

FX – INTERBANK RATE:

16-Sep	OPEN	HIGH	LOW	CLOSE	Last Day Close
READY	104.65	104.67	104.58	104.58	104.64

- ✓ **Forecast for tomorrow:**
As per today's activity, we expect the market to continue to trade within the range of **104.50/104.70**

FX MARKET:

- ✓ Following yesterday's strong dollar demand for the greenback with the exchange rate moving higher, the exchange rate today gave up all its gains and dipped down lower today.
- ✓ Swaps saw a lot of activity today with most of the activity limited to the one month tenor.. The longer tenors saw minimal activity as players were not willing to add to new positions.
- ✓ With The uncertain world economic outlook and softer data coming out of the US during the last few days, the September interest rate hike by the Fed seeming highly unlikely and even December's chances remain low given lower employment numbers and softer retail numbers and services sector readings.
- ✓ SBP released the figure of total FX Reserves for the week ended 9th September, 2016. According to SBP, Total FX Reserves is declined by \$125.3mn as compared to the previous week \$22.98bn to \$22.85bn. The break-up of total FX Reserves are as follows: SBP held FX Reserves plunged by \$211.6mn from \$18.06bn to \$17.85bn while the FX Reserves held in other banks rose by \$86.3mn from \$4.91bn to \$5.0bn. During the week, SBP made payments of \$296mn on a/c of external debt servicing.
- ✓ Forbes released the report in which they declared that Pakistan Stock Market (PSX) better than rival India and close friend China.

MONEY MARKET:

- ✓ Today PBS released the data of weekly inflation for the week ended 15th September, 2016. According to PBS, SPI surged-up by 0.51% as compared to the previous week 218.58bps to 219.69bps.
- ✓ Today MM initiated at 5.90%-6.00% and traded whole day with in the range of 5.90%-6.00% and expected to close at same.
- ✓ Today in the bond secondary market, when issue is traded at following levels: 3-years at 6.18/16, 5-years at 6.69/66 and 10-years at 7.79/76 respectively.

USD/PKR For			
PERIOD	SWAP	Change in Premiums	Swap Implied PKR Yield
1-WEEK	0.1100	0.0025	5.9%
2-WEEK	0.2150	-	5.5%
1-MONTH	0.4100	(0.0050)	5.1%
2-MONTH	0.7550	-	4.9%
3-MONTH	1.1250	0.0050	5.1%
4-MONTH	1.4800	-	4.6%
5-MONTH	1.8400	(0.0050)	4.5%
6-MONTH	2.1200	(0.0050)	5.3%
12-MONTH	4.3250	(0.0250)	5.7%

Economic Indicators			
Forex Reserves	9-Sep-16	USD bn	22.853
CPI- MoM	1-Aug-16		0.30%
CPI- YoY	1-Aug-16		3.56%
M2 Growth	FY17 YTD		-2.40%
SBP Target Rate	FY17 YTD		5.75%
SBP Discount Rate	FY17 YTD		6.25%
FDI	1MFY17	USD mn	64.3
Home Remittance	2MFY17	USD bn	3.089
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			16-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 Cut Off Yields	16-Sep-16 Bid/Ask
2-Years	-	6.00/5.93
3-Years	6.2000%	6.18/16
5-Years	6.7017%	6.67/65
10-Years	7.8005%	7.79/75

T-Bills Auction Date		
Tenor	15-Sep-16 Cut Off Yields	16-Sep-16 Bid/Ask
3-Months	5.8571%	5.86/84
6-Months	5.9046%	5.92/88
12-Months	5.9148%	5.92/89

Commodities 15-September-16

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

Gold Recommendation		
Technical Level	Long@	Short@
Entry level	-	-
Stop loss	-	-
Take profit	-	-