

5th July 2023 **DAILY MARKET REVIEW**

KEY PAKISTAN STATS & ECONOMIC INDICATORS			
Items	Period	Unit	Figure
Foreign Exchange-FX-Reserves			
FX-Reserves-WoW	16-Jun-23	USD bn	8.863
FE-25 Import Financing	May, 2023	USD bn	1.30
SBP Forward/Swap Position	Apr, 2023	USD bn	(4.81)
Net International Reserves-NIR (EST)	16-Jun-23	USD bn	(27.95)
Kerb USD/PKR	5-Jul-23	Bid/Ask	278.00/281.00
Real Effective Exchange Rate-REER	May, 2023	Rs	87.15
Roshan Digital Account-RDA	11MFY23	USD bn	6.22
Consumer Price Index-CPI			
Sensitive Price Index-SPI-WoW	22-Jun-23	bps	256.00
CPI (YoY)	June, 2023	%	29.40
CPI- (MoM)	June, 2023	%	(0.30)
CPI-Urban-YoY	June, 2023	%	27.30
CPI-Rural-YoY	June, 2023	%	32.40
PAK CPI-YoY minus US CPI-YoY	29.40%-4.0%	%	25.40
Broad Money Supply-M2 Growth:			
M2 Growth-YoY	1 Jul 22 To 2 June 23	%	8.94
Net Govt. Sector Borrowing	1 Jul 22 To 2 June 23	Rs trn	3.38
GOVT. Borrowing for budgetary support from SBP	1 Jul 22 To 2 June 23	Rs trn	2.98
Private Sector Credit-PSC	1 Jul 22 To 2 June 23	Rs bn	25.38
Govt. Foreign Commercial Banks Borrowing	10MFY-23	USD mn	900.00
Policy Rate			
SBP Policy Rate	FY-24 YTD	%	22.00
SBP O/N REPO & Reserve REPO Rate	Floor & Ceiling	%	21.00-23.00
SBP PR minus USD FED Fund Rate	22.00%-5.25%	%	16.75
1-Year KIBOR minus 1-Year LIBOR	21.89-5.79%	%	16.10
FX-Economic Data			
Foreign Direct Investment-FDI	11MFY-23	USD bn	1.32
Home Remittance	11MFY-23	USD bn	24.831
Trade Bal-S/(D)	11MFY-23	USD bn	(23.77)
CAB-S/(D)	11MFY-23	USD bn	(2.94)
Special Convertible Rupee Account-SCRA			
SCRA-Cumulative inflow/(outflow)	July 22 till date	USD bn	(135.98)
SCRA-MTB+PIB inflow/(outflow)	July 22 till date	USD bn	(42.01)
Govt., Circular Debt & External Liabilities			
Govt. Domestic Debt & Liabilities	As at 31-3-2023	Rs trn	35.36
External Debt	As at 31-3-2023	USD bn	12.726
Central Debt	As at 30-4-2023	Rs trn	58.598

ECONOMIC NEWS:

- ✓ **Moody`s, Fitch warn of risks despite IMF deal** According to the Bloomberg that 2-leading global rating agencies have warned that Pakistan will require significantly more funds than what it's receiving from the IMF to meet its debt maturities and to finance its economic recovery.
- ✓ The 2-agencies noted that Pakistan has to repay \$25bn in the current fiscal year to meet its debt obligations. The repayments include both principal and interest, and are about 7-times Pakistan`s FX-Reserves.
- ✓ **Exports shrink 19% in June, record 10th straight drop** PBS released the data showed that Pakistan`s merchandise exports dipped by 12.71% YoY to \$27.54bn in FY23 from \$31.78bn in the preceding FY.
- ✓ The export contraction continued for the 10th month in a row, plunging by 18.72% YoY to \$2.36bn in June.
- ✓ The Govt. has projected a \$32bn target for the outgoing FY23.
- ✓ However, the export target was missed by a wide margin of \$4.46bn.

Interbank READY Rates-PKR-Rs			
		5-Jul-23	
Open	277.00	Last Day Close-LDC	
High	277.50		
Low	277.00	275.50	
Close	277.38		
DAILY USD/PKR SWAP YIELDS-%			
PERIOD	SWAP	Change in Premiums	Swap Implied PKR Yield
1-Week	1.0150	(0.0600)	24.19%
2-Week	2.0500	-	24.41%
1-Month	4.2500	(0.3500)	23.26%
2-Month	7.1000	0.4750	20.69%
3-Month	9.4500	1.0750	19.20%
4-Month	11.3750	1.0000	17.75%
5-Month	14.0000	1.6250	17.66%
6-Month	16.5000	1.7500	17.65%
9-Month	20.0000	2.0000	15.32%
1-Year	23.0000	1.5000	14.01%
MONEY Market-MM Rates-%			
		5-Jul-23	
Open	22.25	Last Day Close-LDC	
High	22.90		
Low	22.20	22.80	
Close	22.75		
KIBOR AND PKRV RATES (%)			
		4-Jul-23	
Tenor	KIBOR-%	PKRV Rates-%	
1-M	22.03	22.31	
3-M	22.65	22.73	
6-M	22.72	22.87	
12-M	22.77	22.93	
Pakistan Investment Bonds-PIB			
Period	16-June-23	5-Jul-23	
	Cut Off Yields-%	Bid-%	Ask-%
3-Yrs	19.3500	19.10	18.80
5-Yrs	13.8000	15.85	15.55
10-Yrs-Fixed	12.9500	15.00	14.20
Floating	17.8255	102	101.75
15-yrs*	-	15.25	
20-yrs*	-	15.25	
Market Treasury Bills-MTB			
Tenor	15-Jun-23	5-Jul-23	
	Cut Off Yields-%	Bid-%	Ask-%
3-M	21.9999	22.68	22.62
6-M	21.9890	21.80	21.60
12-M	21.9997	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.			