

**FX – INTERBANK RATE:**

| 3-Oct | OPEN   | HIGH   | LOW    | CLOSE  | Last Day Close |
|-------|--------|--------|--------|--------|----------------|
| READY | 104.55 | 104.63 | 104.52 | 104.52 | 104.60         |

**FX MARKET:**

- ✓ On Sunday, Total FX Reserves surged by \$162mn and reached to all time high \$23.58bn after Pakistan received the final tranche of \$102mn from IMF.
- ✓ On Saturday, The Nikkel Asian Review has reported that the Shanghai Stock Exchange (SSE) which is China's largest stock exchange has made an approach to buy a stake in the Pakistan Stock Exchange (PSX).
- ✓ Today Pakistan Stock Exchange (PSX) 1<sup>st</sup> time ever crossed the 41,000bps mark.

**MONEY MARKET:**

- ✓ Today PBS released the data of CPI for the month of September, 2016. According to PBS, CPI increased by 3.88% on YoY basis while it is increased by 0.20% as compared to the previous month. CPI figure measured by following items: Core inflation measured by Core NFNE increased by 4.8% on YoY basis and CPI (Core Trimmed) increased by 3.7% on YoY basis. The average inflation for 3MFY-16/17 is recorded at 3.85%.
- ✓ Today MM initiated at 5.80%-5.90% and traded whole day with in the range of 4.50%-6.00% and expected to close at same.

**COMMODITY MARKET:**

- ✓ **GOLD:** Gold traded lower as mixed U.S. data released on Friday weighed on the dollar and as sustained concerns over the European banking sector pushed traders to turn to safer assets. Yellow metal is currently trading at \$1,317.28 per ounce.
- ✓ **CRUDE:** Crude oil advanced despite the Baker Hughes reported that the number of active oil rigs in the US increased by 7 to 425 during the week ended 30 September 2016. Black gold is currently trading at \$48.16 per barrel.

| USD/PKR Fc               |                       |                    |                        |
|--------------------------|-----------------------|--------------------|------------------------|
| PERIOD                   | SWAP                  | Change in Premiums | Swap Implied PKR Yield |
| 1-WEEK                   | 0.1150                | 0.0250             | 6.2%                   |
| 2-WEEK                   | 0.1700                | (0.0150)           | 4.4%                   |
| 1-MONTH                  | 0.3650                | (0.0050)           | 4.6%                   |
| 2-MONTH                  | 0.7500                | 0.0150             | 4.9%                   |
| 3-MONTH                  | 1.0700                | 0.0050             | 4.9%                   |
| 4-MONTH                  | 1.4000                | -                  | 4.3%                   |
| 5-MONTH                  | 1.7300                | (0.0100)           | 4.3%                   |
| 6-MONTH                  | 2.0800                | 0.0050             | 5.2%                   |
| 12-MONTH                 | 4.2500                | -                  | 5.6%                   |
| Economic Indicators      |                       |                    |                        |
| Forex Reserves           | 23/9/2016             | USD bn             | 23.418                 |
| CPI- MoM                 | 1-Sep-16              |                    | 0.30%                  |
| CPI- YoY                 | 1-Sep-16              |                    | 3.88%                  |
| M2 Growth                | FY17 YTD              |                    | -0.48%                 |
| SBP Target Rate          | FY17 YTD              |                    | 5.75%                  |
| SBP Discount Rate        | FY17 YTD              |                    | 6.25%                  |
| FDI                      | 2MFY17                | USD mn             | 112.6                  |
| Home Remittance          | 2MFY17                | USD bn             | 3.089                  |
| Current A/C Def.         | 2MFY17                | USD bn             | 1.316                  |
| Trade -Deficit           | 2MFY17                | USD bn             | 4.367                  |
| 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            | 10/3/2016             | Pts                | 40,986.31              |
| Money Market             |                       | 3-Oct-16           |                        |
|                          | <b>KIBOR</b>          | <b>PKRV</b>        |                        |
| 1-Month                  | 5.75%                 | 5.88%              |                        |
| 3-Month                  | 5.79%                 | 5.89%              |                        |
| 6-Month                  | 5.81%                 | 5.91%              |                        |
| 12-Month                 | 5.86%                 | 5.92%              |                        |
| PIB'S                    |                       | Auction Date       |                        |
| <b>Tenor</b>             | <b>22-Sep-16</b>      | <b>03-Oct-16</b>   |                        |
|                          | <b>Cut Off Yields</b> | <b>Bid/Ask</b>     |                        |
| 2-Years                  | -                     | 6.08/04            |                        |
| 3-Years                  | 6.1970%               | 6.20/18            |                        |
| 5-Years                  | 6.7010%               | 6.72/70            |                        |
| 10-Years                 | 7.7995%               | 7.81/78            |                        |
| T-Bills                  |                       | Auction Date       |                        |
| <b>Tenor</b>             | <b>29-Sep-16</b>      | <b>03-Oct-16</b>   |                        |
|                          | <b>Cut Off Yields</b> | <b>Bid/Ask</b>     |                        |
| 3-Months                 | 5.8571%               | 5.88/85            |                        |
| 6-Months                 | 5.9046%               | 5.92/90            |                        |
| 12-Months                | 5.9148%               | 5.93/91            |                        |
| Commodities              |                       | 15-September-16    |                        |
| Crude Oil Recommendation |                       |                    |                        |
| Technical Level          | Long@                 | Short@             |                        |
| Entry level              | -                     | -                  |                        |
| Stop loss                | -                     | -                  |                        |
| Take profit              | -                     | -                  |                        |
| Gold Recommendation      |                       |                    |                        |
| Technical Level          | Long@                 | Short@             |                        |
| Entry level              | -                     | -                  |                        |
| Stop loss                | -                     | -                  |                        |
| Take profit              | -                     | -                  |                        |