

FX – INTERBANK RATE:

13-Jun	OPEN	HIGH	LOW	CLOSE	Last Day Close
READY	104.35	104.65	104.35	104.60	104.21

✓ **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:

- ✓ The exchange rate started the day higher than Fridays closing levels as dollar demand picked for the routine 1st working day of the week oil related payments. The exchange rate touched an intraday high during the early morning session of 104.45, before retreating lower again. However toward the end of the trading session the market resumed its uptrend and traded to a high of 104.65.
- ✓ Swaps traded today within a narrow band with no major movements seen during the trading day. Most of the activity was limited up to the 1-month tenor as activity remained lackluster in the longer tenors.
- ✓ SBP released the data of Home remittance for the month ended May, 2016. According to SBP, Home remittance figure increased by \$142.54mn as compared to the previous month \$1.65bn to \$1.79bn. For 11MFY15/16, The home remittance figure surged up (almost \$1bn) by \$943.31mn as compared to the same period of last fiscal year \$16.89bn to \$17.84bn. The countries from where Pakistani's remitted largest amounts are as follows: Saudi Arabia \$5.38bn, U.A.E \$3.93bn, UK \$2.26bn, USA \$2.24bn and other GCC Countries \$2.19bn respectively.
- ✓ PBS released the figure of Trade deficit for the month of May, 2016. According to PBS, Trade deficit rose by \$52mn as compared to the previous month \$2.12bn to \$2.17bn. For 11MFY15/16, Trade deficit surged by \$1.567bn as compared to the same period of last fiscal year \$19.59bn to \$21.16bn. Exports slashed by \$2.704bn from \$21.85bn to \$19.15bn while washed the positive impact of decline in imports figure by \$1.137bn from \$41.45bn to \$40.32bn.

MONEY MARKET:

- ✓ Today MM initiated at 5.80%-6.00% and traded whole day with in the range of 5.50%-5.75% and expected to close at same.
- ✓ Today in bond secondary market, when issue is traded in 3, 5 and 10-years at 6.42/37, 6.94/91 and 8.01/7.96 respectively.

PERIOD	SWAP	Change in Premiums	Swap Implied PKR Yield
1-WEEK	0.1125	-	6.0%
2-WEEK	0.2200	-	5.7%
1-MONTH	0.4350	(0.0100)	5.3%
2-MONTH	0.8600	0.0300	5.4%
3-MONTH	1.2300	(0.0400)	5.3%
4-MONTH	1.6050	-	4.8%
5-MONTH	1.9700	0.0200	4.8%
6-MONTH	2.3250	(0.0200)	5.4%
12-MONTH	4.6000	-	5.7%

Economic Indicators			
Forex Reserves	3-Jun-16	USD bn	21.266
CPI- MoM	1-May-16		0.20%
CPI- YoY	1-May-16		3.17%
M2 Growth	FY16 YTD		6.93%
SBP Target Rate	FY16 YTD		5.75%
SBP Discount Rate	FY16 YTD		6.25%
FDI	10MFY16	USD bn	1.016
Home Remittance	11MFY16	USD bn	17.841
Current A/C Def.	10MFY16	USD bn	1.510
Trade -Deficit	10MFY16	USD bn	16.214
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	5/2/2016	Pts	34,567.52

Money Market	13-Jun-16	
	KIBOR	PKRV
1-Month	5.74%	5.90%
3-Month	5.86%	5.93%
6-Month	5.90%	5.95%
12-Month	5.95%	5.98%

PIB'S Auction Date		
Tenor	19-May-16	13-June-16
	Cut Off Yields	Bid/Ask
2-Years	-	6.18/14
3-Years	6.5492%	6.37/35
5-Years	6.9997%	6.94/89
10-Years	8.1804%	8.00/7.97

T-Bills Auction Date		
Tenor	09-June-16	13-June-16
	Cut Off Yields	Bid/Ask
3-Months	5.9463%	5.85/80
6-Months	5.9684%	5.95/90
12-Months	6.0048%	5.98/95

Commodities 6/13/2016		
Gold Recommendation		
Level	Long@	Short@
Entry level	1255	1290
Stop loss	1225	1310
Take profit	1275	1250

Crude Recommendation		
Level	Long@	Short@
Entry level	46.5	-
Stop loss	45	-
Take profit	48.5	-