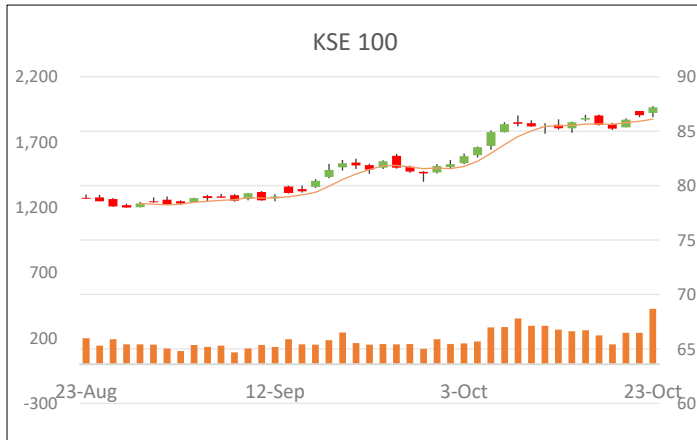


MORNING GLANCE



87,194	▲ 727	▲ 0.84%
424 mn	YTD 34.85%	1 Year 70.73%

ASIA	Value	Pts	Chg. (%)
NIFTY 50	24,749.85	221.45	0.89% ▼
DSE 30	1,947.98	15.75	0.80% ▼
SHANGHAI	3,185.31	15.92	0.50% ▲
Hang Seng	20,248.00	168.90	0.84% ▲
Nikkei 225	39,045.50	100.00	0.26% ▲

EUROPE	Value	Pts	Chg. (%)
FTSE 100	8,385.13	56.06	0.67% ▲
DAX 30	19,583.39	150.58	0.77% ▲

USA	Value	Pts	Chg. (%)
DOW JONES	43,239.05	161.35	0.37% ▲
S&P 500	5,841.47	1	0.02% ▼
NASDAQ	20,190.42	16.37	0.08% ▲

Commodities	Value	Chg.	Chg. (%)
Gold (t oz.)	2,723.55	16.05	0.59% ▲
Oil-WTI (bbl)	70.91	0.24	0.34% ▲

Currencies	Value	Chg.	Chg. (%)
USD/PAKR	278.10	0.15	0.05% ▼
EURO/PAKR	301.10	0.91	0.30% ▼
GBP/PAKR	361.72	0.39	0.11% ▲
AED/PAKR	76.34	0.05	0.07% ▲

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

Market Outlook

The stock market on Wednesday surpassed the 87,000 mark for the first time and concluded the session in the green zone amid another probable reduction in the key policy rate coupled with lower inflation reading this month. The Benchmark KSE-100 index made an intra-day high and low at 87,309.22 (842.65 points) and 86,284.25 (-182.32 points) respectively while closed at 87,194.53 by gaining 727.96 points. Trading volume increased to 424mn shares as compared to 416mn shares on the previous trading day. Going forward, we anticipate the market to remain positive as index reaches all time high on account of improvement in economic indicators. The index has a resistance at 87,300 and 87,500, while finding support at 87,000.

Key News

International

Asia stocks fall as rising yields dent tech, weak data weighs
Most Asian stocks fell on Thursday as rising U.S. Treasury yields pressured technology stocks, while weak economic prints from several regional economies also weighed on sentiment. Regional markets took a weak lead-in from Wall Street, as heavyweight technology stocks fell amid pressure from high yields and as increased risk aversion saw investors lock-in recent profits. [see more...](#)

Oil prices rise more than 1% amid concerns on Mideast tensions

Oil prices climbed by more than 1% on Thursday, almost reversing previous session's losses, as Middle East tensions came back into focus ahead of the U.S. election despite a mixed bag of U.S. fuel inventories. futures rose 95 cents, or 1.27% to \$75.91 at 0302 GMT, while U.S. West Texas Intermediate [see more...](#)

Politics

New CJP to take oath of office on 26th

President Asif Ali Zardari has appointed Supreme Court judge Justice Yahya Afridi as the Chief justice of Pakistan for the next three years. Justice Yahya Afridi, who was nominated by a Special Parliamentary Committee (SPC) on Tuesday night, is set to take oath as the next chief justice of Pakistan (CJP) on Saturday (October 26). The president [see more...](#)

Economy

Islamabad, Riyadh agree on facilitating investments in key sectors – Positive

Pakistan and Saudi Arabia have renewed their commitment to further cement mutually beneficial economic ties, promote investment in key sectors, and enhance bilateral trade. The development was seen in a meeting between Finance Minister Muhammad Aurangzeb and Saudi Minister of Finance Mohammed Al-Jadaan on the sidelines of the World Bank-IMF Annual [see more...](#)

MORNING GLANCE

IMF projects 2.1pc increase in govt expenditure – Neutral

The International Monetary Fund (IMF) has projected a significant increase of 2.1 percent in the government expenditure for Pakistan from 19.3 percent of gross domestic product (GDP) in 2024 to 21.4 percent in 2025. According to the IMF report, “Fiscal Monitor, Putting a Lid on Public Debt”, the government [see more...](#)

OGDCL announces gas discovery in Khairpur – Positive

Oil and Gas Development Company Limited (OGDCL) has announced the gas discovery from Sawan South Block lower Goru B Reservoir Sand of Shahu-1 located in district Khairpur, Sindh Province. The joint venture comprising OGDCL (20 percent working interest), United Energy Pakistan Limited, the operator (75 percent), Government Holding Private Limited [see more...](#)

Power generation in Pakistan falls in September amid rising costs, shift to renewables – Negative

Power generation in Pakistan stood at 12,487 GWh (17,343 MW) in September 2024, a decline of over 6% YoY compared to the same period of the previous year. Back in September 2023, power generation stood at 13,339 GWh (18,527 MW). On a monthly basis, power generation registered a fall of 5.3% as compared to 13,179 GWh in August. [see more...](#)

MoF unwilling to legalise revenue-based load shedding – Neutral

Ministry of Finance (MoF) is reportedly unwilling to support Power Division’s plan to legalise revenue-based load shedding across the country, arguing that the matter relating to load shedding to prevent higher cost of electricity needs to be weighed against the fact that capacity payments would still be paid for the available but unutilised electricity, well informed sources told Business Recorder. Currently all power Distribution Companies [see more...](#)

Disco applicable rates; Govt set to provide power to SEZs – Neutral

The government is likely to provide electricity to Special Economic Zones (SEZs) at the same rates which are applicable in jurisdictions of power Distribution Companies (Discos) and K-Electric (KE), well informed sources told Business Recorder. If implemented this would violate [see more...](#)

Sales tax on tractors hiked to 14pc from 10pc – Negative

The Federal Board of Revenue (FBR) Wednesday increased sales tax from 10 to 14 percent on import and local supply of tractors, which would ultimately increase agricultural tractors’ prices for the poor farmers/ growers. The FBR has issued an SRO 1643(I)/ 2024 [see more...](#)

Supernet secures 20-Year FLL Licenses – Positive

Supernet Limited (PSX: GEMSPNL) has been awarded Fixed Local Loop (FLL) Licenses by the Pakistan Telecommunication Authority (PTA) for 20 years commencing from October 22, 2024, the company’s filing on PSX revealed today. The FLL licenses cover all 14 Telecom Regions across Pakistan and are superior to its previously held Class [see more...](#)

Aug-Sep: number of cellular subscribers rises to 193.346m – Positive

The number of cellular subscribers increased from 193.098 million by end-August to 193.346 million by end-September 2024, the Pakistan Telecommunication Authority (PTA) data revealed. The regulator’s data revealed that the number of 3G and 4G users in Pakistan also increased from 137.920 million by end-August to 138.731 million [see more...](#)

No proposal under study on ADR tax exemption for banks’ – Negative

Minister of State for Finance Ali Pervez Malik said Wednesday that there is no proposal under consideration on Advance-to-Deposit Ratio (ADR) tax exemption for banks. Ali Pervez Malik informed Senate Standing Committee on Finance that presently there is no such proposal under consideration in this regard. [see more...](#)

PIA's final auction to be held on October 30 after delays – Positive

The incumbent government has scheduled the final auction of the struggling Pakistan International Airlines (PIA) Corporation for October 30, as reported by local media on Wednesday. Parliamentary Secretary for Communication, Gul Asghar Khan, made the announcement on [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

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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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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