

FX – INTERBANK RATE:

6-Sep	OPEN	HIGH	LOW	CLOSE	Last Day Close
READY	104.55	104.70	104.55	104.65	104.45

✓ **Forecast for tomorrow:**

As per today's activity, we expect the market to continue to trade within the range of **104.50/104.80**

FX MARKET:

- ✓ The exchange rate moved higher today as it staged a recovery from the lows seen earlier in the week when the market traded down to 104.26.
- ✓ Swaps saw the market premiums move higher for the shorter dated tenors as liquidity concerns over the holidays lead players to swap their dollars for rupees. However the longer tenors dipped lower as the recovery in the exchange rate lead players to fear that a dollar shortage would reemerge after the holidays which would see demand for buy sell swaps pick up as the Eid inflows dry up.

MONEY MARKET:

- ✓ Today MM initiated at 6.00%-6.10% and traded whole day with in the range of 6.00%-6.10% and expected to close at same.

COMMODITY MARKET:

- ✓ **GOLD:** Gold traded higher as trade volumes were expected to remain light with many investors in the U.S. away for the Labor Day holiday. Yellow metal is currently trading at \$ per ounce.
- ✓ **CRUDE:** Crude oil advanced after world's top oil producers Saudi Arabia and Russia agreed to co-operate on stabilizing the oil market, fuelling hopes of an output freeze. Black gold is currently trading at \$ per barrel.

USD/PKR Fc			
PERIOD	SWAP	Change in Premiums	Swap Implied PKR Yield
1-WEEK	0.1100	0.0250	5.9%
2-WEEK	0.1750	(0.0100)	4.5%
1-MONTH	0.3650	(0.0150)	4.6%
2-MONTH	0.7500	(0.0100)	4.9%
3-MONTH	1.0900	(0.0350)	5.0%
4-MONTH	1.4600	(0.0300)	4.5%
5-MONTH	1.8400	(0.0250)	4.5%
6-MONTH	2.1200	(0.0350)	5.3%
12-MONTH	4.3000	-	5.6%

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		
	6-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	06-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	06-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