

16th DECEMBER 2021
DAILY MARKET REVIEW

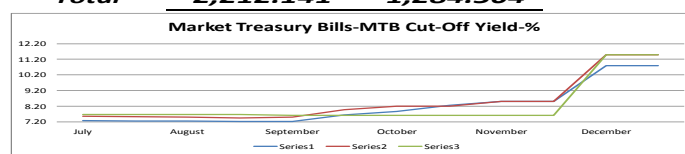
KEY PAKISTAN STATS & ECONOMIC INDICATORS			
Items	Period	Unit	Figure
Gross Domestic Product-GDP			
GDP	1QFY-20/21	USD bn	81.995
Foreign Exchange-FX-Reserves			
FX-Reserves-WoW	3-Dec-21	USD bn	25.15
FE-25 Import Financing	November, 2021	USD mn	959
SBP Forward/Swap Position	30-Sep-21	USD bn	(4.870)
Net International Reserves-NIR (EST)	3-Dec-21	USD bn	(7.555)
Kerb USD/PKR	14-Dec-21	Bid/Ask	179.75/181.50
Real Effective Exchange Rate-REER	October, 2021	Rs	95.58
Consumer Price Index-CPI			
Sensitive Price Index-SPI-WoW	9-Dec-21	bps	167.24
CPI (YoY)	Nov, 2021	%	11.53
CPI- (MoM)	Nov, 2021	%	3.00
CPI-Urban-YoY	Nov, 2021	%	12.00
CPI-Rural-YoY	Nov, 2021	%	10.90
PAK CPI-YoY minus US CPI-YoY	11.53%-6.80%	%	4.73
M2 Growth			
M2 Growth-YoY	1 July 21 To 3-Dec 21	%	-0.17%
Net Govt. Sector Borrowing	1 July 21 To 3-Dec 21	Rs mn	(183.26)
GOVT. Borrowing for budgetary support from SBP	1 July 21 To 3-Dec 21	Rs bn	(169.05)
Credit to Private Sector-YoY	1 July 21 To 3-Dec 21	Rs bn	454.29
Govt. Foreign Commercial Banks Borrowing	1QFY-21/22	USD mn	457.54
Policy Rate			
SBP Policy Rate	FY-21/22 YTD	%	9.75
SBP O/N REPO & Reserve REPO Rate	Floor & Ceiling	%	8.75-10.75
SBP PR minus USD FED Fund Rate		%	9.50
1-Year KIBOR minus 1-Year LIBOR		%	10.71
FX-Economic Data			
Foreign Direct Investment-FDI	4MFY-21/22	USD mn	662.10
Home Remittance	4MFY-21/22	USD bn	10.562
Trade Bal-S/D	4MFY-21/22	USD bn	(14.845)
CAB-S/(D)	4MFY-21/22	USD bn	(5.08)
CAB-S/(D) % of GDP	4MFY-21/22	%	(4.70)
Government, Circular Debt & External Liabilities			
Government Domestic Debt & Liabilities	As at 31-10-2021	Rs trn	26.47
External Debt	As at 30-9-2021	USD bn	127.023
Central Debt	As at 31-10-2021	Rs trn	27.14

ECONOMIC-DATA:

- ✓ **Govt. raises Rs1.37trn with no change in MTB Yields:** Yesterday, the cut off Yields of MTB remained flat in a crucial auction despite another 100bps hike in the PR by the SBP.
- ✓ The Govt. remained short of the target as it could borrow a total of Rs1.37trn against the target of Rs1.4trn while the maturity amounted to Rs1.5trn.
- ✓ For 3Month tenor, the Govt. borrowed Rs805bn at 10.78% while the 6month it raised Rs385bn at 11.50% and for 12month it picked Rs95bn at 11.51%.

Market Treasury Bills-MTB Auction Report & Result

Tenor	PKR-Rs in bn		Cut-off Yield-%
	Bid Amount	Accepted Amount	
	Face Value	Face Value	
3-Month	1,420.341	804.804	10.7849
6-Month	584.250	384.500	11.5001
12-Month	207.550	95.200	11.5143
Total	2,212.141	1,284.504	


ECONOMIC DATA RELEASED DURING THE LAST 24-HOURS

Date	Event	Impact	Actual	Forecast	Previous
15/12/2021	3Month MTB Cut-off Yield	MEDIUM	10.79%	10.69%	10.79%
15/12/2021	6Month MTB Cut-off Yield	MEDIUM	11.50%	11.09%	11.50%
15/12/2021	12Month MTB Cut-off Yield	MEDIUM	11.51%	10.85%	11.50%

COMMODITIES-MARKET:

- ✓ **GOLD-SPOT:** During the last 4-hours, Gold resumed its higher run and closed at high note indicating that yellow metal will move higher and moving further higher the next target it would find at \$1790. Yellow metal is currently trading at \$1787.73 per ounce.
- ✓ **CRUDE-OIL:** During the last 3times 4-hours, Crude-Oil has been trading within the narrow range in between \$71.30 to \$71.90. We expect that black gold will trade within above mentioned narrow range unless break one of these two levels and trade accordingly. Black gold moves higher and successfully breaks the resistance at \$71.90 and resumes its higher run and moving further higher the next target it would find at \$72.35. On the other hand, black gold goes lower and breaches the support at \$71.30 and continues its lower run than the next target it would find at \$71.0. Black gold is currently trading at \$71.82 per barrel.

WORLD ECONOMIC DATA RELEASED DURING THE LAST 24-HOURS

Date	Events	Actual	Forecast	Previous
15-12-21	GBP CPI y/y	5.10%	4.80%	4.20%
15-12-21	USD Core Retail Sales m/m	0.30%	0.90%	1.80%
15-12-21	USD Retail Sales m/m	0.30%	0.80%	1.80%
15-12-21	USD Empire State Manufacturing Index	31.9	24.9	30.9
15-12-21	CAD CPI m/m	0.20%	0.20%	0.70%
15-12-21	CAD Common CPI y/y	2.00%	1.90%	1.80%
15-12-21	CAD Median CPI y/y	2.80%	2.90%	2.80%
15-12-21	CAD Trimmed CPI y/y	3.40%	3.30%	3.40%
15-12-21	CAD BOC Gov Macklem Speaks	-	-	-
15-12-21	USD FOMC Economic Projections	-	-	-
15-12-21	USD FOMC Statement	-	-	-
15-12-21	USD Federal Funds Rate	<0.25%	<0.25%	<0.25%
15-12-21	USD FOMC Press Conference	-	-	-
16-12-21	NZD GDP q/q	-3.70%	-4.10%	2.40%
16-12-21	AUD RBA Gov Lowe Speaks	-	-	-
16-12-21	AUD Employment Change	366.1K	203.0K	-56.0K
16-12-21	AUD Un-employment Rate	4.60%	5.00%	5.20%

 Source: www.forexfactory.com

READY Rates- PKR-Rs 16-Dec-21			
Open	177.95	Last Day Close-LDC	
High	178.10		
Low	177.95		177.98
Close	177.98		
DAILY USD/PKR SWAP YIELDS-%			
PERIOD	SWAP	Change in Premiums	Swap Implied PKR Yield
1-Week	0.1539	0.0591	4.58%
2-Week	0.2800	0.0904	4.18%
1-Month	0.6481	0.0166	4.13%
2-Month	1.9847	0.0152	6.82%
3-Month	3.2872	0.0402	7.53%
4-Month	4.5163	0.0303	7.70%
5-Month	5.9750	(0.0396)	8.27%
6-Month	7.4621	0.0418	8.61%
9-Month	11.4478	0.0005	9.15%
1-Year	15.2073	0.0210	9.03%
MONEY Market-MM Rates-% 16-Dec-21			
Open	10.30	Last Day Close-LDC	
High	10.70		
Low	10.25		10.50
Close	10.70		
KIBOR AND PKRV RATE (%) 16-Dec-21			
Tenor	KIBOR-%	PKRV Rates-%	
1-M	10.01	9.99	
3-M	10.49	10.64	
6-M	11.01	11.26	
12-M	11.19	11.51	
Pakistan Investment Bonds-PIB			
Period	29-Nov-21	16-Dec-21	
	Cut Off Yields-%	Bid-%	Ask-%
2-Yrs	-	11.60	11.50
3-Yrs	11.3400	11.65	11.60
5-Yrs	11.5900	11.65	11.55
10-Yrs-Fixed	11.7900	11.85	11.80
Floating	12.1001	102	101.75
15-yrs*	-	12.39	
20-yrs*	-	12.65	
Market Treasury Bills-MTB			
Tenor	15-Dec-21	16-Dec-21	
	Cut Off Yields-%	Bid-%	Ask-%
3-M	10.7890	10.70	10.67
6-M	11.5001	11.44	11.42
12-M	11.5143	11.50	11.45
Note: * The secondary yields for 15 & 20-years Bonds are not available, so instead of leaving it blank, we inputted PKRV Rates.			