

FX – INTERBANK RATE:

16-Aug	OPEN	HIGH	LOW	CLOSE	Last Day Close
READY	105.40	105.41	105.40	105.40	105.40

MONEY MARKET:

- ✓ SBP issued the numbers of M2-Growth for the week ended 4th August, 2017. According to the SBP, M2 posted the negative growth by 2.04% on YoY basis.
- ✓ Today SBP held its 4th MTB Auction for FY-17/18, where target amount total is Rs600.0bn, while the maturity amount is Rs534.42bn. The total Bid participation amount is recorded higher from the target and maturity amount is Rs649.39bn. The total Bid participation is divided into 3, 6 and 12-month tenors Rs530.31bn, Rs118.83bn and Rs250mn respectively. We expect the MTB Cut-off yields for 3 and 6-months tenor remained un-changed while bids of 12-months tenor may be rejected.

4th MTB Auction Result

As per our Expectation based on Bid Participation

Maturity Period	Cut-off Yield	Weighted Avg Yield	Realized Value (Rs, bn)	Face Value (Rs, bn)
3-Months	5.9910%	5.9910%	499.427	506.313
6-Months	6.0109%	6.0109%	103.963	107.080
12-Months	<i>Bids may be rejected</i>			
Total			603.39	613.393

- ✓ Today MM initiated at 5.75%-5.90 and traded whole day within the range of 5.70%-5.85% and expected to close at same level.
- ✓ Today in bond secondary market, when-issue traded only in 3-years as 6.42/40, respectively.

COMMODITIES MARKET:

- ✓ **GOLD:** Gold traded lower after strong data on U.S. retail sales and manufacturing activity kept alive the chance of another Fed rate hike by the end of this year. Yellow metal is currently trading at \$ per ounce.
- ✓ **CRUDE OIL:** Crude oil advanced after industry estimates showed a major draw in crude stocks, but a build in gasoline in the midst of the normally high-demand summer driving season. Black gold is currently trading at \$ per barrel.

WORLD ECONOMIC DATA RELEASED DURING THE LAST 24-HOURS

Date	Events	Actual	Forecast	Previous
15-8-17	CHF PPI m/m	0.00%	0.00%	-0.10%
15-8-17	GBP CPI y/y	2.60%	2.70%	2.60%
15-8-17	GBP PPI Input m/m	0.00%	0.40%	-0.30%
15-8-17	GBP RPI y/y	3.60%	3.50%	3.50%
15-8-17	USD Core Retail Sales m/m	0.50%	0.30%	0.10%
15-8-17	USD Retail Sales m/m	0.60%	0.30%	0.30%
15-8-17	USD Empire State Manufacturing Index	25.2	10.1	9.8
15-8-17	USD Import Prices m/m	0.10%	0.10%	-0.20%
16-8-17	AUD Wage Price Index q/q	0.50%	0.50%	0.60%

Source: www.forexfactory.com

PERIOD	SWAP	Change in Premiums	Swap Implied PKR Yield
1-WEEK	0.0887	0.0033	5.59%
2-WEEK	0.1675	0.0050	5.35%
1-MONTH	0.3546	0.0336	5.19%
2-MONTH	0.6102	0.0184	4.84%
3-MONTH	0.8346	0.0212	4.53%
4-MONTH	1.1139	0.0606	4.58%
5-MONTH	1.3341	0.0405	4.43%
6-MONTH	1.6174	0.0514	4.55%
12-MONTH	3.2268	0.0083	4.79%

ECONOMIC INDICATOR

Indicator	Date	Unit	Value
Forex Reserves	4-Aug-17	USD bn	20.003
CPI- MoM	1-Jul-17		2.90%
CPI- YoY	1-Jul-17		-0.40%
M2 Growth	FY-17/18 YTD		-1.19%
SBP Target Rate	FY-17/18 YTD		5.75%
SBP Discount Rate	FY-17/18 YTD		6.25%
FDI	FY-16/17	USD bn	2.41
Home Remittance	1MFY-17/18	USD bn	1.54
Current A/C Def.	FY-16/17	USD bn	12.098
Trade -Deficit	FY-16/17	USD bn	30.458
Kerb USD/PKR	15-Aug-17	Bid/Ask	106.75/107.10
Govt. Domestic Debt	As at 30-11-2016	Rs trn	14.645
External Debt	As at 30-09-2016	USD bn	74.638
MSCI-EM Index	15-Aug-17	Pts	1054.27
PSX-100 Index	15/8/2017	Pts	44,550.30

DATA	3-MONTH	6-MONTH	12-MONTH
LIBOR 9-Aug	1.31500%	1.45583%	1.72456%

Money Market		16-Aug-17
Tenor	KIBOR	PKRV
1-Month	5.76%	5.89%
3-Month	5.89%	5.98%
6-Month	5.90%	6.00%
12-Month	5.96%	6.03%

PIB'S Auction Date		
Tenor	23-Feb-17	16-Aug-17
	Cut Off Yields	Bid/Ask
2-Years	-	6.22/19
3-Years	6.4074%	6.42/40
5-Years	6.8998%	7.04/6.98
10-Years	7.9414%	8.15/05

T-Bills Auction Date		
Tenor	3-Aug-17	16-Aug-17
	Cut Off Yields	Bid/Ask
3-Months	5.9910%	5.98/98
6-Months	6.0103%	6.00/5.99
12-Months	6.0386%	6.04/6.00