

MORNING GLANCE



47,452	▲ 372	▲ 0.79%
182 mn	YTD 16.26%	1 Year 14.04%

ASIA	Value	Pts	Chg. (%)
NIFTY 50	19,545.75	109.65	0.56% ▲
DSE 30	2,135.37	0.82	0.04% ▲
SHANGHAI	3,110.48	3.16	0.10% ▲
Hang Seng	17,547.50	322.50	1.87% ▲
Nikkei 225	30,984.50	68	0.22% ▼

EUROPE	Value	Pts	Chg. (%)
FTSE 100	7,451.54	39.09	0.53% ▲
DAX 30	15,070.22	29.7	0.20% ▼

USA	Value	Pts	Chg. (%)
DOW JONES	33,119.57	9.98	0.03% ▼
S&P 500	4,258.19	5.56	0.13% ▼
NASDAQ	14,723.22	53.03	0.36% ▼

Commodities	Value	Chg.	Chg. (%)
Gold (t oz.)	1,837.55	5.75	0.31% ▲
Oil-WTI (bbl)	82.64	0.33	0.40% ▲

Currencies	Value	Chg.	Chg. (%)
USD/PKR	283.62	1.06	0.37% ▼
EURO/PKR	298.13	0.2	0.07% ▼
GBP/PKR	344.16	0.18	0.05% ▲
AED/PKR	77.22	0.28	0.36% ▼

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

Market Outlook

The stock market on Thursday Surged over 300 points and concluded the session in the green zone amid rupee maintained its positive run against the US dollar in the inter-bank market. The KSE-100 index made an intra-day high and low at 47,484.56 (405 points) and 47,152.98 (73 points) respectively while closed at 47,452.38 by gaining 372 points. Trading volume increased to 182mn shares as compared to 100mn shares on the previous trading day. Going forward, we expect the market to remain positive if it breaks the crucial level of resistance at 47,452. Breaking this level will further push it toward 47,800. Contrarily, the support for the index resides at 46,900 (50DMA).

Key News

International

Sensex, Nifty set to open higher ahead of RBI's key rate decision

Indian equity markets are poised for a higher opening, following global equities' uptick, driven by lower U.S. yields and declining oil prices. Investors are awaiting the Reserve Bank of India's (RBI) monetary policy announcement, with expectations that the central bank will keep key rates unchanged. The RBI's commentary on economic [see more...](#)

Oil edges up amid brutal week of losses, markets await US jobs data

Crude prices edged higher on Friday amid deep weekly losses left by one of the oil market's worst tumbles for the year. With September US jobs data, due later on Friday, being the final major development for this week awaited by markets, some support emerged for oil trading at closer to \$80 per barrel than the mid-\$95 levels of last month. [see more...](#)

Politics

Illegal Afghan nationals start leaving

After the deadline set for illegal Afghan immigrants residing in Pakistan, Afghan nationals have commenced their departure from the country via the Torkham border crossing, officials said on Thursday. Border officials stated that over the past two days, more than 30 families comprising around 1,000 individuals departed Pakistan on the very [see more...](#)

Economy

Govt debt stocks hit historic high of Rs64trn by Aug-end – Negative

The federal government's total debt (domestic and external) stocks continued upward journey, reaching historic mark of Rs 64 trillion by the end of August 2023, mainly due to exchange rate volatility. The State Bank of Pakistan (SBP) on Thursday reported that the central government's total domestic and external debt stocks rose by 5 percent during [see more...](#)

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Foreign debt ratio rises to 38.3pc of total public debt in a year – **Negative**

Ministry of Finance has asked all ministries to implement all the The dynamics of total public debt have witnessed an alarming development as the ratio of foreign debt has shot up from 36.9 per cent in FY22 to 38.3 per cent in FY23. The Ministry of Finance's Annual Debt Review and Public Debt Bulletin FY2023 shows that total public debt peaked at Rs62.88 trillion till the [see more...](#)

PIA tops sell-off list, WB told – **Neutral**

The Privatisation Commission Thursday discussed the caretaker government's strategic agenda for privatisation, with specific attention to privatising Pakistan International Airlines (PIA) and other SOEs for optimising the performance of the distribution companies (DISCOs). A meeting took place between Federal Minister for Privatisation Fawad Hasan Fawad, and Najy Benhassine, the country head of the World Bank, [see more...](#)

PSM to be privatised on G2G basis – **Neutral**

The caretaker government has reportedly decided to privatise Pakistan Steel Mills (PSM) on Government to Government (G2G) basis, as Privatisation Commission has failed to finalise restructuring plan in eight years, well informed sources told Business Recorder. On October 4, 2023, the Apex Committee comprising caretaker Prime Minister and the Army Chief discussed privatisation [see more...](#)

Govt to establish anti-money laundering authority – **Neutral**

The government has decided to establish Anti-Money Laundering Authority (AMLA) as an autonomous body that will exist under the administration of Ministry of Interior (Mol), the interior ministry sources said. The AMLA would be linked with Financial Action Task Force (FATF)'s Anti-Money Laundering and Counter-Terrorist Financing. The motive of establishing the Authority is to expand the scope of checking the terrorist outfits [see more...](#)

PKR: upward trajectory – **Positive**

The Pakistani rupee maintained its upward trajectory against the US dollar, gaining 0.37% in the inter-bank market on Thursday. This is the rupee's 21st successive increase against the greenback. As per the State Bank of Pakistan (SBP), the rupee settled at 283.62 after an increase of Rs1.06 in the inter-bank market. On Wednesday, the rupee had appreciated 0.37% to settle at 284.68. In a key development, Ministry of Finance has asked [see more...](#)

Pakistan LNG awards tender to Vitol – **Neutral**

Pakistan LNG Limited (PLL) awarded a tender to commodities trader Vitol for the delivery of a liquefied natural gas (LNG) cargo in December, a source with knowledge of the matter said on Thursday, making it the country's first spot purchase in over a year. Last week, PLL issued a tender seeking two spot LNG cargoes for delivery on Dec. 7-8 and 13-14. It received bids from Vitol and Trafigura for the Dec. [see more...](#)

Nepra to charge Rs1.71 per unit FCA for August – **Negative**

National Electric Power Regulatory Authority (NEPRA) has notified positive adjustment of Rs1.71 per unit in tariffs of power Distribution Companies (Discos) for August 2023 under month Fuel Charges Adjustment (FCA) mechanism. The financial impact of positive adjustment of Rs1.71 per unit will be Rs30 billion, to be recovered from consumers except lifeline consumers in October bills. [see more...](#)

Govt decides to lease out Discos for 30 years – **Negative**

The government has shelved its plan to privatise the loss-making power distribution companies (Discos) or hand them over to the provinces and has come up with the idea of striking concession contracts for leasing them out for 30 years. The brownfield projects would be handed over to the private sector through PPP (Public Private Partnership). Under the concession contracts, there [see more...](#)

Kia assembler cuts prices – **Positive**

Lucky Motor Corporation (LMC), the assembler of Kia vehicles, on Thursday reduced the price of various models by Rs100,000-500,000, citing rupee appreciation against the dollar. The new price of Picanto AT, Sportage FWD, AWD and Black limited edition is Rs3.850 million, Rs8.040m, Rs8.770m and Rs9.300m, showing a reduction of Rs100,000-350,000. Sorento 2.4L FWD, 2.4L AWD and 3.5L FWD [see more...](#)

WTL achieves major milestone in NASDAQ listing – **Neutral**

The WorldCall Telecom Limited has been informed by WorldCall Services (Private) Limited (WSL) that it has achieved a major milestone in NASDAQ listing through a US Entity. "In continuation of earlier announcements, we have been informed by Worldcall Services (Pvt) Limited (WSL) that it has achieved a major milestone in NASDAQ listing through a US Entity," material information sent [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

VALUATION METHODOLOGY

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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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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