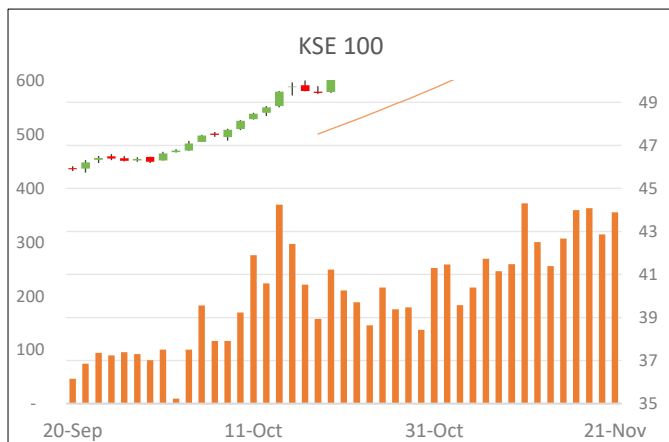


MORNING GLANCE



58,198	▲ 826	▲ 1.44%
257 mn	YTD 42.59%	1 Year 35.57%

ASIA	Value	Pts	Chg. (%)
NIFTY 50	19,858.35	46.50	0.23% ▲
DSE 30	2,104.41	1.41	0.07% ▼
SHANGHAI	3,048.82	5.21	0.17% ▲
Hang Seng	17,693.00	55	0.31% ▼
Nikkei 225	33,451.83	81.36	0.24% ▲

EUROPE	Value	Pts	Chg. (%)
FTSE 100	7,469.51	12.48	0.17% ▼
DAX 30	15,957.82	57.29	0.36% ▲

USA	Value	Pts	Chg. (%)
DOW JONES	35,273.03	184.74	0.53% ▲
S&P 500	4,556.62	18.43	0.41% ▲
NASDAQ	16,001.39	67.77	0.43% ▲

Commodities	Value	Chg.	Chg. (%)
Gold (t oz.)	1,998.90	6.10	0.31% ▲
Oil-WTI (bbl)	76.21	0.89	1.15% ▼

Currencies	Value	Chg.	Chg. (%)
USD/PKR	285.13	0.66	0.23% ▼
EURO/PKR	311.33	1.95	0.62% ▼
GBP/PKR	357.32	0.85	0.24% ▼
AED/PKR	77.63	0.18	0.23% ▼

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

Market Outlook

The stock market on Wednesday Surged over 800 points and concluded the session in the green zone by making an all-time high by crossing the 58000 physiological level amid improved macroeconomic indicators as Pakistan will be able to attract further inflows from its other multilateral and bilateral partners. The Benchmark KSE-100 index made an intra-day high and low at 58,405.92 (1034 points) and 57,418.50 (47 points) respectively while closed at 58,198.76 by gaining 827 points.. Trading volume decreased to 257mn shares as compared to 356mn shares on the previous trading day. Going forward, we anticipate a potential market correction at any point as upcoming positive events have likely been factored into the market. Therefore, we recommend our investors approach with caution, book partial profits and consider taking positions during market dip. The index could rally upto 59,000. Contrarily, the support for the index resides at 57,500.

Key News

International

Stocks in Asia Rangebound as Treasuries Decline: Markets Wrap

Shares in Asia struggled for traction on Thursday after US stocks ticked higher and Treasuries fell on data showing US consumers expect inflation to persist. Equities slid in Australia, while those in Hong Kong and China fluctuated and South Korean shares edged higher amid thinner. [see more...](#)

Oil down more than 1% as uncertainty swirls over delayed OPEC+ meeting

Oil prices fell by more than 1% on Thursday, extending losses from the previous session, after OPEC+ postponed a ministerial meeting, leading to speculation that producers might cut output less than earlier anticipated. Brent futures were down \$1.04, or 1.3%, at \$80.92 a barrel by [see more...](#)

Politics

Imran, spouse among 27 whose names proposed to be put on ECL

The Ministry of Interior has proposed placing on the Exit Control List (ECL) the names of former prime minister Imran Khan and his wife Bushra Bibi, along with 27 other leaders of Pakistan Tehreek-e-Insaf (PTI) and its allied party, who were allegedly involved in the events of May 9, [see more...](#)

Economy

Pakistan eyes BRICS membership, seeks assistance from Russia – Neutral

In an interview with TASS news agency on Wednesday, Ambassador Jamali mentioned that Pakistan has [see more...](#)

MORNING GLANCE

Kakar to attend COP-28 in UAE – Neutral

The prime minister chaired an inter-provincial review meeting with regard to the COP-28. The meeting was attended by the caretaker federal ministers for finance, foreign affairs, climate change and planning, and relevant officials, the PM Office Media Wing said in a press release. PM Kakar said that climate change was an issue of national endurance for the countries like Pakistan and observed that Pakistan was playing a positive role. [see more...](#)

Jul-Oct 2023-24; Rs300.9bn authorised for projects under PSDP – Neutral

The Ministry of Planning, Development and Special Initiatives has authorised Rs300.9 billion (31.67 percent), including Rs26.3 billion foreign exchange component, in July to October 2023-24 against Rs950 billion total budgeted allocation for development projects under the Public Sector Development Programme (PSDP). According to the Ministry of Finance's notification, [see more...](#)

OGDCL completes Khewari development project – Positive

While adopting a strategic fast-track strategy, the Oil & Gas Development Company Limited (OGDCL) has successfully completed the Khewari (Suleman 1 & 2) Development Project. The Khewari Development Project has potential of 10 million standard cubic feet per day (MMSCFD) which is being processed at the Sinjhoru Plant in the Sanghar district of Sindh province. Currently, the wells are undergoing choke optimization process to [see more...](#)

Govt may hike gas prices by another 10-15pc to slash circular debt – Neutral

Knowing the fact that this time the government will collect revenue of Rs980 billion in the ongoing FY24 on account of the massive hike in gas prices by up to 193 percent, the IMF has still asked the government to further increase the sale price of natural gas from January 1, 2024 to slash the circular debt that currently stands at Rs1,250 billion.. [see more...](#)

Oil financing facility: Pakistan seeks waiver, cut in service charges – Neutral

The Islamic Development Bank (IsDB) has proposed enhanced service charges on Pakistan's request for an additional oil financing facility. However, Islamabad made a request to grant a waiver on it. Top officials of the Prime Minister's Secretariat told The News on Wednesday that after striking the Staff Level Agreement with IMF, Pakistani authorities [see more...](#)

NTDC unveils Rs510bn revised TIP – Neutral

National Transmission and Despatch Company (NTDC) on Wednesday unveiled revised Transmission Investment Plan (TIP) (2023-25) of Rs 510.105 billion which includes over Rs 180 billion cost run, amid grilling by Nepra members for allocating meagre share for Sindh and Balochistan. The Nepra Authority comprising of Chairman Nepra Waseem Mukhtar, Member (Technical) Sindh Rafique [see more...](#)

Hydel projects; PM orders payment of arrears to KP – Neutral

Caretaker Prime Minister Anwaar ul Haq Kakar has directed that Khyber-Pakhtunkhwa should immediately be paid all arrears regarding hydel projects and unresolved issues between the government of Khyber-Pakhtunkhwa and the Central Power Purchasing Agency should be resolved soon. He stated this while presiding over the review meeting regarding the reforms in the electricity sector in [see more...](#)

Parts shortage portends drop in auto production – Negative

This is the lowest monthly CKD imports recorded by the country and is also lower than the average seen during Covid times. Car production may further reduce during the next couple of months, Muhammad Tahir of Sherman Securities claimed. Interestingly, average monthly CKD imports during FY22 stood at the highest around \$142m The huge decline in auto parts import is the result of the government's.. [see more...](#)

Additional tax on windfall income, profits, gains; Banks given Nov 30 deadline to make payment – Negative

The Federal Board of Revenue (FBR) has given deadline of November 30, 2023 to banks for payment of 40 percent additional tax on windfall income, profits and gains during calendar years 2021 and 2022. The basis adopted for this purpose is average earning of past 6 years from foreign exchange (FE) minus the current year profit,.. [see more...](#)

Pakistan's exports to China up by 70 percent in October – Positive

Pakistan's export to China touched \$368 million in October this year, showing 70 percent increase as compared with same month of the previous year, Commercial Counselor, Pakistan Embassy Beijing, Ghulam Qadir said on Wednesday. "We're very happy to note that Pakistan's exports to China for October as per the Chinese data, have improved by [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

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

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