

MORNING GLANCE



63,703	▲ 484	▲ 0.77%
266 mn	YTD -1.48%	1 Year 57.25%

ASIA	Value	Pts	Chg. (%)
NIFTY 50	21,951.15	247.2	1.11% ▼
DSE 30	2,138.00	1.58	0.07% ▼
SHANGHAI	2,957.85	57.63	1.91% ▼
Hang Seng	16,536.85	253.95	1.51% ▼
Nikkei 225	39,175.50	99.5	0.25% ▼

EUROPE	Value	Pts	Chg. (%)
FTSE 100	7,624.98	58.04	0.76% ▼
DAX 30	17,601.22	44.73	0.25% ▲

USA	Value	Pts	Chg. (%)
DOW JONES	38,914.22	58.19	0.15% ▼
S&P 500	5,074.03	4.17	0.08% ▼
NASDAQ	17,899.59	71.45	0.40% ▼

Commodities	Value	Chg.	Chg. (%)
Gold (t oz.)	2,041.15	2.95	0.14% ▼
Oil-WTI (bbl)	78.49	0.38	0.48% ▼

Currencies	Value	Chg.	Chg. (%)
USD/PKR	279.12	0.16	0.06% ▼
EURO/PKR	302.12	1.06	0.35% ▼
GBP/PKR	353.31	1.11	0.31% ▼
AED/PKR	75.99	0.04	0.05% ▼

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

Market Outlook

The stock market on Wednesday remained positive throughout the day and concluded the session in the green zone amid a coalition government, led by Pakistan Muslim League-Nawaz (PML-N) and Pakistan Peoples' Party (PPP) is anticipated to assume power in the central government with a National Assembly session scheduled for February 29. The Benchmark KSE-100 index made an intra-day high and low at 63,929.57 (710.48points) and 63,042.14 (-176.95points) respectively while closed at 63,703.44 by gaining 484.35 points. Trading volume increased to 266mn shares as compared to 231mn shares on the previous trading day. Going forward, we expect the market to remain positive amid clarity with regards to formation of new government. The resistance for the index resides at 64,000. Breaking this level would further push the index towards 64,300. Contrarily, the support for the index resides at 63,000.

Key News

International

Asia Stocks Echo US Drop, Bitcoin Extends Rally

Equities in Asia were mixed, while Treasuries steadied after Wednesday's gains ahead of the Federal Reserve's key inflation metric that will help identify the path forward for interest rates. Bitcoin surged past \$61,000. [see more...](#)

Oil Declines as Build-Up in US Crude Inventories Spurs Caution

Oil steadied to head for a second monthly gain on expectations that OPEC+ will opt to extend supply cuts, with underlying market metrics pointing to a gradual tightening of near-term conditions. Global benchmark Brent was little changed below \$84 a barrel, up more than 2% in [see more...](#)

Politics

Those who imposed PTI are 'criminals' of Pakistan: Nawaz

Former prime minister and supreme leader of the Pakistan Muslim League-Nawaz (PML-N), Nawaz Sharif, on Wednesday made scathing remarks aimed at elements within the judiciary and military establishment, labelling them as "criminals" of Pakistan for their role in installing Pakistan Tehreek-e-Insaf (PTI), despite [see more...](#)

Economy

Leader close to Nawaz says 'most probably' Dar will be finance minister

PMLN Senator Irfan Siddiqui, widely believed to be a close confidant of former prime minister Nawaz Sharif, said Wednesday he believes Senator Ishaq Dar will eventually be part of the federal cabinet as finance minister. Responding to a query by The News if Dar would be the next finance minister in the Shehbaz Sharif-led [see more...](#)

MORNING GLANCE

Petroleum prices set to rise in March as global oil market heats up - Negative

The government is set to raise gasoline prices by almost 2 percent for the first half of March, adding to the inflationary pressures on consumers as global oil prices climb amid a recovery in demand. The price of gasoline will increase by Rs5 per liter to Rs292.33, while the price of high-speed diesel, widely used in [see more...](#)

Cnergyico plans to invest \$1bn in Pakistan's oil refining sector - Positive

Cnergyico Pk Limited, Pakistan's premier refiner, is set to invest over \$1 billion following a new government policy designed to boost the sector. This investment will enable Cnergyico to increase its production of Euro-V compliant gasoline and diesel while reducing its production of furnace oil due to its fluctuating demand. Moreover, [see more...](#)

Swapping issue; Rs100bn FBR notice perplexes beleaguered SNGPL - Neutral

Federal Board of Revenue (FBR) is said to have put Sui Northern Gas Pipeline Limited (SNGPL) under immense pressure by issuing tax recovery notice of Rs 100 billion on swapping issue, well informed sources in Petroleum Division told Business Recorder. Managing Director SNGPL Amir Tufail in a letter to Secretary Finance noted that they have received a tax [see more...](#)

Anomaly in gas prices creates price distortion - Neutral

A day after the Pak-Iran gas pipeline project gets a go-ahead from the caretaker cabinet, the State Department on Wednesday said Washington continues to discuss the project with Pakistan's government, but the spokesperson refused to comment on the "details of diplomatic discussions." The spokesperson's remarks came in response to a question on the resumption of the project and whether it was still a concern for the US. [see more...](#)

Govt moves NPP, GPP sell-off process forward - Positive

The Cabinet Committee on Privatisation (CCoP) has directed Power Division to submit timelines for each of the issues hindering the process of privatisation of Nandipur Power Plant (NPP) and Guddu Power Plant (GPP), official sources told Business Recorder. On February 15, 2024, Ministry of Privatisation, in its summary to the CCoP noted that the latter in its meeting held on [see more...](#)

PPIB may extend FC date of Gwadar power plant today - Neutral

The Board of Private Power & Infrastructure Board (PPIB) scheduled to meet on Thursday (today) is to extend Financial Closing (FC) date of 300MW Gwadar coal-fired power plant with some conditions on the request of a Chinese company, sources close to Managing Director [see more...](#)

Fertiliser production grew by 10.07 percent in 2 quarters - Positive

Fertiliser production in the country during the first half of the current financial year grew by 10.07 per cent as compared to the output of the corresponding period of the last year. During the period from July-December, 2023, the output of phosphate fertilizers grew by 1.12 per cent as about 382,585 metric tons of phosphate fertilizers were [see more...](#)

Symmetry Group adds two more clients to its portfolio - Positive

Symmetry Group Limited, a leading digital technology and experiences company, announced on Wednesday that it has secured two new clients for its digital services. The company informed the local bourse through a notice that these new clients include Jazz (Pakistan Mobile Communication LTD) and Prism Services Holdings Limited, based in the [see more...](#)

Exports to Europe fall 8pc despite GSP+ status - Negative

Pakistan's exports to European countries dipped year-on-year by 7.54 per cent in the first seven months of the current fiscal year, mainly due to reduced demand for Pakistani goods in western, southern and northern Europe. The export proceeds from these countries fell to \$4.866 billion in July-January FY24, a drop from the \$5.263bn recorded in the corresponding months of the [see more...](#)

SBP revises timelines for Banks' Floating Exchange Rates - Neutral

The State Bank of Pakistan (SBP) has revised the timelines for submission of data of Banks' Floating Exchange Rates. As per previous directives, all authorised dealers were required to submit their data of daily exchange rates, on monthly basis, to Core Statistics Department (CSD), [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

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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The Research Analyst is not and was not involved in issuing of a research report on any of the subject company's associated companies

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