



114,860	▼ -1309	▼ -1.13%
549 mn	YTD 77.63%	1 Year 76.15%

ASIA	Value	Pts	Chg. (%)
NIFTY 50	24,537.80	104	0.42% ▼
DSE 30	1,889.42	14.2	0.75% ▼
SHANGHAI	3,432.64	28.86	0.83% ▼
Hang Seng	20,172.75	224.3	1.10% ▼
Nikkei 225	39,465.00	431.5	1.08% ▼

EUROPE	Value	Pts	Chg. (%)
FTSE 100	8,311.76	10.14	0.12% ▲
DAX 30	20,426.27	27.11	0.13% ▲

USA	Value	Pts	Chg. (%)
DOW JONES	43,914.12	234.44	0.53% ▼
S&P 500	6,051.30	32.9	0.54% ▼
NASDAQ	21,619.20	144.79	0.67% ▼

Commodities	Value	Chg.	Chg. (%)
Gold (t oz.)	2,713.41	4.01	0.15% ▲
Oil-WTI (bbl)	69.95	0.07	0.10% ▼

Currencies	Value	Chg.	Chg. (%)
USD/PKR	278.50	0.05	0.02% ▲
EURO/PKR	292.62	0.44	0.15% ▼
GBP/PKR	355.60	0.05	0.01% ▲
AED/PKR	76.35	0.06	0.08% ▲

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

## Market Outlook

The stock market on Tuesday remained under selling pressure in majority part of 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 117,039.17 (869.76 points) and 113,688.54 (-2,480.87 points) respectively while closed at 114,860.68 by losing 1,308.73 points. Trading volume increased to 549mn shares as compared to 491mn shares on the previous trading day. Going forward, we expect short term correction is likely given the overbought condition of key market indicators despite having current account surplus of \$729m in November. The support for the index lies at 113,000 and 112,600 while finding resistance at 116,000.

## Key News

### International

#### Asian Stocks Fluctuate With Focus on Fed Meeting

Asian shares struggled for direction after Wall Street edged lower, with traders bracing for the Federal Reserve's final policy decision of the year. Equities slipped in Japan in early trade while those in South Korea and Australia rose. Futures point to gains in Hong Kong. US contracts were slightly lower after the S&P 500 and Nasdaq 100 both shed 0.4% Tuesday. Honda Motor Corp.'s shares dropped while Nissan Motor Co.'s remain untraded after news that [see more...](#)

#### Oil prices ease 1% to one-week low on weak Chinese, German economic data

Oil prices eased about 1% to a one-week low on Tuesday on demand worries following the release of negative economic news from Germany and China, while investors remained cautious ahead of a U.S. Federal Reserve decision on interest rates. futures fell 72 cents, or 1.0%, to settle at \$73.19 a barrel, while U.S. West Texas Intermediate crude slipped 63 cents, or 0.9%, to settle at \$70.08. [see more...](#)

### Politics

#### Rana Sanaullah invites PTI to officially approach govt for talks

PML-N leader Rana Sanaullah had a calm demeanour on Tuesday in the National Assembly, where he invited the PTI to officially hold political dialogue with the government, especially in light of the committee formed by the party. Since PTI founder Imran Khan's incarceration last year based on several cases, his party's relationship [see more...](#)

### Economy

#### Decade-high C/A surplus posted - Positive

Following a substantial policy rate cut, Pakistan recorded its highest current account surplus in over a decade, reaching \$729 million in November 2024. This positive development was primarily driven by a surge in remittances from overseas Pakistanis, while a significant reduction in the trade deficit further contributed to the surplus. [see more...](#)

## MORNING GLANCE

### Curial agenda on table as ECC meets tomorrow – Neutral

The Economic Coordination Committee (ECC) of the Cabinet is scheduled for Thursday (tomorrow), which will take 11-point agenda including restructuring of Pakistan Revenue Automation Ltd (PRAL) under the Federal Board of Revenue (FBR). Minister for Finance and Revenue [see more...](#)

### Jul-Nov FDI soars 31pc to \$1.124bn YoY – Positive

Foreign Direct Investment (FDI) in Pakistan surpassed the \$1 billion mark during the first five months of the current fiscal year (FY25), the State Bank of Pakistan (SBP) reported on Tuesday, signaling renewed investor confidence and economic stability. According to the SBP, FDI recorded a robust growth of 31 percent during the first five months [see more...](#)

### Tax rates can be reduced if revenue generated effectively: FBR chief – Neutral

Chairman Federal Board of Revenue (FBR) Rashid Mahmood Langrial has agreed with Lahore Chamber of Commerce and Industry President Mian Abuzar Shad that sales tax, corporate tax and income tax rates in Pakistan are considerably high and should ideally be reduced. However, he said that such reductions are only possible when the taxation system effectively [see more...](#)

### FBR chief advocates broader tax base to reduce high rates – Neutral

Chairperson of the Federal Board of Revenue (FBR) Rashid Mahmood Langrial said that without effectively capturing revenue from all segments of the economy, reducing sales tax, corporate tax or income tax rates -- currently considered excessively high -- would be impossible. Chairperson of the Federal Board of Revenue (FBR) Rashid Mahmood Langrial said [see more...](#)

### PM forms task force for housing sector growth – Neutral

The 11-member task force will be headed by the Federal Minister for Housing Riyaz Hussain Pirzada. The Finance Minister, Minister of State for Revenue, DG Welfare and Rehabilitation Pakistan Army, Major General Dilawar Khan, FBR chairman and Federal Government [see more...](#)

### Diamer-Bhasha Dam cost surges by Rs570bn, NA told – Neutral

The Ministry of Water presented the details of the total cost of Diamer-Bhasha Dam in the National Assembly on Monday during the question hour and according to which the total cost of the dam [see more...](#)

### Ogra recommends significant hike in gas prices – Negative

The Oil and Gas Regulatory Authority (OGRA) has recommended a significant hike in gas prices for both gas companies – Sui Northern Gas Pipeline Limited (SNGPL) and Sui Southern Gas Company (SSGC) with effect from January 1, 2025, fulfilling a condition set by the International Monetary Fund (IMF) for [see more...](#)

### Nov FCA: 63 paisas per unit negative adjustment sought – Neutral

The Central Power Purchasing Agency-Guaranteed (CPPA-G) has sought negative adjustment of paisa 63 per unit in Discos' tariffs for November 2024 to refund about Rs 4.9 billion to consumers under monthly Fuel Charges Adjustment (FCA). National Electric Power Regulator Authority (Nepra) will hold a public hearing on December [see more...](#)

### Rs12 per unit power tariff cut on the cards by March – Negative

The government aims to slash electricity tariffs by Rs12 per unit by March 2025 through agreements with private Independent Power Producers (IPPs), government power plants (GPPs), and renewable energy sources like wind and solar power plants. This plan follows intense negotiations and proposals to restructure [see more...](#)

### Textile group exports up 10.51pc to \$7.607bn YoY - Positive

The country's textile group exports increased by 10.51 percent in first five months (July-November) of the current fiscal year 2024-25 and remained at \$7.607 billion as compared to \$6.883 billion during the same period of last fiscal year, the [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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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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