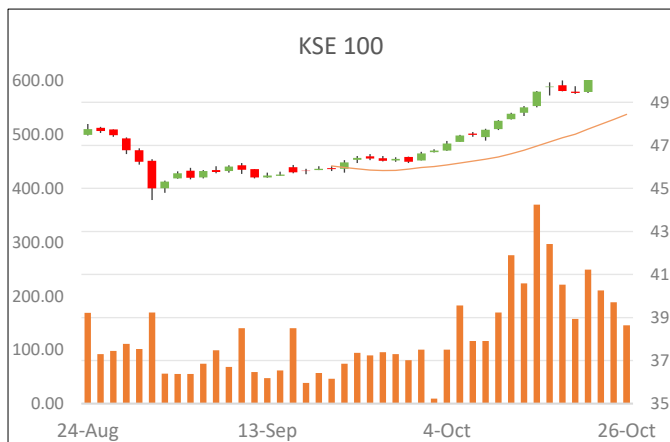


MORNING GLANCE



51,027	▼ -44	▼ -0.09%
146 mn	YTD 25.02%	1 Year 20.5%

ASIA	Value	Pts	Chg. (%)
NIFTY 50	19,273.10	8.65	0.04% ▼
DSE 30	2,140.45	1.22	0.06% ▲
SHANGHAI	2,977.28	15.03	0.51% ▲
Hang Seng	17,193.50	194.50	1.14% ▲
Nikkei 225	31,383.50	321.15	1.03% ▲

EUROPE	Value	Pts	Chg. (%)
FTSE 100	7,389.70	14.87	0.20% ▲
DAX 30	14,879.94	79.22	0.54% ▲

USA	Value	Pts	Chg. (%)
DOW JONES	33,141.38	204.97	0.62% ▲
S&P 500	4,247.68	30.64	0.73% ▲
NASDAQ	14,745.86	141.01	0.97% ▲

Commodities	Value	Chg.	Chg. (%)
Gold (t oz.)	1,983.45	2.65	0.13% ▼
Oil-WTI (bbl)	83.76	0.02	0.02% ▲

Currencies	Value	Chg.	Chg. (%)
USD/PAK	279.43	0.31	0.11% ▲
EURO/PAK	297.44	1.38	0.47% ▲
GBP/PAK	342.53	2.71	0.80% ▲
AED/PAK	76.07	0.08	0.11% ▲

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

Market Outlook

The stock market on Tuesday remained volatile throughout the day and managed to close flat amid profit-taking by investors as they are awaiting some clarity on the ongoing political & economic front. The Benchmark KSE-100 index made an intra-day high and low at 51,121.92 (51 points) and 50,624.38 (-446 points) respectively while closed at 51,027.94 by losing 43 points. Trading volume decreased to 146mn shares as compared to 188mn shares on the previous trading day. Going forward, the resistance for the index resides at 51,700. Breaking this level would further push the index towards 53,000. Contrarily, the support for the index resides at 49,500.

Key News

International

Asia Stocks Rally as China's Stimulus Lifts Mood: Markets Wrap

Stocks in Asia pushed higher after President Xi Jinping stepped up support for China's economy, buoying optimism. Mainland China shares advanced while the Hang Seng Tech Index jumped 5%, the most since the end of August, on the government's support plans that include issuing additional sovereign debt and raising the budget deficit ratio. [see more...](#)

Oil Steady After Three-Day Streak of Losses as War Fears Ease

Oil steadied after falling over the previous three sessions on signs that the Israel-Hamas war will remain contained for the time being. Global benchmark Brent was near \$88 a barrel, erasing about half of the gains since Hamas' attack on Oct. 7, while West Texas Intermediate fell below \$84 a barrel. The US and Saudi Arabia agreed to pursue diplomatic. [see more...](#)

Politics

Govt will file appeal against SC order nixing military trial of May 9 accused

The government will file an appeal against the Supreme Court's decision to declare civilians trial in military courts as unconstitutional, it has been learnt. Two cabinet ministers, on condition of not being named, when contacted on Tuesday, told The News that an appeal will be filed in the apex court against its verdict announced on Monday. [see more...](#)

Economy

IMF team to visit country on Nov 2 - Neutral

An International Monetary Fund (IMF) mission will visit Pakistan on Nov. 2 to discuss the first review of the country's current \$3 billion standby arrangement (SBA), the lender's resident representative said on Tuesday. The South Asian nation is trying to navigate a tricky path to economic recovery under a caretaker government in the. [see more...](#)

MORNING GLANCE

SBP expects increase in home remittances – Neutral

With a significant increase in the labour migration, the State Bank of Pakistan (SBP) is expecting improvement in the inflows of remittances to Pakistan in the future. Pakistan has witnessed a significant increase in labour migration in FY22 and FY23 compared to the preceding two years. However, according to annual migration data of Bureau of Emigration and Overseas Employment (BEOE), the recent surge in emigration is. [see more...](#)

Work on ML-1 to begin in June - Neutral

The addendum related to the revised ML-1 project was signed by the representatives of the two countries on the sidelines of the recent Belt & Road Initiative (BRI) forum on Oct 17 and 18 which was also attended by the caretaker Prime Minister Anwaarul Haq Kakar. With the revised cost, the ML-1 project will now be titled "Rationalised Upgradation of ML-1 at 140/120km per hour (Upgradable to 160km per hour)". [see more...](#)

Repatriation of profit surges by 3.66x YoY to \$213m in 3MFY24 – Neutral

Repatriation of profit and dividends by foreign investors soared by 3.66x YoY in 3MFY24 to \$212.9 million compared to \$58.1m worth repatriation in the same period last year, the latest data issued by the central bank revealed. In the month of September 2023 alone, repatriation of profits and dividends by foreign firms stood at \$163.7m. The data further revealed that during the . [see more...](#)

Rupee slips for second day as importers buy dollars – Neutral

The rupee fell slightly against the U.S. dollar on Tuesday, extending its losses for a second consecutive day, as importers increased their demand for the greenback amid expectations of a stable exchange rate in the near future. The rupee closed at 279.43 per dollar in the interbank market, down 0.11 percent from Monday's close of 279.12, according to the State Bank of Pakistan. In the open market, the rupee fell by 50 paisas against. [see more...](#)

Pakistan asks Saudi Arabia for \$1bn oil facility in CY24 - Neutral

Just ahead of the IMF's review talks, Pakistan has made a formal request to the Kingdom of Saudi Arabia (KSA) for provision of \$1 billion oil facility on deferred payment for the calendar year 2024. "Pakistan has made a formal request for \$1 billion Saudi Oil Facility (SOF) on deferred payment with effect from January 2024. The KSA has not yet given its confirmation, and its exact modalities will be worked out within the next couple of months [see more...](#)

Ogra notifies rise in RLNG rate - Positive

The Oil and Gas Regulatory Authority (Ogra) on Tuesday notified an increase in the price of RLNG by 3.87 per cent for October 2023, owing to the increase in the imported gas price globally. On Monday, the government already increased the price of natural gas by 194 per cent with effect from November 1, 2023. The Ogra attributed the price with RLNG Brent prices increase in the international market. [see more...](#)

Gas price hike to ease circular debt, boost IMF talks: analysts - Neutral

Pakistan's decision to raise gas prices for domestic and industrial consumers will help reduce the mounting gas circular debt and pave the way for an agreement with the International Monetary Fund (IMF) in the upcoming review scheduled in November, brokerage houses said on Tuesday. The Economic Coordination Committee (ECC), [see more...](#)

Four-month delay in hiking gas tariff causes Rs78bn loss - Neutral

The four-month delay in taking decision to increase the natural gas tariff has caused a colossal loss of Rs78 billion to the gas system, senior officials of the Energy Ministry told The News. The OGRA on June 2, 2023 had determined an increase in the gas tariff by 45 percent for SSGC consumers to cater to the revenue requirements and 50 percent for SNGPL.. [see more...](#)

Nepra 'baffled' by Discos' power acquisition programme - Neutral

The Power Distribution Companies (Discos) combined five-year Power Acquisition Program (PAP) 2022-23 to 2026-27 baffled NEPRA as it was neither aligned with IGCEP nor Transmission System Expansion Plan (TSEP) of NTDC. The Authority comprising of Chairman Nepra Waseem Mukhtar, Member (Technical) Sindh Rafique Ahmad Shaikh, [see more...](#)

50 more PIA flights cancelled over fuel supply - Negative

The Pakistan International Airlines (PIA) paid Rs70 million to the Pakistan State Oil (PSO) on Tuesday but the fuel supply could not be restored due to which more than 50 more flights were canceled for Wednesday. According to PIA sources, Karachi to Lahore flights PK302, PK303, PK304, PK305 for Faisalabad PK340, PK341, for Islamabad PK368, PK369, Gwadar PK503, PK504, Multan PK330 and PK331. [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