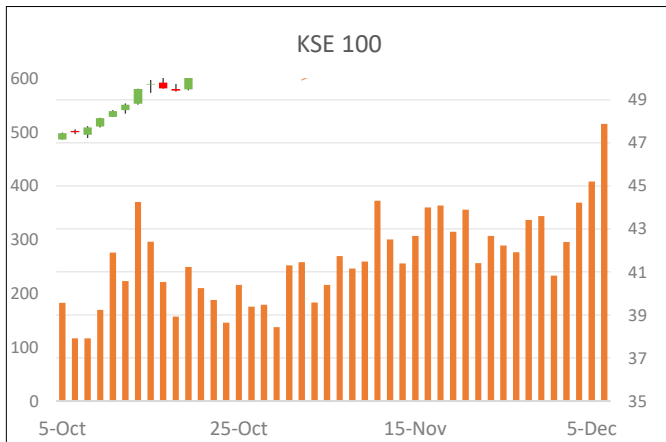


MORNING GLANCE



63,917	▲ 961	▲ 1.53%
515 mn	YTD 56.6%	1 Year 53.87%

ASIA	Value	Pts	Chg. (%)
NIFTY 50	20,859.65	78.05	0.37% ▼
DSE 30	2,113.52	0.65	0.03% ▼
SHANGHAI	2,960.33	8.6	0.29% ▼
Hang Seng	16,227.00	247	1.50% ▼
Nikkei 225	32,873.50	572.4	1.71% ▼

EUROPE	Value	Pts	Chg. (%)
FTSE 100	7,515.38	25.54	0.34% ▲
DAX 30	16,656.44	123.33	0.75% ▲

USA	Value	Pts	Chg. (%)
DOW JONES	36,054.43	70.13	0.19% ▼
S&P 500	4,549.34	17.84	0.39% ▼
NASDAQ	15,788.05	89.66	0.56% ▼

Commodities	Value	Chg.	Chg. (%)
Gold (t oz.)	2,043.75	4.15	0.20% ▼
Oil-WTI (bbl)	69.80	0.42	0.61% ▲

Currencies	Value	Chg.	Chg. (%)
USD/PAKR	284.14	0.24	0.08% ▼
EURO/PAKR	306.51	1.04	0.34% ▼
GBP/PAKR	358.11	0.86	0.24% ▼
AED/PAKR	77.38	0.06	0.08% ▼

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

Market Outlook

The stock market on Wednesday Surged over 950 points and concluded the session in the green zone by making an all-time high amid improvement in the country's financial indicators. The Benchmark KSE-100 index made an intra-day high and low at 64,038.83 (1,082.81 points) and 63,188.71 (232.69 points) respectively while closed at 63,917.72 by gaining 961.70 points. Trading volume increased to 515mn shares as compared to 408mn shares on the previous trading day. Going forward, we expect the market to remain volatile as the index reaches an all-time high in previous trading sessions. The support for the index resides at 61,000 Breaking this level would further drag the index towards 60,000. Contrarily, the market could also surge up to 65,000 if closes above 64,000.

Key News

International

Shares in Asia Fall as Oil Touches Six-Month Low: Markets Wrap

Shares fell across Asia following declines on Wall Street, pressured by weak oil prices and concerns about China's fiscal health. Treasuries slid after rallying on fresh signs of US labor market softness. Equities were lower from Hong Kong to mainland China and Australia. That followed [see more...](#)

Oil prices regain ground after falling to six-month lows

Oil prices recouped some of their losses in early Asian trading but remained at the lowest levels since June, after falling in the previous session on high U.S. crude output and gasoline inventories. Brent crude futures rose 32 cents, or 0.43%, to \$74.62 a barrel by 0116 GMT. U.S. West Texas. [see more...](#)

Politics

No doubt elections will be held on Feb 8: Kakar

Caretaker Prime Minister Anwaar-ul-Haq Kakar has said that the nation should not have any doubts about the general elections, scheduled to be held on February 8, 2024. "I have no doubt about it. The concerns are often associated with our political system. We have a history of our own," he remarked in an interview with a web-based media outlet, published on Wednesday. [see more...](#)

Economy

Pakistan's economy to rebound in 2024, IMF aid crucial – Neutral

Pakistan's economy is set to recover from a contraction in the current fiscal year and grow by 2.1 percent in 2024, boosted by easing supply bottlenecks, lower interest rates scenario, and continued support from the International Monetary Fund (IMF), a Bloomberg economist said. Ankur Shukla, a Bloomberg economist based in Mumbai, said in a report released on [see more...](#)

MORNING GLANCE

Three projects; ADB approves \$659m in financing – **Positive**

The Asian Development Bank (ADB) has approved three projects totalling \$658.8 million to help Pakistan achieve its goal of more inclusive and sustainable growth and development. The projects will focus on improving domestic resource mobilisation; rehabilitating schools damaged by the devastating August 2022 floods; and enhancing agricultural productivity to improve food security. These projects were approved this week, the bank [see more...](#)

Digitising budget process; Shamshad chairs IMF mission meeting – **Neutral**

Federal Minister for Finance, Revenue, and Economic Affairs Dr Shamshad Akhtar chaired the kick-off meeting of the IMF Technical Assistance Mission on digitising budget process at Finance Division, said a press release issued on Wednesday. The IMF Technical Assistance Mission was led by Fazeer Rahim and Sybi Hida, senior economists from the Public [see more...](#)

Refinery work dents demand for Russian oil - **Negative**

Pakistan, which imported three cargoes of Russian crude oil in the past six months, is likely to see a slowdown in its purchases from the world's second-largest oil exporter in the coming months, due to local refineries' lack of plans for further imports in the near future, industry officials said on Wednesday. Pakistan Refinery Ltd. (PRL), which imported the first cargo of 10,000 tons of Russian crude oil in June, has no plans to purchase additional crude [see more...](#)

SSGC LPG to go public, plans IPO of 33.3m shares - **Positive**

The Board of Directors (BoD) of Sui Southern Gas Company Limited (PSX: SSGCL) has approved the conversion of the status of SSGC LPG (Private) Limited (SLL) to a Public Limited company, and the initiation of the process for the issuance of 33.3 million shares through an Initial Public Offering (IPO). The company informed through a notice sent to the local bourse today. Accordingly, the company will. [see more...](#)

Loss-making Discos; FD opposes PD's proposal – **Neutral**

The Finance Division has reportedly opposed a proposal of the Power Division regarding establishment of Performance Management Units (PMUs) in loss-making power Distribution Companies (Discos) under senior army officers (brigadiers), arguing it will further deteriorate governance within Discos, sources close to Secretary Finance told Business Recorder. The Power Division prepared a secret. [see more...](#)

'Delayed' CASA-1000 project; WB reluctant to arrange funds – **Neutral**

The World Bank is said to have shown reluctance in the arrangement of funds for the delayed Central Asia-South Asia-1000 (CASA-1000) energy trade project, maintaining it cannot change the financing terms of the loan, well-informed sources told Business Recorder. CASA-1000 project will transmit 1300 MW of surplus electricity from [see more...](#)

Landmark achievement; IMC holds line-off ceremony for first locally-made HEV - **Positive**

In a landmark event for the Pakistani automotive industry, Indus Motor Company (IMC) held line-off ceremony for the much-awaited first locally manufactured Hybrid Electric Vehicle (HEV) – the 4th generation Toyota Corolla Cross. The ceremony held at IMC's manufacturing facility in Karachi welcomed esteemed guests including the Federal [see more...](#)

Cherat Packaging agrees to sell Papersack Line V for €4.4m – **Positive**

Cherat Packaging Limited (PSX: CPPL) has entered into an agreement to sell its Papersack Line V for a total consideration of €4.4 million and has received the Letter of Credit for the same from the buyer, the company informed through a notice sent to the local bourse today. The dismantling, packing, loading, and shipment of the Papersack Line. [see more...](#)

'Illegal' LCs, forex market speculation; MoF set to share list of banks with SIFC today - **Neutral**

The Finance Ministry is all set to share the list of banks involved in illegal business relating to LCs and speculation in the foreign currency market with Special Investment Facilitation Council (SIFC) on Thursday (Dec 7), well-informed sources told Business Recorder. Secretary Finance and Governor State Bank [see more...](#)

Govt likely to drop 137 PSDP nonstarters - **Neutral**

The government may drop all 137 non-starter projects with zero financial progress from the PSDP 2023-24 to save allocation of Rs116 billion in the current fiscal year. Sources said that the federal government may also explore the possibility of transferring provincial nature projects funded from federal PSDP to the respective provinces. They added that the provincial projects have made [see more...](#)

DISCLAIMER

This report has been prepared by Abbasi & Company (Private) Limited and is provided for information purposes only. Under no circumstances, this is to be used or considered as an offer to sell or solicitation of any offer to buy. While reasonable care has been taken to ensure that the information contained therein is not untrue or misleading at the time of publication, we make no representation as to its accuracy or completeness and it should not be relied upon as such. From time to time, Abbasi & Company (Private) Limited and or any of its officers or directors may, as permitted by applicable laws, have a position, or otherwise be interested in any transaction, in any securities directly or indirectly subject of this report. This report is provided only for the information of professional advisers who are expected to make their own investment decisions without undue reliance on this report. Investments in capital markets are subject to market risk and Abbasi & Company (Private) Limited accepts no responsibility whatsoever for any direct or indirect consequential loss arising from any use of this report or its contents. In particular, the report takes no account of the investment objectives, financial situation and needs of investors, who should seek further professional advice or rely upon their own judgment and acumen before making any investment. The views expressed in this report are those of Abbasi & Company (Private) Limited Research Department and do not necessarily reflect those of the company or its directors. Abbasi & Company (Private) Limited as a firm may have business relationships, including investment-banking relationships, with the companies referred to in this report. Abbasi & Company (Private) Limited does not act as a market maker in the securities of the subject company. Abbasi & Company (Private) Limited or any officers, directors, associates or close relatives do not have a financial interest in the securities of the subject company to an amount exceeding 1% of the value of the securities of the subject company at the time of issuance of this report. Abbasi & Company (Private) Limited or any officers, directors, associates or close relatives are not currently serving or have served in the past three years as a director or officer of the subject company. Abbasi & Company (Private) Limited or any officers, directors, associates or close relatives have not received compensation from the subject company in the previous 12 months. The subject company currently is not, or during the 12-month period preceding the date of publication or distribution of this report, was not, a client of Abbasi & Company (Private) Limited. We have not managed or co-managed a public offering or any take-over, buyback or delisting offer of securities for the subject company in the past 12 months and/or received compensation for corporate advisory services, brokerage services or underwriting services from the subject company in the past 12 months. Abbasi & Company (Private) Limited does not expect to receive or intend to seek compensation for corporate advisory services or underwriting services from the subject company in the next 3 months

All rights reserved by Abbasi & Company (Private) Limited. This report or any portion hereof may not be reproduced, distributed or published by any person for any purpose whatsoever. Nor can it be sent to a third party without prior consent of Abbasi & Company (Private) Limited. Action could be taken for unauthorized reproduction, distribution or publication

VALIDITY OF THE PUBLICATION OR REPORT

The information in this publication or report is, regardless of source, given in good faith, and may only be valid as of the stated date of this publication or report. The information may be subject to change without notice, its accuracy is not guaranteed, it may be incomplete or condensed and it may not contain all material information concerning the company, jurisdiction or financial instruments referred to in this report. The valuations, opinions, estimates, forecasts, ratings or risk assessments herein constitutes a judgment as of the date of this report and were based upon several estimates and assumptions and are inherently subject to significant uncertainties and contingencies. It can be expected that one or more of the estimates on which the valuations, opinions, estimates, forecasts, ratings or risk assessments were based will not materialize or will vary significantly from actual results. Therefore, the inclusion of the valuations, opinions, estimates, forecasts, ratings or risk assessments described herein is not to be relied upon as a representation and/or warranty by Abbasi & Company (Private) Limited and/or its other associated and affiliated companies, that:

- I. Such valuations, opinions, estimates, forecasts, ratings or risk assessments or their underlying assumptions will be achieved, and
- II. There is any assurance that future results or events will be consistent with any such valuations, opinions, estimates, forecasts, ratings or risk assessments stated therein

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

RATINGS CRITERIA

Abbasi & Company (Private) Limited employs a three-tier ratings system to rate a stock and sector, as mentioned below, which is based upon the level of expected return for a specific stock and outlook of sector. The rating is based on the following with stated time horizon

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

Ratings are updated to account for any development impacting the economy/sector/company, changes in analysts' assumptions or a combination of these factors.

RESEARCH DISSEMINATION POLICY

Abbasi & Company (Private) Limited endeavors to make all reasonable efforts to disseminate research to all eligible clients in a timely manner through either physical or electronic distribution such as email, fax mail etc. Nevertheless, all clients may not receive the material at the same time

OTHER DISCLOSURES

The research analyst is primarily involved in the preparation of this report, certifies that:

- I. The views expressed in this report accurately reflect his/her personal views about the subject company/stock /sector and economy
- II. No part of his/her compensation was, is or will be directly or indirectly related to the specific recommendations or views expressed in this report

The Research Analyst is not and was not involved in issuing of a research report on any of the subject company's associated companies

PREPARED BY

Haroon Abdul Razzaq

Phone: (+92) 42 38302028

Ext: 116

Email: haroon@abbasiandcompany.com

RESEARCH DEPARTMENT

6 - Shadman, Lahore

Phone: (+92) 42 38302028; Ext: 116, 117

Email: research@abbasiandcompany.com

web: www.abbasiandcompany.com

HEAD OFFICE

6 - Shadman, Lahore

Phone: (+92) 42 38302028

Email: info@abbasiandcompany.com

web: www.abbasiandcompany.com