

FX – INTERBANK RATE:

12-Apr	OPEN	HIGH	LOW	CLOSE	Last Day Close
READY	104.74	104.74	104.72	104.73	104.73

- ✓ **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 remained unchanged.
- ✓ Swaps moved lower across the board as selling pressure was seen in all tenors. Market players sold the 6 and 5-months premiums, as dollar demand picked up. With the financial year in its final quarter there is a growing realization that without substantial foreign inflows there will be acute dollar demand as oil payment pressure is expected to pick up over the next 2-months. With OMC'S issuing increased oil tenders for May and June, the dollar demand is also expected to pick up. Furthermore the IMF NIR targets for the March end quarter are most likely to have been missed and the same will be true for the financial year end. This all points to lower premiums going forward.

MONEY MARKET:

- ✓ SBP issued the numbers of M2 Growth for the week ended 1st April, 2016. According to SBP, M2 recorded a positive growth by 5.80% on YoY basis.
- ✓ Today MM initiated at 6.00%-6.20% and traded whole day in the range of 6.00%-6.15% and expected to close at same.
- ✓ Today in the bond secondary market, the when issue is traded at following levels: 3-year at 6.45/35, 5-year at 6.85/75 and 10-year at 8.15/05 respectively.

COMMODITY MARKET:

- ✓ **GOLD:** Gold traded higher as expectations that the Federal Reserve will keep interest rates on hold for some time to come underpinned investor demand for the precious metal. Yellow metal is currently trading at \$ per ounce.
- ✓ **CRUDE:** Crude oil advanced after Russia said its crude output would remain flat next year. Black gold is currently trading at \$ per barrel.

USD/PKR Fc			
PERIOD	SWAP	Change in Premiums	Swap Implied PKR Yield
1-WEEK	0.0950	(0.0125)	5.1%
2-WEEK	0.1950	(0.0125)	5.0%
1-MONTH	0.4200	(0.0200)	5.2%
2-MONTH	0.8500	(0.0300)	5.3%
3-MONTH	1.2400	(0.0200)	5.3%
4-MONTH	1.6400	(0.0200)	4.9%
5-MONTH	2.0400	(0.0350)	5.0%
6-MONTH	2.4300	(0.0300)	5.5%
12-MONTH	4.6500	(0.0500)	5.7%

Economic Indicators			
Forex Reserves	01-Apr-16	USD bn	20.8844
CPI- MoM	01-Mar-16		0.15%
CPI- YoY	01-Mar-16		3.94%
M2 Growth	FY16 YTD		5.80%
SBP Target Rate	FY16 YTD		6.00%
FDI	8MFY16	USD mn	750.9
Home Remittance	8MFY16	USD bn	12.714
Current A/C Def.	8MFY16	USD bn	1.859
Trade -Deficit	8MFY16	USD bn	13.372
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	21/03/16	Pts	33,100.46

Money Market			12-Apr-16
	KBOR		PKRV
1Month	6.00%		6.19%
3Month	6.11%		6.19%
6Month	6.11%		6.21%
12Month	6.16%		6.22%

PIB'S Auction Date		
Tenor	22-Mar-16	12-Apr-16
	Out Off Yields	Bid/Ask
2Years	-	6.25/17
3Years	6.3204%	6.30/25
5Years	7.0000%	6.68/63
10Years	8.2296%	8.05/7.98

T-Bills Auction Date		
Tenor	31-Mar-16	12-Apr-16
	Out Off Yields	Bid/Ask
3Months	6.1697%	6.20/13
6Months	6.1812%	6.21/15
12Months	6.2079%	6.22/18

Commodities			11/04/16
Gold Recommendation			
Level	Long@	Short@	
Entry level	1210	1275	
Stop loss	1190	1295	
Take profit	1255	1255	

Crude Recommendation		
Level	Long@	Short@
Entry level	37	-
Stop loss	35	-
Take profit	40	-