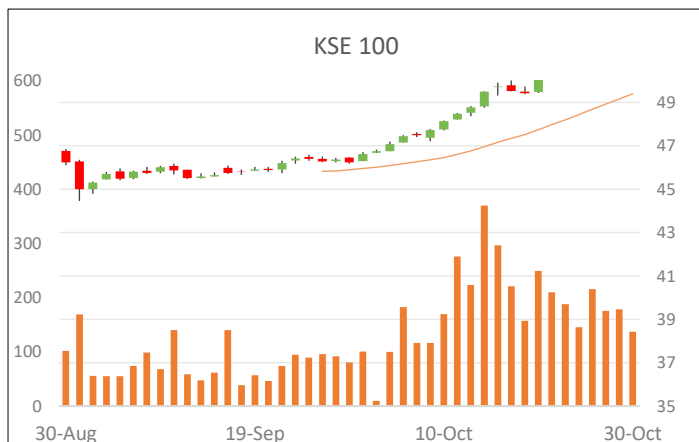


MORNING GLANCE



51,482	▲ 538	▲ 1.06%
137 mn	YTD 26.13%	1 Year 25.14%

ASIA	Value	Pts	Chg. (%)
NIFTY 50	19,124.00	16.9	0.09% ▼
DSE 30	2,135.56	3	0.14% ▼
SHANGHAI	3,009.97	11.58	0.38% ▼
Hang Seng	17,083.00	327	1.88% ▼
Nikkei 225	30,840.00	143.04	0.47% ▲

EUROPE	Value	Pts	Chg. (%)
FTSE 100	7,327.39	36.11	0.50% ▲
DAX 30	14,716.54	29.13	0.20% ▲

USA	Value	Pts	Chg. (%)
DOW JONES	32,928.96	511.37	1.58% ▲
S&P 500	4,166.82	49.45	1.20% ▲
NASDAQ	14,335.51	155.09	1.09% ▲

Commodities	Value	Chg.	Chg. (%)
Gold (t oz.)	2,001.70	3.9	0.19% ▼
Oil-WTI (bbl)	82.63	0.32	0.39% ▲

Currencies	Value	Chg.	Chg. (%)
USD/PKR	280.57	-	-
EURO/PKR	296.40	0.23	0.08% ▲
GBP/PKR	339.94	-	-
AED/PKR	76.39	-	-

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 ahead of monetary policy announcement. The Benchmark KSE-100 index made an intra-day high and low at 51,501.82 (558 points) and 50,971.84 (28 points) respectively while closed at 51,482.92 by gaining 539 points. Trading volume decreased to 137mn shares as compared to 179mn shares on the previous trading day. Going forward, we expect the market to remain positive as the MPC had decided to keep the interest rate unchanged. The resistance for the index resides at 51,800. Breaking this level would further push the index towards 52,000. Contrarily, the support for the index resides at 51,300.

Key News

International

Asian shares mostly fall as investors look ahead to economic data

Asian shares were trading mostly lower Wednesday as investors looked ahead to a week that could see more swings in financial markets, including key reports on U.S. consumer confidence and the job market. Eyes are also on the U.S. Federal Reserve announcing its next move on interest rates, as well as on the Bank of Japan's policy meeting. [see more...](#)

Oil rises slightly as supply concerns offset weak China data

Oil prices rose in Asian trade on Tuesday, after a drop of more than 3% in the previous session, as worries over supply stirred by conflict in the Middle East blunted a dismal showing of China data. December Brent crude futures, set to expire on Tuesday, rose 36 cents, or 0.41%, to stand at \$87.81 a barrel by 0305 GMT. The more heavily traded January Brent crude futures climbed 29 cents, or 0.34% to \$86.64 a [see more...](#)

Politics

Polls date still up in the air

As the general elections are being gossiped to be held in the last week of January next year, the announcement of election date is still a mystery with Caretaker Prime Minister Anwaar-ul-Haq Kakar Monday saying that the previous parliament had passed a law in which the Election Commission [see more...](#)

Economy

Preparations under way for talks with IMF team – Neutral

The Ministry of Finance has started preparations for holding the upcoming review talks with the IMF this week, and evaluated progress on key targets, including achieving disbursement of Rs87.5 billion cash transfers to beneficiaries under the BISP programme. Under the quantitative performance criteria, the ceiling on the [see more...](#)

MORNING GLANCE

WB projects 1.7pc growth rate – Negative

The World Bank has projected positive growth return for Pakistan in fiscal year 2023-24, but at a rate of only 1.7 per cent, while saying that the economy remains dependent on capital inflows to finance substantial fiscal and current account deficits. The bank in its latest report, “South Asia Development Update Toward faster, cleaner growth”, stated that Pakistan’s economic situation is fragile. The US dollar value of goods imports shrank [see more...](#)

Policy rate kept unchanged on inflation, C/A – Positive

While maintaining the policy rate at 22 percent, the Monetary Policy Committee (MPC) of the State Bank of Pakistan (SBP) has said that volatility in global oil prices, conflict in the Middle East and surge in gas tariffs have posed some risks to inflation and current account outlook. The meeting of MPC was held on Monday at SBP head office and chaired by the Governor SBP Jameel Ahmed. After reviewing [see more...](#)

Gas tariffs increased – Positive

Federal government on Monday approved increase in price of natural gas for different categories of the consumers as advised by the Oil and Gas Regulatory Authority (OGRA) with effect from 1st November 2023. The Economic Coordination Committee (ECC) of the Cabinet earlier on 23rd October 2023 considered the summary submitted by the Petroleum Division and approved the increase in the natural gas prices. The Federal [see more...](#)

Recoveries under QTA; Discos seek positive adjustment of Rs1.7 per unit – Positive

The power Distribution Companies (DISCOs) have sought positive adjustment of Rs 1.7 per unit to recover additional amount of Rs 22.563 billion from consumers for first quarter (July–September) of FY 2023-24 under Quarterly Tariff Adjustment (QTA) mechanism. National Electric Power Regulatory Authority (NEPRA) is scheduled to conduct a public hearing on [see more...](#)

Industrial power consumers; FD terms proposed winter package ‘vague’ – Neutral

The Finance Division has reportedly termed the proposed four-month electricity ‘winter package’ for industry on incremental consumption as “vague and in violation of international commitments,” well-informed sources in Finance Division told Business Recorder. Power Division tailored three options for country-wide implementation of the four month [see more...](#)

Xiaomi decides to partner with AIRLINK – Positive

Air Link Communication Limited has announced that Xiaomi, a leading consumer electronics and smart phone manufacturer of the world, has decided to be partnered with Air Link Communication Limited (AIRLINK) to produce Xiaomi Smart TVs. These cutting-edge TVs will be manufactured at AIRLINK’s state-of-the-art facility in Lahore, Pakistan, material information sent to Pakistan Stock Exchange on [see more...](#)

GATM receives offer to acquire 49.5MW Wind Power project – Positive

Gul Ahmed Textile Mills Limited (PSX: GATM) has received an invitation to submit a non-binding offer from the financial advisor of a potential seller to acquire up to 100% equity stake in a public limited company which owns and operates a 49.5MW wind power project in the province of Sindh, the company's filing on PSX showed today. [see more...](#)

Board allows BOP to set up forex co – Positive

The Board of Directors of the Bank of Punjab has approved the establishment of an Exchange Company with an authorized share capital of Rs 2.5 billion subject to approval/ clearance by the State Bank of Pakistan and completion of other regulatory compliance requirements. The Exchange Company would be wholly owned subsidiary of BOP and will operate as an Exchange Company [see more...](#)

MTBs and Ijara Sukuk Rules – Neutral

The Finance Ministry has said the caretaker federal cabinet has granted its approval to the summary presented by the Ministry of Finance regarding amendment to the existing Government of Pakistan Market Treasury Bills 1998 and Government of Pakistan Ijara Sukuk Rules 2008. In a statement issued by the Finance Ministry on Monday, after the meeting of the caretaker federal cabinet, stated [see more...](#)

Privatization list; Cabinet approves withdrawal of PSM – Neutral

The federal cabinet, on Monday, approved the withdrawal of privatisation of Pakistan Steel Mills Corporation from the privatisation programme. On the recommendation of the Ministry of Privatisation, the cabinet also approved the withdrawal of privatisation of Pakistan Steel Mills Corporation from the privatisation programme. In this [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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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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