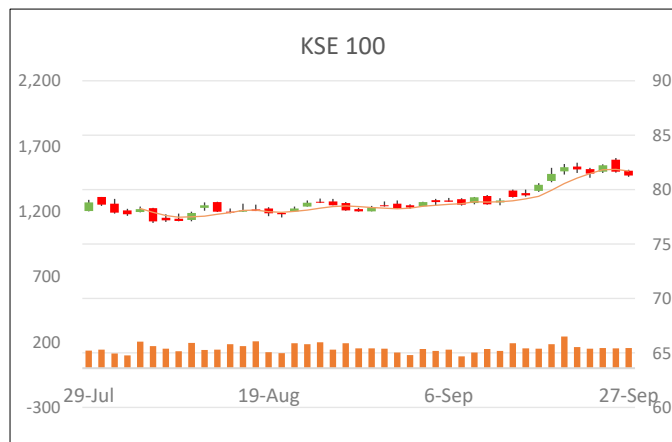


# MORNING GLANCE



81,292	▼ -366	▼ -0.45%
153 mn	YTD 26.28%	1 Year 76.45%

ASIA	Value	Pts	Chg. (%)
NIFTY 50	26,178.95	37.1	0.14% ▼
DSE 30	2,064.93	30.12	1.44% ▼
SHANGHAI	3,252.43	164.90	5.34% ▲
Hang Seng	21,125.00	492.70	2.39% ▲
Nikkei 225	37,844.50	1977	4.96% ▼

EUROPE	Value	Pts	Chg. (%)
FTSE 100	8,320.76	35.85	0.43% ▲
DAX 30	19,473.63	235.27	1.22% ▲

USA	Value	Pts	Chg. (%)
DOW JONES	42,313.00	137.89	0.33% ▲
S&P 500	5,738.17	7.2	0.13% ▼
NASDAQ	20,008.62	106.92	0.53% ▼

Commodities	Value	Chg.	Chg. (%)
Gold (t oz.)	2,675.90	7.80	0.29% ▲
Oil-WTI (bbl)	68.59	0.41	0.60% ▲

Currencies	Value	Chg.	Chg. (%)
USD/PKR	278.20	0.05	0.02% ▼
EURO/PKR	310.72	0.86	0.28% ▲
GBP/PKR	372.65	0.96	0.26% ▲
AED/PKR	75.75	0.54	0.71% ▼

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

## Market Outlook

The stock market on Friday remained negative throughout the day and concluded the session in the red zone amid profit taking by the investors. The Benchmark KSE-100 index made an intra-day high and low at 81,842.74 (184.78 points) and 81,183.50 (-474.46 points) respectively while closed at 81,292.13 by losing 365.83 points. Trading volume remained same at 153mn shares as compared to 153mn shares on the previous trading day. Going forward, according to technicals, the market seems to be bearish amid correction but according to fundamentals we can anticipate a recovery and bullish sentiments arising in the market amid positive macro indicators and positive news on the investment front. The index has an upcoming support at 80,000 and 78,000, while finding resistance at 82,000.

## Key News

### International

#### Asia shares dragged by Nikkei, China keeps rallying

Asia share markets turned hesitant on Monday as strife in the Middle East offset more stimulus measures in China, while the Nikkei dived on concerns Japan's new prime minister favoured normalising interest rates. The rush of stimulus helped outweigh a poor manufacturing. [see more...](#)

#### Oil prices rise on Middle East supply risks as Israel steps up attacks

Oil prices edged higher on Monday on increasing concerns of potential supply disruptions from the Middle East producing region after Israel stepped up attacks on Iranian-backed forces. Brent crude futures for November delivery increased 16 cents, or 0.22%, to \$72.14 a barrel as of. [see more...](#)

### Politics

#### Govt will face consequences for violating Rawalpindi agreement: Hafiz Naeem

Addressing a press conference at the Noor Haq Institute on Sunday, he criticised the high electricity costs resulting from unfavourable Independent Power Producer (IPP) agreements and oppressive taxes imposed on the public and traders. Rehman announced the launch of the next phase of the 'Haq Do Awam' (Give Rights to the People) movement, which includes nationwide. [see more...](#)

### Economy

#### Pakistan's economy to grow at 3.2%, face 9.2% inflation, projects IMF – Positive

The projection is higher than the Asian Development Bank's (ADB) projection, which expected GDP to grow by a moderate 2.8% in the ongoing fiscal year. IMF in its report noted that inflation in Pakistan has receded significantly amid appropriately tight fiscal and monetary policy and a contained current account and calm foreign currency market have allowed the rebuilding of reserve buffers. [see more...](#)

## MORNING GLANCE

### IMF, ADB offer climate funding support: SBP governor – **Positive**

Governor State Bank of Pakistan, Jameel Ahmad on Saturday said developing countries like Pakistan face significant challenges in transitioning to green energy, including funding shortages and macroeconomic instability. To address this, the International Monetary Fund (IMF) and Asian Development Bank (ADB) have expressed support for climate funding. [see more...](#)

### IMF sets tough tasks for \$7bn loan – **Negative**

The new IMF programme is supported by effective policies and reforms aimed at helping Pakistani authorities enhance macroeconomic stability, tackle significant structural challenges, and create conditions conducive to stronger, more inclusive, and resilient growth. [see more...](#)

### Chinese firms sign pacts for investment – **Positive**

Chinese companies signed various memorandums of understanding (MoUs) with their Pakistani counterparts on Friday for investment in textile technology, agriculture and livestock sectors in Pakistan. The MoUs were signed at the 'Business Round-table Conference' held at Pakistan Embassy in Beijing. At the conference, as many as [see more...](#)

### PM invites American banks to invest in Pakistan – **Positive**

Prime Minister Shehbaz Sharif has invited American banks to invest in Pakistan in key sectors of infrastructure, energy, technology and agriculture. He was talking to a delegation of prominent Pakistani American bankers on the sidelines of the 79th session of UN General Assembly in New York. The Prime Minister assured the delegation of [see more...](#)

### Reserves hit 29-month high – **Positive**

The State Bank of Pakistan (SBP) reported on Friday that it received 760 million Special Drawing Rights (SDR), equivalent to \$1.026 billion, from the IMF. These inflows will be reflected in the SBP's liquid reserves in October 2024. The approved 37-month EFF is designed to help the country meet its [see more...](#)

### PKR: largely stable – **Positive**

The Pakistani rupee remained largely stable against the US dollar on Friday, appreciating 0.02% in the inter-bank market. At close, the currency settled at 277.64, a gain of Re0.05 against the US dollar. On Thursday, the rupee had settled at 277.69, according to the State Bank of Pakistan (SBP).. [see more...](#)

### New plan prepared to privatise more entities – **Neutral**

The federal government has prepared a new plan to privatise more federal bodies under the right-sizing policy. The prime minister has tasked the Ministry of Privatisation and Ministry of Industries and Production with implementing the plan related to privatisation of [see more...](#)

### First-ever T-bill buyback targets Rs500b, cuts debt costs – **Neutral**

The move aims to reduce expensive domestic debt and cut interest payments, following the securing of the relatively low-cost \$7 billion International Monetary Fund (IMF) loan programme. The buyback sends a strong signal to financial markets, indicating the government has surplus funds., [see more...](#)

### Petrol price likely to remain unchanged – **Neutral**

The federal government is considering maintaining the current price of petrol while implementing a slight decrease in the ex-depot price of high-speed diesel (HSD) starting from October 1, 2024. Given the prevailing rates of petroleum levy (PL) and general sales tax (GST) on petroleum products, the government anticipates that the [see more...](#)

### PowerChina keen to convert imported coal plants to local coal ones – **Positive**

Chinese company PowerChina has shown interest in conversion of imported coal power plants on local coal and construction of underground powerhouse and other generation system works of [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

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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

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