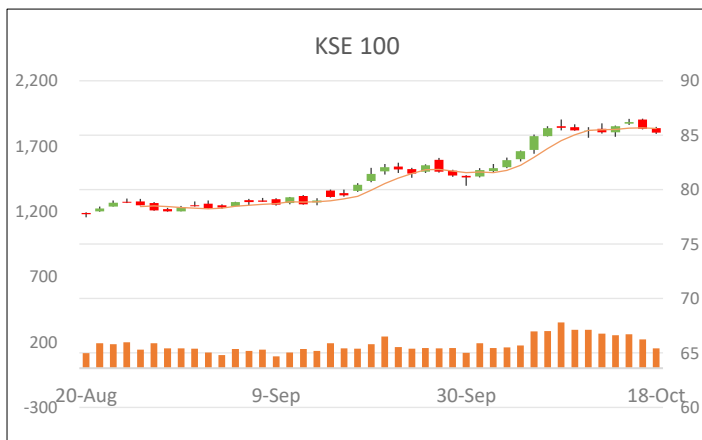


MORNING GLANCE



85,300	▼ -285	▼ -0.33%
152 mn	YTD 31.92%	1 Year 72.56%

ASIA	Value	Pts	Chg. (%)
NIFTY 50	24,749.85	221.45	0.89% ▼
DSE 30	1,947.98	15.75	0.80% ▼
SHANGHAI	3,185.31	15.92	0.50% ▲
Hang Seng	20,248.00	168.90	0.84% ▲
Nikkei 225	39,045.50	100.00	0.26% ▲

EUROPE	Value	Pts	Chg. (%)
FTSE 100	8,385.13	56.06	0.67% ▲
DAX 30	19,583.39	150.58	0.77% ▲

USA	Value	Pts	Chg. (%)
DOW JONES	43,239.05	161.35	0.37% ▲
S&P 500	5,841.47	1	0.02% ▼
NASDAQ	20,190.42	16.37	0.08% ▲

Commodities	Value	Chg.	Chg. (%)
Gold (t oz.)	2,723.55	16.05	0.59% ▲
Oil-WTI (bbl)	70.91	0.24	0.34% ▲

Currencies	Value	Chg.	Chg. (%)
USD/PKR	278.25	0.10	0.04% ▲
EURO/PKR	302.01	1.01	0.33% ▼
GBP/PKR	361.33	2.27	0.62% ▼
AED/PKR	76.29	0.56	0.74% ▲

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 85,773.82 (188.39 points) and 85,120.90 (-464.53 points) respectively while closed at 85,300.23 by losing 285.20 points. Trading volume decreased to 152mn shares as compared to 259mn shares on the previous trading day. Going forward, we anticipate the market to remain volatile. The index has a resistance at 86,000 and 86,500, while finding support at 85,000 and 84,500.

Key News

International

Asian Shares Edge Higher, Gold Touches Record High

Asia's benchmark stock index made modest gains, while gold touched a record high as tensions in the Middle East stoked demand and investors positioned for the US presidential election. China's CSI 300 Index swung between gains and losses after the nation's banks cut their benchmark lending rates. Shares rose in South Korea, Taiwan [see more...](#)

Oil prices steady after 7% weekly drop

Crude oil futures inched higher on Friday, supported by a surprise drop in U.S. oil inventories and simmering Middle East tensions, but prices were headed for their biggest weekly loss in more than a month on worries of lower demand. Brent crude futures rose 16 cents, or 0.2%, to \$74.61 a barrel by 0025 GMT while U.S. West Texas. [see more...](#)

Politics

Oil prices steady after 7% weekly drop

Oil prices steadied in early trading on Monday, following a more than 7% drop last week on worries about demand in China, the world's top oil importer, and an easing of concerns about potential supply disruptions in the Middle East. Brent crude futures rose 8 cents, or 0.11%, to \$73.14 a barrel by 0120 GMT. U.S. West Texas Intermediate crude futures [see more...](#)

Economy

FY2023-24 witnesses improvements across key indicators – Positive

The fiscal year 2024 witnessed improvements across key macroeconomic indicators after two challenging years, according to the Governor's Annual Report (GAR) for FY24 released by the State Bank of Pakistan (SBP) on Friday. The GAR is published under Section 39 (1) of the SBP Act, 1956 (as amended up to January 2022) that requires the governor to submit annual report to the Majlis-e-Shoora (Parliament) regarding the Bank's objectives, conduct [see more...](#)

MORNING GLANCE

Pak-UAE JMC meeting today to consider widening ties – Neutral

United Arab Emirates (UAE) and Pakistan are all set to consider different proposals for future cooperation in different fields including economic, trade, avoidance of double taxation, base erosion & profit shifting (BEPS), transfer pricing audit and other international best [see more...](#)

Fiscal support to SOEs escalates to Rs5.7trn: SBP – Negative

State-owned Enterprises (SOEs) in Pakistan are posing a significant challenge to the economy, having consistently reported net losses over the past eight years and this persistent underperformance has resulted in cumulative fiscal support escalating to Rs 5.7 trillion or 1.4 percent of GDP by FY23, creating additional risks to fiscal sustainability. [see more...](#)

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Energy projects; Aurangzeb to seek financial aid during US visit – Positive

Finance Minister Muhammad Aurangzeb is to meet Geoffrey Ross Pyatt, United States Assistant Secretary of State for Energy Resources during his forthcoming visit to Washington to discuss energy sector issues and seek financial assistance for energy projects, well-informed sources told Business Recorder. US Ambassador Donald Blome held a meeting with [see more...](#)

Oil imports surge in first quarter – Neutral

The oil import bill surged 15.74 per cent in the first quarter of FY25, indicating that the consumption of petroleum goods is rising. The data analysis suggests that all the groups, including petroleum goods, consumer durables and raw materials, witnessed a growth in imports during the first quarter of 2024-25 over [see more...](#)

Pay-mode conversion: Govt summoning 18 IPPs next week – Neutral

The government is expected to commence summoning top bosses of 18 Independent Power Producers (IPPs), established under Power Generation Policies, 1994 and 2002 next week, to place available options [see more...](#)

Kia Teases its First Electric Vehicle Coming to Pakistan Auto Show 2024 – Positive

Kia Motors has officially teased the launch of its first electric vehicle in Pakistan, set to debut at the Pakistan Auto Show (PAPS) 2024, which begins on 25 October. The teaser, featuring the tagline “Stay tuned to Electrify your future,” signals Kia’s entry into the electric vehicle (EV) [see more...](#)

Cross-border payments go live – Positive

State Bank of Pakistan (SBP) Governor Jameel Ahmed announced on Friday that the country has achieved a key milestone by enabling payments in Pakistani rupees between Pakistan and Arab countries through the integration of Raast, the instant payment system, with the Arab Monetary Fund’s Buna platform. In addition, Pakistan’s central bank is working to enable e-wallet holders in the country to make [see more...](#)

Falling rates revive auto loans after 27 months – Positive

As per data from the State Bank of Pakistan (SBP), the outstanding loans for the period ending September stood at Rs227.541 billion as against Rs227.296bn in August, showing a paltry increase of 0.2 per cent month-on-month (MoM). Auto financing hit its peak at Rs368bn in June 2022. The State Bank of Pakistan reduced the interest rate for the first time to 20.5pc on June 10, after [see more...](#)

Cotton crisis deepens as production drops 48pc despite October recovery – Negative

Pakistan’s cotton industry continues to face a deepening crisis, with total production plummeting by 48pc compared to the same period last year, according to the latest data from the Pakistan Cotton Ginners Association (PCGA). As of mid-October, ginning factories [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

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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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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