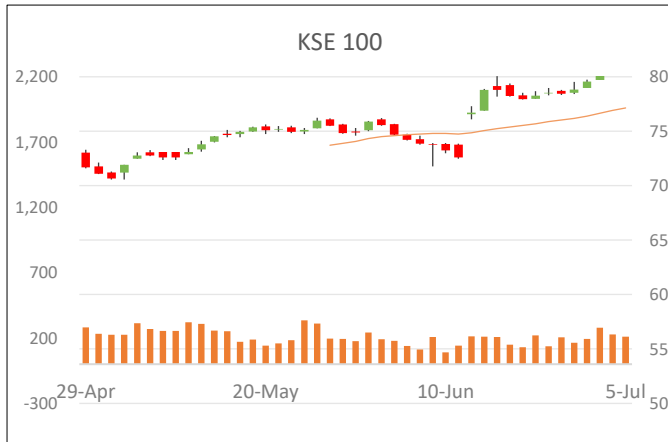


MORNING GLANCE



Market Outlook

The stock market on Friday remained volatile throughout the day and concluded the session in the red zone amid investors engaged in selling activities, leading to a brief period of correction in the market. The Benchmark KSE-100 index made an intra-day high and low at 80,627.49 (344.69 points) and 80,080.25 (-202.55) respectively while closed at 80,212.79 by losing 70.01 points.. Trading volume decreased to 211mn shares as compared to 229mn shares on the previous trading day. Going forward, we anticipate the market to remain volatile amid mixed fundamentals. There could also arise chance of market correction where the market could head towards a brief correction down to 79,000. The index could face upcoming support at 79,000 and 78,000 while finding psychological resistance at 82,000.

Key News

International

Euro Slips on French Vote Impact, Stocks Inch Up: Markets Wrap

The euro fell amid concerns about France’s post-election finances, while Asian shares eked out gains, helped by a rise in Taiwan’s index. The common currency slid as much as 0.4% but later recouped some of the losses, with no French political party poised to win the majority [see more...](#)

Oil Steadies as Storm and Wildfires Pose Twin Threats to Output

Oil steadied after four weekly gains as traders tracked twin threats to production posed by a storm in the US and wildfires in Canada. Brent held above \$86 a barrel after rising more than 8% in the run of gains from early June, while West Texas Intermediate was below \$83. Storm. [see more...](#)

Politics

Court reserves verdict on Imran’s bail in May 9 riot cases

An anti-terrorism court (ATC) on Saturday reserved its verdict on pre-arrest bail petitions of PTI founding chairman Imran Khan in three cases related to the May 9 riots. The prosecution equated last year’s protests to the United States Capitol Hill attacks, while the defence rejected [see more...](#)

Economy

Taxes: Aurangzeb for breaking IMF bailout cycle - Neutral

Pakistan will keep seeking financial assistance packages from the International Monetary Fund (IMF) if it does not significantly boost its tax revenues, Finance Minister Muhammad Aurangzeb said. Aurangzeb’s comments come days after Pakistan’s president signed the federal budget for the current fiscal year, which has been criticised by the opposition, trade bodies and even the., [see more...](#)

80,212	▼ -71	▼ -0.09%
211 mn	YTD 24.05%	1 Year 81.56%

ASIA	Value	Pts	Chg. (%)
NIFTY 50	24,329.45	5.60	0.02% ▲
DSE 30	1,951.34	38.41	2.01% ▲
SHANGHAI	2,934.23	15.7	0.53% ▼
Hang Seng	17,561.00	264.08	1.48% ▼
Nikkei 225	41,088.50	195.00	0.48% ▲

EUROPE	Value	Pts	Chg. (%)
FTSE 100	8,203.93	37.33	0.45% ▼
DAX 30	18,461.29	10.81	0.06% ▲

USA	Value	Pts	Chg. (%)
DOW JONES	39,375.87	67.87	0.17% ▲
S&P 500	5,567.19	30.17	0.54% ▲
NASDAQ	20,390.71	204.08	1.01% ▲

Commodities	Value	Chg.	Chg. (%)
Gold (t oz.)	2,390.80	6.9	0.29% ▼
Oil-WTI (bbl)	82.98	0.18	0.22% ▼

Currencies	Value	Chg.	Chg. (%)
USD/PKR	278.90	0.15	0.05% ▲
EURO/PKR	302.02	1.02	0.34% ▲
GBP/PKR	355.76	0.81	0.23% ▲
AED/PKR	76.33	-	-

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

MORNING GLANCE

Tax exemption on POL products: FBR suffers massive revenue loss in 2022-23 – Negative

The Federal Board of Revenue (FBR) has suffered revenue loss of Rs 1.25 trillion during 2022-23 on account of sales tax exemption granted to the petroleum products, according to the new Tax Expenditure Report-2024. The FBR's Tax Expenditure Report-2024 revealed that more specifically within the [see more...](#)

Rupee likely to depreciate by end-December – Neutral

The Pakistani rupee, holding steady at 278 per dollar in the interbank market, is expected to depreciate to approximately 295 by the end of 2024 and further to 325 by June 2025, according to analysts. This week, the rupee traded within narrow ranges due to balanced supply and demand dynamics for dollars in the market. It closed at 278.37 against the dollar on Tuesday and saw. [see more...](#)

Policy rate might see a gradual decrease: Aurangzeb – Positive

Federal Minister of Finance and Revenue, Senator Muhammad Aurangzeb on Saturday said there is a possibility of a gradual decrease in the policy rate in the current year. While addressing the business community at the Federation of Pakistan Chambers of Commerce and Industry (FPCCI) Regional Office in. [see more...](#)

Senate passes SOEs amendment bill – Neutral

Law Minister Azam Nazeer Tarar moved the bill that originated from the upper house and was already cleared by the relevant standing committee, in the Senate session. The bill mainly seeks to amend the State-Owned Enterprises (Governance and Operations) Act 2023 to insert a new provision in Section 13 which reads that the federal government may. [see more...](#)

Govt debt soars to Rs67.8tr in May - Negative

As a result, the government's debt reached Rs67.8 trillion by the end of May. Overall, Rs7 trillion were added to the debt stock during the first 11 months (July-May) of the last fiscal year, at an average of Rs21 billion per day. However, in May alone, the increase was Rs56 billion per day. Such abnormal increases were last witnessed during times of extreme. [see more...](#)

External debt, liabilities soar to \$130.179bn by May – Neutral

These include \$3.705 billion as servicing of foreign debt (SFD), \$17.027 billion as foreign loan repayment (FLR) and \$100 million repayment of short-term foreign credit (RSTFC). The total external public debt stood at \$86.287 billion by end May 2024 including \$8.665 billion from the International Monetary Fund (IMF). Further, the external. [see more...](#)

Govt fails to reform public companies as debt surges to Rs1.7tr – Negative

The government's top economic priority is privatising the PSEs and reducing the heavy burden on the budget. This is also a prerequisite for the next IMF loans for Pakistan. Independent economists have revealed that the government allocated Rs1.267tr for the PSEs in 2024-25,. [see more...](#)

Govt doubles PSDP spending to Rs705b – Neutral

As the International Monetary Fund (IMF) programme ended in April, the government opened the purse strings for spending on parliamentarians' schemes, highway projects, and provincial nature schemes, according to a comparison of development expenses from the end of April to June. [see more...](#)

Services exports rise for fourth straight month – Positive

According to data compiled by the Pakistan Bureau of Statistics, exports reached \$687.91 million, up from \$637.54 million in the corresponding month last year. Month-on-month, the export grew 6.48pc. In rupee terms, the export of services grew 5.17pc to Rs191.411bn in May, compared to Rs182.008bn in the corresponding month last year.. [see more...](#)

Oil, gas firms say will invest \$5bn in 3 years – Neutral

Petroleum and gas exploration and production companies announced to invest \$5 billion in Pakistan in the next three years, said Prime Minister's Office on Saturday. A delegation of petroleum and gas exploration and production companies during a meeting with the prime minister stated that an investment of \$5 billion in three years and.. [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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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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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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