

# MORNING GLANCE



40,220	▼ -433	▼ -1.07%
48 mn	YTD -1.46%	1 Year -5.27%

ASIA	Value	Pts	Chg. (%)
NIFTY 50	18,856.85	40.15	0.21% ▲
DSE 30	2,184.82	3.79	0.17% ▼
SHANGHAI	3,197.90	42.46	1.31% ▼
Hang Seng	19,218.35	388.73	1.98% ▼
Nikkei 225	33,555.50	19.64	0.06% ▼

EUROPE	Value	Pts	Chg. (%)
FTSE 100	7,559.18	10.13	0.13% ▼
DAX 30	16,023.13	88.19	0.55% ▼

USA	Value	Pts	Chg. (%)
DOW JONES	33,951.52	102.35	0.30% ▼
S&P 500	4,365.69	23.02	0.52% ▼
NASDAQ	14,867.45	202.7	1.35% ▼

Commodities	Value	Chg.	Chg. (%)
Gold (t oz.)	1,943.85	1.05	0.05% ▼
Oil-WTI (bbl)	72.36	0.17	0.23% ▼

Currencies	Value	Chg.	Chg. (%)
USD/PKR	286.98	0.24	0.08% ▼
EURO/PKR	313.64	0.34	0.11% ▼
GBP/PKR	365.14	2.07	0.56% ▼
AED/PKR	78.13	0.07	0.09% ▼

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

## Market Outlook

The stock market on Wednesday plunged over 400 points and concluded the session in the red zone amid the delay in the resumption of the IMF program, as less than 10 days are left before the Pakistan Extended Fund Facility with the IMF expires. The KSE-100 index made an intra-day high and low at 40,805 (152 points) and 40,191 (462 points) respectively while closed at 40,221 by losing 432 points. Trading volume decreased to 48mn shares as compared to 74mn shares on the previous trading day. Going forward, the support for the index resides at 40,000. Breaking this level would further drag the index towards 39,800. Contrarily, the resistance for the index resides at 40,400.

## Key News

### International

#### SGX Nifty down 44 points: Asian markets, dollar movement, Nifty outlook & more

Nifty futures on the Singapore Exchange traded 44 points, or 0.23 per cent, lower at 18,865, hinting at a negative start for the domestic market on Thursday. Domestic stock indices are to open lower on Thursday amid weak global cues. Asian stocks fell in early trade as US stocks settled sharply lower on hawkish commentary from the US Fed. Dollar took a [see more...](#)

#### Oil steady after surprise dip in U.S. crude stocks offsets demand fears

Oil prices held on to most of the previous day's gains in early trade on Thursday as markets weighed an unexpected draw in U.S. crude oil stocks against the prospect of weaker demand after the Federal Reserve chairman hinted at further interest rate hikes. Brent futures slipped 8 cents, or 0.1%, to \$77.04 a barrel, while U.S. West Texas Intermediate (WTI) [see more...](#)

### Politics

#### Trial in military courts: SC bench to hear pleas today

A nine-judge bench of the Supreme Court has been constituted for the hearing of petitions against the trials of civilians by military courts. A nine-member bench, headed by Chief Justice Umar Ata Bandial, and comprising Justice Qazi Faez Isa, Justice Sardar Tariq Masood, Justice Ijazul [see more...](#)

### Economy

#### US apprised of edgy IMF ambivalence – Neutral

Federal Minister for Finance and Revenue Ishaq Dar met with US Ambassador to Pakistan Donald Blome here on Wednesday and discussed with him the Pak-US economic ties besides the International Monetary Fund (IMF) loan programme. The finance minister also informed the US envoy about the economic reforms the incumbent government is implementing to lift the national economy. [see more...](#)

## MORNING GLANCE

### PM for increasing FDI to \$5bn through SIFC – Neutral

The federal government constituted three special committees to get good output from the newly formed Special Investment Facilitation Council (SIFC) and Chief of Army Staff (COAS) General Asim Munir will be a key member of one of these committees. The government formed three committees of the SIFC including the Apex Committee, Executive Committee and Implementation Committee. Apex Committee: Prime Minister Shehbaz [see more...](#)

### Govt raises Rs2.43 trillion in T-bills auction, yields stay flat – Neutral

The government raised Rs2.43 trillion through the sale of Market Treasury Bills (MTBs) on Wednesday, with yields on the papers staying flat. The amount raised was slightly more than the pre-auction target of Rs2.25 trillion. The cut-off yield on the three-year T-bill stood at 21.9999 percent, unchanged from the previous auction held on June 14. The yield on the six-month [see more...](#)

### LNG deal with Azerbaijan to help end gas crisis by next winter: Musadik – Neutral

State Minister for Petroleum Musadik Malik Wednesday assured that Pakistan's Liquefied Natural Gas (LNG) purchase agreement framework with Azerbaijan under government-to-government cooperation would end gas crisis in the next winter season. Talking to mediapersons, he said Azerbaijan's trading company SOCAR will supply a LNG cargo each month to Pakistan at a cheaper [see more...](#)

### PRL to submit report on Russian oil URAL in two weeks – Neutral

Pakistan Refinery Limited (PRL) may submit its report to the government in two weeks about the quality, yields, and commercial viability of the Russian crude oil URAL, which is heavier in nature, a senior official of the Petroleum Division told The News. The PRL, which is in the process of refining Russian crude will submit to the petroleum division about the yields (production of petrol, diesel, FO, and Light Diesel) [see more...](#)

### ECC approves Rs80bn subsidy for power sector – Negative

The Economic Coordination Committee (ECC) of the Cabinet has approved Rs80 billion subsidy for the power sector and allowed K-Electric to recover Rs1.52 per unit from consumers. The ECC meeting presided over by Finance Minister Ishaq Dar approved the Ministry of Energy (Power Division)'s various summaries with the one seeking quarterly tariff adjustments of KE. The meeting was told that as per the National Electricity Policy 2021, the [see more...](#)

### Rs76.726bn approved to keep CDMP commitment with IMF – Positive

The government has approved an amount of Rs 76.726 billion to maintain commitment of Circular Debt Management Plan (CDMP) with the IMF and clear liabilities of Government owned Power Plants (GPPs), well-informed sources told Business Recorder. The Federal Cabinet in its decision of February 28, 2023 approved revised Circular Debt Management Plan (CDMP) and allowed Rs 335 [see more...](#)

### IMC set to introduce locally-assembled hybrid SUV – Neutral

The Indus Motor Company (IMC), amidst a challenging economic climate and a downturn in auto manufacturing, is set to achieve a remarkable feat by introducing Pakistan's first-ever "Make in Pakistan" Hybrid SUV. The IMC's commitment to the national economy, reducing carbon emissions, and creating superior vehicles for customers is exemplified by this significant milestone. [see more...](#)

### Pakistan, China likely to sign 4 protocols – Neutral

Pakistan and China are likely to sign four protocols for the export of hides of donkey, dried chilies, heated meat and dairy products from the former to the latter. The Prime Minister of Pakistan has approved the placement of summary before the Federal Cabinet through circulation, official source told The Nation. The source said that the General Administration of Customs of the Peoples' Republic of China has [see more...](#)

### APTMA seeks resumption of RCET scheme – Neutral

All Pakistan Textile Mills Association (APTMA) has sought resumption of gas and electricity at concessional rates under the scheme - Regionally Competitive Energy Tariffs (RCET) to avert closure of export industry which will lead to significant unemployment, loss of export revenue and further deterioration in the Balance of Payments. In a letter [see more...](#)

### SBP unveils revised regulations for EMIs – Neutral

The State Bank of Pakistan (SBP) on Wednesday issued revised regulations for Electronic Money Institutions (EMIs) with the aim to enhance outreach and scope of these innovative fintech-enabled payment companies. The updated regulations now allow EMIs to offer their customers, including minors and freelancers, increased monthly wallet limits, offer new payment services such as payments aggregation [see more...](#)

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<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

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