

MORNING GLANCE



47,079

















▲ 322

▲ 0.69%

100 mn

YTD 15.35%

1 Year 13.86%

ASIA	Value	Pts	Chg. (%)
 NIFTY 50	19,436.10	92.65	0.47% ▼
 DSE 30	2,134.55	0.08	-
 SHANGHAI	3,110.48	3.16	0.10% ▲
 Hang Seng	17,258.00	72.00	0.42% ▲
 Nikkei 225	30,907.50	372.00	1.22% ▲
EUROPE	Value	Pts	Chg. (%)
 FTSE 100	7,412.45	57.71	0.77% ▼
 DAX 30	15,099.92	14.71	0.10% ▲
USA	Value	Pts	Chg. (%)
 DOW JONES	33,129.55	127.17	0.39% ▲
 S&P 500	4,263.75	34.30	0.81% ▲
 NASDAQ	14,776.25	210.64	1.45% ▲
Commodities	Value	Chg.	Chg. (%)
 Gold (t oz.)	1,841.20	6.40	0.35% ▲
 Oil-WTI (bbl)	84.75	0.53	0.63% ▲
Currencies	Value	Chg.	Chg. (%)
 USD/PKR	284.68	1.04	0.36% ▼
 EURO/PKR	298.33	1.23	0.41% ▼
 GBP/PKR	343.98	1.44	0.42% ▼
 AED/PKR	77.50	0.29	0.37% ▼

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

Market Outlook

The stock market on Wednesday Surged over 300 points and concluded the session in the green zone amid the appreciating rupee, anticipations of stringent immigration policies concerning Afghan refugees, and the infusion of investments from Saudi Arabia via SIFC. The KSE-100 index made an intra-day high and low at 47,199.50 (443 points) and 46,079.83 (-8 points) respectively while closed at 47,079.83 by gaining 323 points. Trading volume increased to 100mn shares as compared to 92mn shares on the previous trading day. Going forward, we expect the market to remain positive as it has broken the resistance level of 46,872 (50DMA), the resistance for the index resides at 47,300. Breaking this level would further push the index towards 47,600. Conversely, the support for the index resides at 46,872 (50DMA).

Key News

International

Asian shares rise buoyed by Wall Street rally from bonds and oil prices

Asian shares mostly rose Thursday, boosted by a cheaper yen that's a plus for exporting economies in the region, although it recovered slightly in Asian trading. Japan's benchmark Nikkei 225 edged up 0.9% in morning trading to 30,794.97. Sydney's S&P/ASX 200 jumped 0.5% to 6,925.50, while South Korea's Kospi added 0.6% to 2,420.74. [see more...](#)

Oil attempts rebound after worst day in a year

Crude prices rose cautiously Thursday as longs hammered in the previous session tried to cover some of their losses by buying in at the lower levels. Short-covering by some bears closing out their positions for profit and bargain hunting by new buyers for oil at below \$90 a barrel also helped prop a market that saw its worst plunge in a year [see more...](#)

Politics

Kabul says evictions of Afghan migrants 'unacceptable'

Pakistan's plan to evict hundreds of thousands of Afghan migrants is "unacceptable", Taliban authorities said Wednesday, denying allegations by Islamabad its citizens were responsible for a string of suicide attacks there. Around 1.3 million Afghans are registered refugees in Pakistan [see more...](#)

Economy

Rupee rally continues, analysts see more gains ahead – Positive

The rupee kept gaining against the dollar on Wednesday, staying positive for the 20th consecutive session, with analysts expecting the rally to continue in the days ahead. In the interbank market, the rupee closed at 284.68 to the dollar, 0.37 percent stronger than Tuesday's close of 285.72. In the open market, the local currency increased by 1 rupee. The Exchange Companies Association [see more...](#)

MORNING GLANCE

First review under SBA becomes due – Neutral

Ministry of Finance has asked all ministries to implement all the commitments made with the International Monetary Fund (IMF) as first review under the Standby Arrangement (SBA) becomes due. Secretary Finance, Imdadullah Bosal has written letters to all the concerned Ministries/ Divisions, reminding them of commitments made with the IMF, asking them to comply with all those pledges made with the Fund. [see more...](#)

ML1 Project to be launched soon: Cao Ke – Positive

The Lahore Chamber of Commerce and Industry on Wednesday celebrated the 74th founding anniversary of the People's Republic of China. The spectacular ceremony was attended by acting Consul General of China Cao Ke. LCCI President Kashif Anwar spoke on the occasion while Senior Vice President Zafar Mahmood Chaudhry, Vice President Adnan Khalid Butt, Vice President Pakistan (China) Shandong Chamber [see more...](#)

Pakistan among developing countries facing a debt crunch – Neutral

High interest rates, growing investor risk aversion and borrowing that ballooned in recent years have left a range of developing economies mired in debt crises. Helping them claw out of this will be a key agenda item at the annual International Monetary Fund (IMF) and World Bank meetings in Morocco's tourist hub of Marrakech which kicks off next week. [see more...](#)

High interest rates blamed for Rs7tr hike in national debt – Negative

Pakistan's domestic debt is estimated to have shot up by more than Rs7 trillion since January last year just because of an increase in the State Bank's policy rate from less than 10 per cent to 22pc, a Senate panel was told on Wednesday. The Senate Standing Committee on Finance also sought separate reports from the State Bank of Pakistan (SBP) and the Federal [see more...](#)

SIFC forum for fast-tracking sell-off process – Neutral

Special Investment Facilitation Council (SIFC) Apex Committee has resolved with consensus on fast-tracking the privatisation process and hence, in the larger interest of the country, reduces recurring losses to the national exchequer. The 6th meeting of SIFC's Apex Committee was convened on Wednesday to review various initiatives being spearheaded through the SIFC forum. The meeting was chaired by the Caretaker Prime [see more...](#)

Foreign investors call for refunds settlement – Neutral

In a recent letter to FBR Chairman Malik Amjad Zubair Tiwana, the representative body of foreign investors operating in Pakistan demanded that its members' pending tax refunds — which amounted to Rs93.6 billion at the end of September — be settled urgently. Of the Rs93.6bn figure, Rs51.9bn constitutes income tax refunds while Rs41.7bn accounts for sales tax refunds. [see more...](#)

Auction Result: SBP sells T-bills worth Rs557.39bn – Neutral

The State Bank of Pakistan (SBP) conducted an auction on Wednesday in which it sold Market Treasury Bills (MTBs) worth Rs557.388 billion for 3, 6 and 12 months against a target of Rs600bn. Cut off yields for 3, 6, and 12 months were 22.5002%, 22.8500%, and 22.8400%. This means the the cut off yields for 3 and 12 months fell by 29bps and 6bps respectively, while the 6 month saw an increase [see more...](#)

PSO faces cash crunch as LNG imports surge and receivables mount – Negative

Pakistan State Oil Co., the country's largest fuel supplier, is struggling to maintain its operations as it faces a cash crunch due to rising liquefied natural gas imports and mounting receivables from state-owned entities, industry officials said on Wednesday. The company's receivables from Sui Northern Gas Pipelines Ltd., the main gas distributor, [see more...](#)

Low gas output forces govt to book pricey LNG as winter nears – Negative

After a gap of almost one year, Pakistan on Wednesday received three bids for two additional liquefied natural gas (LNG) cargoes needed for the peak winter demand at a significantly higher premium over the prevailing spot market. Petroleum Minister Muhammad Ali later announced in the evening that the government had accepted two lowest [see more...](#)

Jan-Jun 2024; PPRA allows PLL to buy 12 LNG spot cargoes – Neutral

The Public Procurement Regulatory Authority (PPRA) has allowed Pakistan LNG Limited (PLL) to procure 12 spot cargoes of Liquefied Natural Gas (LNG) for six months, from January to June 2024, with directions for early approval of spot procurement rules, official sources told Business Recorder. Managing Director PPRA informed the Board [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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