

FX – INTERBANK RATE:

05-Apr	OPEN	HIGH	LOW	CLOSE	Last Day Close
READY	104.70	104.70	104.67	104.67	104.70

- ✓ **Forecast for tomorrow:**
As per today's activity, we expect the market to continue to trade within the range of **104.65/104.75**

FX MARKET:

- ✓ The exchange rate moved lower on dollar selling pressure as the money market liquidity remained tight.
- ✓ Swaps were mostly unchanged on the day although there was slight downward movement after the money market liquidity eased after the OMO injection. Activity however remained subdued as the date for the monetary policy was announced and players are still divided if the recent reductions in the NSS rate and PIB coupon rates are a signal to the market of an impending cut. With opinion divide we hence expect no major movement in the swap premiums.

MONEY MARKET:

- ✓ SBP issued the numbers of M2 Growth for the week ended 25th March, 2016. According to SBP, M2 recorded a positive growth by 5.27% on YoY basis.
- ✓ Today SBP conducted 3-Day OMO (Injection), where total amount offered has been accepted Rs69bn at 6.02%.
- ✓ Today MM initiated at 6.00%-6.25% and traded whole day in the range of 6.00%-6.25% and expected to close at same.

COMMODITY MARKET:

- ✓ **GOLD:** Gold traded lower after the Boston Fed President indicated that the Fed is likely to hike interest rates. Yellow metal is currently trading at \$1,232.33 per ounce.
- ✓ **CRUDE:** Crude oil declined as investors doubted over prospects of an output freeze by the world's top oil producers to rein in the global supply glut. Black gold is currently trading at \$35.64 per barrel.

USD/PKR Fx			
PERIOD	SWAP	Change in Premiums	Swap Implied PKR Yield
1-WEEK	0.1075	0.0025	5.8%
2-WEEK	0.2150	0.0100	5.5%
1-MONTH	0.4350	(0.0050)	5.3%
2-MONTH	0.8750	(0.0200)	5.4%
3-MONTH	1.2650	(0.0250)	5.4%
4-MONTH	1.6550	(0.0100)	4.9%
5-MONTH	2.0750	(0.0150)	5.1%
6-MONTH	2.4700	(0.0050)	5.6%
12-MONTH	4.7000	-	5.7%

Economic Indicators			
Forex Reserves	25-Mar-16	USD bn	20,423
CI- MoM	01-Mar-16		0.15%
CI- YoY	01-Mar-16		3.94%
M2 Growth	FY16 YTD		4.10%
SBP Target Rate	FY16 YTD		6.00%
FDI	BMFY16	USD mn	7509
Home Remittance	BMFY16	USD bn	12,714
Current A/C Def.	BMFY16	USD bn	1,859
Trade Deficit	BMFY16	USD bn	13,372
Govt Domestic Debt	As at 31-12-2015	Rs bn	13,388
External Dbt	As at 30-09-2015	USD bn	56,809
RSE-100 Index	21/03/16	Rs	13,100.46

Money Market			05-Apr-16
	KIBOR	PKR/R	
1Month	6.00%	6.19%	
3Month	6.11%	6.19%	
6Month	6.12%	6.21%	
12Month	6.15%	6.22%	
PIB'S Auction Date			
Tenor	22-Mar-16	05-Apr-16	
	Cut Off Yields	Bid/Ask	
2Years	-	6.25/20	
3Years	6.3204%	6.32/27	
5Years	7.0000%	6.74/70	
10Years	8.2296%	8.05/8.00	

T-Bills Auction Date			
Tenor	31-Mar-16	05-Apr-16	
	Cut Off Yields	Bid/Ask	
3Months	6.1697%	6.17/10	
6Months	6.1812%	6.20/15	
12Months	6.2079%	6.20/15	

Commodities			22/03/16
Gold Recommendation			
Level	Long@	Short@	
Entry level	1210	1275	
Stop loss	1190	1295	
Take profit	1255	1255	
Crude Recommendation			
Level	Long@	Short@	
Entry level	-	-	
Stop loss	-	-	
Take profit	-	-	