

# MORNING GLANCE



## Market Outlook

The stock market on Wednesday remained bullish throughout the day and concluded the session in the green zone as the reform agenda agreed under the IMF 37-month Extended Fund Facility (EFF) is likely to accelerate growth in Pakistan. The Benchmark KSE-100 index made an intra-day high and low at 82,331.85 (848.21 points) and 81,524.41 (40.77 points) respectively while closed at 82,247.91 by gaining 764.27 points.. Trading volume decreased to 155mn shares as compared to 163mn shares on the previous trading day. Going forward, we expect the market to remain positive amid IMF approves \$7b bailout for Pakistan. The index is anticipated to face upcoming resistance at 83,500 and 84,000, while finding support at 81,200.

## Key News

### International

#### Tech Stocks Lift Asian Equities to Two-Year High: Markets Wrap

Asian equities rallied Thursday as fresh signs of vigor in technology stocks spread across Asia. The yen struggled for traction against the dollar. Equity benchmarks in the tech-heavy markets of Japan and South Korea advanced alongside futures for the Nasdaq 100 that compounded Wednesday gains for the index in New York trading. [see more...](#)

#### Oil prices little changed as US stockpile drop offsets global demand woes

Oil prices were little changed on Thursday after falling in the previous session as signs of higher fuel demand and falling stockpiles in the U.S., the world's biggest oil user, offset concerns over demand elsewhere, particularly in China. Brent crude futures were up 9 cents, or 0.12%, to \$73.55 a barrel, while U.S. West Texas Intermediate crude. [see more...](#)

### Politics

#### Fazl seeks consensus on constitutional tweaks

Jamiat Ulema-e-Islam-Fazl (JUI-F) chief Maulana Fazlur Rehman called on Wednesday for consensus on constitutional amendment, which served the broader national interest, rather than the interest of an individual. Talking to senior journalists, Maulana Fazl supported the. [see more...](#)

### Economy

#### IMF unlocks \$7b bailout for Pakistan – Positive

The Prime Minister's Office said that the Executive Board of the IMF had approved the 37-month Extended Fund Facility totaling \$7 billion. It also authorised immediate release of the first loan tranche of less than \$1.1 billion. It is the 25th IMF programme that Pakistan has obtained since 1958 and 6th EFF. Pakistan will pay around 5% interest rate on the IMF loan, according to the Ministry of [see more...](#)

82,247	▲ 763	▲ 0.94%
155 mn	YTD 26.02%	1 Year 75.64%

ASIA	Value	Pts	Chg. (%)
NIFTY 50	26,004.15	63.75	0.25% ▲
DSE 30	2,109.45	12.48	0.60% ▲
SHANGHAI	2,913.25	16.95	0.59% ▲
Hang Seng	19,475.00	345.90	1.81% ▲
Nikkei 225	38,762.50	852.00	2.25% ▲

EUROPE	Value	Pts	Chg. (%)
FTSE 100	8,268.70	14.06	0.17% ▼
DAX 30	18,918.50	78.13	0.41% ▼

USA	Value	Pts	Chg. (%)
DOW JONES	41,914.75	293.47	0.70% ▼
S&P 500	5,722.26	10.67	0.19% ▼
NASDAQ	19,972.61	27.77	0.14% ▲

Commodities	Value	Chg.	Chg. (%)
Gold (t oz.)	2,682.70	2	0.07% ▼
Oil-WTI (bbl)	69.76	0.07	0.10% ▲

Currencies	Value	Chg.	Chg. (%)
USD/PKR	278.20	0.05	0.02% ▼
EURO/PKR	311.64	1.78	0.57% ▲
GBP/PKR	373.49	1.80	0.48% ▲
AED/PKR	76.29	-	-

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

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### **ADB maintains GDP growth rate at 2.8pc – Positive**

The Asian Development Bank (ADB) maintained GDP growth projection for Pakistan at 2.8 percent and inflation at 15 percent for fiscal year 2025, amid warning that the new government faces challenges owing to elevated political and institutional tensions and the prospects of social unrest from a steep drop in real incomes. [see more...](#)

### **Foreigners put \$55m in T-bills in a week – Positive**

The inflows were disappointing in August, but the scenario changed at the outset of the current month. “Some of the good reasons are the macroeconomic stability which compels foreign investors to look towards Pakistan for better returns,” said Tresmark Chief Executive Officer Faisal Mamsa.. [see more...](#)

### **No new taxation measures or mini-budget under study: FBR – Neutral**

Federal Board of Revenue (FBR) Member Inland Revenue (Policy) Dr Hamid Ateeq Sarwar said Wednesday that the government is not considering any new taxation measures or mini-budget during 2024-25. The FBR Member informed the Senate Standing Committee on Finance that [see more...](#)

### **July-August; \$714.74m borrowed from multiple sources – Neutral**

The country borrowed \$714.74 million from multiple financing sources during the first two months (July-August) of the current fiscal year 2024-25 compared to \$3.206 billion borrowed during the same period of 2023-24, revealed the Economic Affairs Division (EAD) data. The data revealed. [see more...](#)

### **SBP working on Sukuk alternate structure: governor – Neutral**

The State Bank of Pakistan (SBP) Governor, Jameel Ahmad, Wednesday, said that the SBP is working on an alternate structure to increase issuance of Sukuk. During the presentation on Islamic Banking system, the governor SBP informed the Senate Standing Committee on Finance that the demand of Sukuk is [see more...](#)

### **High-speed diesel imports continue despite abundant local supply – Neutral**

The country imported 245,000 metric tonnes (MT) of high-speed diesel (HSD) during the first two months of the current financial year, despite having substantial stocks available domestically. According to figures compiled by the oil sector, the country imported nearly 98,000 MT in [see more...](#)

### **CRA on the cards to ensure transparency in imported coal pricing – Neutral**

The federal government is likely to establish a Coal Regulatory Authority (CRA) to ensure transparency in pricing of imported coal and other regulatory issues of imported-coal power plants, well-informed sources in the [see more...](#)

### **Pakistan, Belarus explore JV options for tractor plant – Positive**

Consensus on this initiative was reached during a meeting between Minister for National Food Security Rana Tanveer Hussain and Belarusian Deputy Minister of Agriculture and Food Vadim Shagoiko. Both sides agreed to collaborate on a foot-and-mouth disease vaccine to protect. [see more...](#)

### **IMC temporarily shuts operations – Negative**

In a stock filing on Wednesday, the company said it is currently experiencing low levels of raw materials and component inventory, besides facing ongoing supply chain challenges. This has resulted in a shortage of parts and components necessary for vehicle production. The company added that it is unable to meet its production requirements [see more...](#)

### **Haleon Pakistan honoured with prestigious export award at PESA – Positive**

Leading consumer healthcare company Haleon Pakistan Limited has been recognized for its significant contribution to the country’s export industry and footprint. The company was awarded a prestigious export award [see more...](#)

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<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

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