

FX – INTERBANK RATE:

12-Jan	OPEN	HIGH	LOW	CLOSE	Last Day Close
READY	104.85	104.86	104.85	104.85	104.85

FX MARKET:

- Swaps started the day again with the market trading lower as the bidders were reluctant to buy forward. The market traded at 5paisa in 1-week, 1-month was traded at 25paisa, 2-months at 44paisas while the 6-months saw the offer at Rs1.28.
- Yesterday, World Bank (WB) issued a report “Global Economic Prospects; weak investment in uncertain times”, in which WB has revised Pakistan’s growth rate upward from 5.0% to 5.2% for FY-17 and 5.4% to 5.5% for FY-18. The reason for the uptick in activity was spurred by a combination of low commodity prices, rising infrastructure spending, and reforms that lifted domestic demand and improved the business climate.
- Yesterday, in the magazine “The Economist” stated that Pakistan has been forecasted to be the world’s fastest-growing Muslim economy in 2017 ahead of Indonesia, Malaysia, Turkey and Egypt,
- Pakistan is the world’s 5th fastest-growing economy in the world, only behind India and China and two other countries.

MONEY MARKET: s

- Today MM initiated at 5.85%-5.95% and traded whole day with in the range of 5.85%-5.95% and expected to close at same.
- Today in bond secondary market, when issue traded in 3, 5 and 10-year period at 6.40/35, 7.03/6.97 and 8.20/15 respectively.

COMMODITIES MARKET:

- GOLD:** Gold traded higher as the greenback weakened after Donald Trump provided little hints on future fiscal policies in his 1st press conference as the US President-elect. Yellow metal is currently trading at \$1,204.30 per ounce.
- CRUDE OIL:** Crude oil declined after news emerged that Saudi Arabia, the world’s top oil exporter, has trimmed crude oil exports to Asia. Black gold is currently trading at \$52.84 per barrel.

WORLD ECONOMIC DATA RELEASED DURING THE LAST 24-HOURS

Date	Events	Actual	Forecast	Previous
11/1/2017	GBP Visible Trade Balance (Pounds) (NOV)	-£12160	-£11100	-£9880
11/1/2017	GBP Trade Balance Non EU (Pounds) (NOV)	-£3580	-£3000	-£2120
11/1/2017	GBP Total Trade Balance (Pounds) (NOV)	-£4167	-£3500	-£1547
11/1/2017	GBP Industrial Production (YoY) (NOV)	2.00%	0.60%	-0.90%
11/1/2017	GBP Manufacturing Production (YoY) (NOV)	1.20%	0.40%	-0.50%
11/1/2017	GBP Construction Output SA (YoY) (NOV)	1.50%	2.00%	0.70%
11/1/2017	USD MBA Mortgage Applications (JAN 6)	5.80%		0.10%
11/1/2017	GBP Bank of England Governor Carney to testify to Lawmakers			
11/1/2017	GBP NIESR Gross Domestic Product Estimate (DEC)	0.50%	0.50%	0.50%
11/1/2017	USD DOE U.S. Crude Oil Inventories (JAN 6)	4097k	1500k	-7051k
12/1/2017	JPY Trade Balance - BOP Basis (Yen) (NOV)	¥313.4b	¥254.4b	¥587.6b
12/1/2017	JPY Eco Watchers Survey: Current (DEC)			48.6
12/1/2017	JPY Eco Watchers Survey: Outlook (DEC)			49.1

Source: www.dailyfx.com

PERIOD	SWAP	Change in Premiums	Swap Implied PKR Yield
1-WEEK	0.0575	(0.0092)	3.6%
2-WEEK	0.1225	(0.0175)	3.8%
1-MONTH	0.2475	(0.0343)	3.5%
2-MONTH	0.4275	(0.0583)	3.2%
3-MONTH	0.6475	(0.0328)	3.5%
4-MONTH	0.8475	(0.0542)	3.5%
5-MONTH	1.0775	(0.0788)	3.7%
6-MONTH	1.2725	(0.1118)	3.7%
12-MONTH	3.1025	(0.2456)	4.7%

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	6MFY17	USD bn	9.458
Current A/C Def.	5MFY17	USD bn	2.601
Trade -Deficit	5MFY17	USD bn	10.019
Kerb USD/PKR	12-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	12-Jan-17	Pts	886.73
PSX-100 Index	12/1/2017	Pts	49,595.10

DATA	3-MONTH	6-MONTH	12-MONTH
LIBOR 10-Jan	1.01789%	1.33378%	1.70178%

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	5.92%	5.97%

PIB'S Auction Date		
Tenor	22-Sep-16	12-Jan-17
	Cut Off Yields	Bid/Ask
2-Years	-	6.08/05
3-Years	6.1970%	6.26/23
5-Years	6.7010%	6.92/89
10-Years	7.7995%	8.15/11

T-Bills Auction Date		
Tenor	05-Jan-17	12-Jan-17
	Cut Off Yields	Bid/Ask
3-Months	5.9465%	5.91/88
6-Months	5.9895%	5.92/89
12-Months	5.9931%	5.95/91

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