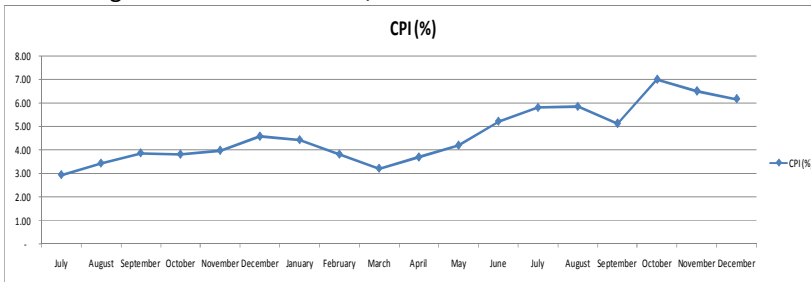


FX – INTERBANK RATE:

2-Jan	OPEN	HIGH	LOW	CLOSE	Last Day Close-LDC
Ready Rates	138.85	138.90	138.81	138.90	138.87

**MONEY-MARKET:
ECONOMIC-DATA:**

- ✓ Today PBS released the data of CPI for the month of December, 2018. According to the PBS, CPI increased by 6.17% on YoY basis lower from both last month 6.50% and our expectation of 6.40%. On MoM basis, CPI decreased by 0.40% as compared to the previous month increase of 0.10%.
- ✓ CPI figure measure by following components;
- ✓ Core Inflation-NFNE and Core Inflation-20% Weighted Trimmed.
- ✓ Core inflation-NFNE increased by 8.40% and Core Inflation-20% Weighted Trimmed increased by 6.9% on YoY basis.
- ✓ The average Inflation for 1HFY-18/19 is recorded at 6.07%.



- ✓ SBP issued the numbers of Broad Money Supply for the week ended 21st December, 2018. According to the SBP, M2 posted the positive growth of 2.27% as compared to last year positive growth of 1.35%.
- ✓ On WoW basis, M2 fell by 0.04% as broad money declined by Rs7.36bn from Rs370.08bn to Rs362.72bn.
- ✓ M2-Growth measured with the sum of Net Foreign Assets-NFA & Net Domestic Assets NDA:
- ✓ NFA includes FX-Reserves while NDA includes Credit to Govt. & Non-Govt. Sectors borrowing and other net Items (liability) respectively.
- ✓ NFA declined by Rs79.51bn from negative Rs550.78bn to negative Rs630.29bn mainly due to fall in FX-Reserves,
- ✓ While NDA surged-up by Rs72.15bn from Rs920.86bn to Rs993.01bn as increase in Net-Govt. Sector Borrowing, Non-Govt. Sector Borrowing and decrease in Other Item-net (liability) by Rs18.50bn, Rs30.67bn and Rs22.98bn respectively.

MTB AUCTION REPORT:

- ✓ Today SBP held its 10th MTB Auction for FY-18/19, where target amount was Rs2.5trn, while the maturity amount was Rs2.72trn. The total bid participation was recorded very lower from target and maturity amount Rs598.46bn in only 3-month tenor. While no bids were received in 6 and 12-month tenor. We expect that the 10th MTB Cut-off yield remained same.

10th MTB Auction Result for FY-18/19				
Our Expectation based on Bid Participation Amount				
Maturity Period	Cut-off Yield	Weighted Avg Yield	Realized Value (Rs, bn)	Face Value (Rs, bn)
3-Months	10.3013%	10.3004%	558.05	571.27
6-Months	10.7902%	No bids received		
12-Months	6.0273%	No bids received		
Total			558.05	571.27

- ✓ Today MM initiated at 9.90%-10.00%, traded whole day with-in the range of 9.75%-10.20% and closed at 9.80%.



ECONOMIC INDICATORS				
Items	Period	Unit	Figure	
Gross Domestic Product-GDP	4MFY-18/19	USD bn	126.875	
Foreign Exchange-FX-Reserves	21-Dec-18	USD bn	14.017	
FE-25 Import Financing	July, 2018	USD mn	667	
SBP Forward/Swap Position	31-Oct-18	USD bn	(6.957)	
Net International Reserves-NIR (EST)	21-Dec-18	USD bn	(11.500)	
IBA-SBP-Consumer Confidence Index-CCI	As at 31-01-2018	DI	45.70	
IBA-SBP-Inflation Expectation Index-IEI	As at 31-01-2018	DI	74.21	
Consumer Price Index-CPI (YoY)	December,2018	%	6.17	
CPI (MoM)	December,2018	%	-0.40	
Core CPI-Non-Food-Non-Energy-NFNE-YoY	December,2018	%	8.40	
Core CPI-Trimmed 20%-YoY	December,2018	%	6.90	
PAK CPI-YoY minus US CPI-YoY	6.50%-2.0%	%	4.30	
M2 Growth-YoY	1 July 18 - 21-Dec-18	%	2.27	
Net Government Sector Borrowing	1 July 18 - 21-Dec-18	Rs bn	513.08	
SBP borrowing for budgetary support	1 July 18 - 21-Dec-18	Rs bn	599.03	
Credit to Private Sector-YoY	1 July 18 - 21-Dec-18	Rs bn	422.92	
Govt. Foreign Commercial Banks Borrowing	1 July 18 - 31-Oct 18	USD mn	399.51	
SBP Policy Rate	FY-18/19 YTD	%	10.00	
SBP O/N REPO & Reserve REPO Rate	Floor & Ceiling	%	8.50-10.50	
SBP Policy Rate minus USD FED Fund Rate	10.00%-2.50%	%	7.50	
1-Year KIBOR minus 1-Year LIBOR	10.84%-3.01%	%	7.83	
Foreign Direct Investment-FDI	5MFY-18/19	USD mn	880.4	
Home Remittance	5MFY-18/19	USD bn	9.028	
Current Account Deficit-CAD	5MFY-18/19	USD bn	6.090	
CAD % of GDP	5MFY-18/19	%	4.80	
Trade - Deficit	5MFY-18/19	USD bn	14.324	
Kerb USD/PKR	2-Jan-19	Bid/Ask	138.70/139.20	
Real Effective Exchange Rate-REER	November, 2018	Rs	106.38	
Government Domestic Debt	As at 30-6-2018	Rs trn	17	
External Debt	As at 31-3-2018	USD bn	95.1	
Standard & Poor's-S&P	Rating & Outlook	Rank	B-Stable	
Moody's	Rating & Outlook	Rank	B3-Negative	
MSCI-Emerging Market Index-EMI	2-Jan-19	Pts	950.29	
Pakistan Stock Exchange-PSX-100 Index	2-Jan-19	Pts	37,739.13	
Foreign Investor Portfolio Investment-FIPI	1-Jan-19	USD '000	(461.57)	
Special Convertible Rupee a/c-SCRA	1 July 17 To-Date	USD mn	(447.05)	

DATE	DATA	3-MONTH	6-MONTH	12-MONTH
28-Dec, 2018	US-LIBOR Rate	2.79700%	2.87313%	3.01313%

DATA		30-Oct-18
Pakistan Credit Default Swap - CDS		406.04

INTERNATIONAL EURO BOND ISSUE				
Bond Issue	Issue Date	Maturity Date	Coupon Rate	Secondary Market Yields-%
				Bid Ask
5-Years EURO Bonds	29-11-17	12-May-22	5.625%	6.92 6.74
10-Years EURO Bonds	29-11-17	12-May-27	6.875%	8.03 7.88

