

FX – INTERBANK RATE:

21-Jun	OPEN	HIGH	LOW	CLOSE	Last Day Close
READY	104.70	104.74	104.70	104.73	104.75

✓ **Forecast for tomorrow:**

As per today's activity, we expect the market to continue to trade within the range of **104.65/104.80**

FX MARKET:

- ✓ The exchange rate slipped slightly lower today as demand for the greenback eased.
- ✓ Swaps saw some demand pick up even as the rupee overnight money market rates traded lower. Demand for swaps saw activity up to the three months tenors as market players position themselves for the quarter end closing. With no major drawn down expected in the FX reserves before month end and \$900mn expected from IMF and CSF, the market appears to be expecting no dollar crunch and hence stable premiums.

MONEY MARKET:

- ✓ Today MM initiated at 5.75%-6.00% and traded whole day with in the range of 5.50%-5.75% and expected to close at same.

COMMODITY MARKET:

- ✓ **GOLD:** Gold traded lower amid a weaker greenback and a broad rally in global equity markets. Yellow metal is currently trading at \$1,281.72 per ounce.
- ✓ **CRUDE:** Crude oil advanced amid expectations that Britain will remain in the European Union after this week's referendum. Black gold is currently trading at \$49.60 per barrel.

PERIOD	SWAP	Change in Premiums	Swap Implied PKR Yield
1-WEEK	0.1050	0.0075	5.6%
2-WEEK	0.1875	(0.0050)	4.8%
1-MONTH	0.4000	0.0150	4.9%
2-MONTH	0.8200	0.0075	5.1%
3-MONTH	1.2100	0.0200	5.2%
4-MONTH	1.5700	0.0200	4.7%
5-MONTH	1.9500	0.0300	4.8%
6-MONTH	2.2850	0.0200	5.3%
12-MONTH	4.6000	-	5.6%

Economic Indicators			
Forex Reserves	10-Jun-16	USD bn	21.415
CPI- MoM	1-May-16		0.20%
CPI- YoY	1-May-16		3.17%
M2 Growth	FY16 YTD		7.51%
SBP Target Rate	FY16 YTD		5.75%
SBP Discount Rate	FY16 YTD		6.25%
FDI	11MFY16	USD bn	1.083
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	6/21/2016	Pts	38,371.57

Money Market 21-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	16-June-16	21-June-16
	Cut Off	Yeilds Bid/Ask
2-Years	-	6.14/08
3-Years	6.4068%	6.23/20
5-Years	6.9092%	6.72/65
10-Years	8.0197	7.83/75

T-Bills Auction Date		
Tenor	09-June-16	21-June-16
	Cut Off	Yeilds Bid/Ask
3-Months	5.9463%	5.93/88
6-Months	5.9684%	5.94/90
12-Months	6.0048%	5.97/91

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	-