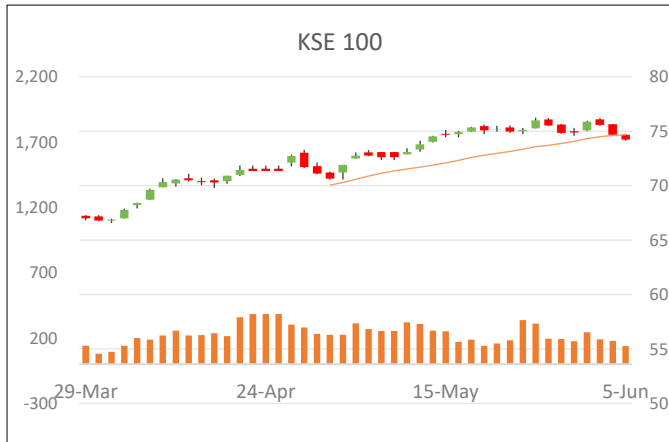


MORNING GLANCE



74219.	▼ -448	▼ -0.60%
139 mn	YTD 15.47%	1 Year 79.19%

ASIA	Value	Pts	Chg. (%)
NIFTY 50	22,744.40	124.05	0.55% ▲
DSE 30	1,854.38	-	-
SHANGHAI	3,062.93	2.48	0.08% ▼
Hang Seng	18,501.00	76.04	0.41% ▲
Nikkei 225	38,721.00	258.50	0.67% ▲

EUROPE	Value	Pts	Chg. (%)
FTSE 100	8,246.95	14.91	0.18% ▲
DAX 30	18,570.27	164.63	0.89% ▲

USA	Value	Pts	Chg. (%)
DOW JONES	38,807.33	96.04	0.25% ▲
S&P 500	5,354.03	62.69	1.18% ▲
NASDAQ	19,033.94	379.10	2.03% ▲

Commodities	Value	Chg.	Chg. (%)
Gold (t oz.)	2,386.70	11.20	0.47% ▲
Oil-WTI (bbl)	74.45	0.38	0.51% ▲

Currencies	Value	Chg.	Chg. (%)
USD/PKR	278.50	-	-
EURO/PKR	303.61	0.67	0.22% ▼
GBP/PKR	355.81	0.89	0.25% ▼
AED/PKR	76.37	0.03	0.04% ▲

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

Market Outlook

The stock market on Wednesday remained negative throughout the day and concluded the session in the red zone amid profit taking by the investors ahead of fiscal year budget. The Benchmark KSE-100 index made an intra-day high and low at 74,758.11 (91.46 points) and 74,136.52 (-530.13) respectively while closed at 74,219.43 by losing 447.22 points.. Trading volume decrease to 139mn shares as compared to 179mn shares on the previous trading day. Going forward, we anticipate a volatile and mixed outlook in the market due to uncertainties surrounding the upcoming federal budget, coupled with some optimistic news regarding the expected rate cut. The index is anticipated to face upcoming support at 74,000 and if it breaks below this level then the market would could drop till 73,200, while finding resistance at 76,000.

Key News

International

Asian Stocks Rise After US Peers Hit Fresh Record: Markets Wrap

Asian equities rose Thursday after a gain in US technology shares, while the dollar came under pressure amid a reassessment of bets on interest-rate cuts. Shares in Hong Kong, Japan and Australia climbed, while those in mainland China were little changed. Contracts for US [see more...](#)

Oil rises on strengthening Fed rate cut expectations

Oil extended gains from the previous session on Thursday amid growing expectations the Federal Reserve will cut interest rates in September, though prices were capped on the back of higher U.S. inventories and an OPEC+ plan to increase supply. Brent crude futures rose 31 cents,.. [see more...](#)

Politics

New cases to be lodged against Imran, says Sanaullah after cipher relief

Reacting to Pakistan Tehreek-e-Insaf (PTI) founder's relief in multiple cases including cipher, Adviser to Prime Minister on Political and Public Affairs Rana Sanaullah has said that new cases will be lodged against Imran Khan in the coming days. Sanaullah, the former security czar, said.. [see more...](#)

Economy

Five-day China visit; PM vows security to investments, individuals - Neutral

Prime Minister Shehbaz Sharif on Wednesday, assuring all-out facilitation to Chinese investors, and security of Chinese individuals, projects and investments in Pakistan, emphasised that mutually rewarding business-to-business cooperation was key to a bright future for the two people.. [see more...](#)

MORNING GLANCE

Pakistan, China sign 32 agreements in 'historic moment' - Positive

During the current visit of the prime minister of Pakistan to China, the promotion of business activities between the two countries were reviewed in detail and Federal Minister for Board of Investment Abdul Aleem Khan and Commerce Minister Jam Kamal Khan held meetings with CEOs of. [see more...](#)

ADB approves \$250mn loan to boost public-private partnerships in Pakistan - Positive

As per a press statement, the loan is part of ADB's Promoting Sustainable Public-Private Partnerships Programme that supports the implementation of government policies to create an enabling environment for fiscally affordable PPPs and promote inclusive economic growth. [see more...](#)

Russians discussing with SIFC wide range of trade ties - Neutral

Russians are reportedly engaged with Special Investment Facilitation Council (SIFC) to discuss avenues of economic cooperation between Islamabad and Moscow, well informed sources told Business Recorder. The issues which are under consideration are cooperation in the banking sector,. [see more...](#)

SBP expected to cut rates by 100bps, Reuters poll shows- Positive

The central bank will meet on Monday (June 10), a week after Pakistan posted its lowest consumer price index (CPI) reading in 30 months at 11.8% in May – lower than most projections. The decision will come before Pakistan's annual budget The median estimate in a Reuters poll of 16 analysts predicts the SBP will cut rates by 100 basis-points (bps). Ten analysts are forecasting a 100 bps cut, one analyst expects a 150 bps cut, while.. [see more...](#)

Payments to IPPs; PPIB urges SBP to make \$758m available – Negative

Private Power & Infrastructure Board (PPIB) has urged dollar-starved State Bank of Pakistan (SBP) to make available \$758 million for foreign payments of power projects, majority of them set up under the umbrella of CPEC. Managing Director PPIB Shah Jahan Mirza, sources said, in a letter to Governor,. [see more...](#)

Nepra 'ends relief programme' for electricity bill payments - Negative

After amending the Consumer Service Manual, 2021, the National Electric Power Regulatory Authority (Nepra) has almost abolished a major relief measure for power consumers to pay their electricity bills in multiple instalments. The consumers have lost another relief. [see more...](#)

Govt Likely to End Solar Net Metering and Impose Fixed Charges – Negative

The Power Division has denied the rumors that the net metering policy was ending in Pakistan. In a brief statement, it said there is no truth to such claims and no instructions have been issued by the Prime Minister on any changes to the Net Metering Policy. The Power Division, [see more...](#)

AGP office distances itself from 'award in favour of SHPL' – Neutral

The Office of Attorney General for Pakistan is said to have distanced itself with respect to strategy to deal with award of millions of dollars in favour of Star Hydro Power Limited (SHPL), suggested by the foreign counsel.. [see more...](#)

IMC gears up for vehicles and labour exports - Positive

IMC Chief Executive Officer Ali Asghar Jamali informed the media on Wednesday that the first batch would be shipped on July 25. He expected foreign exchange earnings of \$1.5 million through this shipment. IMC is exporting these units at 15-20 per cent above the cost due to high tariffs in exporting countries, he claimed He added that IMC has also exported around 150 workers to Japan, who will earn. [see more...](#)

UBL extends Rs20bn finance facility to Engro Fertilizers - Positive

United Bank Limited (UBL) concluded a PKR 20 Billion bilateral finance facility for Engro Fertilizers Limited, a transaction that marks a significant milestone in bilateral relationship between a major conglomerate and a leading bank. The signing ceremony was held at the. [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:

- 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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