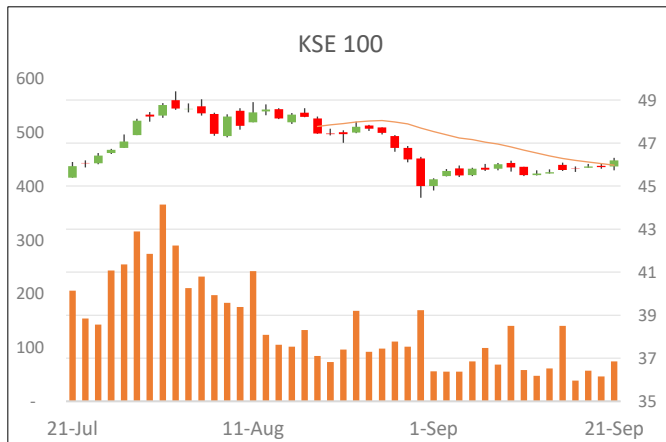


MORNING GLANCE



46,202	▲ 312	▲ 0.68%
74 mn	YTD 13.2%	1 Year 12.78%

ASIA	Value	Pts	Chg. (%)
NIFTY 50	19,785.80	43.45	0.22% ▲
DSE 30	2,140.90	1.89	0.09% ▲
SHANGHAI	3,108.45	23.75	0.77% ▲
Hang Seng	17,858.00	230.50	1.31% ▲
Nikkei 225	32,492.50	126.5	0.39% ▼
EUROPE	Value	Pts	Chg. (%)
FTSE 100	7,678.62	53.03	0.69% ▼
DAX 30	15,571.86	209.73	1.33% ▼
USA	Value	Pts	Chg. (%)
DOW JONES	34,070.42	370.46	1.08% ▼
S&P 500	4,330.00	72.2	1.64% ▼
NASDAQ	14,694.24	275.68	1.84% ▼
Commodities	Value	Chg.	Chg. (%)
Gold (t oz.)	1,943.25	3.65	0.19% ▲
Oil-WTI (bbl)	90.31	0.68	0.76% ▲
Currencies	Value	Chg.	Chg. (%)
USD/PKR	292.78	1.1	0.37% ▼
EURO/PKR	311.99	2.3	0.73% ▼
GBP/PKR	360.24	3.16	0.87% ▼
AED/PKR	79.71	0.3	0.37% ▼

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

Market Outlook

The stock market on Thursday Surged over 300 points and concluded the session in the green zone amid rupee gains further ground against US dollar. The Benchmark KSE-100 index made an intra-day high and low at 46,309.8 (420.23 points) and 45,733.44 (-156.53 points) respectively while closed at 46,202.12 by gaining 312.55 points Trading volume increased to 74mn shares as compared to 46mn shares on the previous trading day. Going forward, we anticipate the market to test its (50 DMA) resistance at 46,700. Breaking this level can further push it towards 47,000. However, the current support of the index resides at 45,700.

Key News

International

Asia Stocks, Treasuries Fall; Yen Flat Before BOJ: Markets Wrap

Equity markets in Asia drifted lower after US stocks suffered the biggest slump in six months, while the 10-year Treasury yield touched the highest level in 16 years in a sign investors expect higher US interest rates to endure. Stocks in Japan, Australia and South Korea fell, weighing on a gauge of the region's equities. Shares in China, meanwhile, rallied to cap a run of daily declines, led by tech stocks [.see more...](#)

Oil Set for Weekly Loss as Hawkish Fed Overshadows Tight Market

Oil headed for its first weekly loss in four after the Federal Reserve flagged a further rise in US interest rates this year, damping appetite for risk assets and overshadowing physical tightness in the crude market. West Texas Intermediate edged toward \$90 a barrel on Friday, but was down about 1% for the week. [see more...](#)

Politics

Pakistan sets election for January, likely minus Imran Khan

The Election Commission of Pakistan (ECP) on Thursday announced a general election for January, almost three months later than scheduled, removing political uncertainty over the timing to help salvage a falling economy. Elections in the politically and economically troubled South Asian nation were due to be held in November but were. [see more...](#)

Economy

Barrick Says Big Miners Show Interest in Pakistan Copper Project – Positive

Barrick Gold Corp.'s top executive says it's not just Saudi Arabia interested in his company's massive copper project in Pakistan — some major mining companies are, too. The Canadian miner's \$7 billion Reko Diq project in Balochistan — a region bordering Afghanistan and Iran — boasts one of the world's [see more...](#)

MORNING GLANCE

'Tax rich more,' IMF asks govt – Neutral

International Monetary Fund (IMF) Managing Director Kristalina Georgieva has called on the authorities in Pakistan to charge more taxes from the rich and protect the poor people. Talking to a Pakistani TV channel after holding a meeting with caretaker Prime Minister Anwaar-ul-Haq Kakar on the sidelines of the United Nation General Assembly (UNGA) in New York, the IMF chief said she believed that was in line with what the [see more...](#)

For increasing remittance inflows; SBP ups cash incentives for banks, MFBs and ECs – Positive

The State Bank of Pakistan (SBP) on Thursday announced increase in the financial incentives for banks, Microfinance Banks and Exchange Companies to bring more home remittances into the country. Under these incentives, the SBP has increased the performance based cash incentive up to Rs 3 per USD on 15 percent growth in home remittances during this fiscal year. [see more...](#)

SBP Governor says no more rate hikes – Positive

In response to rumours regarding an elevated interest rate, the Governor of the State Bank of Pakistan (SBP) Jameel Ahmed has clarified that there will not be more hikes in the policy rate. While speaking to journalists, he said that the interest rate is already at the mark of 22% which is quite high, according to the local news report. The Monetary Policy Committee (MPC) of the SBP in its meeting held on September 14 decided to keep the. [see more...](#)

PKR strengthens further – Positive

The Pakistani rupee continued to appreciate for the 12th successive session against the US dollar, gaining 0.38% in the inter-bank market on Thursday. As per the State Bank of Pakistan (SBP), the rupee settled at 292.78 after an increase of Rs1.1 in the inter-bank market. On Wednesday, the rupee had appreciated 0.35% to settle at 293.88. The rupee has been on a merry run in recent days after hitting a record low of 307.1 in the inter-bank. [see more...](#)

Change in gas prices to be announced soon: energy minister – Negative

The minister made these remarks during a visit to the Lahore Chamber of Commerce and Industry (LCCI). Caretaker Federal Minister for Commerce, Industries, and Production, Gohar Ejaz, was also attended the event. The Oil and Gas Regulatory Authority (Ogra) had in June this year asked the government to increase gas tariff by 45 per cent to 50pc for all consumer groups across [see more...](#)

Gas tariff to be raised for Sindh, says minister – Negative

The federal government is all set to increase gas tariff for industrial units in Sindh within two weeks as the authorities have almost completed work in this regard. However, the gas prices for the units in Punjab will not be raised since these are already much higher than in the country's southern region, according to Muhammad Ali, the caretaker federal Minister for Energy, Power and Petroleum. [see more...](#)

Pakistan's Demand for LNG to Nearly Triple in Five Years – Neutral

Pakistan's liquefied natural gas demand will nearly triple in five years as its production of domestic gas dwindles. The South Asian nation will need 25 cargoes of the super-chilled fuel a month by then, from nine a month now, Shehryar Omar, chief executive officer of the Petroleum Institute of Pakistan, said at the [see more...](#)

Govt pushes for Qatari LNG project amid pipeline bottleneck – Neutral

Pakistan is seeking to revive a stalled \$200 million Qatari investment in a liquefied natural gas (LNG) terminal project that has faced bureaucratic hurdles for five years over the allocation of pipeline capacity, officials said on Thursday. The Energas terminal, which is to be operated on a business-to-business (BtB) model with no government, [see more...](#)

Nepra points out use of inferior coal by Chinese plants – Neutral

Pakistan's power regulatory body has exposed Chinese coal-fired power plants for using lower-quality imported coal, despite their pledge to use coal with a calorific value of 6000 (CVs). Not a single imported consignment meets the required standards and still they claim multi-billion rupees of capacity payments that are being collected [see more...](#)

Rs6bn power theft detected in two weeks: minister – Neutral

Caretaker Federal Energy Minister Mohammad Ali has said the government is committed to eradicating corruption in the power sector. He said that in last two weeks, power theft worth Rs6 billion had been detected and action was taken against culprits. Accompanied by Caretaker Federal Minister for Commerce, Industries and Production Gohar Ejaz, he discussed pressing economic matters during meetings. [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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- 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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