

FX – INTERBANK RATE:

2-Sep	OPEN	HIGH	LOW	CLOSE	Last Day Close
READY	104.57	104.58	104.45	104.46	104.68

✓ **Forecast for tomorrow:**

As per today's activity, we expect the market to continue to trade within the range of **104.30/104.60**

FX MARKET:

- ✓ SBP released the figure of total FX Reserves for the week ended 26th August, 2016. According to SBP, Total FX Reserves is dropped by \$42.5mn as compared to the previous week \$23.08bn to \$23.03bn. The break-up of total FX Reserves are as follows: SBP held FX Reserves declined by \$60.0mn from \$18.18bn to \$18.12bn while FX Reserves held in other banks rose by \$17.5mn from \$4.89bn to \$4.90bn. During the week, SBP made payments of \$34mn on account of external debt servicing.

MONEY MARKET:

- ✓ SBP ceiling was hit for Rs260.75bn.
- ✓ Today PBS released the data of weekly inflation for the week ended 1st September, 2016. According to PBS, SPI fell by 0.33% as compared to the last week 218.20bps to 217.49bps.
- ✓ Today SBP conducted 7-Days OMO (Injection), where total amount offered was Rs655.45bn from which the amount accepted was Rs600bn at 5.79%.
- ✓ Today MM initiated at 5.75%-6.00% and traded whole day with in the range of 5.75%-6.00% and expected to close at same.

COMMODITY MARKET:

- ✓ **GOLD:** Gold traded lower after downbeat US manufacturing data raised doubts about a potential US Federal Reserve interest rate hike in the near-term. Yellow metal is currently trading at \$1,312.84 per ounce.
- ✓ **CRUDE:** Crude oil declined falling as global supply glut concerns resurfaced. Black gold is currently trading at \$43.70 per barrel.

USD/PKR For			
PERIOD	SWAP	Change in Premiums	Swap Implied PKR Yield
1-WEEK	0.0950	0.0113	5.2%
2-WEEK	0.1850	0.0150	4.8%
1-MONTH	0.4000	0.0100	5.0%
2-MONTH	0.7650	0.0200	5.0%
3-MONTH	1.1400	0.0250	5.2%
4-MONTH	1.5250	0.0100	4.7%
5-MONTH	1.8750	0.0200	4.6%
6-MONTH	2.1750	0.0050	5.4%
12-MONTH	4.3500	0.1000	5.7%

Economic Indicators			
Forex Reserves	18-Aug-16	USD bn	23.081
CPI- MoM	1-Aug-16		0.30%
CPI- YoY	1-Aug-16		3.56%
M2 Growth	FY17 YTD		-1.07%
SBP Target Rate	FY17 YTD		5.75%
SBP Discount Rate	FY17 YTD		6.25%
FDI	1MFY17	USD mn	64.3
Home Remittance	1MFY17	USD bn	1.328
Current A/C Def.	1MFY17	USD mn	591
Trade -Deficit	1MFY17	USD bn	1.588
Govt. Domestic Debt	As at 31-12-2015	Rs trn	13.188
External Dbt	As at 30-09-2015	USD bn	55.609
KSE-100 Index	8/3/2016	Pts	39,615.76

Money Market		
2-Sep-16		
	KIBOR	PKRV
1-Month	5.70%	5.81%
3-Month	5.73%	5.79%
6-Month	5.74%	5.78%
12-Month	5.76%	5.79%

PIB'S Auction Date		
Tenor	25-Aug-16	02-Sep-16
	Cut Off Yields	Bid/Ask
2-Years	-	6.00/5.92
3-Years	6.2000%	6.18/16
5-Years	6.7017%	6.68/66
10-Years	7.8005%	7.78/76

T-Bills Auction Date		
Tenor	01-Sep-16	02-Sep-16
	Cut Off Yields	Bid/Ask
3-Months	5.8571%	5.85/82
6-Months	5.9046%	5.90/87
12-Months	5.9148%	5.91/88

Commodities 31-August-16

Crude Oil Recommendation		
Technical Level	Long@	Short@
Entry level	46.00	-
Stop loss	44.00	-
Take profit	49.00	-

Gold Recommendation		
Technical Level	Long@	Short@
Entry level	1,320	1,360
Stop loss	1,295	1,390
Take profit	1,355	1,320