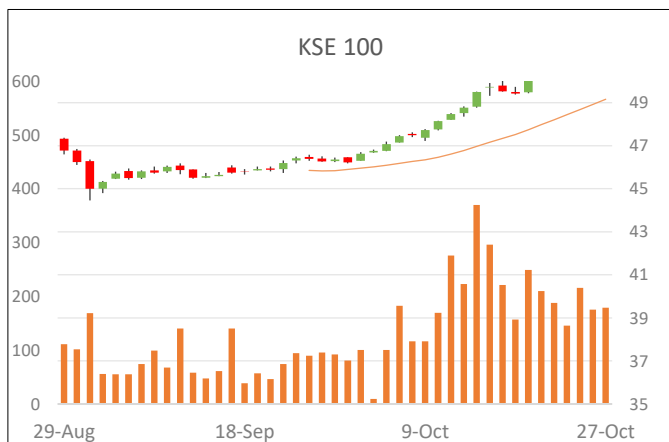












## MORNING GLANCE









50,943	▼ -242	▼ -0.47%
179 mn	YTD 24.81%	1 Year 22.45%

ASIA	Value	Pts	Chg. (%)
 NIFTY 50	19,026.80	20.45	0.11% ▼
 DSE 30	2,135.56	3	0.14% ▼
 SHANGHAI	3,022.90	5.12	0.17% ▲
 Hang Seng	17,365.00	35	0.20% ▼
 Nikkei 225	30,665.00	326.69	1.05% ▼

EUROPE	Value	Pts	Chg. (%)
 FTSE 100	7,291.28	63.29	0.86% ▼
 DAX 30	14,687.41	43.64	0.30% ▼

USA	Value	Pts	Chg. (%)
 DOW JONES	32,417.59	366.71	1.12% ▼
 S&P 500	4,117.37	19.86	0.48% ▼
 NASDAQ	14,180.42	70.85	0.50% ▲

Commodities	Value	Chg.	Chg. (%)
 Gold (t oz.)	2,011.85	13.35	0.67% ▲
 Oil-WTI (bbl)	84.27	1.27	1.48% ▼

Currencies	Value	Chg.	Chg. (%)
 USD/PKR	280.57	0.48	0.17% ▲
 EURO/PKR	296.17	0.64	0.22% ▲
 GBP/PKR	339.94	1.21	0.36% ▲
 AED/PKR	76.39	0.13	0.17% ▲

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

### Market Outlook

The stock market on Friday 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 an upcoming review of the IMF standby arrangement. The Benchmark KSE-100 index made an intra-day high and low at 51,269.73 (84 points) and 50,834.72 (-351 points) respectively while closed at 50,943.83 by losing 241 points. Trading volume increased to 179mn shares as compared to 175mn shares on the previous trading day. Going forward, we expect the market to remain volatile ahead of the MPC meeting today in which we expect the SBP to keep the policy rate unchanged.

### Key News

#### International

##### Asia stocks mull over Middle East, central bank meetings

Asian share markets were mixed on Monday as Israel's push into Gaza stirred fears of a wider conflict ahead of central bank meetings in the United States, Britain and Japan, the latter of which might see a policy tightening. The earnings season also continues with Apple, Airbnb, McDonald's, Moderna and Eli Lilly & Co among the many reporting this week. Results so far have been underwhelming. [see more...](#)

##### Oil Drops After Israel's Gaza Ground Offensive Starts Cautiously

Oil fell after Israel committed military forces to Gaza with a more cautious approach than it initially vowed, bolstering speculation that the fighting may remain contained despite rhetoric from Iran. Global benchmark Brent dropped below \$90 a barrel, after rising by almost 3% on Friday as Israel stepped up operations, while West Texas [see more...](#)

#### Politics

##### PTI seeks to build bridges ahead of elections

The sub-committee on political affairs of the PTI core committee discussed the current political situation in the country and various aspects of political strategy threadbare. A party statement noted that the committee also gave the finishing touches to a strategy to hold contacts with various political parties to be started next week. The decision falls hot on the heels of the party leadership's recent. [see more...](#)

#### Economy

##### SBP may leave rate unchanged – Neutral

Experts have developed consensus that the rate hiking cycle has come to an end at the record high of 22%. They, however, were divided over the timing of rate cut in the coming months – between December 2023 and March 2024 – amid high inflation and the Middle East. [see more...](#)

## MORNING GLANCE

### Strengthening of US dollar leads to reserves liquidation: World Bank - Neutral

The Reserve Management Survey Report 2023 published by the World Bank says portfolio diversification was probably insufficient and did not work as expected — most asset classes delivered negative returns. Facing challenges, many of the central banks especially in developing countries, witnessed decreases in reserves. 125 central banks participated in the survey. [see more...](#)

### IMF review key for rupee recovery next week after 0.6 percent weekly drop - Neutral

The rupee may recover some of its losses against the dollar next week if the International Monetary Fund (IMF) approves the next tranche of its loan program for the country, currency dealers said on Saturday. The rupee fell 1.78 rupees, or 0.6 percent, to 280.57 per dollar this week, marking its second consecutive weekly decline. The currency touched an intraday low of 280.5 [see more...](#)

### More tax than IMF target collected in 1st quarter: Shamshad – Positive

Caretaker Finance Minister Dr Shamshad Akhtar Saturday said the tax collection of Federal Board of Revenue (FBR) was higher than the IMF target in the first quarter of the current fiscal year. Talking to members of the Korangi Association of Trade & Industry (KATI) here, she said: “We are on track of IMF programme, and ensuring its implementation fast.” She hoped that more. [see more...](#)

### Reforms introduced to put economy back on track: finance minister - Positive

The International Monetary Fund programme’s implementation was on a steady course during the first quarter of the current fiscal year, the caretaker minister announced on the sidelines of a meeting with the Korangi Association of Trade and Industry representatives, just four days before the official review of the \$3 billion Standby Arrangement. [see more...](#)

### Remittance inflows likely to recover – Neutral

Remittances inflows are likely to back on track with a decent growth from Gulf countries, as various incentives from the government and the stability in kerb market will generate sustainable dividends. Experts said that the improvement inflows will be likely as the local currency marked a significant comeback against the US dollar in the interbank and open market in the last few weeks (less than Rs. 280). [see more...](#)

### No sell-off will be allowed in the name of IMF terms: PPP - Neutral

Pakistan People’s Party (PPP) would not allow the caretaker government to privatise the government entities in the name of conditionalities of the International Monetary Fund (IMF). “Capitalist mafia in Pakistan is deliberately destroying institutions by playing the role of facilitator. A national institution like PIA is being humiliated in the [see more...](#)

### Govt transfers Rs1.088 trillion to provinces under NFC award in first quarter – Neutral

The federal government has transferred Rs1.088 trillion to the provinces under National Finance Commission (NFC) award during the first quarter (July to September) of the current fiscal year. The provinces would receive Rs5.276 trillion from the federal government under the NFC Award in the current fiscal year. The federal government. [see more...](#)

### Investment treaty gets go-ahead - Neutral

The investment treaty with Saudi Arabia and Qatar would be annexed with the free trade agreement (FTA) between Pakistan and the Gulf Cooperation Council (GCC), highly placed sources told The Express Tribune. Pakistan and Saudi Arabia signed the preliminary FTA late last month but postponed the inking of the final FTA till the agreement on BIT, said sources. The decision would now be [see more...](#)

### Use of renminbi to help trade with China - Positive

Addressing a ceremony on promoting the use of RMB in cross-border settlement organised by ICBC Bank Ltd, Mr Ahmad said the SBP has put in place the required regulatory framework that facilitates the use of the RMB in trade and investment transactions, such as the opening of letters of credit and availing financing facilities in the Chinese currency. The event was held to mark ICBC Bank’s designation as the [see more...](#)

### Nov 23 to March 24; PPRA grants SLL exemption on LPG purchases - Positive

The Public Procurement Regulatory Authority (PPRA) has granted exemption to SSGC-LPG (Pvt.) Limited (SLL) for procurement of up to five cargoes of Liquefied Petroleum Gas (LPG) for five months (November 2023 to March 2024) and procurement of LPG with the condition of lower prices, sources close to Secretary Finance told [see more...](#)

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## DEFINITION OF TERMS

<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

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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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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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