

22nd February 2024

DAILY MARKET REVIEW

| KEY PAKISTAN STATS & ECONOMIC INDICATORS | | | |
|--|----------------------|--------|-------------|
| Items | Period | Unit | Figure |
| Foreign Exchange-FX-Reserves | | | |
| FX-Reserves-WoW | 9-Feb-24 | USD bn | 13.149 |
| FF-25 Import Financing | Dec, 2023 | USD bn | 1.49 |
| SBP Forward/Swap Position | Dec, 2023 | USD bn | (3.42) |
| Net International Reserves-NIR (EST) | 9-Feb-24 | USD bn | (21.73) |
| Verb USD/PKR-Buying/Selling Avg. Rate | 22-Feb-24 | Rs | 281.10 |
| Real Effective Exchange Rate-REER | Dec, 2023 | Rs | 98.86 |
| Net Reshan Digital Account-RDA | Sep 20 to 7MFY24 | USD bn | 1.23 |
| Consumer Price Index-CPI | | | |
| Sensitive Price Index-SPI-WoW | 15-Feb-24 | bps | 315.18 |
| CPI (YoY) | Jan, 2024 | % | 28.30 |
| CPI- (MoM) | Jan, 2024 | % | 1.80 |
| CPI-Urban-YoY | Jan, 2024 | % | 30.20 |
| CPI-Rural-YoY | Jan, 2024 | % | 25.70 |
| PAK CPI-YoY minus US CPI-YoY | 28.30-3.40 | % | 24.90 |
| Broad Money Supply-M2 Growth: | | | |
| M2 Growth-YoY | 1 Jul 23 To 9 Feb 24 | % | 2.53 |
| Net Govt. Sector Borrowing | 1 Jul 23 To 9 Feb 24 | Rs trn | 2.75 |
| GOVT. Borrowing for budgetary support from SBP | 1 Jul 23 To 9 Feb 24 | Rs trn | 3.01 |
| Private Sector Credit-PSC | 1 Jul 23 To 9 Feb 24 | Rs bn | 66.85 |
| Govt. Foreign Commercial Banks Borrowing | 1HPY24 | USD bn | 0.00 |
| Policy Rate-PR | | | |
| SBP Policy Rate | FY-24 YTD | % | 22.00 |
| SBP Q/N REPO & Reserve REPO Rate | Floor & Ceiling | % | 21.00-23.00 |
| SBP PR minus USD FED Fund Rate | 22.00-5.50 | % | 16.50 |
| 1-Year KIBOR minus 1-Year LIBOR | 20.70-5.94 | % | 14.76 |
| FX-Economic Data | | | |
| Foreign Direct Investment-FDI | 7MFY-24 | USD mn | 689.50 |
| Home Remittance | 7MFY-24 | USD bn | 15.832 |
| Trade Bal-S(I/D) | 7MFY-24 | USD bn | (13.50) |
| CAB-S(I/D) | 7MFY-24 | USD mn | (1.09) |
| Special Convertible Rupee Account-SCRA | | | |
| SCRA-Cumulative inflow/(outflow) | July 23 till date | USD bn | 200.16 |
| SCRA-MTB+PIB inflow/(outflow) | July 23 till date | USD bn | 29.19 |
| Govt., Circular Debt & External Liabilities | | | |
| Govt. Domestic Debt & Liabilities | As at 31-11-2023 | Rs trn | 41.54 |
| External Debt | As at 30-9-2023 | USD bn | 128.091 |
| Central Govt. Debt (Domestic + External) | As at 31-11-2023 | Rs trn | 63.389 |

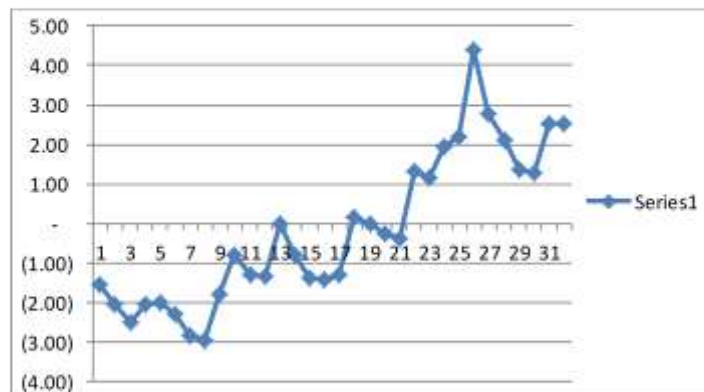
ECONOMIC-NEWS

- ✓ **Budget deficit increases to Rs8.54trn** The interim Govt. has made major revisions to this fiscal year's budget, significantly increasing the federal budget deficit to a new record high of Rs8.54trn but cutting the external loans estimates by over \$6bn due to the non-materialisation of Eurobonds and FC loans.
- ✓ The new report reveals that, compared to the Rs7.5trn federal budget deficit target approved by the last NA, MOF has projected a record Rs8.54trn deficit for FY24. This revised estimate is Rs1.03trn or 14% higher than the budgeted target and is equal to 8% of the size of the economy—a level considered highly unsustainable and already burdened by debt.

ECONOMIC-DATA

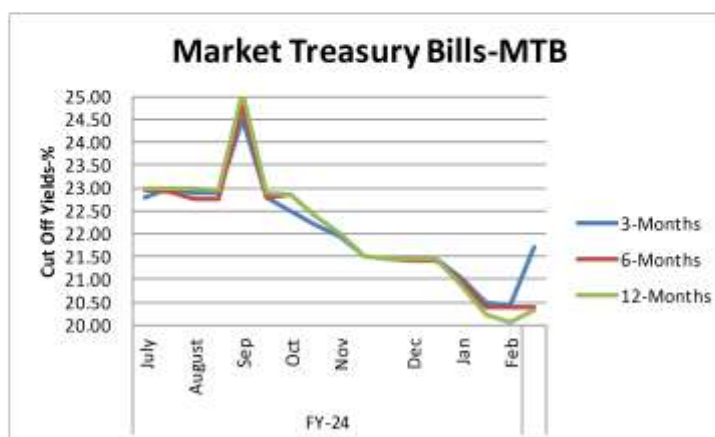
- ✓ Broad Money Supply M2-Growth-% on WoW basis

| Broad Money Supply-M2 GROWTH-% | | | | |
|--------------------------------|------|----------|----------|-----------|
| Data | Unit | 9-Feb-24 | 2-Feb-24 | 10-Feb-23 |
| M2-Growth | % | 2.53 | 2.51 | 1.25 |



- ✓ Market Treasury Bills-MTB Auction Report & Result

| Market Treasury Bills-MTB Auction Report & Result | | | |
|---|------------------|-----------------|-----------------|
| Tenor | PKR-Rs in bn | | Cut-off Yield-% |
| | Bid Amount | Accepted Amount | |
| Months | Face Value | Face Value | |
| 3-Month | 649.149 | 310.164 | 21.6998 |
| 6-Month | 66.666 | 616.500 | 20.3952 |
| 12-Month | 576.686 | 16.487 | 20.3290 |
| Total | 1,292.501 | 943.151 | |


Interbank READY Rates- 22-Feb-24

| PKR-Rs | | |
|--------|--------|----------------|
| Open | 279.45 | Last Day Close |
| Close | 279.35 | 279.50 |

DAILY USD/PKR SWAP YIELDS-%

| PERIOD | SWAP | Change in Premiums | Swap Implied PKR Yield |
|---------|--------|--------------------|------------------------|
| 1-Week | 0.910 | - | 22.14% |
| 2-Week | 1.810 | 0.0050 | 22.14% |
| 1-Month | 3.705 | 0.0300 | 21.05% |
| 2-Month | 7.000 | 0.0500 | 20.51% |
| 3-Month | 9.300 | 0.3000 | 18.94% |
| 4-Month | 11.350 | 0.2500 | 17.88% |
| 5-Month | 13.350 | 0.2250 | 17.52% |
| 6-Month | 15.625 | 0.3250 | 16.84% |
| 9-Month | 19.000 | 0.2500 | 15.29% |
| 1-Year | 24.500 | 0.7500 | 14.59% |

MONEY Market- M M Over-Night- O/N Rates-%

| 22-Feb-24 | | |
|-----------|-------|--------------------|
| Open | 22.25 | Last Day Close-LDC |
| High | 22.50 | |
| Low | 22.10 | 22.50 |
| Close | 22.25 | |

KIBOR AND PKRV RATES (%)

| Tenor | 21-Feb-24 | |
|-------|-----------|--------------|
| | KIBOR-% | PKRV Rates-% |
| 1-M | 21.86 | 21.32 |
| 3-M | 21.55 | 21.16 |
| 6-M | 21.42 | 21.38 |
| 12-M | 21.01 | 21.12 |

Pakistan Investment Bonds-PIB's

| Period | 15-Feb-24 | | 22-Feb-24 | |
|---------|------------------|-------|-----------|--|
| | Cut Off Yields-% | Bid-% | Ask-% | |
| 3-Yrs | 16.7999 | 17.20 | 17.00 | |
| 5-Yrs | 15.5499 | 15.80 | 15.50 | |
| 10-Yrs | 14.5000 | 14.60 | 14.20 | |
| 15-yrs* | - | 14.14 | | |
| 20-yrs* | - | 14.06 | | |

Market Treasury Bills-MTB

| Tenor | 22-Feb-24 | | 22-Feb-24 | |
|-------|------------------|-------|-----------|--|
| | Cut Off Yields-% | Bid-% | Ask-% | |
| 3-M | 21.6998 | 21.15 | 21.00 | |
| 6-M | 20.3952 | 21.40 | 21.10 | |
| 12-M | 20.3290 | 21.00 | 20.80 | |

Note: * The secondary yields for 15 & 20-yrs Bonds are not available, so instead of leaving it blank, we inputted PKRV Rates.