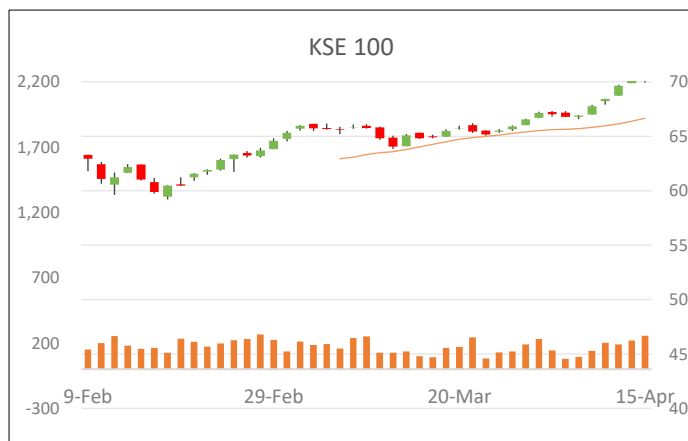


# MORNING GLANCE



## Market Outlook

The stock market on Monday experienced early-session selling pressure post-Eid holidays, then gained momentum in the second half and concluded the session in the green zone amid positive expectations from International Monetary Fund (IMF) for a new bailout programme. The Benchmark KSE-100 index made an intra-day high and low at 70,608.88 (294.17 points) and 69,914.10 (-400.61 points) respectively while closed at 70,544.58 by gaining 229.87 points. Trading volume increased to 256mn shares as compared to 219mn shares on the previous trading day. Going forward, The resistance for the index resides at 70,677. Breaking this level would further push the index towards 71,000. Contrarily, the support for the index resides at 70,000.

## Key News

### International

#### Asian Stocks Decline as China Reports Mixed Data

Asian stocks and currencies tumbled on concerns that US interest rates may stay higher for longer and signs that China's growth recovery is stalling. MSCI's Asia Pacific Index dropped the most in three months as shares from Hong Kong to Japan and South Korea slumped. Futures contracts for US and European stocks steadied in Asian trading after [see more...](#)

#### Oil Climbs as Prospect of Israeli Response to Iran Fans Tensions

Oil gained as Israel vowed to respond to an unprecedented attack by Iran, keeping tensions elevated in the Middle East. Global benchmark Brent climbed toward \$91 a barrel after a modest drop on Monday, while West Texas Intermediate was above \$86. Top Israeli military officials said their country had no choice but to respond to Tehran's week [see more...](#)

### Politics

#### All evidence pointing towards Indian involvement in Lahore gun attack: interior minister

Interior Minister Mohsin Naqvi on Monday indicated that there was evidence of Indian involvement in the Lahore gun attack on Amir Sarfraz Tamba — the man who allegedly killed Indian prisoner Sarabjit Singh in Kot Lakhpat prison in 2013. Tamba was critically injured in an attack on Sunday, according to police officials. While media [see more...](#)

### Economy

#### Global lender recommends tax policy reforms - Positive

The International Monetary Fund (IMF) has recommended short-term and long-term tax policy reforms and excise duty on non-essential/luxury items including cigarettes to raise revenue and improve public health. The global lender has given a set of recommendation and taxing non-essential items including cigarettes has received appreciation by health advocates and experts. Further reform could focus on harmonizing [see more...](#)

70,544	▲ 229	▲ 0.33%
256 mn	YTD 9.1%	1 Year 77.09%

ASIA	Value	Pts	Chg. (%)
NIFTY 50	22,125.30	147.2	0.66% ▼
DSE 30	2,032.37	1.03	0.05% ▼
SHANGHAI	3,013.84	43.54	1.42% ▼
Hang Seng	16,285.00	315.46	1.90% ▼
Nikkei 225	38,379.50	830	2.12% ▼

EUROPE	Value	Pts	Chg. (%)
FTSE 100	7,965.53	30.05	0.38% ▼
DAX 30	18,003.21	72.89	0.41% ▲

USA	Value	Pts	Chg. (%)
DOW JONES	37,735.11	248.13	0.65% ▼
S&P 500	5,061.82	61.59	1.20% ▼
NASDAQ	17,706.83	296.65	1.65% ▼

Commodities	Value	Chg.	Chg. (%)
Gold (t oz.)	2,403.80	20.80	0.87% ▲
Oil-WTI (bbl)	85.92	0.51	0.60% ▲

Currencies	Value	Chg.	Chg. (%)
USD/PKR	278.20	0.20	0.07% ▲
EURO/PKR	302.00	0.05	0.02% ▼
GBP/PKR	347.34	0.01	0.00% ▼
AED/PKR	74.66	0.01	0.01% ▲

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

## MORNING GLANCE

### Saudi FM arrives amid growing ME tensions - **Positive**

Pakistan and Saudi Arabia are not expected to sign any memorandums of understanding (MoUs) at this stage when a high-level delegation led by Foreign Minister Faisal bin Farhan is undertaking a two-day visit during which the two sides will hold discussions on expected MoUs that would be signed later, as Crown Prince [see more...](#)

### WB quantifies Pakistan's financing needs - **Positive**

The World Bank has stated that Pakistan now faces financing needs surpassing 10 percent of Gross Domestic Product (GDP), underscoring the fiscal pressures the country faces. The bank in its report, "The Great Reversal Prospects, Risks, and Policies in International Development Association (IDA) Countries", stated that [see more...](#)

### Aurangzeb, USPBC team discuss investment - **Positive**

Federal Minister for Finance and Revenue Muhammad Aurangzeb met with a delegation from the US Pakistan Business Council (USPBC) Monday, in Washington DC to discuss the government's commitment to improving the business climate in Pakistan. During the meeting, the Finance Minister highlighted the government's dedication to attracting [see more...](#)

### SBP-held reserves slightly dip, now stand at \$8.04bn – **Neutral**

Foreign exchange reserves held by the State Bank of Pakistan (SBP) slightly decreased by \$0.1 million and now stand at \$8.04 billion during the week ended on April 05, 2024. According to the latest data released by the SBP on Monday, the total liquid foreign reserves held by the country stood at \$13.441 billion. The break-up of the foreign reserves position shows that out of the total liquid reserves of \$13.441 billion, foreign reserves [see more...](#)

### Govt hikes petrol price by Rs4.53, diesel by Rs8.14 - **Negative**

The government on Monday increased the price of petrol by Rs4.53 per litre and that of high-speed diesel (HSD) by Rs8.14 per litre for the next fortnight ending April 30. In the latest price review, the petrol price was increased to Rs293.94 per litre from Rs289.41. Additionally, the HSD price was increased to Rs290.38 per litre for the next 15 days, compared to [see more...](#)

### Discos: massive overbilling detected - **Neutral**

While addressing a news conference in Lahore Monday, he said overbilling of 830 million electricity units has been detected in Lahore Electric Supply Company only. These units were overbilled to government offices, industry and common man, he said, adding: Prime Minister has assured full support to the FIA [see more...](#)

### PM unveils ambitious plan to slash electricity costs for common citizens

Prime Minister Muhammad Shehbaz Sharif has directed the authorities concerned for taking solid measures including shifting of imported coal run plants, improvement in power supply system, setting up cost effective and renewable energy plants and functioning of solar projects to reduce [see more...](#)

### KE's TDS arrears: MoF asks PD to provide year-wise details - **Neutral**

The Ministry of Finance has reportedly asked the Power Division to provide year-wise details of Tariff Differential Subsidy (TDS) of K-Electric (KE) arrears for the last five years (reconciled), well-informed sources told Business Recorder. In a letter to the Power Division, the Finance [see more...](#)

### Solar energy projects: PM orders swift steps towards foreign investment - **Neutral**

Prime Minister Shehbaz Sharif has directed the concerned authorities to speed up the steps regarding foreign investment in solar energy projects. While presiding over the first sectoral meeting regarding Power Division on Monday, the premier directed to shift the coal-based power plants to local coal and improve the transmission [see more...](#)

### Petroleum products: Foreign suppliers allowed to maintain inventories in bulk - **Neutral**

The Federal Board of Revenue (FBR) on Monday allowed foreign suppliers of petroleum products to maintain their inventories of crude oil and other petroleum products in bulk in Customs bonded warehouses located anywhere in Pakistan. [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

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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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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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