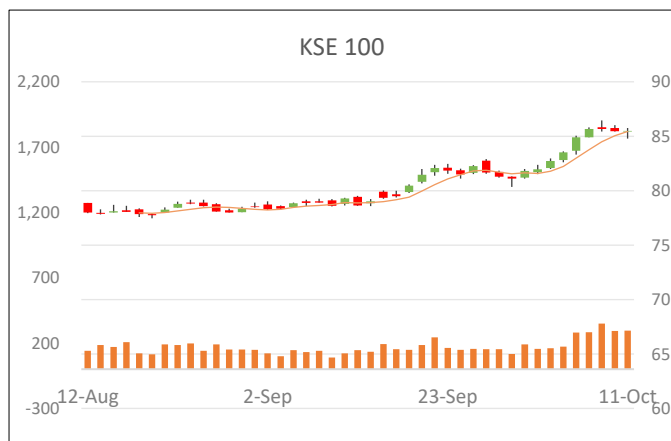


MORNING GLANCE



85,483

















▲ 30

▲ 0.03%

295 mn

YTD 32.15%

1 Year 77.51%

ASIA		Value	Pts	Chg. (%)
	NIFTY 50	24,964.25	34.2	0.14% ▼
	DSE 30	1,984.99	45.78	2.36% ▲
	SHANGHAI	3,271.06	53.32	1.66% ▲
	Hang Seng	21,145.00	106.98	0.50% ▼
	Nikkei 225	39,581.00	166.50	0.42% ▲
EUROPE		Value	Pts	Chg. (%)
	FTSE 100	8,253.65	15.92	0.19% ▲
	DAX 30	19,373.83	162.93	0.85% ▲
USA		Value	Pts	Chg. (%)
	DOW JONES	42,863.86	409.74	0.97% ▲
	S&P 500	5,815.03	34.98	0.61% ▲
	NASDAQ	20,271.97	30.21	0.15% ▲
Commodities		Value	Chg.	Chg. (%)
	Gold (t oz.)	2,673.20	3.1	0.12% ▼
	Oil-WTI (bbl)	74.75	0.81	1.07% ▼
Currencies		Value	Chg.	Chg. (%)
	USD/PKR	278.20	0.10	0.04% ▲
	EURO/PKR	304.41	0.14	0.05% ▼
	GBP/PKR	363.31	0.61	0.17% ▼
	AED/PKR	76.30	-	-

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

Market Outlook

The stock market on Friday remained negative in the first half of the day. However, it recovered earlier losses in the second half and concluded the session in the green zone amid uncertainty prevailing among the investors. The Benchmark KSE-100 index made an intra-day high and low at 85,750.18 (296.96 points) and 84,774.45 (-678.77 points) respectively while closed at 85,483.40 by gaining 30.18 points. Trading volume increased to 295mn shares as compared to 294mn shares on the previous trading day. Going forward, we anticipate the market to remain volatile. The index has an upcoming resistance at 86,000 and 86,400, while finding support at 83,500.

Key News

International

Asia shares await China markets' response to detail-thin stimulus pledges

Asian stocks swung between gain and loss on Monday as investors struggled to reach a consensus view on China's economic stimulus promises made over the weekend which, though broad, were light on specifics. Minister of Finance Lan Foan at a closely watched news [see more...](#)

Oil prices fall by more than \$1 on deflation worries in China

Oil prices fell by more than \$1 a barrel, losing over 1.5% in early trading on Monday, after disappointing Chinese inflation data and a lack of clarity on Beijing's economic stimulus plans stoked fears about demand. Brent crude futures were down \$1.26, or 1.59%, at \$77.78 per barrel by 0020 GMT, and U.S. West Texas Intermediate crude futures fell \$1.20, or 1.59%, to \$74.36 per barrel. [see more...](#)

Politics

Amendments Bill: SC to take up petitions on 17th

The Supreme Court will take up the petitions against the proposed 26th Constitutional Amendments Bill on October 17, which the Pakistan Muslim League-Nawaz (PML-N)-led ruling coalition intends to table for the establishment of federal court. A three-judge bench, headed by Chief Justice Qazi Faez. [see more...](#)

Economy

Forex reserves will touch \$11bn in two weeks: Aurangzeb – Positive

Finance Minister Muhammad Aurangzeb said Sunday that the country economy is moving towards positive direction and foreign exchange reserves will touch US\$11 billion in the next two weeks. Addressing an event organised by China Chamber of Commerce in Pakistan here on Sunday, Finance Minister said that as we are moving towards macroeconomic stability, and exchange rate remained stable during the last 12 to 14 months. [see more...](#)

MORNING GLANCE

Pakistan needs to repay external debt of \$18.8bn in current fiscal: IMF – Negative

Terming Pakistan's external debt repayment capacity as fragile, IMF has assessed Islamabad's external financing needs have ballooned to \$62.6 billion over three years period under the Extended Fund Facility (EFF) programme. The. [see more...](#)

IMF concerned at low investment in social sector – Negative

The International Monetary Fund (IMF) has raised concerns over Pakistan's persistently low investment in the social sectors, warning that this underinvestment is perpetuating poverty and widening inequality across the country. This was stated in the Fund's latest report titled "2024 Article IV Consultation and request" [see more...](#)

Fund sets 22 SBs and conditionalities – Neutral

The International Monetary Fund (IMF) has set 22 structural benchmarks (SBs) and conditionalities for the new \$7 billion Extended Fund Facility (EFF) program, including not granting tax amnesties, not issuing any new preferential tax treatment (including exemptions, zero rating, tax credits, accelerated depreciation allowances, or special rates), as well as average premium between the interbank and open [see more...](#)

Pakistan lags behind regional peers in living standards: IMF – Negative

The International Monetary Fund (IMF) has stated Pakistan has been falling behind its regional peers in terms of living standards, "underscoring the need for urgent policy correction." The Washington-based lender stated this [see more...](#)

Govt may collect Rs300bn from agri tax – Neutral

The government can collect a maximum amount of Rs 300 billion from agriculture income tax with the help of provinces. Sources told Business Recorder that the agricultural income tax has the potential of nearly Rs300 billion. The Federal Board of Revenue (FBR) has asked. [see more...](#)

Govt pledges PSDP cuts, other reforms amid IMF criticism – Negative

Amid criticism from the IMF over the Special Investment Facilitation Council and Sovereign Wealth Fund, the government has committed to drastically reduce the Public Sector Development Programme [see more...](#)

Petrol price may increase by Rs3.95, diesel by Rs10.26 per litre from 16th – Negative

The government is likely to increase from October 16 the price of petrol by Rs3.95 per litre and diesel by Rs10.26 which may fuel inflation to some extent in the country. Consumers in Pakistan would face the hike in price of POL products because of the Middle East situation. The crude oil. [see more...](#)

IMF assured of semi-annual gas tariff adjustment by Feb 15, 2025 – Neutral

The federal government has assured the IMF that the semi-annual gas tariff adjustment as determined by the Oil and Gas Regulatory Authority (Ogra) will be announced by February 15, 2025 and thenceforth it will be notified within 40 days to prevent further fiscal liabilities. The Fund in its latest report "2024 Article IV" [see more...](#)

RLNG prices slashed up to 7.1% - Positive

The Oil and Gas Regulatory Authority (Ogra) on Friday notified up to 7.11% reduction in prices of re-gasified liquefied natural gas (RLNG) in its monthly review for October 2024. According to a notification, the decrease in RLNG prices is mainly the outcome of a fall in Delivery Ex-ship (DES) rates. [see more...](#)

IMF told; Two Discos' sell-off to wrap up by Jan-end – Neutral

The federal government has shared with the International Monetary Fund (IMF) that transactions of two distribution companies (DISCOs) will be finalized by the end of January 2025. Additionally, the government has admitted to missing the planned privatization of [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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