

**FX – INTERBANK RATE:**

2-Sep	OPEN	HIGH	LOW	CLOSE	Last Day Close
READY	104.44	104.48	104.26	104.45	104.46

✓ **Forecast for tomorrow:**

As per today's activity, we expect the market to continue to trade within the range of **104.10/104.50**

**FX MARKET:**

✓ On Saturday, The federal government, on the recommendations of the Securities and Exchange Commission of Pakistan (SECP), has accorded tax neutrality to sukuk by allowing certain tax exemptions that were earlier available only to conventional securitization issues.

✓ The amendments to the tax law now provide the same tax exemptions bringing the issuance of sukuk at par with their counterparts in terms of the costs entailed. This measure is a great boost for the Islamic financial industry and its overall growth and development.

**MONEY MARKET:**

✓ Today MM initiated at 5.90%-6.10% and traded whole day with in the range of 5.90%-6.10% and expected to close at same.

**COMMODITY MARKET:**

✓ **GOLD:** Gold traded higher as weaker than expected U.S. employment data diminished the likelihood that the Federal Reserve will raise interest rates at its policy meeting later this month. Yellow metal is currently trading at \$1,326.96 per ounce.

✓ **CRUDE:** Crude oil declined amid Russian comments favoring a production freeze, but still suffered a hefty decline for the week amid ongoing concerns over a global supply glut. Black gold is currently trading at \$45.04 per barrel.

PERIOD	SWAP	Change in Premiums	Swap Implied PKR Yield
1-WEEK	0.0850	(0.0100)	4.7%
2-WEEK	0.1850	-	4.8%
1-MONTH	0.3800	(0.0200)	4.8%
2-MONTH	0.7600	(0.0050)	4.9%
3-MONTH	1.1250	(0.0150)	5.1%
4-MONTH	1.4900	(0.0350)	4.6%
5-MONTH	1.8650	(0.0100)	4.6%
6-MONTH	2.1550	(0.0200)	5.3%
12-MONTH	4.3000	(0.0500)	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		5-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	05-Sep-16	
	Cut Off	Yeilds	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	05-Sep-16	
	Cut Off	Yeilds	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