

**FX – INTERBANK RATE:**

24-AUG	OPEN	HIGH	LOW	CLOSE	Last Day Close
READY	105.41	105.41	105.39	105.39	105.40

**MONEY MARKET:**

- ✓ Yesterday SBP held its 2<sup>nd</sup> PIB Auction for FY-17/18, where the target amount is Rs100.0bn while the maturity amount is Rs36.25bn. The total bid participation was recorded well below from the target amount and also less from the maturity amount Rs25.33bn.
- ✓ But the Govt. borrowed the amount well under the target, maturity and bid participation amount Rs11.74bn. The Govt. borrowed the amount in 3, 5 and 10-years Rs7.23bn, 1.5bn and 3.0bn respectively. As per our expectation, PIC Cut-off yields for 3, 5 and 10-years 6.41%, 6.90% and 7.94% respectively.
- ✓ Today MM initiated at 5.75%-5.90 and traded whole day within the range of 5.80%-5.85% and expected to close at the same level.

**COMMODITIES MARKET:**

- ✓ **GOLD:** Gold traded higher as U.S. political uncertainty resurfaced, after President Donald Trump threatened to ‘close down’ the government, sparking fresh fears that continued political uncertainty in Washington could further delay the introduction of tax. Yellow metal is currently trading at \$1,288.20 per ounce.
- ✓ **CRUDE OIL:** Crude oil advanced as data showed U.S. supplies of crude oil fell for a 8<sup>th</sup> straight week while fears of falling demand for gasoline eased, following a bigger-than-expected decline in gasoline inventories. Black gold is currently trading at \$48.15 per barrel.

**WORLD ECONOMIC DATA RELEASED DURING THE LAST 24-HOURS**

Date	Events	Actual	Forecast	Previous
23-8-17	EUR French Flash Manufacturing PMI	55.8	54.5	54.9
23-8-17	EUR French Flash Services PMI	55.5	55.9	56
23-8-17	EUR ECB President Draghi Speaks			
23-8-17	EUR German Flash Manufacturing PMI	59.4	57.7	58.1
23-8-17	EUR German Flash Services PMI	53.4	53.4	53.1
23-8-17	EUR Flash Manufacturing PMI	57.4	56.3	56.6
23-8-17	EUR Flash Services PMI	54.9	55.4	55.4
23-8-17	USD New Home Sales	571K	611K	630K
23-8-17	USD Crude Oil Inventories	-3.3M	-3.3M	-8.9M

Source: www.forexfactory.com

PERIOD	SWAP	Change in Premiums	Swap Implied PKR Yield
1-WEEK	0.0845	(0.0042)	5.38%
2-WEEK	0.1625	(0.0050)	5.23%
1-MONTH	0.3496	(0.0183)	5.14%
2-MONTH	0.6075	(0.0013)	4.83%
3-MONTH	0.8476	(0.0077)	4.58%
4-MONTH	1.1122	(0.0159)	4.57%
5-MONTH	1.3399	(0.0042)	4.44%
6-MONTH	1.6193	0.0077	4.55%
12-MONTH	3.2595	-	4.82%

**ECONOMIC INDICATOR**

Forex Reserves	10-Aug-17	USD bn	19.941
CPI- MoM	1-Jul-17		2.90%
CPI- YoY	1-Jul-17		-0.40%
M2 Growth	FY-17/18 YTD		-2.05%
SBP Target Rate	FY-17/18 YTD		5.75%
SBP Discount Rate	FY-17/18 YTD		6.25%
FDI	1MFY-17/18	USD mn	222.6
Home Remittance	1MFY-17/18	USD bn	1.54
Current A/c Deficit	1MFY-17/18	USD bn	2.053
Trade -Deficit	1MFY-17/18	USD bn	3.376
Kerb USD/PKR	24-Aug-17	Bid/Ask	106.40/75
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	24-Aug-17	Pts	1080.35
PSX-100 Index	24/8/2017	Pts	42,824.34

DATA	3-MONTH	6-MONTH	12-MONTH
LIBOR 22-Aug	1.31722%	1.45611%	1.72733%

Money Market 24-Aug-17		
Tenor	KIBOR	PKRV
1-Month	5.76%	5.88%
3-Month	5.89%	5.98%
6-Month	5.90%	6.00%
12-Month	5.96%	6.03%

PIB'S Auction Date		
Tenor	24-Aug-17	24-Aug-17
	Cut Off Yields	Bid/Ask
2-Years	-	6.30/25
3-Years	6.4074%	6.43/42
5-Years	6.8998%	7.04/6.98
10-Years	7.9414%	8.10/08

T-Bills Auction Date		
Tenor	17-Aug-17	24-Aug-17
	Cut Off Yields	Bid/Ask
3-Months	5.9910%	5.99/98
6-Months	6.0103%	6.01/6.00
12-Months	6.0386%	6.04/01