

MORNING GLANCE



80,566	▲ 353	▲ 0.44%
138 mn	YTD 24.6%	1 Year 80.7%

ASIA	Value	Pts	Chg. (%)
NIFTY 50	24,361.45	40.90	0.17% ▲
DSE 30	1,959.90	8.56	0.44% ▲
SHANGHAI	2,922.27	0.18	0.01% ▼
Hang Seng	17,424.00	81.89	0.47% ▼
Nikkei 225	41,525.50	658.00	1.61% ▲

EUROPE	Value	Pts	Chg. (%)
FTSE 100	8,193.49	10.44	0.13% ▼
DAX 30	18,488.68	13.23	0.07% ▲

USA	Value	Pts	Chg. (%)
DOW JONES	39,344.79	31.08	0.08% ▼
S&P 500	5,572.85	5.66	0.10% ▲
NASDAQ	20,438.37	46.40	0.23% ▲

Commodities	Value	Chg.	Chg. (%)
Gold (t oz.)	2,373.20	9.70	0.41% ▲
Oil-WTI (bbl)	82.08	0.25	0.30% ▼

Currencies	Value	Chg.	Chg. (%)
USD/PKR	278.80	0.1	0.04% ▼
EURO/PKR	302.15	0.13	0.04% ▲
GBP/PKR	356.83	1.07	0.30% ▲
AED/PKR	76.30	0.03	0.04% ▼

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

Market Outlook

The stock market on Monday remained positive in majority part of the day and concluded the session in the green zone amid investors are showing confidence in the stock market as Pakistan's economic indicators have improved, with inflation figures dropping from 38% in May 2023 to 12.6% in June 2024. The Benchmark KSE-100 index made an intra-day high and low at 80,737.70 (524.91 points) and 80,192.31 (-20.48) respectively while closed at 80,566.20 by gaining 353.41 points. Trading volume decreased to 138mn shares as compared to 211mn shares on the previous trading day. Going forward, the market is still volatile and expected to remain as such until it breaks above 80,500. Whereas there could also arise a 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

Most Asian Stocks Rise Before Powell's Testimony: Markets Wrap

Japanese stocks led gains in Asia as semiconductor-related shares followed their US peers higher. Investors are awaiting Jerome Powell's testimony to Congress. The Nikkei 225 Stock Average climbed to a record, extending gains for the year to more than 23%. Equity [see more...](#)

Oil Steady as Traders Assess Beryl's Impact and Prepare for Fed

Oil steadied after a two-day drop with the worst of storm Beryl over, ahead of Federal Reserve Chair Jerome Powell's report on monetary policy that'll shape sentiment toward risk assets including commodities. Brent crude traded below \$86 a barrel after shedding almost 2% in. [see more...](#)

Politics

Pakistani people suffered greatly at hands of terrorists: US State Dept

In a major development, the US Department of State acknowledged Pakistan's unmatched sacrifices and contributions in the war against terrorism and said that the Pakistani nation suffered greatly at the hands of terrorists. US State Department spokesperson Matthew. [see more...](#)

Economy

Tax-to-GDP ratio in FY24 stands at 9pc: FBR – Neutral

Pakistan will The Tax-to-GDP ratio stood at 9 percent during 2023-24, according to the Federal Board of Revenue (FBR) report. The FBR's new report on revenue forecasting (2024-25) said the tax-GDP ratio remained in the range of 8.7 percent to 9.2 percent. Last year, the tax-GDP ratio was 8.5 percent however, during fiscal year 2023-24, it has started improving and stood at. [see more...](#)

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Chinese debt restructuring sought – Neutral

Highly placed sources told The Express Tribune that Planning Minister Ahsan Iqbal and Finance Minister Muhammad Aurangzeb would visit China this week. While Iqbal's visit was pre-planned, the finance minister is being dispatched as the PM's special messenger, they added. As the finance minister's visit was not scheduled earlier, Pakistan's ambassador [see more...](#)

OGDCL successfully revitalises well - Positive

The Oil and Gas Development Company Limited (OGDCL) has successfully revitalised the Kunnar-11 well. "After re-assessing its potential using production optimization techniques and completing the well with Electrical Submersible Pump (ESP), the Kunnar-11 is now producing 960 barrels of oil per day Kunnar-11 well is located in Hyderabad district,.. [see more...](#)

Refining sector seeks SIFC intervention - Neutral

The refining sector has reached out to the Special Investment Facilitation Council (SIFC) seeking intervention to mitigate the adverse impacts of recent amendments in sales tax, envisaging exemptions for petroleum products from the levy of sales tax, The News learnt on Monday. Sources. [see more...](#)

Collection via PPO; Rs4bn payment issue will be resolved, Aurangzeb tells KE - Neutral

Finance Minister Muhammad Aurangzeb has assured K-Electric with regard to the resolution of Rs4 billion pending payment of KE consumers collected through the Pakistan Post Office in the past. The K-Electric high-ups, on Monday, met the finance minister and raised the issue of past pending payment of. [see more...](#)

Infrastructure & Growth Capital LP ends indirect stake in K-Electric - Neutral

K-Electric Limited (PSX: KEL) has informed today that Infrastructure & Growth Capital LP has distributed all the shares it held in K-Power Holding Limited (KPH) (formerly IGCF SPV 26) to its Limited Partners. Following this distribution, the fund no longer has any indirect interest in KE. The electricity. [see more...](#)

Bid to raise subsidy for protected power users; Further cut in FY25 PSDP likely - Neutral

The government is likely to further cut the Public Sector Development Programme (PSDP) 2024-25 to increase subsidy for the protected categories of domestic consumers for a couple of months due to massive overbilling across the country, well-informed sources told Business. [see more...](#)

Pakistan cement sector forecasts 2.4% growth in FY25 - Positive

In a challenging economic landscape marked by fluctuating demand and regulatory changes, Pakistan's cement industry is poised for a modest growth of 2.4% year-on-year in the fiscal year 2025. This projection comes on the heels of a 2% year-on-year increase in cement dispatches. [see more...](#)

Highest returns in Q2; Banks dominate Asia-Pacific lenders ranking: S&P Global – Positive

Pakistani banks dominated a ranking of Asia-Pacific lenders with the highest total returns in the second quarter amid a strong performance of the country's stock market, says S&P Global. Pakistani banks occupied seven slots on. [see more...](#)

Aviation panel told; PIACL sell-off process almost over – Positive

The Standing Committee on Aviation was informed that the privatization process of Pakistan International Airlines Corporation (PIA) is almost completed. The 2nd meeting of the Standing Committee on Aviation was held here on Monday under the Chairmanship of.. [see more...](#)

PAMA calls for duty on imported cars - Neutral

PAMA Secretary General Abdul Waheed Khan, in a letter to the prime minister and other federal ministers and policymakers, stated, "In order to sustain the growth of the local industry, achieve the targets under Auto Policy 2012-2026, and save the industry from unfair competition from the import of used vehicles (specifically in.. [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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