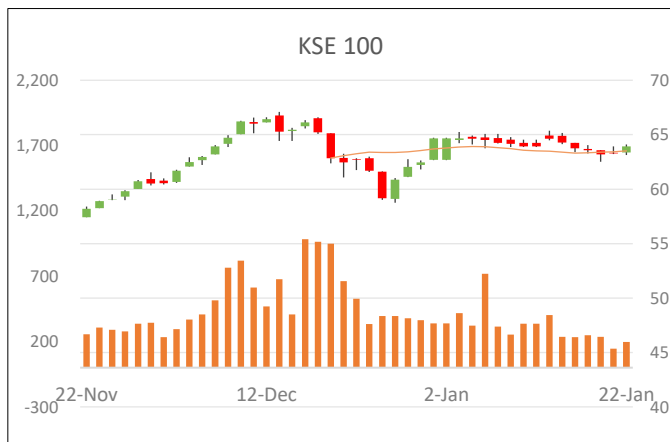


# MORNING GLANCE



## Market Outlook

The stock market on Monday remained under pressure in the first half of the day. However, later on, it gained momentum and concluded the session in the green zone amid media reports regarding the resolution of circular debt in the gas sector through a dividend plug-in scheme. The Benchmark KSE-100 index made an intra-day high and low at 64,090.88 (808.66 points) and 63,139.72 (142.50points) respectively while closed at 63,939.41 by gaining 657.19 points. Trading volume increased to 197mn shares as compared to 146mn shares on the previous trading day. Going forward, we expect the market to remain mixed amid political uncertainty prevails ahead of elections. The resistance for the index resides at 64,000, if it breaks above this level then it will be targeting 65,000. Meanwhile the support for the index resides at 63,000.

63,939	▲ 657	▲ 1.04%
197 mn	YTD -1.12%	1 Year 66.32%

## Key News

ASIA	Value	Pts	Chg. (%)
NIFTY 50	21,571.80	50.6	0.23% ▼
DSE 30	2,147.65	17.94	0.84% ▲
SHANGHAI	2,746.74	9.6	0.35% ▼
Hang Seng	15,291.00	329.82	2.20% ▲
Nikkei 225	36,918.50	371.55	1.02% ▲

EUROPE	Value	Pts	Chg. (%)
FTSE 100	7,487.71	25.78	0.35% ▲
DAX 30	16,683.36	128.23	0.77% ▲

USA	Value	Pts	Chg. (%)
DOW JONES	38,001.81	138.01	0.36% ▲
S&P 500	4,850.43	10.62	0.22% ▲
NASDAQ	17,330.38	16.38	0.09% ▲

Commodities	Value	Chg.	Chg. (%)
Gold (t oz.)	2,024.80	2.60	0.13% ▲
Oil-WTI (bbl)	74.67	0.09	0.12% ▼

Currencies	Value	Chg.	Chg. (%)
USD/PKR	280.10	0.20	0.07% ▲
EURO/PKR	304.47	-	-
GBP/PKR	354.94	-	-
AED/PKR	76.21	-	-

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

## International

### Asian Stocks Rise With Focus on China Support, BOJ: Markets Wrap

Asian shares advanced as Chinese stocks rallied on news that policymakers are considering new rescue measures to stabilize a slumping market. A gauge of Chinese firms listed in Hong Kong jumped as much as 3.8%, while the CSI 300 mainland benchmark erased earlier losses to rise 0.3%. Bloomberg News reported [see more...](#)

### Oil Holds Gain as US and UK Launch Fresh Strikes Against Houthis

Oil held gains after the US and UK made a fresh round of strikes against Iran-backed Houthi rebels in Yemen, fanning tensions in the Middle East and offsetting concerns global supplies remain ample. Global benchmark Brent was steady near \$80 a barrel after rallying almost 2% on Monday, while West Texas Intermediate was below. [see more...](#)

## Politics

### Pak-Iran ties back on track

Pakistan and Iran yesterday set the ties back on track as the top diplomats held telephonic talks and agreed to meet on January 29. Caretaker Foreign Minister Jalil Abbas Jilani and his Iranian counterpart Hossein Amir-Abdollahian also decided to send back Ambassadors to Tehran. [see more...](#)

## Economy

### Govt to sell Rs100 billion of Islamic bonds at PSX - Neutral

The government will hold an auction for local currency Sukuk, or Islamic bonds, worth Rs100 billion at the Pakistan Stock Exchange (PSX) on Tuesday, as it seeks to diversify its debt portfolio and tap into the growing market for Shariah-compliant financing. [see more...](#)

## MORNING GLANCE

### Forex repatriation against remittances; Govt striving to ink G2G pact with Saudi Arabia, UAE – Neutral

The government is reportedly making hectic efforts for a government-to-government (G2G) agreement with Saudi Arabia and United Arab Emirates (UAE) on upfront foreign currency repatriation against future workers' remittances, well-informed sources told Business Recorder. Finance Ministry, sources said, will update the Executive Committee (EC) of the Special [see more...](#)

### WB official, Shamshad discuss financing for two operations – Neutral

The Minister for Finance, Revenue and Economic Affairs met with the Country Director World Bank for Pakistan, Najy Binhassine and his team to discuss, review and finalize the financing for two World Bank funded operations in Pakistan: a) Additional Financing of US\$ 250.0 million for an ongoing World Bank funded program titled "Crisis-Resilient Social Protection [see more...](#)

### China satisfied with CPEC security steps - Neutral

Caretaker Prime Minister Anwaar-ul-Haq Kakar Monday said that Pakistan was fully committed to the success of the China-Pakistan Economic Corridor (CPEC) and stressed the need for both sides to continue to work closely to ensure timely completion of the ongoing projects. He was talking to Chinese Vice Foreign Minister Sun Weidong who paid a courtesy call on him. The prime minister welcomed the Chinese vice foreign minister as [see more...](#)

### HSD cargoes' import; PSO granted exclusive rights - Positive

Pakistan State Oil (PSO) has been granted exclusive rights for importing high-speed diesel (HSD) cargoes to meet the deficit of supply and demand. The Oil and Gas Regulatory Authority (OGRA) has been directed to consult with the stakeholders in the oil industry and formulate a framework for the agreement. The PSO imports HSD from Kuwait Petroleum Corporation (KPC) under a government-to- [see more...](#)

### OGDCL tests new oil well – Positive

The state-owned Oil and Gas Development Company Limited (OGDCL) said on Monday it had successfully tested and completed a new oil well in Sindh province, boosting its production capacity. The company said in a statement that the Sono-9 well, located in Hyderabad district, was drilled to a depth of 2,350 metres and tapped into the hydrocarbon potential of the Lower Goru formation. The well was the first to be directly [see more...](#)

### Shanghai Electric extends deadline for K-Electric deal by 90 days - Neutral

China's Shanghai Electric Power Company Limited (SEP) has extended its deadline to buy a majority stake in K-Electric Limited (KEL) by 90 days, the brokerage house managing the deal said on Monday. SEP, which agreed to acquire 66.40 percent of KEL's shares for \$1.77 billion in 2016, has faced delays in obtaining regulatory approvals [see more...](#)

### Circular debt reduction; MoF objects to plan tailored by minister - Neutral

The Ministry of Finance (MoF) has reportedly raised objections on circular debt reduction plan tailored by caretaker Minister for Power and Petroleum Muhammad Ali saying that under the Standby Arrangement (SBA) with the IMF, GoP has committed not to allow supplementary grants for any additional unbudgeted [see more...](#)

### PTCL, Huawei complete 50G-PON trial – Positive

Pakistan Telecommunication Company Limited (PTCL) announced on Monday the successful completion of the country's first trial of 50G-PON technology, a next-generation fiber-optic broadband technology that delivers 50 Gbps per port. The trial, conducted in collaboration with Huawei, marks a historic stride towards the introduction of next-generation broadband services in Pakistan, PTCL said in a [see more...](#)

### National Food expands its operations in UAE – Positive

National Food on Monday announced that its wholly-owned subsidiary known as National Foods DMCC based in Dubai has established a new subsidiary namely National Foods (FZE), in Sharjah, UAE. As per another notice sent to the Pakistan Stock Exchange (PSX), Millville Opportunities Master Fund acquired 0.92% voting shares of National Foods on 18th January 2024. This recent acquisition increases Millville's.. [see more...](#)

### Tobacco industry sounds alarm as manufacturing drops by 40% - Negative

The Federal Board of Revenue's (FBR) Track & Trace System (TTS), a highly revered and advanced system that is said to have revolutionised the way in which taxes are levied, is facing some criticism by major tobacco companies amid an alleged surge in counterfeit cigarette incidents. It was noted that the system was unable to identify counterfeits with [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

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To arrive at our Target Price, Abbasi & Company (Private) Limited uses different valuation methods which include:

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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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### 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