

FX – INTERBANK RATE:

22-Jun	OPEN	HIGH	LOW	CLOSE	Last Day Close
READY	104.72	104.76	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 **104.65/104.80**

FX MARKET:

- ✓ SBP released the data of CA Deficit for the month of May, 2016. According to SBP, CA Deficit figure was increased by 892mn from previous month Surplus of 100mn to current month deficit of 792mn. For 11MFY15/16, CA Deficit figure slightly rose by \$29mn as compared to the same period of last fiscal year \$2.45bn to \$2.48bn. The CA Deficit figure made up by following items: Trade Deficit (Goods & Services) increased by \$388mn from \$18.21bn to \$18.60bn, Primary Income (negative) also up by \$238mn from 4.15bn to \$4.39bn and Secondary Income surged by \$597mn from \$19.91bn to \$20.51bn.
- ✓ Along with CA Deficit data SBP also released the data of Trade Deficit (Goods & Services) for the month of May, 2016. Trade Deficit increased by \$785mn from previous month \$1.37bn to \$2.16bn. For 11MFY15/16, Trade deficit (Goods & Services) rose by \$388mn as compared to the same period of last fiscal year \$18.21bn to \$18.60bn. Trade deficit figure comprises with Goods and Services: Trade deficit goods surged by \$660mn from \$15.72bn to \$16.38bn while trade deficit services fell by \$272mn from \$2.49bn to \$2.21bn.

MONEY MARKET:

- ✓ SBP released the numbers of M2 Growth for the week ended 10th June, 2016. According to SBP, M2 posted a positive growth by 8.81% on YoY basis.
- ✓ Today SBP held its 25th MTB auction where target amount is Rs100bn while the maturity amount is Rs28.32bn. The total bid participation amount is recorded almost 4-times higher from the target amount Rs394.64bn. The total bid participation amount in 3, 6 and 12-month are Rs85.59bn, Rs226.05bn and Rs83bn respectively. We expect slightly drop in cut-off yields.
- ✓ Today MM initiated at 5.25%-5.75% and traded whole day with in the range of 5.00%-5.50% and expected to close at same.

PERIOD	SWAP	Change in Premiums	Swap Implied PKR Yield
1-WEEK	0.1025	(0.0025)	5.5%
2-WEEK	0.1850	(0.0025)	4.8%
1-MONTH	0.3900	(0.0100)	4.8%
2-MONTH	0.7850	(0.0350)	4.9%
3-MONTH	1.1600	(0.0500)	5.0%
4-MONTH	1.5650	(0.0050)	4.6%
5-MONTH	1.8850	(0.0650)	4.6%
6-MONTH	2.2150	(0.0700)	5.1%
12-MONTH	4.5000	(0.1000)	5.5%

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		8.81%
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.	11MFY16	USD bn	2.486
Trade -Deficit	11MFY16	USD bn	18.603
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

	22-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%

Tenor	Auction Date	
	16-June-16	22-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

Tenor	Auction Date	
	09-June-16	22-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	-