

MORNING GLANCE



79,841	▼ -831	▼ -1.03%
231 mn	YTD 23.48%	1 Year 76.81%

ASIA	Value	Pts	Chg. (%)
NIFTY 50	24,324.45	108.75	0.45% ▼
DSE 30	1,964.53	4.63	0.24% ▲
SHANGHAI	2,961.99	22.63	0.77% ▲
Hang Seng	17,706.00	234.33	1.34% ▲
Nikkei 225	42,205.50	348.00	0.83% ▲

EUROPE	Value	Pts	Chg. (%)
FTSE 100	8,193.51	53.70	0.66% ▲
DAX 30	18,417.50	181.31	0.99% ▲

USA	Value	Pts	Chg. (%)
DOW JONES	39,721.36	429.39	1.09% ▲
S&P 500	5,633.91	56.93	1.02% ▲
NASDAQ	20,671.88	218.86	1.07% ▲

Commodities	Value	Chg.	Chg. (%)
Gold (t oz.)	2,384.80	5.10	0.21% ▲
Oil-WTI (bbl)	82.72	0.62	0.76% ▲

Currencies	Value	Chg.	Chg. (%)
USD/PKR	278.80	0.1	0.04% ▼
EURO/PKR	301.84	0.27	0.09% ▼
GBP/PKR	356.22	0.42	0.12% ▼
AED/PKR	76.33	-	-

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

Market Outlook

The stock market on Wednesday remained bearish throughout the day, suffered significant losses 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 80,971.95 (299.89 points) and 79,841.32 (-830.74) respectively while closed at 79,841.55 by losing 830.51 points. Trading volume increased to 231mn shares as compared to 310mn shares on the previous trading day. Going forward we anticipate the market to remain bearish volatile, where the market could continue its corrective move and therefore could drop to 78,700 – 79,000 amid the ongoing profit taking by investors. The index has an upcoming support at 79,000 and 78,700 while finding resistance at 81,100.

Key News

International

Asian Stocks Echo US Rally Ahead of Inflation Data: Markets Wrap

Asian equities advanced after a rally in the world's largest tech stocks lifted global shares to new highs ahead of US inflation data due later Thursday. Equities in Japan, Australia and China rose, following a bullish pulse on Wall Street on Wednesday. The Australian and New Zealand. [see more...](#)

Oil prices tick up as crude, gasoline inventories ease

Oil prices edged higher on Thursday as crude stocks fell after U.S. refineries ramped up processing and as gasoline inventories eased, signalling stronger demand. Brent futures rose 35 cents, or 0.4% to \$85.43 a barrel. U.S. West Texas Intermediate (WTI) crude rose 36 cents, or 0.5%, to \$82.47 a barrel. U.S... [see more...](#)

Politics

Jl to stage sit-in against power tariffs on 12th

Talking to journalist after addressing Jl camp in Ichara on Wednesday, he stated that the Jl would stage a sit-in protest in Islamabad on July 12 and would not end it until these demands are met by the government. The Jamaat-e-Islami (JI) has organized nationwide. [see more...](#)

Economy

ADB lists factors behind boost in remittance – Neutral

Macro-economic variables, including economic activity, inflation, equity markets and interest rates — both in Pakistan and migrants' host countries — play a significant role in remittances growth in Pakistan, and their contributions vary over time, says the Asian Development Bank (ADB). The bank in its latest report, "Understanding the drivers of remittances to Pakistan".. [see more...](#)

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Govt decides to wind up Pak-PWD – Neutral

The federal cabinet has approved the plan to abolish the Pakistan Public Works Department (Pak-PWD) on the recommendation of the Ministry of Housing and Works. The meeting of the federal cabinet presided over by Prime Minister Shehbaz Sharif on Wednesday gave approval for abolishment of the Pak PWD. According to the plan of action, the. [see more...](#)

Uniform hike in base tariff; Nepra reserves its determination – Neutral

The National Electric Power Regulatory Authority (Nepra), on Wednesday, reserved its determination for a uniform increase in base tariff of up to Rs7.12 per unit fixing it to Rs35.50 per unit for 2024-25 from 29.78 per unit of FY 2023-27 at an exchange rate of Rs300/\$, amid calls of revision,.. [see more...](#)

Carbon emission issue behind financial constraints: official - Neutral

Local banks have shown little interest in financing the 'gasification of Thar coal' project, posing significant challenges to its realization, The News learnt on Wednesday. The project, originally announced nearly a decade ago under the supervision.. [see more...](#)

Passenger car sales surge 138pc in June, down 16pc in FY24 - Positive

Pakistan's passenger car sales (PAMA members) witnessed a remarkable surge of 138 per cent year-on-year in June 2024, reaching an 18-month high. This surge has been attributed to improved economic indicators and a favourable comparison to a low base from the previous. [see more...](#)

Sazgar's auto rickshaw sales triple in June 2024 - Positive

Sazgar Engineering Works Limited (PSX: SAZEW) witnessed a substantial rise of 207.09% YoY in the sale of its auto rickshaws in June 2024, with 1,818 units sold compared to the topline of 592 three-wheelers in the same month last year, company's filing on PSX revealed today. Concerning production, the company made 1,323 units of Auto Rickshaw in June, compared... [see more...](#)

CCP clears merger; CCP clears merger - Positive

The Competition Commission of Pakistan (CCP) has approved a merger within the consumer care market. The approved transaction entails the acquisition of certain assets of M/s Procter & Gamble Pakistan (Pvt) Ltd (P&G) by M/s Nimir Industrial Chemicals Ltd (Nimir) pursuant to Asset Purchase Agreement (APA).. [see more...](#)

6 months of 2024: Pakistan's startup funding falls 92%, amounts to measly \$3mn - Negative

The decline in Pakistan startup funding was the biggest drop in emerging markets that are covered by Magnitt, showed the report 'H1 2024 Emerging Venture Markets Venture Investment'. "In H1 2024, Emerging Venture Markets (EVM), which include the Middle East, Africa, Pakistan,.. [see more...](#)

SBP appoints 10 banks as primary dealers for FY25 – Neutral

The State Bank of Pakistan (SBP) has appointed 10 banks as primary dealers (PDs) of government securities and two companies as special purpose primary dealers (SPDs) for financial year 2024-25. According to a circular issued by the Domestic Market and Monetary... [see more...](#)

No decision made regarding export of wheat - Neutral

Speaking in the National Assembly in response to the points raised by opposition members, the prime minister explained that no decision with regard to the export of wheat has been made. The prime minister asserted that it was on the record that sugar and wheat were first exported and then imported during the Pakistan Tehreek-e-Insaf.... [see more...](#)

Flour millers announce nationwide shutdown - Negative

PFMA Punjab Chairman Asim Raza announced the decision of closure of flour mills, saying imposing tax on flour was unfathomable and unacceptable as it was an essential edible item used in every household of the country. He said the flour millers would never become tax agents for the Federal Board of Revenue (FBR). According to sources.. [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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To arrive at our Target Price, Abbasi & Company (Private) Limited uses different valuation methods which include:

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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

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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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