

Abstract

The intention of this paper is to examine the changes in Inflation, World and Pakistani oil prices on the stock prices of oil and gas companies in Pakistan. Special attention has been given to the affects of World Oil Prices (WOP), Oil prices of Pakistan and Inflation on the performance of the stocks in the Stock exchange, the Volume traded during the period under study has also been highlighted. Through the implementation of Covariance and Ordinary least square method (OLS), the correlation of the variables and their impact on the stock market is determined, implying that Oil prices and Inflation have a negative correlation with the Stock Prices of Oil and Gas companies in Pakistan.

Acknowledgement

As I sit down to pen my gratitude to the support and guidance provided to me for the completion of my project, first and foremost I am grateful to **God Almighty**. By His grace and blessings, I am able to complete the project successfully.

For putting up with occasional limited accessibility and mood swings, and for always being there for moral support and encouragement, my special thanks go to the most important people in my life - **my parents**.

And most importantly I would like to thank my research thesis supervisor, **Mr. Ayub Siddiqui**, for his perpetual support and guidance throughout my project work. Without his assistance it would have been impossible to complete the designated task.

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