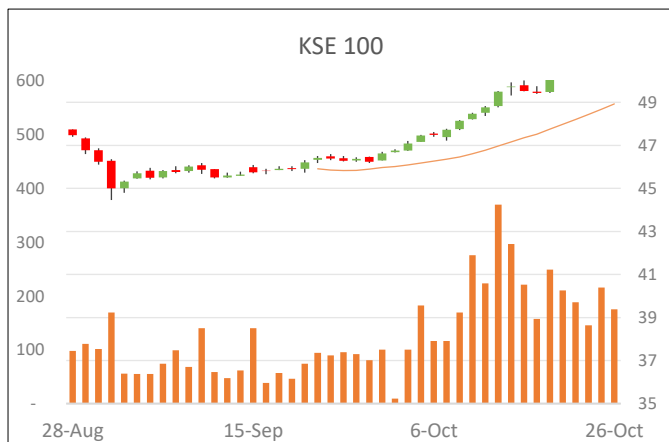


MORNING GLANCE



51,185	▲ 8	▲ 0.02%
175 mn	YTD 25.41%	1 Year 23.22%

ASIA	Value	Pts	Chg. (%)
NIFTY 50	18,938.05	80.80	0.43% ▲
DSE 30	2,138.56	2.33	0.11% ▲
SHANGHAI	2,998.79	10.49	0.35% ▲
Hang Seng	17,209.00	174.00	1.02% ▲
Nikkei 225	30,973.50	371.72	1.21% ▲

EUROPE	Value	Pts	Chg. (%)
FTSE 100	7,354.57	59.77	0.81% ▼
DAX 30	14,731.05	161.13	1.08% ▼

USA	Value	Pts	Chg. (%)
DOW JONES	32,784.30	251.63	0.76% ▼
S&P 500	4,137.23	49.54	1.18% ▼
NASDAQ	14,109.57	272.07	1.89% ▼

Commodities	Value	Chg.	Chg. (%)
Gold (t oz.)	1,997.55	0.15	0.01% ▲
Oil-WTI (bbl)	84.28	1.07	1.29% ▲

Currencies	Value	Chg.	Chg. (%)
USD/PKR	280.09	0.21	0.08% ▲
EURO/PKR	295.53	1.03	0.35% ▼
GBP/PKR	338.73	1.26	0.37% ▼
AED/PKR	76.26	0.06	0.08% ▲

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

Market Outlook

The stock market on Thursday opened on a positive note. However, later on, it lost the impetus and managed to close flat as investors awaited the central bank's policy rate decision and October's inflation data. The Benchmark KSE-100 index made an intra-day high and low at 51,520.68 (344 points) and 51,140.64 (-36 points) respectively while closed at 51,185.28 by gaining 8 points. Trading volume decreased to 175mn shares as compared to 216mn shares on the previous trading day. Going forward, the resistance for the index resides at 51,500. Breaking this level would further push the index towards 51,700. Contrarily, the support for the index resides at 51,000.

Key News

International

Asia Shares Rise as Tech Fuels Cautious Optimism: Markets Wrap

Asian equities broadly rose amid cautious optimism that solid post-market US tech earnings are set to spur a rebound on Wall Street. Shares traded higher in Hong Kong, while Australian, Japanese and South Korean stocks were also in the green. Mainland Chinese shares fluctuated after data on industrial companies' profit showed growth. [see more...](#)

Oil set for first weekly drop in three as Mideast situation holds

Oil prices rose on Friday, regaining ground after tumbling more than \$2 a barrel in the previous session as concerns of a wider Middle East conflict eased while the United States, the world's biggest oil consumer, showed signs of weakening demand. Brent crude futures climbed 45 cents, or 0.5%, to \$88.38 a barrel by 0019 GMT while U.S.. [see more...](#)

Politics

Elections to be held in last week of Jan, insists ECP

Despite its failure, so far, in announcing a date for the general elections, the Election Commission of Pakistan (ECP) has claimed that the (already delayed) general elections in the country would not see any further delay—to be held in the last week of January next year. The ECP, that is under fire from mainstream political parties for its failure to not only hold the general elections within the [see more...](#)

Economy

IMF staff-level talks to start from Nov 2 – Neutral

Ministry of Finance (MoF) has finalised its directions on negotiations related to the on-going IMF programme with instructions to Secretaries and the deputed focal persons to remain available in Islamabad till the finalisation of the Staff Level Agreement (SLA), well informed sources told Business Recorder. [see more...](#)

MORNING GLANCE

Forex reserves down – Negative

The country's total liquid foreign exchange reserves fell by \$257.3 million during the last week due to external debt servicing. According to State Bank of Pakistan's weekly foreign exchange reserves report issued on Thursday, the total liquid foreign reserves held by the country stood at \$12.656 billion as of Oct 20, 2023 down from \$12.913 billion as of October 13, 2023. During the week under review, SBP's reserves decreased by. [see more...](#)

PKR declines – Negative

The Pakistani rupee registered its fourth consecutive decline against the US dollar as it depreciated 0.07% in the inter-bank market on Thursday. As per the State Bank of Pakistan (SBP), the rupee settled at 280.09, a decrease of Re0.21. On Wednesday, the rupee had depreciated 0.16% to settle at 279.88 against the US dollar. In a related development, the SBP imposed penalties worth Rs83.2 million on four banks during the quarter ending [see more...](#)

Gas to get costlier, available for only 8 hours in winter – Negative

Caretaker Energy Minister Muhammad Ali has announced that in winter, gas will be more expensive and will be available only for 8 hours a day. Accompanied by Caretaker Information Minister Murtaza Solangi, he told a news conference here that the Sui companies would be unable to provide gas round-the-clock due to shortage. He made it clear that gas would be available in the morning, afternoon and evening. He said that two LNG [see more...](#)

SIFC direction: Ministry to remove hurdles for Qatari investment in LNG terminal – Neutral

In a new development, the Special Investment Facilitation Council (SIFC) has swung into action over impediments in the way of a \$200 million Qatari investment in an LNG terminal and directed the Petroleum Division to do away with all the hurdles, top official sources told The News. "Energas plans to establish the LNG terminal with Regas capacity of 750-1,000 [see more...](#)

KE says financial performance affected by ongoing economic crisis - Negative

K-Electric (KE) held its 113th Annual General Meeting (AGM) for FY 2023. The meeting was chaired by Moonis Alvi Chief Executive Officer, KE who was officially designated to do so by the Chairman of the Board, Mark Skelton. The Chairman and most of KE Board members attended the meeting virtually, while KE leadership was present in person along with two Board members [see more...](#)

Conversion of PKR into USD; PPIB conveys its reservations regarding IPPs to SBP – Negative

The Private Power & Infrastructure Board (PPIB) has conveyed its reservations with respect to power plants including IPPs to the State Bank of Pakistan (SBP) for not converting their PKR into USD amounting to \$600 million, which is creating serious issues for the power producers. PPIB Managing Director Shah Jahan Mirza, sources said, in his letter to [see more...](#)

PIA cancels 349 flights in two weeks over fuel row – Negative

The flight cancellations since October 14 have affected both domestic and international routes, a PIA spokesperson told Reuters. The crisis comes after the caretaker government announced it would privatise the airline as part of a fiscal discipline plan agreed under an International Monetary Fund (IMF) bailout agreed in June. The airline has accumulated billions of dollars in losses and liabilities, which. [see more...](#)

PSM sell-off halted after 3 Chinese cos withdrew Eols – Neutral

A parliamentary panel was informed on Thursday that the privatisation of Pakistan Steel Mills (PSM) was halted after three out of a total of four Chinese companies – which had shown interest in the bidding process – withdrew their interest. In a briefing to the Senate standing committee on industries and production, which met here with [see more...](#)

China approves Pakistani meat firm – Positive

Pakistan has achieved a significant milestone in the enhancement of its meat trade with China, as the first Pakistani company has been registered with the General Administration of Customs China (GACC) for export of heat-treated meat to China, the Trade Development Authority of Pakistan (TDAP) said. The Organic Meat Company Limited is the first company to be inspected and given [see more...](#)

PSO now provides fuel to PIA after advance payment – Negative

PIA has defaulted on payment of Rs26.8 billion of Pakistan State Oil, which is why the state-owned oil marketing company cannot afford to provide more fuel to the national flag carrier as a free lunch, and it has decided to provide fuel to the airline on advance payment for revenue-generating routes only, not for all. [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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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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