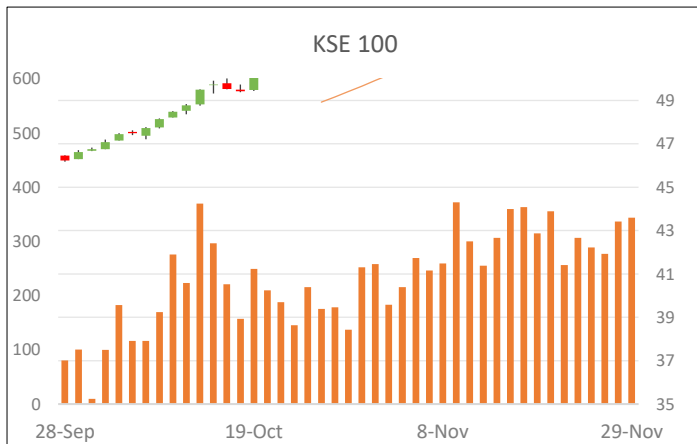


MORNING GLANCE



60,501	▼ -229	▼ -0.38%
344 mn	YTD 48.23%	1 Year 42.78%

ASIA	Value	Pts	Chg. (%)
NIFTY 50	20,096.60	206.90	1.04% ▲
DSE 30	2,101.37	5.35	0.25% ▼
SHANGHAI	3,026.55	4.86	0.16% ▲
Hang Seng	17,013.00	15.00	0.09% ▲
Nikkei 225	33,290.00	31.22	0.09% ▼
EUROPE	Value	Pts	Chg. (%)
FTSE 100	7,423.46	31.78	0.43% ▼
DAX 30	16,166.45	173.78	1.09% ▲
USA	Value	Pts	Chg. (%)
DOW JONES	35,430.42	13.44	0.04% ▲
S&P 500	4,550.58	4.31	0.09% ▼
NASDAQ	15,987.60	22.83	0.14% ▼
Commodities	Value	Chg.	Chg. (%)
Gold (t oz.)	2,043.90	3.2	0.16% ▼
Oil-WTI (bbl)	77.70	0.16	0.21% ▼
Currencies	Value	Chg.	Chg. (%)
USD/PKR	285.39	0.25	0.09% ▼
EURO/PKR	313.50	0.78	0.25% ▲
GBP/PKR	362.28	2.03	0.56% ▲
AED/PKR	77.71	0.07	0.09% ▼

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

Market Outlook

The stock market on Wednesday opened on a positive note. However, later on, it lost the impetus and reversed all of its intra-day gains while concluded the session in the red zone amid profit-taking seen on the index as the KSE-100 had been hitting its all-time high in the past several trading sessions. The Benchmark KSE-100 index made an intra-day high and low at 61,555.83 (825.57 points) and 60,328.17 (-402.09 points) respectively while closed at 60,501.99 by losing 229 points. Trading volume increased to 344mn shares as compared to 337mn shares on the previous trading day. Going forward, we expect continued correction in the market as the index reaches an all-time high in previous trading sessions. The support for the index resides at 60,328 Breaking this level would further drag the index towards 60,000. Contrarily, the resistance for the index resides at 61,000.

Key News

International

Asian Stocks Fall as China Drags With Data Miss

Shares in Asia were on pace for their best month since January as disappointing Chinese manufacturing data boosted bets for more policy support from Beijing. Benchmarks in Hong Kong and China reversed early losses that were fueled by a report showing that Chinese factory activity contracted once again in November. A gauge of the services sector in the world's second-largest economy [see more...](#)

Oil prices fall on weak demand indicators, China data

Oil prices fell in early Asian trade on Thursday on weaker-than-expected Chinese manufacturing data, but investors maintained caution ahead of an OPEC+ meeting where production cuts are expected futures fell 28 cents, or 0.3%, to \$82.90 a barrel by 0024 GMT, [see more...](#)

Politics

IHC acquits Nawaz in Avenfield reference

The Islamabad High Court (IHC) acquitted former prime minister and Pakistan Muslim League-Nawaz (PML-N) supremo Nawaz Sharif in Avenfield Apartments reference. The court also dismissed the National Accountability Bureau's appeal in the Flagship reference as the [see more...](#)

Economy

\$3bn deposit: SFD extends term for one year – Positive

The Kingdom of Saudi Arabia (KSA) has extended the term for a \$3 billion deposit placed with Pakistan to support Pakistan's economy, State Bank of Pakistan (SBP) said on Wednesday. According to the SBP, the Saudi Fund for Development (SFD) on behalf of the Kingdom of Saudi Arabia has extended the term [see more...](#)

MORNING GLANCE

T-bills yields fall but rate cut bets cool on inflation – Neutral

Treasury bill yields declined slightly at an auction on Wednesday as investors pared back expectations for a central bank interest rate cut next month amid signs of rising inflation in November. The cut-off yield on the three-month paper fell by 5 basis points to 21.4499 percent, while the six-month and 12-month yields dropped by 7 basis points each to 21.4299 percent and 21.4300 percent, respectively. [see more...](#)

Defaulters' utility connections to be cut; FBR starts serving notices with 30-day compliance time – Negative

The government has started serving tax notices to the people across the country with one-month time for compliance, or face disconnection of gas and electricity connections. This was stated by the Federal Board of Revenue (FBR) chairman on Wednesday while briefing on broadening of tax net to the Senate Standing Committee on Finance presided over [see more...](#)

Kuwait deals to add to inward FDI flows – Positive

Pakistan has signed seven agreements and three Memorandums of Understanding with Kuwait to attract huge investment in various sectors. According to a press release issued by the PM Office's Media Wing, the agreements were signed after talks between Caretaker Prime Minister Anwaar ul Haq Kakar and First Deputy Prime Minister and Minister for Interior of Kuwait, Sheikh Talal Al-Khaled Al-Ahmad Al Sabah in [see more...](#)

November inflation to spike on gas price adjustment, dashing slowdown hopes – Neutral

Inflation is expected to surge in November, primarily due to a massive hike in gas prices, according to brokerage reports released on Wednesday. The consumer price index (CPI), which measures changes in the prices of goods and services, is likely to rise to 28.6-29.6 percent year-on-year in November, up from 26.9 percent in October. A report by brokerage Insight [see more...](#)

At the rate of Rs3.53/unit for Oct 2023; Nepra agrees to allow Discos to recover Rs32.7bn additional amount – Negative

The National Electric Power Regulatory Authority (Nepra) on Wednesday agreed, in principle, to allow Discos to recover additional amount of Rs 32.7 billion at the rate of Rs 3.53 per unit from their consumers for October 2023 under the garb of previous adjustments. During the public hearing a representative of CPPA-G, Naveed Qaisar stated that positive [see more...](#)

Nepa to recover Rs3/unit from KE industrial consumers in two months – Positive

In a revised decision issued on Wednesday, the National Electric Power Regulatory Authority (Nepa) announced the recovery of Rs3 per unit from industrial consumers of K-Electric (KE) within a two-month period. On January 1, 2019, the federal government approved a relief package, lowering industrial consumers' rates by Rs3 per unit for the [see more...](#)

Plan ready to have Army supervision of loss-making Discos – Neutral

The government has made up its mind to hand over loss-making Discos to the Pak Army and law enforcement agencies to effectively curb electricity theft and losses and improve recovery of electricity bills. The Performance Monitoring Units (PMUs) in every loss-making DISCO are to be headed by a serving brigadier and his supporting [see more...](#)

Operation of SRO about additional tax on banks' windfall income suspended – Positive

The Islamabad High Court (IHC), on Wednesday, suspended the SRO 1588 (1)/ 2023 of the Federal Board of Revenue (FBR), which has imposed 40 percent additional tax on windfall income of banks. The last date for payment of tax by the banks was November 30, 2023, under the SRO 1588 (1)/ 2023. In this regard, the IHC has issued an order on Wednesday. [see more...](#)

Solar panel importers; Banks penalised for failing to check money laundering, over-invoicing – Negative

The State Bank of Pakistan (SBP) has imposed penalties on certain banks for not checking massive money laundering and overinvoicing of Rs69.5 billion by solar panel importers. Without disclosing names or amount of penalty, the SBP executive director, Wednesday, informed the Senate Standing Committee [see more...](#)

FBR freezes PIA accounts over outstanding FED arrears – Negative

The Federal Board of Revenue (FBR) has once again frozen the accounts of national flag carrier PIA for failure to pay Rs five billion in federal excise duty. The FBR has once again frozen all the bank accounts of PIA, throwing the airline once again into a huge crisis for failing to pay the outstanding Rs five billion in federal excise duty. This action was [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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