

MORNING GLANCE



45,889	▼ -21	▼ -0.05%
46 mn	YTD 12.43%	1 Year 11.33%

ASIA	Value	Pts	Chg. (%)
NIFTY 50	19,840.55	60.85	0.31% ▼
DSE 30	2,139.01	0.44	0.02% ▲
SHANGHAI	3,090.31	18.25	0.59% ▼
Hang Seng	17,610.00	277	1.55% ▼
Nikkei 225	32,639.00	383	1.16% ▼

EUROPE	Value	Pts	Chg. (%)
FTSE 100	7,731.65	71.45	0.93% ▲
DAX 30	15,781.59	117.11	0.75% ▲

USA	Value	Pts	Chg. (%)
DOW JONES	34,440.88	76.85	0.22% ▼
S&P 500	4,402.20	41.75	0.94% ▼
NASDAQ	14,969.92	221.31	1.46% ▼

Commodities	Value	Chg.	Chg. (%)
Gold (t oz.)	1,948.45	18.65	0.95% ▼
Oil-WTI (bbl)	89.06	0.6	0.67% ▼

Currencies	Value	Chg.	Chg. (%)
USD/PKR	293.88	1.02	0.35% ▼
EURO/PKR	314.29	0.99	0.31% ▼
GBP/PKR	363.40	1.93	0.53% ▼
AED/PKR	80.01	0.28	0.35% ▼

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

Market Outlook

The stock market on Wednesday remained volatile throughout the day and concluded the session in the red zone amid rupee slips lower against US dollar in open market. The Benchmark KSE-100 index made an intra-day high and low at 46,035.09 (124.63 points) and 45,808.10 (-102 points) respectively while closed at 45,889.57 by losing 20.89 points. Trading volume decreased to 46mn shares as compared to 57mn 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 46,654(50DMA). Contrarily, the support for the index resides at 45,500.

Key News

International

Asia Stocks, Treasuries Fall on Fed Rates Signal: Markets Wrap

Stocks in Asia fell and the dollar strengthened Thursday after the Federal Reserve signaled interest rates will be higher for longer. Benchmark indexes declined, with a regional equity gauge set to post its biggest loss in almost a month. The MSCI China Index fell 1.2% and headed for the lowest close since November as pessimism...[see more...](#)

Oil prices fall ahead of more central bank steers on interest rates

Oil prices fell in early Asian trade on Thursday after falling by the most in a month in the previous session on U.S. interest rate hike expectations, and ahead of a steer from other central banks on their rate outlooks. Brent futures for November delivery fell 44 cents, or 0.5%, to \$89.18 a barrel by 0010 GMT. U.S. West Texas Intermediate crude. [see more...](#)

Politics

ECP to take up code of conduct with political parties on Oct 4

The Election Commission of Pakistan will hold consultations with political parties on October 4 to finalise the code of conduct for the upcoming general election, a draft of which has been shared with them for their feedback. The exercise will take place here at the Election Commission [see more...](#)

Economy

Tax the rich, protect the poor: IMF chief tells Pakistan govt – Neutral

In an exclusive conversation with Geo News correspondent Azim M Mian after meeting with Caretaker Prime Minister Anwarul Haq, she said, "Of course, it is difficult but Pakistan has to do it in line with IMF programme as we stand by the people of Pakistan." [see more...](#)

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ADB revises growth downward to 1.9pc; Inflation revised upward to 25pc from 15pc – Negative

The Asian Development Bank (ADB) has revised Pakistan's GDP growth forecast for the fiscal year 2024 down to 1.9 percent (two percent in April), while inflation is forecast at 25 percent, sharply higher than the earlier 15 percent projection, saying downside risks to the outlook remain exceptionally high. The bank in its report, "Asian Development Outlook," stated that [see more...](#)

Debt challenges facing 59 countries; PM urges world to find durable solution – Neutral

Pakistan caretaker Prime Minister Anwaar-ul-Haq Kakar has called upon the world to find a durable solution to the debt problems being faced by dozens of countries. He called for a durable solution to the debt problems being faced by 59 countries in debt distress. The prime minister said proper implementation of the development agenda is only possible with global [see more...](#)

Govt reconstitutes CCIGCT to negotiate G2G agreement – Neutral

The Federal Government has reconstituted Cabinet Committee on Inter-Governmental Commercial Transactions (CCIGCT), with an authority to negotiate G2G agreement between the Federal Government and a foreign state. The composition of the Committee shall be: (i) Minister for Privatisation (Chairman); (ii) Minister for Finance, Revenue and Economic Affairs (Member); (iii) Minister for Commerce, [see more...](#)

Margin on short-term investment bonds plunges – Neutral

The cut-off yield on short-term investment papers declined sharply ranging from 171 basis points to 217 basis points in the auction held on Wednesday. The State Bank of Pakistan (SBP) conducted the auction for the sale of 3-, 6- and 12-month government of Pakistan Market Treasury Bills (MTBs) and received bids amounting to Rs 4.57 trillion. Most of the bids worth Rs 3.8 trillion were received for the 3-month, [see more...](#)

PKR maintains upward momentum – Positive

The Pakistani rupee maintained its upward trajectory for the 11th consecutive session against the US dollar, appreciating 0.35% in the inter-bank market on Wednesday. As per the State Bank of Pakistan (SBP), the rupee settled at 293.88 after an increase of Rs1.02 in the inter-bank market. On Tuesday, the rupee had appreciated 0.36% to settle at 294.90. The rupee has been on an upward trajectory in recent days and. [see more...](#)

Korean firm plans to invest \$500m in green energy project in Dhabeji economic zone – Neutral

MMC People CEO HeeJong Yoo expressed his commitment to invest in untapped opportunities in Sindh, and proposed the establishment of the hybrid power project of 250MW at the DSEZ at an estimated cost of \$500 million. He was speaking at a meeting with Sindh's Investment Department, along with a delegation of businesspersons from South Korea [see more...](#)

Govt shelves plan of staggered power bill payments – Neutral

The government has abandoned the proposal earlier agreed with the IMF to extend the payment of electricity bills in August for unprotected consumers using up to 200 units over three months as the impact was nominal and most of the bills had been collected, and more importantly, from next month in October, the electricity bills will start. [see more...](#)

Hydropower surge cuts electricity cost by nearly a fifth to Rs8.27/KWh in August – Negative

Pakistan's hydropower generation hit a record high in August, helping to lower the overall cost of electricity by nearly 18 percent from a year earlier, latest data from showed on Wednesday. The country produced 15,959 gigawatt-hours (GWh) of electricity in August, up 13.6 percent from the same month last year and 7.5 percent from July, [see more...](#)

FBR briefing: Rs70bn laundered in solar panels import, Senate committee told - Negative

Showing annoyance over the absence of caretaker Minister for Finance from the scheduled meeting, a Senate panel was informed by the FBR about the detection of Rs70 billion trade-based money laundering of imported solar panels with alleged connivance of banks in the shape of over-invoicing. The solar panels were imported at a total [see more...](#)

IBRD, AIIB loans for T5HP; Wapda to seek extension of closing date – Neutral

Water and Power Development Authority (Wapda) is to seek extension in closing date of \$390 million IBRD loan and \$300 million Asian Infrastructure Investment Bank (AIIB) loan of for Tarbela 5 Extension to match the current construction timelines, well informed sources told Business Recorder. This was indicated in a letter of World Bank, [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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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

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