

FX – INTERBANK RATE:

10-Jan	OPEN	HIGH	LOW	CLOSE	Last Day Close
READY	104.85	104.85	104.84	104.84	104.82

FX MARKET:

- ✓ The exchange rate remained unchanged.
- ✓ Swaps moved lower during the day as dollar demand continued with payments in the system dragging down the premiums. While most of the activity was seen in the shorter tenors with 1-week trading at 7paisas, 2-weeks at 13paisas and 1-month at 28paisas, the longer tenors also saw premiums move lower. 2-months were traded at Rs0.5050, 3-months at Rs0.72 and the 6-months saw the market offering at Rs1.47.
- ✓ PBS released the data of trade deficit for the month of December, 2016. According to PBS, Trade deficit figure increased by \$293mn as compared to the previous month \$2.46bn to \$2.76bn. For 6MFY-16/17, Trade deficit surged-up by \$2.634bn as compared to the same period of last fiscal year \$11.85bn to \$14.49bn. Trade deficit gap widen due to huge increase in imports by \$2.24bn from \$22.16bn to \$24.40bn while exports fell by \$394mn from \$10.30bn to \$9.91bn.

MONEY MARKET:

- ✓ SBP released the number of M2-Growth for the week ended 30th December, 2017. According to SBP, M2 posted a positive growth by 5.45% on YoY basis.
- ✓ Today MM initiated at 5.80%-5.90% and traded whole day with in the range of 5.80%-5.90% and expected to close at same.

COMMODITIES MARKET:

- ✓ **GOLD:** Gold traded higher as inflation concerns gained ground on expected tax cuts and higher spending by President-elect Donald Trump and the Republican-controlled Congress. Yellow metal is currently trading at \$1,185.00 per ounce.
- ✓ **CRUDE OIL:** Crude oil declined on the back of concerns that rising output in Iraq and Iran and increased drilling in North America were undermining efforts led by Saudi Arabia to curb a global fuel supply glut that has weighed on markets for over 2-years. Black gold is currently trading at \$52.33 per barrel.

WORLD ECONOMIC DATA RELEASED DURING THE LAST 24-HOURS

Date	Events	Actual	Forecast	Previous
9/1/2017	EUR German Industrial Production n.s.a. and	2.20%	1.90%	1.60%
9/1/2017	EUR German Trade Balance (euros) (NOV)	22.6b	20.3b	19.4b
9/1/2017	CHF Retail Sales (Real) (YoY) (NOV)	0.90%		-0.50%
9/1/2017	EUR Euro-Zone Sentix Investor Confidence (JAN)	18.2	12.8	10
9/1/2017	EUR Euro-Zone Unemployment Rate (NOV)	9.80%	9.80%	9.80%
10/1/2017	CNY New Yuan Loans CNY (DEC)		676.0b	794.6b
10/1/2017	USD Consumer Credit (NOV)	\$24.530	\$18.400b	\$16.17b
10/1/2017	AUD Retail Sales s.a. (MoM) (NOV)	0.20%	0.40%	0.50%
10/1/2017	CNY Consumer Price Index (YoY) (DEC)	2.10%	2.20%	2.30%
10/1/2017	CNY Producer Price Index (YoY) (DEC)	5.50%	4.60%	3.30%
10/1/2017	JPY Consumer Confidence Index (DEC)			40.9
10/1/2017	CHF Unemployment Rate (DEC)		3.50%	3.30%
10/1/2017	CHF Unemployment Rate s.a. (DEC)		3.30%	3.30%

Source: www.dailyfx.com

PERIOD	SWAP	Change in Premiums	Swap Implied PKR Yield
1-WEEK	0.0775	(0.0070)	4.6%
2-WEEK	0.1425	(0.0100)	4.3%
1-MONTH	0.2900	(0.0074)	4.0%
2-MONTH	0.5050	(0.0180)	3.7%
3-MONTH	0.7150	(0.0310)	3.7%
4-MONTH	0.9650	(0.0268)	3.9%
5-MONTH	1.2050	(0.0291)	4.0%
6-MONTH	1.4750	(0.0441)	4.1%
12-MONTH	3.3550	(0.0600)	4.9%

ECONOMIC INDICATOR			
Forex Reserves	30-Dec-16	USD bn	23.163
CPI- MoM	1-Dec-16		-0.68%
CPI- YoY	1-Dec-16		3.70%
M2 Growth	FY17 YTD		5.45%
SBP Target Rate	FY17 YTD		5.75%
SBP Discount Rate	FY17 YTD		6.25%
FDI	5MFY17	USD mn	459.8
Home Remittance	5MFY17	USD bn	7.874
Current A/C Def.	4MFY17	USD bn	1.762
Trade -Deficit	4MFY17	USD bn	7.796
Kerb USD/PKR	10-Jan-17	Bid/Ask	108.30/60
Govt. Domestic Debt	As at 31-08-2016	Rs trn	14.554
External Debt	As at 30-06-2016	USD bn	72.978
MSCI-EM Index	10-Jan-17	Pts	883.23
PSX-100 Index	10/1/2017	Pts	48,950.67

DATA	3-MONTH	6-MONTH	12-MONTH
LIBOR 6-Jan	1.01011%	1.32433%	1.68456%

Money Market		
Tenor	KIBOR	PKRV
1-Month	5.75%	5.88%
3-Month	5.85%	5.90%
6-Month	5.88%	5.92%
12-Month	5.93%	5.97%

PIB'S Auction Date		
Tenor	22-Sep-16 Cut Off Yields	10-Jan-17 Bid/Ask
2-Years	-	6.01/5.98
3-Years	6.1970%	6.27/25
5-Years	6.7010%	6.92/90
10-Years	7.7995%	8.14/10

T-Bills Auction Date		
Tenor	05-Jan-17 Cut Off Yields	10-Jan-17 Bid/Ask
3-Months	5.9465%	5.92/88
6-Months	5.9895%	5.93/89
12-Months	5.9931%	5.93/90

PMEX FUTURE CONTRACTS					6/1/2017
COMMODITIES	P (L/S)	E-L	T-P	S-L	YTD P & L %
CRUDE-OIL					
SILVER					
BRENT-OIL					
GOLD USD					3.51%
GOLD-EUR/USD					1.92%
GOLD-GBP/USD					
GOLD-USD/JPY	S	117.90	111.90	119.90	
GOLD-USD/CAD					2.44%
GOLD-USD/CHF					
GOLD-AUD/USD					

P= POSITION L= LONG S= SHORT P= PROFIT L= LOSS
TP= TAKE PROFIT SL= STOP LOSS YTD= YEAR TO DATE