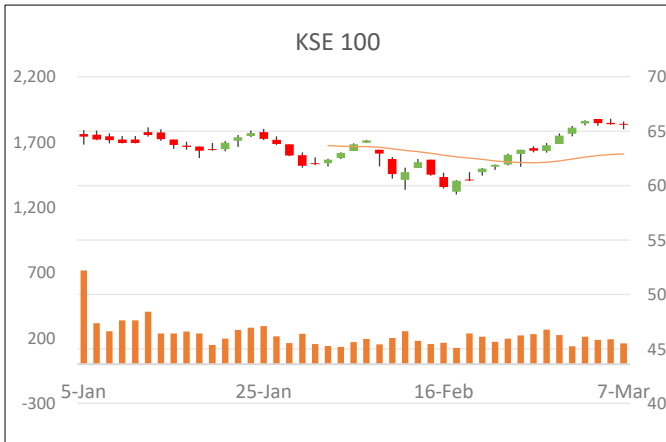


# MORNING GLANCE



65,603	▼ -54	▼ -0.08%
158 mn	YTD 1.46%	1 Year 58.62%

ASIA	Value	Pts	Chg. (%)
NIFTY 50	22,493.55	19.50	0.09% ▲
DSE 30	2,106.35	8.64	0.41% ▲
SHANGHAI	3,031.14	3.74	0.12% ▲
Hang Seng	16,424.00	194.22	1.20% ▲
Nikkei 225	39,949.50	351.00	0.89% ▲
EUROPE	Value	Pts	Chg. (%)
FTSE 100	7,692.46	13.15	0.17% ▲
DAX 30	17,868.25	25.40	0.14% ▲
USA	Value	Pts	Chg. (%)
DOW JONES	38,791.35	130.30	0.34% ▲
S&P 500	5,157.36	52.60	1.03% ▲
NASDAQ	18,297.99	280.42	1.56% ▲
Commodities	Value	Chg.	Chg. (%)
Gold (t oz.)	2,165.00	0.2	0.01% ▼
Oil-WTI (bbl)	79.40	0.47	0.60% ▲
Currencies	Value	Chg.	Chg. (%)
USD/PKR	279.35	0.09	0.03% ▲
EURO/PKR	303.09	-	-
GBP/PKR	355.06	0.93	0.26% ▲
AED/PKR	76.06	0.01	0.01% ▲

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

## Market Outlook

The stock market on Thursday remained negative in first half of the day followed by a recovery in the second half and concluded the session in the red zone amid Moody's upgrades Pakistan's banking sector outlook from negative to 'stable'. The Benchmark KSE-100 index made an intra-day high and low at 65,874.15 (217.53 points) and 65,187.68 (-468.94 points) respectively while closed at 65,603.08 by losing 53.54 points. Trading volume decreased to 158mn shares as compared to 192mn shares on the previous trading day. Going forward, we anticipate the market to gain bullish momentum amid Goldman Sachs expects positive shift for Pakistan's credit rating. The market is currently on a crucial level of 66,000 where the 'Resistance/Supply zone' is residing, if the market is able to sustain this level then it could be anticipated to rally up to 67,000. Contrarily If the market breaks below 65,000, then it could fall to around 63,500.

## Key News

### International

#### Asian Stocks Rally Ahead of Jobs Data, Yen Firms: Markets Wrap

Asian shares tracked Wall Street's gains on dovish signs from central banks, with focus on US jobs data due later Friday. The yen's rally slowed. Stocks rose from Australia to Japan and Hong Kong, pushing a regional. [see more...](#)

#### Oil Advances After Canada-US Keystone Pipeline Briefly Halts

Oil rose after services were briefly suspended at the Keystone pipeline, a crucial conduit carrying Canadian crude to the US. Brent futures climbed above \$83 a barrel after ending unchanged on Thursday. West Texas Intermediate [see more...](#)

### Politics

#### Zardari will become President: PM

Speaking at the dinner reception hosted in honour of coalition parties, the prime minister urged the ruling coalition to seek vote for the president from everyone so that he is elected on 9th March by overwhelming majority. The premier said that the entire world is watching that how the. [see more...](#)

### Economy

#### FBR officers asked to dispose of deferred ST refunds by June 1 - Neutral

In this connection the FBR issued instructions to the Chief Commissioners Inland Revenue of field formations on the disposal of deferred sales tax refund claims. According to the FBR's instructions, in order to liquidate the pendency of deferred sales tax refund claims and to avoid further piling up of these claims, it has been decided that the field formations shall: [see more...](#)

## MORNING GLANCE

### **SBP-held forex reserves fall \$54mn due to debt repayment - Negative**

The State Bank of Pakistan (SBP) reported another fall in its forex reserves by \$54 million in the week ending on March 1, 2024, due to debt repayment. The SBP said that with the foreign payments, its total reserves stand at \$7.895 billion while commercial banks possess \$5.124 billion. As of March 1, 2024, Pakistan's total liquid foreign exchange reserves stood at. [see more...](#)

### **PKR snaps losing streak, gains 7 paisa against USD - Positive**

The Pakistani rupee (PKR) snapped its four-day losing streak, appreciating around 7 paisa against the US dollar in Thursday's interbank session to settle at PKR 279.29 per USD, compared to the previous session's closing of PKR 279.35 per USD. The currency saw an intraday high (bid) of 279.75 and a low (ask) of 279.25. In the open market, exchange companies quoted the dollar at 279.11 for buying and 281.74 for selling. [see more...](#)

### **Weekly SCRA records net purchase of Rs1.91bn - Neutral**

The net purchase of securities for the week ended February 29, 2024 clocked in at Rs1.91bn, as compared to a net sale worth Rs53.12m recorded last week, according to a weekly report on Specially Convertible Rupee Accounts (SCRA) released by the State Bank of Pakistan. During the week, the gross sale of securities was recorded at Rs3.56bn, which is around 54.94%. [see more...](#)

### **Official reserve assets fall to \$13.34bn as of February- Negative**

The official reserve assets, including foreign currency reserves, reserve position in funds, Special Drawing Rights (SDRs), gold, and other reserve assets, stood at \$13.34 billion as of February 2024 compared to \$13.53bn recorded in the previous month. According to the monthly data published by State Bank of Pakistan (SBP) on Thursday, the foreign currency reserves, which [see more...](#)

### **Positive shift expected for Pakistan's credit rating: Goldman Sachs - Positive**

There is potential for an improvement in Pakistan's credit rating alongside its USD bonds, with expectations for the yield curve to steepen, according to a report by Goldman Sachs. The report also sees potential gains for Pakistan's currency, which offers both value and carry. [see more...](#)

### **PPL, FWO join forces for mineral exploration in Pakistan- Neutral**

In a landmark development for the mineral sector of Pakistan, Frontier Works Organization (FWO) and Pakistan Petroleum Limited (PPL) have signed an agreement for the exploration of minerals. According to the latest update from the Ministry of Information & Broadcasting, these two organizations have agreed to partner for exploration in the. [see more...](#)

### **PSO seeks recovery of Rs21.7bn dues from PIA through jet fuel levy- Neutral**

In a strategic move to reclaim outstanding receivables amounting to Rs 21.7 billion from Pakistan International Airlines (PIA), Pakistan State Oil (PSO) has proposed the introduction of a levy of up to Rs4 per litre on Jet-A1 fuel. This proposal comes in the backdrop of PIA's inclusion in the Active Privatization Programme by the Federal Cabinet. [see more...](#)

### **Corporate Restructuring Companies Rules: SECP introduces major amendments- Neutral**

The SECP under the auspices of the federal government, has notified amendments to the Corporate Restructuring Companies Rules, 2019. The subject Rules have been amended in consultations with the State Bank of Pakistan, International Finance Corporation and public. [see more...](#)

### **19 essential commodities: Subsidy being provided to the poor, PM told- Neutral**

The prime minister presided over a meeting on the Prime Minister's Ramazan Relief Package and the Benazir Income Support Program (BISP) on Thursday. The meeting was informed in detail about the Prime Minister's Ramazan relief package. The meeting was told that a Ramazan [see more...](#)

### **Coalition govt pushes ahead with PIA's privatization- Neutral**

In its quest to overhaul loss-making state-owned enterprises (SOEs), the Shehbaz Sharif-led coalition government is pushing ahead with the privatisation process of Pakistan International Airlines (PIA). While chairing a high-level meeting on the PIA's privatisation and restructuring of the Federal Board of Revenue (FBR),. [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

## 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

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

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