

# MORNING GLANCE



78,084	▼ -487	▼ -0.62%
191 mn	YTD 20.76%	1 Year 64.46%

ASIA	Value	Pts	Chg. (%)
NIFTY 50	25,017.75	7.15	0.03% ▲
DSE 30	2,088.13	2.46	0.12% ▼
SHANGHAI	2,842.48	6.26	0.22% ▼
Hang Seng	17,718.00	156.67	0.88% ▼
Nikkei 225	38,203.00	129	0.34% ▼

EUROPE	Value	Pts	Chg. (%)
FTSE 100	8,345.46	17.68	0.21% ▲
DAX 30	18,681.81	64.79	0.35% ▲

USA	Value	Pts	Chg. (%)
DOW JONES	41,250.50	9.98	0.02% ▲
S&P 500	5,625.80	9.00	0.16% ▲
NASDAQ	19,581.52	65.08	0.33% ▲

Commodities	Value	Chg.	Chg. (%)
Gold (t oz.)	2,550.95	1.95	0.08% ▼
Oil-WTI (bbl)	75.66	0.13	0.17% ▲

Currencies	Value	Chg.	Chg. (%)
USD/PAKR	278.85	0.05	0.02% ▼
EURO/PAKR	311.97	0.14	0.04% ▲
GBP/PAKR	367.85	0.34	0.09% ▲
AED/PAKR	76.45	0.15	0.20% ▲

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

## Market Outlook

The stock market on Tuesday remained negative throughout the day and concluded the session in the red zone amid IMF has not yet included Pakistan on the agenda of its executive board meetings scheduled till September 4. The Benchmark KSE-100 index made an intra-day high and low at 78,857.61 (286.56 points) and 78,077.83 (-493.22 points) respectively while closed at 78,084.23 by losing 486.82 points. Trading volume increased to 191mn shares as compared to 141mn shares on the previous trading day. Going forward, we expect the market to remain bearishly volatile amid a delay in loan approval by IMF. The index is anticipated to face upcoming resistance at 79,200, while finding support at 77,900 and 77,200.

## Key News

### International

#### Stocks in Asia Edge Lower as Traders Await Nvidia: Markets Wrap

Asian equities slipped on Wednesday following a sluggish day on Wall Street, as investors prepared for a slew of earnings that will set the tone for risk assets. Most major benchmarks across the region were in the red, as a gauge for Hong Kong tech stocks fell for a second day. Two-year [see more...](#)

#### Oil Edges Up After Technical Drop as US Stockpiles Seen Falling

Oil edged higher after dropping by more than 2% on Tuesday, as an industry report pointed to a further decline in US crude stockpiles. Brent rose to near \$80 a barrel, with West Texas Intermediate trading around \$76. The industry-funded American Petroleum Institute forecast that nationwide inventories fell by 3.4 million. [see more...](#)

### Politics

#### Balochistan plunges deeper into militancy vortex

At least 50 people, including 14 security men, lost their lives in different parts of restive Balochistan as dozens of militants affiliated with the banned Balochistan Liberation Army (BLA) — a separatist outfit — went on a rampage across the province, storming police stations, blowing up railway tracks, and setting fire to almost three dozen vehicles. [see more...](#)

### Economy

#### Riyadh offers 15% equity investment in Reko Diq - Positive

The total offer involves both cash for the purchase of 15% shares and grant to build infrastructure around the mining area. In response to the Saudi offer, Pakistan has decided to constitute a negotiation committee that will review the Saudi offer and recommend the final negotiated price to the federal cabinet for approval, the government functionaries involved in the discussions told The Express Tribune.. [see more...](#)

## MORNING GLANCE

### Govt fails to secure \$9b loan rollovers - **Negative**

The Ministry of Economic Affairs published its monthly disbursement report, revealing that no loans were secured from foreign commercial banks or bilateral creditors sources the government is urgently trying to tap for the necessary foreign funding to stay afloat. The rollover of Chinese, Saudi Arabian, and United Arab Emirates cash deposits, along with raising.. [see more...](#)

### Pakistan seeks up to \$20bn in G2G investment - **Neutral**

In a bid to rejuvenate its economy, Pakistan is seeking up to \$20 billion in investment, primarily through government-to-government (G2G) agreements. The efforts are underway. The focus is on deepening partnerships with development partners, including Saudi Arabia and the Gulf states. The move comes as Islamabad aims to leverage.. [see more...](#)

### Govt eyes \$4bn from Mideast banks: SBP – **Neutral**

Pakistan aims to raise up to \$4 billion from Middle Eastern commercial banks by the next fiscal year, the country's central bank chief told Reuters on Tuesday, as the country looks to plug its external financing gap. In a wide-ranging interview, his first with any media organisation since taking office in 2022, State Bank of Pakistan Governor Jameel Ahmad said Pakistan was [see more...](#)

### \$8bn CPEC debt re-profiling plan being prepared - **Neutral**

The Ministry of Finance is said to have constituted a task force that includes financial experts from China and Pakistan and government officials, to prepare an initial plan for re-profiling of existing debt stock of about \$ 8 billion of CPEC (China Pakistan Economic Corridor) energy projects' foreign. [see more...](#)

### Petroleum Div distances itself from no-gas policy to CPPs – **Neutral**

This was the crux of the Senate Standing Committee on Petroleum meeting presided over by Senator Umer Farooq. Petroleum Minister Dr Musadik Malik told the panel that the government had signed agreements to import liquefied. [see more...](#)

### Discos, KE domains; Nepra sets up panel to probe Jan-Jun overbilling - **Neutral**

The National Electric Power Regulatory Authority (Nepra) has constituted an investigation committee to probe overbilling in the jurisdictions of Discos and K-Electric from January to June 2024 and manipulation of Maximum Demand Indicator (MDI) by the industry. In June, 2024, the [see more...](#)

### Senate body calls for forensic audit of IPPs – **Neutral**

The Senate Functional Committee on Devolution, Tuesday, expressed concerns over functioning of Independent Power Producers (IPPs) and voiced displeasure over the “lack of transparency” in contracts with the directives to conduct forensic audit of the IPPs. The committee, chaired by Senator Dr Zarqa Suharwardy Taimur, discussed achievements. [see more...](#)

### Privatisation of power utilities sought - **Neutral**

The success of K-Electric's privatisation serves as a strong example, showcasing improvements in operational efficiency, reductions in T&D losses, and significant infrastructure and technological upgrades. These points were emphasised at a report launch event by the Sustainable Development Policy Institute (SDPI) and the Network for, [see more...](#)

### Auditor general of Pakistan pinpoints Rs4.5tr leakages in power sector – **Negative**

The AGP, in his report, expressed concern over lack of accountability and poor response to corrective measures. In the audit report on the accounts of Power Division and its attached organisations for 2023-24, the. [see more...](#)

### Interest rate cuts fail to stimulate private sector borrowing – **Neutral**

According to the latest data released by the State Bank of Pakistan on Tuesday, the private sector remained cautious over the last 47 days, with a net debt retirement of Rs333 billion. Throughout the previous fiscal year (2023-24),.. [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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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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