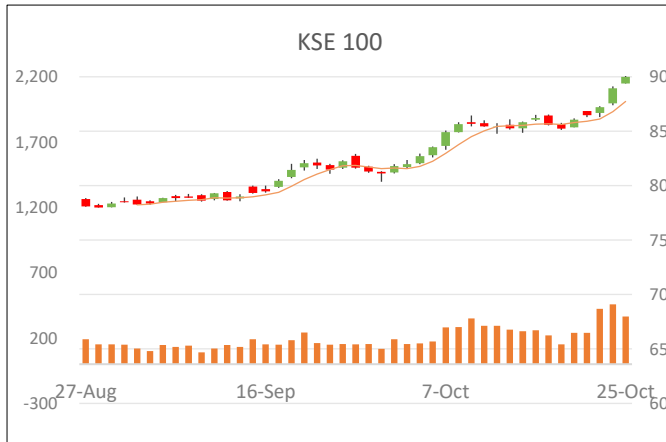


# MORNING GLANCE



89,993

▲ 1047

▲ 1.18%

366 mn

YTD 39.18%

1 Year 75.82%

ASIA	Value	Pts	Chg. (%)
NIFTY 50	24,180.80	218.6	0.90% ▼
DSE 30	1,879.18	13.59	0.72% ▼
SHANGHAI	3,301.90	2.20	0.07% ▲
Hang Seng	20,560.00	30.15	0.15% ▼
Nikkei 225	38,556.50	667.50	1.76% ▲
EUROPE	Value	Pts	Chg. (%)
FTSE 100	8,248.84	20.54	0.25% ▼
DAX 30	19,463.59	20.59	0.11% ▲
USA	Value	Pts	Chg. (%)
DOW JONES	42,114.40	259.96	0.61% ▼
S&P 500	5,808.12	1.74	0.03% ▼
NASDAQ	20,352.02	119.15	0.59% ▲
Commodities	Value	Chg.	Chg. (%)
Gold (t oz.)	2,745.35	9.25	0.34% ▼
Oil-WTI (bbl)	68.50	3.28	4.57% ▼
Currencies	Value	Chg.	Chg. (%)
USD/PKR	278.25	0.15	0.05% ▲
EURO/PKR	301.16	0.06	0.02% ▲
GBP/PKR	360.73	0.99	0.27% ▼
AED/PKR	76.29	0.05	0.07% ▼

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

## Market Outlook

The stock market on Friday surpassed the 90,000 mark for the first time and concluded the session in the green zone amid expectations of a significant policy rate cut by the State Bank of Pakistan at its upcoming MPC meeting, scheduled for November 4, 2024. The Benchmark KSE-100 index made an intra-day high and low at 90,593.61 (1,647.63 points) and 89,373.82 (427.84 points) respectively while closed at 89,993.96 by gaining 1,047.98 points.. Trading volume decreased to 366mn shares as compared to 458mn shares on the previous trading day. Going forward, we anticipate the market to remain positive as index reaches all time high on account of positive news at the economic front coupled with the anticipation of rate cut in the upcoming MPC meeting. The index has a resistance at 90,000 and 92,000, while finding support at 87,500.

## Key News

### International

#### Gulf warns over Israeli 'escalation'

Saudi Arabia led Gulf warnings on Saturday of Israeli "escalation", after Israel struck military targets in Iran, which backs Lebanon's Hezbollah and Palestinian militants Hamas, already at war with Israel. "The Kingdom of Saudi Arabia expresses its condemnation and denunciation" of the Israeli strikes and emphasised its "firm [see more...](#)

#### Oil Slumps 5% as Israel Limits Iran Strike to Military Targets

Oil tumbled more than 5% at the start of the week after Israeli strikes against targets in Iran avoided the OPEC member's crude facilities, raising the prospect for easing hostilities in the region. Brent traded below \$73 a barrel and West Texas Intermediate was near \$68 after paring some losses. Israeli jets struck military targets across Iran [see more...](#)

### Politics

#### Fazl renews call for fresh elections

Speaking to party workers in Khushab, he stressed the need for new elections, arguing that the country was being mismanaged. "At present, it's a case of putting the cart before the horse," he said. Maulana Fazl reaffirmed JUI-F's position as part of the opposition, stating that the party would remain in that role. He stressed that. [see more...](#)

### Economy

#### PSX world's best performing market – Positive

According to a major research house, the PSX was the world's best performing market during the week in dollar terms. A current account surplus of \$119 million for September and a 48% increase in foreign direct investment (FDI) were the major economic numbers that encouraged investors to build their stockholdings. In another positive for the market, Pakistan requested \$1 billion in climate financing from [see more...](#)

## MORNING GLANCE

### PSX raises Rs835b for govt, corporates – Positive

Businesses turned towards the bourse for capital following a resurgence in economic activity and stabilisation, renewing their confidence to expand production. In contrast, economic overheating in previous years had led many companies to delay expansion plans, waiting for favourable conditions. [see more...](#)

### PSX sees higher listings, 7 companies raise Rs8bn – Positive

Market experts said such a favourable situation emerged after 2021, making it attractive for investors while the Pakistan Stock Exchange set records daily, encouraging companies to tap into the equity market. A total of seven listings have been completed in 2024 so far. Of these, five IPOs were on the main board and two (initial offerings) on the Growth Enterprise Market. [see more...](#)

### Finance minister reports constructive meetings with stakeholders in US – Positive

Finance Minister Muhammad Aurangzeb on Sunday said meetings with stakeholders in the United States remained positive and they lauded Pakistan for reducing inflation. He said this after wrapping up his trip to Washington to attend the World Bank (WB)–International Monetary Fund (IMF) Annual Meetings from October 21–26. [see more...](#)

### Pakistan seeks foreign investment – Positive

Mr Aurangzeb, who is leading a Pakistani delegation to the annual meetings World Bank in Washington, attended a series of investor fora organised by Citibank, Standard Chartered and JP Morgan, highlighting positive trends of economy. He briefed the investors on the positive performance of the economy during FY24 and expressed satisfaction that all economic indicators were moving in the right direction. [see more...](#)

### Aim to launch inaugural Panda bond in Chinese market – Positive

Federal Minister for Finance and Revenue, Muhammad Aurangzeb, met with China's Vice Minister of Finance, Liao Min. While reaffirming the all-weather strategic cooperative partnership between Pakistan and China, he thanked the Government of China for its unwavering support to Pakistan's socio-economic development and assistance in [see more...](#)

### ADB to provide \$2.75bn budget support in four years – Positive

After receiving a new loan programme of \$7 billion from the IMF, the way for funds from other international financial institutions has also been paved. Pakistan is likely to receive \$2.75 billion in budget support from [see more...](#)

### ADB to provide \$500m loan to support Pakistan's environmental goals – Positive

During a meeting in Washington, ADB President Masatsugu Asakawa informed Finance Minister Muhammad Aurangzeb about the loan proposal. The ADB's board is expected to review the loan approval on October 29. The Ministry of Finance expressed gratitude for ADB's. [see more...](#)

### IMF forecasts Pakistan's inflation rate to fall to 10.6% by 2025 – Positive

In a recent statement on Pakistan's economic outlook, Azour remarked that Pakistan's economy is expected to grow at a rate of 3.2% in the 2024-25 fiscal year, an improvement that signals economic recovery. Azour emphasised that Pakistan's reform package aims to achieve several key objectives, including fiscal stability, increased [see more...](#)

### SBP targeting to increase its FX reserves to \$13bn by end-June 2025: SBP governor – Positive

Pakistan's external account has significantly improved over the past 12 months, despite challenging conditions, the central bank's governor said, and expects the foreign exchange reserves to rise to \$13 billion by the end of the current fiscal year. This was stated by SBP Governor Jameel Ahmad while meeting with [see more...](#)

### \$1.4 billion loan sought from China – Negative

Finance Minister Muhammad Aurangzeb met with China's Vice Minister of Finance, Liao Min, and "requested the Chinese side to raise the limits under the Currency Swap Agreement to CNY 40 billion," according to a late-night statement from the Ministry of Finance. Pakistan has already used the existing CNY 30 billion [see more...](#)

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## DEFINITION OF TERMS

<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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