in 4MFY24 amid forex crunch – Neutral

Amid dwindling official foreign exchange reserves despite signing a \$3 billion IMF programme, Islamabad has secured \$3.8 billion from multilateral and bilateral creditors in the first four months (July-Oct) period of the current fiscal year. The official figures of the Economic Affairs Division (EAD) did not incorporate the \$1.2 billion disbursed by the IMF after approval of the. [see more...](#)

### Jul-Oct FDI rises 7pc to \$525m YoY – Positive

Foreign Direct Investment in the country rose by 7 percent during the first four months of this fiscal year (FY24), the State Bank of Pakistan reported on Monday. Overall, Pakistan fetched FDI amounted to \$525 million in July-Oct of FY24 as against \$490 million in corresponding period of last fiscal year (FY23), showing an increase of \$35 million. During the period under review, FDI inflows were \$ 749 million as against outflows of. [see more...](#)

### Bonds rally to highest level in over a year – Positive

Pakistan's debt strains remain but its bonds are now nearly double their level they were in late May due to optimism around support from the International Monetary Fund (IMF). The 2036 dollar-denominated bond rallied the most, gaining 2.4 cents to trade at 57.76 cents on the dollar. The 2025 maturity gained just under 2 cents, lifting it to 82.37 cents on the dollar, its strongest level since May 2022. [see more...](#)

### Jul-Oct C/A deficit dips sharply – Positive

Pakistan's current account posted a deficit of \$74 million in October 2023, showed data released by the State Bank of Pakistan (SBP) on Monday. On a yearly basis, the CAD was significantly lower, i.e. over 91%, than the \$849 million recorded in the same month last year. However, on a monthly basis, the deficit was 61% higher than \$46 million recorded in September As per the central bank data, the country's exports (goods and services).. [see more...](#)

### Pakistan's REER index jumps 7.5% MoM in October, now stands at 98.6 – Neutral

Pakistan's Real Effective Exchange Rate (REER), a measure of the value of a currency against a weighted average of several foreign currencies, witnessed a significant increase as it clocked in at 98.6 in October 2023, up from 91.7 in September 2023, data released by the State Bank of Pakistan (SBP) on Monday showed. A REER below 100 means the country's exports are.. [see more...](#)

### Major oil and gas reserves discovered at Shah Bandar – Positive

Pakistan Petroleum Limited (PPL) has made a gas and condensate discovery from exploration well, Jhim East X-1, in Block 2467-16 (Shah Bandar), located in district Sujawal, Sindh province. This is the second discovery in the Shah Bandar Block, material information sent to Pakistan Stock Exchange on Monday said. The Block 2467-16 (Shah Bandar) [see more...](#)

### Govt to address refineries' concerns over upgradation agreements – Neutral

The government is finalising a proposal to address the concerns of four oil refineries that have not signed upgradation agreements with the energy regulator, sources told The News on Monday. The refineries have raised issues over taxation, arbitration, force majeure and import incentives, which they say are not in line [see more...](#)

### Pakistan floats LNG tender to meet winter demand – Neutral

The tender, issued by the state-run Pakistan LNG Limited (PLL) with a four-day notice, asked bidders to submit technical and financial bids by Nov 24 for a standard LNG cargo with targeted delivery on Jan 8-9, and the bids would be opened the same day. Last month, after about a year-long gap, Pakistan received three bids for two additional LNG cargoes for peak winter demand at a significantly higher. [see more...](#)

### Power sector circular debt swells despite recovery drive – Negative

The country's power sector circular debt stock is said to have reached Rs 2.537 trillion during first quarter (July-September),2023-24, showing 10 per cent or Rs 75.7 billion growth in flow per month despite recovery through anti-theft drive. According to sources, circular debt stock which touched Rs 2.310 trillion at the end of 2023-24, with [see more...](#)

### Major electricity overbilling scandal unearthed – Neutral

According to details emerging from the investigation, consumers were subjected to exorbitant charges through overbilling, even in the face of already high electricity rates. The scandal, which unfolded in August, saw distribution companies (DISCOS) accumulating billions of rupees more from unsuspecting consumers, prompting the intervention of the National Electric Power Regulatory [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

<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

## 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

Haroon Abdul Razzaq

Phone: (+92) 42 38302028

Ext: 116

Email: haroon@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