

# MORNING GLANCE



66,547	▲ 641	▲ 0.97%
189 mn	YTD 2.92%	1 Year 66.03%

ASIA	Value	Pts	Chg. (%)
NIFTY 50	22,123.65	118.95	0.54% ▲
DSE 30	2,024.93	32.79	1.59% ▼
SHANGHAI	3,014.52	21.38	0.71% ▲
Hang Seng	16,513.00	120.16	0.73% ▲
Nikkei 225	40,290.50	500.5	1.23% ▼

EUROPE	Value	Pts	Chg. (%)
FTSE 100	7,931.98	1.02	0.01% ▲
DAX 30	18,475.06	90.71	0.49% ▲

USA	Value	Pts	Chg. (%)
DOW JONES	39,760.08	477.75	1.22% ▲
S&P 500	5,248.49	44.91	0.86% ▲
NASDAQ	18,280.84	70.31	0.39% ▲

Commodities	Value	Chg.	Chg. (%)
Gold (t oz.)	2,215.50	2.80	0.13% ▲
Oil-WTI (bbl)	81.93	0.58	0.71% ▲

Currencies	Value	Chg.	Chg. (%)
USD/PKR	278.04	0.09	0.03% ▼
EURO/PKR	303.09	-	-
GBP/PKR	351.00	0.41	0.12% ▲
AED/PKR	75.71	0.02	0.03% ▼

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

## Market Outlook

The stock market on Wednesday remained bullish throughout the day and closed at an all-time high amid developments in the privatization of PIA and a potential IMF deal propelled KSE-100 towards surpassing its December 2023 peak of 66,427, marking significant index growth. The Benchmark KSE-100 index made an intra-day high and low at 66,607.87 (701.60 points) and 66,003.43 (97.16 points) respectively while closed at 66,547.78 by gaining 641.51 points. Trading volume increased to 641mn shares as compared to 380mn shares on the previous trading day. Going forward, we expect the market to remain positive as index reaches all time high on account of Positive vibes from the IMF, revived foreign interest at the all-time low historic valuations & progress on SOE privatization. The resistance for the index resides at 67,000. Breaking this level would further push the index towards 67,500. Contrarily, the support for the index resides at 66,000.

## Key News

### International

#### Treasuries Decline, Asian Stocks Fall on Japan

Treasuries slipped as a Federal Reserve official emphasized that recent US economic data might delay the number of interest-rate cuts seen this year. Japanese stocks dragged down broader Asian equities. [see more...](#)

#### Oil Heads for Quarterly Advance as OPEC+ Holds the Line on Cuts

Oil climbed to head for a solid quarterly gain on expectations OPEC+ supply cuts would tighten the global market. West Texas Intermediate futures rose toward \$82 a barrel after a modest two-day drop, with Brent crude above \$86. The US crude benchmark has risen 14% this year, with key timespreads swinging from contango [see more...](#)

### Politics

#### Calls for probe into letter by 6 IHC judges on 'brazen meddling' in judicial affairs

The six judges also supported the demand of former IHC judge Shaukat Aziz Siddiqui for a probe into the allegations of interference by Inter-Services Intelligence (ISI) operatives. The Supreme Court Bar Association (SCBA) said today that the allegations required "serious actions by the judiciary as an institution". [see more...](#)

### Economy

#### Shehbaz Sharif announces Pakistan's pursuit of stability with new IMF deal - Positive

Pakistan is determined to enter into a new International Monetary Fund (IMF) deal to achieve stability by focusing on fostering growth, creating job opportunities and addressing the issue of inflation, Prime Minister Shehbaz Sharif [see more...](#)

## MORNING GLANCE

### NAC to approve Q2 GDP estimates today - Neutral

The National Accounts Committee (NAC) is scheduled to meet on Thursday (Mar 28) to approve the 2nd quarter (Q2) Gross Domestic Product (GDP) estimates for the current financial year, ie, 2023-24. Official sources revealed to Business Recorder that the Ministry of Planning, Development and Special Initiatives (MoPD&SI) secretary [see more...](#)

### FBR to nominate full-time representatives for swift tax case resolutions - Neutral

To promptly address and conclude tax-related cases, the Federal Board of Revenue (FBR) will nominate full-time departmental representatives for courts, the Minister of Law and Justice Azam Nazeer Tarar highlighted during a productive meeting today. According to the information Ministry's latest post, Azam Nazeer Tarar was chairing a meeting regarding [see more...](#)

### SIFC set to brief 'new guard' on previous decisions - Neutral

Special Investment Facilitation Council (SIFC) is all set to hold a three-day meeting of new Executive Committee (EC) to be presided over by Prime Minister Shehbaz Sharif with heavy agenda related to different ministries aimed at taking previous decisions to a logical conclusion, well informed sources told Business Recorder. [see more...](#)

### Pakistan aims \$100bn export economy in 7-8 years: Planning Ministe - Neutral

As Pakistan's success hinges upon strengthened foreign exchange reserves, the government has set a goal to transform the nation into a \$100 billion export-oriented economy within the next 7 to 8 years, the planning Minister, Ahsan Iqbal stated during the first Steering Committee on 5Es framework today. According [see more...](#)

### No CCoP meeting under Dar's chairmanship held so far - Neutral

Since the appointment of Ishaq Dar as Chairman of the Cabinet Committee on Privatisation (CCoP) on 22nd March 2024, the committee has yet to convene any formal meeting, causing delay in the crucial decision making processes though an informal meeting reportedly occurred at the Foreign Office, sources revealed. [see more...](#)

### CCP to sign agreement with Chinese market regulator - Positive

China's substantial investments in Pakistan, particularly through the China-Pakistan Economic Corridor (CPEC), have laid the groundwork for robust economic collaboration between the two nations. Anticipating a surge in business activities following the second phase of [see more...](#)

### Profit repatriation hits \$759mn in 8MFY24 - Neutal

Repatriation of profit and dividends from Pakistan by foreign investors increased to \$759.2 million in the first eight months (July-Feb) of the ongoing fiscal year FY24, 3.37 times higher than \$225.4 million in the same period last year. According to the latest data shared by the State Bank of Pakistan (SBP), foreign companies repatriated \$703.7 million in profits against foreign direct investments [see more...](#)

### Pakistan reaffirms commitment to TAPI pipeline amid delays - Positive

Amidst the ongoing media reports regarding the delays in Turkmenistan-Afghanistan-Pakistan-India (TAPI) gas pipeline project, Federal Minister for Petroleum Musadik Malik has expressed that the government remains steadfast in its commitment to advancing the project. [see more...](#)

### OGRA, SNGPL deny any plans to update gas billing system - Neutral

Both the Oil and Gas Regulatory Authority (OGRA) and Sui Northern Gas Pipelines Limited (SNGPL) have denied any plans to update the current tiered gas billing system. This proposed change would involve eliminating the existing slabs and discounts and transitioning to a flat-rate [see more...](#)

### Pakistan's energy supply chain may get disrupted due to circular debt, warns PSO - Negative

Pakistan State Oil (PSO) has issued a warning about potential disruptions in the country's energy supply chain due to escalating circular debt in the liquefied natural gas (LNG) market. In communication with Sui Northern Gas Pipelines Limited (SNGPL), PSO highlighted the serious financial [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

## 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

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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

Ratings are updated to account for any development impacting the economy/sector/company, changes in analysts' assumptions or a combination of these factors.

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