MARKET OUTLOOK

ABBASI AND COMPANY (Pvt) Ltd.

Houthi Strikes Keep Crude Supply Nerves Alive; IMF Sees Pakistan GDP Shrinking 1.3%

Daily Market Overview

Friday, 23 October, 2026

Support 1	**163,500**
Support 2	**162,000**
Resistance	**171,000**

Daily Market Update | KSE-100 | Friday, 23 October, 2026

The market is expected to remain volatile as Houthi assaults on Saudi sites keeping crude supply nerves alive and reports that the US and Israel could strike Iran early next month adding to the unease. Weighing further on the domestic picture, the IMF now sees Pakistan's economy shrinking 1.3% in 2026.

On the charts, 163,500-162,000 serves as the near-term floor, whereas 171,000 marks the key hurdle above.

Investors are advised to maintain a cautious but proactive approach, focusing on fundamentally strong stocks with long-term growth potential.

Major News | KSE-100 | Friday, 23 October, 2026

- **Oil little changed as supply concern lingers amid Houthi attacks on Saudi Arabia** https://www.reuters.com/business/energy/oil-little-changed-supply-concern-lingers-amid-houthi-attacks-saudi-arabia-2026-10-23/
- **US, Israel 'may attack Iran early next month'** https://www.thenews.pk/print/1444615-us-israel-may-attack-iran-early-next-month
- **Pakistan GDP to contract 1.3pc in 2026: IMF** https://epaper.brecorder.com/2026/10/23/1-page/1124461-news.html
- **Asian shares wobble as tech rout boosts bonds, dents rate hike bets** https://www.reuters.com/world/china/global-markets-global-markets-2026-10-23/
- **Houthi attacks on Saudi sites claim four more lives** https://www.dawn.com/news/2039176/houthi-attacks-on-saudi-sites-claim-four-more-lives
- **ME conflict: IMF warns of financial stability risks** https://epaper.brecorder.com/2026/10/23/1-page/1124459-news.html
- **WB sees inflation rising in Pakistan to 8.2pc in FY27** https://www.thenews.pk/print/1444617-wb-sees-inflation-rising-in-pakistan-to-8-2pc-in-fy27
- **Airports, banks & insurance cos in the basket; PC working on sell-off of 17 SoEs, including 9 DISCOs** https://epaper.brecorder.com/2026/10/23/1-page/1124465-news.html
- **SBP reserves rise $19m to $21.5b** https://tribune.com.pk/story/2636388/sbp-reserves-rise-19m-to-215b
- **Petrol price cut by Rs1.60, HSD's hiked by Rs1.64** https://epaper.brecorder.com/2026/10/23/1-page/1124451-news.html
- **OGDC starts gas, condensate production from Bitrism East-1 Well in Sindh** https://www.thenews.pk/print/1444473-ogdc-starts-gas-condensate-production-from-bitrism-east-1-well-in-sindh
- **Growth to remain moderate at 4.2%** https://tribune.com.pk/story/2636392/growth-to-remain-moderate-at-42
- **PTCL Group revenue rises 62pc as Telenor merger boosts earnings** https://www.thenews.pk/print/1444478-ptcl-group-revenue-rises-62pc-as-telenor-merger-boosts-earnings
- **Pakistan's refineries claim Rs86.22bn burden from diesel price relief** https://profit.pakistantoday.com.pk/2026/10/22/pakistans-refineries-claim-rs8622bn-burden-from-diesel-price-relief
- **Three Turkish firms among 10 prequalified for IESCO privatization** https://profit.pakistantoday.com.pk/2026/10/22/three-turkish-firms-among-10-prequalified-for-iesco-privatisation

FIPI / LIPI

(USD' mn)

		Cement	Banks	Fertilizer	Food	E&P	OMC	Power	Tech	Textile	Others	Gross
LIPI Portfolio	Banks / DFI	0.03	0.66	-	-	0.09	0.04	0.36	-0.28	-0.00	0.76	1.66
	Broker Proprietary Trading	-0.06	0.02	-0.01	-0.01	-0.07	-0.04	-0.29	-0.28	-0.00	0.05	-0.70
	Companies	-0.12	-0.56	0.01	-0.00	0.03	0.05	0.03	-0.28	-0.09	0.37	-0.57
	Individuals	0.57	0.24	0.12	0.01	-1.11	-0.29	0.41	0.32	0.19	3.51	3.95
	Insurance Companies	-0.01	-0.00	-0.08	0.00	-0.03	0.00	0.12	-0.01	-0.00	-0.75	-0.77
	Mutual Funds	-0.18	1.23	-0.07	0.01	1.20	0.26	-0.61	0.49	-0.14	-3.21	-1.03
	NBFC	-0.03	-	-	-	-	-	0.00	-0.00	0.01	0.02	0.00
	Other Organization	0.00	-0.02	0.01	0.00	-	0.00	-0.00	0.01	0.02	0.04	0.05
	LIPI Total	**0.19**	**1.56**	**-0.03**	**0.01**	**0.10**	**0.01**	**0.02**	**-0.04**	**-0.02**	**0.79**	**2.59**

(USD' mn)

		Cement	Banks	Fertilizer	Food	E&P	OMC	Power	Tech	Textile	Others	Gross
FIPI Portfolio	Foreign Corporates	-0.18	-1.51	-	-	0.06	-0.02	-	-	-	-1.27	-2.93
	Foreign Individual	-	-	-	-	-	-	-	-	-	-	-
	Overseas Pakistani	-0.01	-0.05	0.03	-0.01	-0.16	0.01	-0.02	0.04	0.02	0.48	0.33
	Total	**-0.19**	**-1.56**	**0.03**	**-0.01**	**-0.10**	**-0.01**	**-0.02**	**0.04**	**0.02**	**-0.79**	**-2.59**

Source: NCCPL

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TP – Target Price	CAGR – Compound Annual Growth Rate	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	LDCP – Last Day Closing Price

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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