



41,340	▲ 375	▲ 0.92%
95 mn	YTD 1.28%	1 Year -4.94%

ASIA	Value	Pts	Chg. (%)
NIFTY 50	18,598.65	99.30	0.54% ▲
DSE 30	2,198.50	3.42	0.16% ▲
SHANGHAI	3,215.46	5.99	0.19% ▼
Hang Seng	18,494.00	57.11	0.31% ▼
Nikkei 225	31,131.00	102.54	0.33% ▼

EUROPE	Value	Pts	Chg. (%)
FTSE 100	7,627.20	56.33	0.74% ▲
DAX 30	15,952.73	31.24	0.20% ▼

USA	Value	Pts	Chg. (%)
DOW JONES	33,093.34	328.69	1.00% ▲
S&P 500	4,205.45	54.17	1.30% ▲
NASDAQ	14,298.41	359.88	2.58% ▲

Commodities	Value	Chg.	Chg. (%)
Gold (t oz.)	1,963.00	0.1	0.01% ▼
Oil-WTI (bbl)	72.94	0.27	0.37% ▲

Currencies	Value	Chg.	Chg. (%)
USD/PKR	285.42	0.27	0.09% ▲
EURO/PKR	305.99	0.12	0.04% ▼
GBP/PKR	352.20	0.12	0.03% ▲
AED/PKR	77.72	0.06	0.08% ▲

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

Market Outlook

The stock market on Monday remained positive throughout the day and concluded the session in the green zone amid the expectations of massive bonuses and cash dividends by the companies before the announcement of the annual budget 2024 in which a tax on the company's reserves is likely to be introduced. The 100 index made an intra-day high and low at 41,649 (685 points) and 41,005 (41 points) respectively while closed at 41,340 by gaining 375 points. Trading volume decreased to 95mn shares as compared to 107mn shares on the previous trading day. Going forward, we expect the market to remain volatile as it has failed to close above its 200 DMA (41,346). The level is crucial as the market needs to break it for further upside. Breaking this level would further push the index towards 41,650. Contrarily, the support for the index resides at 40,946 (50 DMA).

Key News

International

Asian shares trade mixed, SGX Nifty flat - key triggers that will drive stock market today

Asian stock markets traded mixed Tuesday ahead of the vote on the tentative US debt ceiling deal. President Joe Biden and House Speaker Leader Kevin McCarthy reached a deal over the weekend to raise the United States' \$31.4 trillion debt ceiling and avert a debt default.0.5%. The US Congress is likely to vote on the legislation on Wednesday, but some of [see more...](#)

Oil Extends Gain as Traders Monitor Progress on US Debt Ceiling

Brent oil rose as investors watched for progress on lobbying campaigns to win approval for a US debt-ceiling accord to avert a default. The global benchmark climbed toward \$78 a barrel after closing 0.2% higher on Monday. White House and Republican congressional leaders stepped up efforts [see more...](#)

Politics

Minus Imran-plus Nawaz formula

In a twist of fate, PTI chairman Imran Khan is fearing for himself a minus-one formula at a time when the stage is being set for the return of Nawaz Sharif into power politics [see more...](#)

Economy

IMF continues its engagement with govt - Neutral

The International Monetary Fund (IMF) continues the engagement with the Pakistani authorities - focusing on the restoration of foreign exchange proper market functioning, the passage of a fiscal year 2024 budget consistent with program goals, and adequate financing to pave the way for a Board meeting before the current program expires at June-end. This was stated by Nathan porter, IMF Mission [see more...](#)

MORNING GLANCE

Govt committed to promoting Islamic finance - Neutral

Finance Minister Ishaq Dar Monday said Pakistan has a strategic plan in place for the development of Islamic finance, adding that the National Saving Centre was directed to launch Shariah-compliant products for the first time in the history of Pakistan. He stated this while speaking at the inaugural Islamic Capital Markets (ICM) Conference jointly organised by the Securities and Exchange Commission of Pakistan (SECP) and the Accounting and [see more...](#)

PKR registers losses - Negative

The Pakistani rupee registered losses against the US dollar, depreciating 0.09% in the inter-bank market on Monday. At close, the currency settled at 285.42, a decline of Re0.27, as per the State Bank of Pakistan (SBP). However, in the open market, the US dollar was being traded in the range of 309-312 level against the greenback, as the gap widened due to foreign currency shortage. During the previous week, the rupee appreciated [see more...](#)

Govt approves new guidelines for LPG air-mix plants - Positive

The government has approved new guidelines for the installation of liquefied petroleum gas (LPG) air-mix plants by the private sector, the Directorate General of Liquid Gases (DGL) said. The new guidelines allow the private sector to set up LPG air-mix plants on commercial considerations at their own costs and liabilities subject to meeting the regulator, Oil and Gas Regulatory Authority (OGRA)'s licensing and operational [see more...](#)

Pakistan LNG withdraws termination notice to PGPC - Neutral

Pakistan LNG Limited (PLL) on Monday withdrew its termination notice for the operation and services agreement (OSA) with the Pakistan GasPort Consortium (PGPC) that owns and operates the LNG terminal-2, after losing a case in the London Court of International Arbitration (LCIA). The arbitral tribunal appointed under the LCIA Rules, 2014, on April 26, 2023, issued its award in the arbitration between PGPC and PLL, declaring the [see more...](#)

KE seeks amendments to tax laws - Neutral

K-Electric (KE) has sought amendments in tax laws including income tax, minimum turnover, payment of sales tax liability on cash collection, saying the power utility company along with the other companies in power sectors are under severe liquidity crisis and deposit of taxes on accrual basis is putting extra burden on this sector. The power utility company, in its letter to Federal Board of Revenue (FBR) referred to the letter of February [see more...](#)

Worldcall Services to be Listed on NASDAQ Next Month - Positive

Worldcall Services (Pvt) Limited (WSL), the parent company of Worldcall Telecom Limited, said that its market listing is on NASDAQ through a US entity is progressing well and expected to complete by July 2023, according to company filing to the exchange. share price of the company gain 20 paise or 18.2 percent after the announcement. [see more...](#)

MCB Bank to conduct Silkbank's due diligence - Neutral

The Board of Directors of MCB Bank has accorded its in-principle approval to the management of the bank to conduct a detailed due diligence of Silkbank Limited, a commercial bank listed on the Pakistan Stock Exchange, subject to the approval of State Bank of Pakistan. However, the potential transaction will be pursued subject to favourable outcome of due diligence, internal and regulatory approvals [see more...](#)

E-banking transactions reach Rs44trn mark by Q3-end - Positive

Digital payments and infrastructure of the banking sector continues to expand and e-banking transactions witnessed over 11 percent growth to reach Rs 44 trillion mark by the end of third quarter (Jan-March) of this fiscal year (FY23). According to Payment System Review (PSR) issued by the State Bank of Pakistan (SBP) on Monday, a total of 535 [see more...](#)

Steel manufacturer introduces 'Green Grade-80 Steel Rebars' - Positive

Agha Steel on Monday, bringing the revolution in the construction industry, announced the launch of Pakistan's first environmentally friendly "Green Grade-80 Steel Rebars" - a game-changing innovation set to transform the construction industry. This ground breaking product - Agha Arcon Eco-Friendly Grade 80 Steel Rebar, showcases [see more...](#)

Builders, developers; Govt may extend tax incentives - Neutral

The government is likely to give tax incentives to builders and developers in the budget (2023-24) to encourage investment in build-up properties including houses, flats/apartments and discourage non-filers involved in these transactions. On Monday, a delegation of the Association of Builders and Developers of Pakistan (ABAD) called on Federal [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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To arrive at our Target Price, Abbasi & Company (Private) Limited uses different valuation methods which include:

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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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PREPARED BY

Muhammad Umair Javed

Phone: (+92) 42 38302028

Ext: 117

Email: umairjaved@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