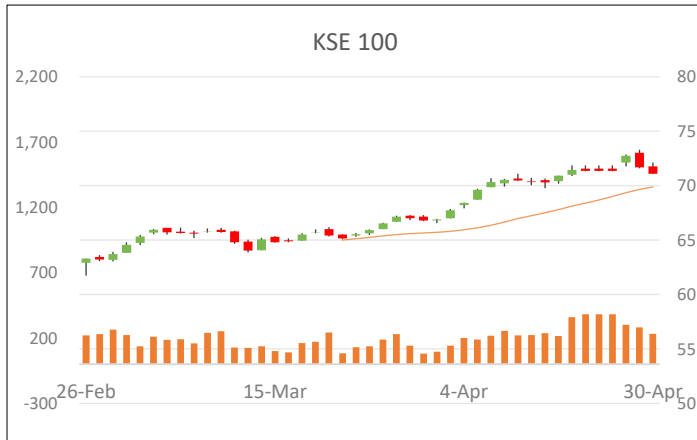


MORNING GLANCE



71,102	▼ -593	▼ -0.83%
233 mn	YTD 9.96%	1 Year 69.58%

ASIA	Value	Pts	Chg. (%)
NIFTY 50	22,604.85	-	-
DSE 30	1,995.31	1.32	0.07% ▲
SHANGHAI	3,104.82	8.22	0.26% ▼
Hang Seng	18,164.00	400.97	2.26% ▲
Nikkei 225	38,323.50	73.00	0.19% ▲

EUROPE	Value	Pts	Chg. (%)
FTSE 100	8,121.24	22.89	0.28% ▼
DAX 30	17,921.95	196.37	1.08% ▼

USA	Value	Pts	Chg. (%)
DOW JONES	37,903.29	87.37	0.23% ▲
S&P 500	5,018.39	17.3	0.34% ▼
NASDAQ	17,318.55	122.14	0.70% ▼

Commodities	Value	Chg.	Chg. (%)
Gold (t oz.)	2,327.10	16.10	0.70% ▲
Oil-WTI (bbl)	79.44	0.44	0.56% ▲

Currencies	Value	Chg.	Chg. (%)
USD/PAKR	278.60	0.20	0.07% ▲
EURO/PAKR	299.43	0.01	0.00% ▼
GBP/PAKR	344.28	0.01	0.00% ▼
AED/PAKR	76.42	0.01	0.01% ▼

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

Market Outlook

The stock market on Tuesday remained positive in the first half, followed by a decline in the second half 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 72,119.65 (424.62 points) and 71,059.62 (-635.41) respectively while closed at 71,102.54 by losing 592.49 points. Trading volume decreased to 233mn shares as compared to 281mn shares on the previous trading day. Going forward, we expect the market to remain positive as Pakistan receives a disbursement of \$1.1 billion from IMF. The resistance for the index resides at 71,500. Breaking this level would further push the index towards 72,000. Contrarily, the support for the index resides at 70,500

Key News

International

Asian Stocks Fall After Fed, Yen Resumes Declines

Most Asian equities rose after Federal Reserve chair Jerome Powell downplayed the prospect of further interest-rate hikes. The yen resumed losses after a sudden jump Wednesday that hinted at intervention. Benchmark equity indexes advanced in Australia, Japan and Hong Kong, while falling in South Korea. Futures [see more...](#)

Oil Stays Weak as US Stockpile Surge Highlights Demand Concerns

Oil erased some of its losses after plunging Wednesday on a big jump in US crude inventories that added to concerns about weakening demand. Brent for July traded below \$84 a barrel after slumping to the lowest since mid-March in the prior session, while West Texas Intermediate was near \$79. US crude stockpiles [see more...](#)

Politics

PPP opposes govt's privatisation policy

Opposing the federal government's privatisation policy openly once again, the Pakistan Peoples Party (PPP) suggested on Wednesday that the Pakistan International Airlines (PIA) should be run through public-private partnership, instead of privatising it. Party Chairman Bilawal Bhutto Zardari said his party would try to persuade the federal finance minister not to privatise PIA, and instead [see more...](#)

Economy

Pakistan receives \$1.1bn from IMF - Positive

Pakistan has received inflows of \$1.1 billion from International Monetary Fund (IMF) as final loan tranche of Board's Stand-By Arrangement (SBA) programme. The IMF's executive board, in its meeting held on April 29, completed the second and final review of Pakistan's economic reform program supported by the IMF's SBA and allowed for an immediate disbursement of SDR 828 million [see more...](#)

MORNING GLANCE

IMF team likely to arrive in middle of month to finalise next bailout - Neutral

The IMF mission is likely to visit Pakistan in mid-May 2024 to finalise the salient features of the upcoming bailout package under the \$6-\$8 billion Extended Fund Facility (EFF) programme. The IMF team will stay in Islamabad for about two [see more...](#)

Finance Bill 2024: Policy Cell to compile IR budget proposals - Neutral

The Federal Board of Revenue (FBR) has constituted a Policy Cell for compilation of Inland Revenue budget proposals for Finance Bill 2024. The FBR has issued a notification for the constitution of the Policy Cell here on Tuesday. The Policy Cell will draft taxation proposals and relief measures [see more...](#)

Collection falls short by Rs63bn in April – Neutral

Tax collection by the Federal Board of Revenue (FBR) fell short of the target by almost Rs63 billion in April, mainly due to a drop in domestic taxes and customs duty, provisional figures showed on Tuesday. The revenue collection in April stood at Rs654bn against a projected target of Rs717bn. It increased by 34.56pc compared with Rs486bn in the corresponding month last year. [see more...](#)

Fiscal gap widens with surging markup payments - Negative

With the country's fiscal deficit widening to 3.7 per cent of GDP in the first nine months of FY24, the Ministry of Finance (MoF) on Tuesday warned about the continuously increasing challenge of fiscal pressures driven by a massive 54pc surge in interest payments. A significant challenge arises from the growing pressure on expenditures, primarily driven by higher markup payments. [see more...](#)

Govt raises Rs253bn from T-bills' auction - Neutral

The government raised Rs252.9 billion on Tuesday through the auction of treasury bills. The government set the target of Rs300bn while the maturity amount was Rs166bn. The government raised Rs190.3bn through auction and Rs62.6bn through non-competitive bids. The State Bank reported no change in the cut-off yields. The government [see more...](#)

SBP raises Rs193.55bn through PIB-PFL auction – Neutral

The State Bank of Pakistan (SBP) conducted an auction on Tuesday in which it sold Pakistan Investment Bond – Floating Rate (PIB-PFL) semiannual Rs193.546 billion for 5 and 10 years against a target of Rs280bn. The cut-off price for the 5-year PIB-PFL semiannual stood at Rs95.9152, while [see more...](#)

Profit, dividend: Jul-Mar repatriation jumps 256pc to \$830.5m YoY - Neutral

The repatriation of profit and dividend by foreign investors rose significantly by 256 percent during the first nine months of this fiscal year (FY24). According to the State Bank of Pakistan (SBP), foreign investors repatriated some \$830.5 million [see more...](#)

Petrol price goes down by Rs5.45 per litre

The federal government has reduced the petrol price in Pakistan by Rs5.45 per litre for the next fortnight, according to a statement issued by the Finance Division Tuesday night. In a notification, the Finance Division said the new prices of petroleum products for the fortnight — starting from May 1, 2024, till May 15, 2024 — have [see more...](#)

Govt striving to clear \$2bn Chinese IPPs dues - Positive

With payables touching almost Rs550 billion (\$1.98bn), the government is contemplating finalising a schedule of payments to Chinese Independent Power Producers (IPPs) before convening the 13th Joint Coordination Committee (JCC) of the China-Pakistan Economic Corridor. This will be followed by Prime Minister Shehbaz Sharif's visit to Beijing, expected in the first week of June. [see more...](#)

Dues of Chinese plants soar to Rs529b - Neutral

The outstanding dues of Chinese power plants have increased to a record Rs529 billion due to Pakistan's apathy towards these investors, as Beijing seeks more fiscal incentives for investment in the Special Economic Zones of the China-Pakistan Economic Corridor (CPEC). The government on Tuesday reviewed the status of [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

Ratings are updated to account for any development impacting the economy/sector/company, changes in analysts' assumptions or a combination of these factors.

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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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