

**FX – INTERBANK RATE:**

28-Jun	OPEN	HIGH	LOW	CLOSE	Last Day Close
READY	104.82	104.82	104.74	104.74	104.81

- ✓ **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:**

- ✓ Yesterday, IMF completed 11<sup>th</sup> review for economic performance of Pakistan. After their successful review IMF has approved to disburse \$501mn to Pakistan.

**Summary of 11<sup>th</sup> Review:**

- ✓ The economic recovery has gradually strengthened and short-term vulnerabilities have further receded on the back of improved macroeconomic stability and progress on structural reforms. Preserving and consolidating macroeconomic stability and further advances with key structural reforms, including beyond the program's horizon, are needed to foster stronger and more inclusive growth.
- ✓ Foreign exchange reserves have been progressively rebuilt under the program, and the continued accumulation of international reserves will further bolster external buffers and reduce vulnerabilities. Maintaining a prudent monetary policy stance is needed to preserve the achievements in containing inflation and to support macroeconomic stability.

**MONEY MARKET:**

- ✓ Yesterday, SBP floor was hit for Rs13.45bn.
- ✓ SBP issued the numbers of M2 Growth for the week ended 17<sup>th</sup> June, 2016. According to SBP, M2 posted a positive growth by 9.61% on YoY basis.
- ✓ Today MM initiated at 4.50%-5.00% and traded whole day with in the range of 4.25%-5.00% and closed at 4.25%.

**COMMODITY MARKET:**

- ✓ **GOLD:** Gold traded higher as investors continued to engage in a flight to safety amid the fall out of last week stunning decision by votes in the U.K to approve the departure from the European Union. Yellow metal is currently trading at \$1312.44 per ounce.
- ✓ **CRUDE:** Crude oil declined as Britain's shocking vote to leave the European Union continued to weigh on market sentiment. Black gold is currently trading at \$47.29 per barrel.

PERIOD	SWAP	Change in Premiums	Swap Implied PKR Yield
1-WEEK	0.1150	-	6.1%
2-WEEK	0.1850	0.0350	4.8%
1-MONTH	0.3900	0.0225	4.8%
2-MONTH	0.8050	0.0250	5.0%
3-MONTH	1.1900	0.0400	5.1%
4-MONTH	1.5700	0.0550	4.7%
5-MONTH	1.9600	0.0850	4.8%
6-MONTH	2.2500	0.0150	5.2%
12-MONTH	4.6000	0.0500	5.6%

Economic Indicators			
Forex Reserves	17-Jun-16	USD bn	21.771
CPI- MoM	1-May-16		0.20%
CPI- YoY	1-May-16		3.17%
M2 Growth	FY16 YTD		9.61%
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	6/24/2016	Pts	37,389.88

Money Market		
	28-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	28-June-16	
	Cut Off	Yeilds	Bid/Ask
2-Years	-		6.07/6.00
3-Years	6.4068%		6.15/05
5-Years	6.9092%		6.65/55
10-Years	8.0197		7.72/62

T-Bills Auction Date			
Tenor	23-June-16	28-June-16	
	Cut Off	Yeilds	Bid/Ask
3-Months	5.9017%		5.90/85
6-Months	5.9258%		5.90/87
12-Months	5.9598%		5.94/90

Commodities 6/27/2016		
Gold Recommendation		
Level	Long@	Short@
Entry level	-	-
Stop loss	-	-
Take profit	-	-

Crude Recommendation		
Level	Long@	Short@
Entry level	45	-
Stop loss	43	-
Take profit	48	-