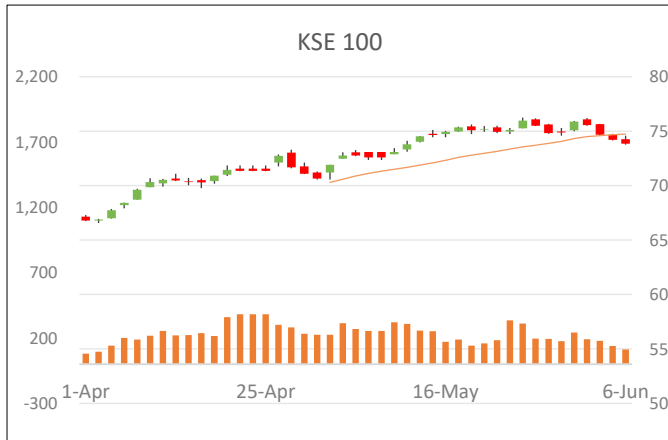


MORNING GLANCE



73,862






▼ -357



▼ -0.48%




113 mn



YTD 14.23%





1 Year 75.27%

ASIA	Value	Pts	Chg. (%)
 NIFTY 50	22,821.40	201.05	0.89% ▲
 DSE 30	1,854.38	1.82	0.10% ▲
 SHANGHAI	3,036.68	12.12	0.40% ▼
 Hang Seng	18,326.00	150.8	0.82% ▼
 Nikkei 225	38,666.00	79.5	0.21% ▼

EUROPE	Value	Pts	Chg. (%)
 FTSE 100	8,285.34	38.39	0.47% ▲
 DAX 30	18,646.51	70.57	0.38% ▲

USA	Value	Pts	Chg. (%)
 DOW JONES	38,886.17	78.84	0.20% ▲
 S&P 500	5,352.96	1.07	0.02% ▼
 NASDAQ	19,018.22	16.83	0.09% ▼

Commodities	Value	Chg.	Chg. (%)
 Gold (t oz.)	2,394.65	3.75	0.16% ▲
 Oil-WTI (bbl)	75.55	-	-

Currencies	Value	Chg.	Chg. (%)
 USD/PKR	278.55	0.05	0.02% ▲
 EURO/PKR	303.61	-	-
 GBP/PKR	356.49	0.68	0.19% ▲
 AED/PKR	76.37	-	-

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

Market Outlook

The stock market on Thursday remained negative in majority part of the day and concluded the session in the red zone amid delay and uncertainty over fiscal year budget. The Benchmark KSE-100 index made an intra-day high and low at 74,593.32 (373.89 points) and 73,768.39 (-451.04) respectively while closed at 73,862.93 by losing 356.50 points. Trading volume decrease to 113mn shares as compared to 139mn shares on the previous trading day. Going forward, we anticipate a volatile and corrective outlook in the market due to uncertainties surrounding the upcoming federal budget, coupled with some optimistic news regarding the expected rate cut. The index is anticipated to face upcoming support at 73,000 and if it breaks below this level then the market could drop till 71,500, while finding resistance at 74,800.

Key News

International

Asian Stocks Rise as Traders Await US Payrolls: Markets Wrap

Asian stocks fluctuated as markets awaited a key US jobs reading that's likely to guide the Federal Reserve's policy outlook. The MSCI Asia Pacific Index was little changed as shares in South Korea and Australia rose, while those in Japan and China traded weaker. Futures contracts for [see more...](#)

Oil prices climb as OPEC+ reassures markets, ECB cuts interest rate

Oil prices rose on Friday, continuing to climb after OPEC+ members Saudi Arabia and Russia indicated readiness to pause or reverse output agreements and as an interest rate cut in Europe raised the prospect of a similar U.S. move. Brent crude futures rose 16 cents or 0.2% to \$80.03 per. [see more...](#)

Politics

Pakistan becomes non-permanent member of top UN body

In a major win on the international arena, Pakistan has finally been elected as a non-permanent member of the United Nations Security Council (UNSC) Thursday, with an aim to participate in the resolution of acute challenges of security and prosperity. Pakistan secured 182 votes in the 193-member General Assembly — far more than the. [see more...](#)

Economy

Pakistan, China sign more MoUs – Positive

Pakistan and China on Thursday signed multiple Memorandums of Understanding (MoUs) to enhance bilateral cooperation in agriculture, labour-intensive manufacturing industry, digital economy, green economy and logistic ecosystem. The MoUs were signed between Pakistan's Board of Investment (BoI) and several Chinese entities at a signing ceremony witnessed by Deputy Prime Minister and Foreign Minister. [see more...](#)

MORNING GLANCE

Talks continuing virtually: IMF - Neutral

IMF spokesperson and Director of Communications, Julie Kozack, told journalists at a news briefing in Washington that an IMF staff mission visited Pakistan from May 13th through May 23rd. "We made significant progress towards reaching a staff level agreement on a homegrown program that can be supported under a new EFF with the Fund. Those discussions are [see more...](#)

Govt to release budget on 12th later than expected - Neutral

As per the expected schedule, the federal government will present Budget 2024-25, on June 12, in the National Assembly. The decision for presenting Budget 2024-25 on Wednesday (June 12) in the Lower House of the Parliament was taken in a consultative meeting of parliamentary leaders and chief whips of various political parties presiding by National. [see more...](#)

Rs2tr new taxes under IMF diktat being planned - Neutral

With strong chances of fixing annual tax collection target of over 10 percent of GDP, equivalent to Rs12.9 trillion for the upcoming budget, the government will have to take historic additional revenue measures on GST, Income Tax and additional customs duty and excise duty for achieving the desired. [see more...](#)

Budget 2024-25: Govt plans to launch \$1.5 billion international bonds - Neutral

Pakistan is planning to launch international bonds, including Panda and Euro/Sukuk bonds, in the next budget for 2024-25 in a bid to fetch over \$1.5 billion in the national kitty, it was learnt. The budget-makers are finalising projections for the external resource receipts for the next budget 2024-25 but the final decision is yet to be made for re-entry into the international market.. [see more...](#)

WHT on cash withdrawals; PM rejects another key revenue step of FBR – Neutral

Prime Minister Shehbaz Sharif has rejected another key revenue measure of the Federal Board of Revenue (FBR) to raise the withholding tax rate from 0.6 to 0.9 percent on cash withdrawals from banks in the budget (2024-25). The proposed measure is estimated to generate additional revenue of Rs20 billion.. [see more...](#)

Forex reserves fall \$100m - Negative

The country's total liquid foreign exchange reserves declined by \$100 million during last week, the State Bank of Pakistan (SBP) reported on Thursday. The total liquid foreign exchange reserves held by the country stood at \$ 14.216 billion as of May 31, 2024 compared to \$14.315 billion as of May 24, 2024.. [see more...](#)

Wishlist' being prepared as Qatari emir due – Neutral

The government has started preparations of a wishlist to be discussed during the forthcoming visit of Amir of Qatar, Sheikh Tamim bin Hamad al-Thani, well-informed sources told Business Recorder. In this regard, the Ministry of Foreign Affairs (MoFA) has sought progress on the following proposals: (i) acquisition of two LNG power [see more...](#)

LPG consumers may face price hike - Neutral

LPG consumers may face a price hike if the upcoming national budget increases the GST on LPG imports. The LPG industry is opposing a proposed increase in the GST on imported LPG from eight per cent to 18 per cent in the fiscal budget for 2024-25... [see more...](#)

Telecard Limited to invest Rs400m in Hallmark's rights issue - Positive

The Board of Directors (BoD) of Telecard Limited (PSX: TELE) have resolved to invest up to an aggregate amount of Rs400 million in the potential right issue intended to be carried out by the company's subsidiary, Hallmark Company Limited (PSX: HCL) in the near future. TELE would subscribe to ordinary shares of Hallmark during the potential. [see more...](#)

Treet Corporation to set up subsidiary in Dubai - Positive

The company shared the development in its notice sent to the Pakistan Stock Exchange (PSX) on Thursday. "The Board of Directors of Treet Corporation Limited has approved the establishment of a wholly owned subsidiary, Treet Trading LLC dated February 27, 2024 in the Dubai Economic Development Zone (DED), Mainland, UAE," read the notice.. [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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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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