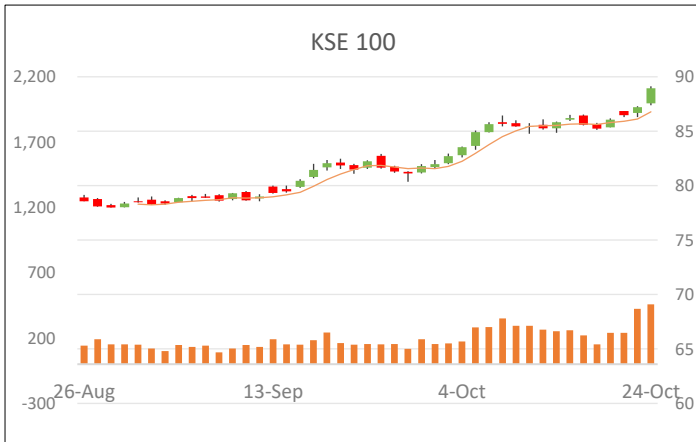


MORNING GLANCE



88,945	▲ 1750	▲ 2.01%
458 mn	YTD 37.56%	1 Year 74.31%

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/PKR	278.10	0.15	0.05% ▼
EURO/PKR	301.10	0.91	0.30% ▼
GBP/PKR	361.72	0.39	0.11% ▲
AED/PKR	76.34	0.05	0.07% ▲

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

Market Outlook

The stock market on Thursday remained extremely bullish throughout the day, surpassed the 89,000 mark for the first time and concluding the session in the green zone amid another probable reduction in the key policy rate coupled with positive macroeconomic developments. The Benchmark KSE-100 index made an intra-day high and low at 89,126.15 (1,931.62 points) and 87,382.04 (187.51 points) respectively while closed at 88,945.98 by gaining 1,751.45 points. Trading volume increased to 458mn shares as compared to 424mn 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 & political stability. The index has a resistance at 89,126 and 89,500, while finding support at 88,500.

Key News

International

Asia stocks muted; Japan shares dip amid election, yen risks
Most Asian stocks were rangebound on Friday amid a dearth of immediate trading cues, while Japanese shares sank in anticipation of a hotly contested general election set to take place this weekend. Sentiment towards Japan was also rattled by repeated warnings on potential currency market intervention by the government, as the yen neared three-month lows. Soft inflation data pressured the yen on [see more...](#)

Oil prices ease on possible new Middle East ceasefire talks
Oil prices eased about 1% in volatile trade on Thursday on reports the U.S. and Israel will try to restart talks on a possible ceasefire in Gaza. Brent futures settled 58 cents, or 0.8%, lower at \$74.38 a barrel, while U.S. West Texas Intermediate crude (WTI) slipped 58 cents, or 0.8%, to end at \$70.19. Earlier in the session, both benchmarks traded [see more...](#)

Politics

Jl to file petition against 26th Constitutional Amendment
Jamaat-e-Islami Pakistan (JI) chief Hafiz Naeem-ur-Rehman has criticised the government and Pakistan Tehreek-e-Insaf (PTI) over the approval of the 26th Constitutional Amendment, announcing plans to challenge it in court. Speaking to media in Lahore on Wednesday, Hafiz Naeem-ur-Rehman said JI had warned PTI against [see more...](#)

Economy

200bps cut in key policy rate likely – Positive
With the State Bank of Pakistan (SBP) set to hold its Monetary Policy Committee (MPC) meeting on November 4, 2024, analysts anticipate a potential interest rate cut of at least 200 basis points, driven by easing inflationary pressures. According to a poll conducted by Topline Securities, some 85 percent of the participants expect that the SBP will announce a minimum rate cut of 200bps. The poll was conducted with key market participants on expectations [see more...](#)

MORNING GLANCE

ITFC to expand trade financing portfolio in Pakistan – Positive

According to a press release issued by the finance ministry on Thursday, the minister met with an ITFC delegation led by CEO Engineer Hani Salem Sonbol in Washington. The minister appreciated the ITFC's ongoing support, including \$3 billion in commodity [see more...](#)

Pakistan, Saudi Arabia to enhance SME ties, agree on more business visits – Neutral

Pakistan's Minister for Industries and Production, Rana Tanveer Hussain, and Saudi Arabia's governor for small and medium enterprises (SME) general have agreed to enhance bilateral cooperation in the SME sector, Pakistan's ministry said on Thursday. [see more...](#)

China sounds alarm on Gwadar delays, ML-1 funding – Neutral

China has raised pressing concerns with Pakistani authorities over delays in transferring 97 acres of land in Gwadar and funding uncertainties for the Main Line-1 (ML-1) railway project. These concerns, coupled with Beijing's calls for a robust joint security mechanism, cast a shadow on the China-Pakistan Economic Corridor (CPEC) amid Pakistan's economic crisis and regional security dynamics. The Pakistani [see more...](#)

SBP forex reserves rise by \$18m to \$11.04bn – Neutral

Pakistan's foreign exchange reserves held by the central bank increased by \$18 million to \$11.041 billion in the week ending October 18, the State Bank of Pakistan said on Thursday. However, the country's forex reserves fell by \$94 million to \$16.017 billion. Similarly, the reserves of commercial banks dropped by \$112 million to \$4.976 billion. The SBP's reserves continued to improve due to the reduction in the current [see more...](#)

OGDCL launches oil and gas production in Sanghar – Positive

Oil and Gas Development Company Limited (OGDCL) has officially commenced production from its exploratory well Baloch-2, located in the Sembar formation within the Sanghar district of Sindh. This milestone follows the earlier announcement of a gas condensate discovery at the site on August 30, 2024. The Baloch-2 well, situated in the Sinjhora block, is [see more...](#)

PSO reports Rs3.8tr revenue, announces expansion plans – Positive

Pakistan State Oil (PSO) reported a gross revenue of Rs3.8 trillion and a profit after tax of Rs15.9 billion for the fiscal year ended June 30, 2024. This translates to earnings per share (EPS) of Rs 33.79. [see more...](#)

Ogra approves HSD imports amid refinery concerns over excess supply – Positive

The Oil and Gas Regulatory Authority (Ogra) has approved the import of 76,000 metric tonnes of high-speed diesel (HSD) by Gas & Oil Pakistan Ltd (GO) and 190,000 metric tonnes by Pakistan State Oil (PSO) for November 2024. This decision, however, has been met [see more...](#)

Govt asks OGDCL, PPL, ISGS to spare experts for DGPC – Neutral

In a questionable move, the Petroleum Division has asked OGDCL (Oil and Gas Development Company Limited), PPL (Pakistan Petroleum Limited) and Inter-State Gas System (ISGS) — the public sector companies to provide their officials and experts on attachment basis to strengthen the human resource of DG [see more...](#)

K-Electric willing to refund Rs247m to its clients – Positive

K-Electric, the Karachi-based power utility, has filed a petition with the National Electric Power Regulatory Authority (NEPRA) willing to refund Rs0.16 per unit to consumers as part of monthly fuel charge adjustments (FCA) for September 2024, totaling approximately Rs247 million. NEPRA has scheduled a public hearing on Thursday, October 31, 2024, to review K-Electric's petition. The [see more...](#)

August FCA; Nepra approves 86 paisa per unit negative adjustment – Positive

The National Electric Power Regulatory Authority (Nepra) has approved negative adjustment of paisa 86 per unit in FCAs of Discos to refund Rs10 billion to the consumers for August 2024. The decision of the authority also reveals wide differences among the authority on the tariff [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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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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