

1st March 2023

DAILY MARKET REVIEW

KEY PAKISTAN STATS & ECONOMIC INDICATORS			
Items	Period	Unit	Figure
Foreign Exchange-FX-Reserves			
FX-Reserves-WoW	17-Feb-23	USD bn	8.726
FE-25 Import Financing	Jan, 2022	USD mn	925.00
SBP Forward/Swap Position	Dec, 2022	USD bn	(5.29)
Net International Reserves-NIR (EST)	17-Feb-23	USD bn	(29.70)
Kerb USD/PKR	1-Mar-23	Bid/Ask	266.50/269.50
Real Effective Exchange Rate-REER	Jan, 2022	Rs	92.75
Roshan Digital Account-RDA	7MFY23	USD bn	5.69
Consumer Price Index-CPI			
Sensitive Price Index-SPI-WoW	23-Feb-23	bps	241.29
CPI (YoY)	Feb, 2023	%	31.50
CPI- (MoM)	Feb, 2023	%	4.30
CPI-Urban-YoY	Feb, 2023	%	28.80
CPI-Rural-YoY	Feb, 2023	%	35.60
PAK CPI-YoY minus US CPI-YoY	31.50%-6.40%	%	25.10
Broad Money Supply-M2 Growth:			
M2 Growth-YoY	1 Jul 22 To 27 Jan 23	%	0.44
Net Govt. Sector Borrowing	1 Jul 22 To 27 Jan 23	Rs bn	1,618.39
GOVT. Borrowing for budgetary support from SBP	1 Jul 22 To 27 Jan 23	Rs bn	1,626.11
Private Sector Credit-PSC	1 Jul 22 To 27 Jan 23	Rs bn	435.04
Govt. Foreign Commercial Banks Borrowing	1HFY-23	USD mn	200.00
Policy Rate			
SBP Policy Rate	FY-23 YTD	%	17.00
SBP O/N REPO & Reserve REPO Rate	Floor & Ceiling	%	16.00-18.00
SBP PR minus USD FED Fund Rate	17.00%-4.50%	%	12.50
1-Year KIBOR minus 1-Year LIBOR	19.77-5.62%	%	14.15
FX-Economic Data			
Foreign Direct Investment-FDI	7MFY-23	USD mn	683.50
Home Remittance	7MFY-23	USD bn	16.006
Trade Bal-S/(D)	7MFY-23	USD bn	(17.32)
CAB-S/(D)	7MFY-23	USD bn	(3.80)
Special Convertible Rupee Account-SCRA			
SCRA-Cumulative inflow/(outflow)	July 22 till date	USD bn	(97.58)
SCRA-MTB+PIB inflow/(outflow)	July 22 till date	USD bn	(41.44)
Govt., Circular Debt & External Liabilities			
Govt. Domestic Debt & Liabilities	As at 30-11-2022	Rs trn	33.60
External Debt	As at 30-9-2022	USD bn	126.914
Central Debt	As at 30-11-2022	Rs trn	50.903

ECONOMIC-NEWS

- ✓ **Moody's cuts Pakistan credit ratings to Caa3** Yesterday, Moody's Investors Service downgraded Pakistan's local and foreign currency issuer and senior unsecured debt ratings by 2-notches to Caa-3 from Caa-1 but improved the outlook to stable from negative.
- ✓ The international rating agency 1 of the top 3-global rating firms said its decision to downgrade the ratings is driven by an assessment that Pakistan's increasingly fragile liquidity and external position significantly raises default risks to a level consistent with a Caa-3 rating.
- ✓ In particular, the country's FX-Reserves have fallen to extremely low levels, far lower than necessary to cover its import needs and external debt obligations over the immediate and medium term.

Interbank Rates-PKR-Rs				1-Mar-23	
Open	261.50			Last Day	
High	266.00			Close-LDC	
Low	261.50			261.50	
Close	266.00				
DAILY USD/PKR SWAP YIELDS-%					
PERIOD	SWAP	Change in Premiums	Swap Implied PKR Yield		
1-Week	0.2900	(0.0311)	10.25%		
2-Week	0.3900	(0.0181)	8.39%		
1-Month	0.6150	0.0053	7.33%		
2-Month	1.2500	(0.0691)	7.53%		
3-Month	2.4500	(0.1700)	8.62%		
4-Month	3.5000	(0.2601)	8.77%		
5-Month	4.7500	(0.2444)	9.27%		
6-Month	6.2500	(0.2858)	10.01%		
9-Month	8.0000	(0.1690)	9.32%		
1-Year	10.0000	(0.3895)	9.35%		
MONEY Market-MM Rates-%				1-Mar-23	
Open	17.25			Last Day	
High	17.60			Close-LDC	
Low	16.80			16.75	
Close	17.50				
KIBOR AND PKRV RATES (%)			28-Feb-23		
Tenor	KIBOR-%	PKRV Rates-%			
1-M	18.88	18.74			
3-M	19.60	19.53			
6-M	19.81	19.82			
12-M	19.90	19.93			
Pakistan Investment Bonds-PIB					
Period	16-Feb-23		1-Mar-23		
	Cut Off Yields-%	Bid-%	Ask-%		
3-Yrs	13.8360	18.30	18.15		
5-Yrs	13.3500	15.90	15.80		
10-Yrs-Fixed	12.9500	15.00	14.20		
Floating	17.8255	102	101.75		
15-yrs*	-	15.27			
20-yrs*	-	15.25			
Market Treasury Bills-MTB					
Tenor	23-Feb-23		1-Mar-23		
	Cut Off Yields-%	Bid-%	Ask-%		
3-M	19.9500	19.75	19.55		
6-M	19.9000	17.15	16.80		
12-M	19.7900	17.15	16.80		
Note: * The secondary yields for 15 & 20-years Bonds are not available, so instead of leaving it blank, we inputted PKRV Rates.					