

FX – INTERBANK RATE:

01-Mar	OPEN	HIGH	LOW	CLOSE	Last Day Close
READY	104.67	104.80	104.67	104.75	104.68

✓ **Forecast for tomorrow:**

As per today's activity, we expect the market to continue to trade within the range of **104.65/104.85**

FX MARKET:

- ✓ The USDPKR moved higher today as dollar demand picked up due to payment pressure in the market.
- ✓ Swaps were seen lower across the board from the start of trading as the market offers dominated the trading desk. The 3-months tenors which was offered at Rs1.35 saw it trade down to Rs1.31 before move slight higher again. The same activity was seen in the overnight and shorter tenors where the market displayed the same price movements of been traded lower before recouping some of the losses.

MONEY MARKET:

- ✓ Today PBS released the data of CPI for the month of February, 2016. According to PBS, CPI increased by 4.02% on YoY basis as compared to the previous month increase by 3.32%. On MoM basis, CPI decreased by 0.3% as compared to last month increase by 0.2%. CPI inflation measured by NFNE and Trimmed: Core inflation NFNE increased by 4.50% on YoY basis, Core Trimmed increased by 3.60% on YoY basis. The average inflation for 8MFY16 is recorded at 2.46%.
- ✓ Today MM initiated at 6.00%-6.25% and traded whole day in the range of 6.00%-6.20% and expected to close at same.

COMMODITY MARKET:

- ✓ **GOLD:** Gold traded higher as concerns about global growth momentum spurred demand for the safe-haven yellow metal. Yellow metal is currently trading at \$1,239.79 per ounce.
- ✓ **CRUDE:** Crude oil advanced buoyed by Saudi Arabia's pledge to limit market volatility by freezing output at January levels. Black gold is currently trading at \$34.22 per barrel.

USD/PKR Fc			
PERIOD	SWAP	Change in	Swap Implied
1-WEEK	0.1125	(0.0025)	6.0%
2-WEEK	0.2225	-	5.7%
1-MONTH	0.4750	-	5.8%
2-MONTH	0.9250	0.0150	5.7%
3-MONTH	1.3300	(0.0050)	5.7%
4-MONTH	1.7750	0.0450	5.2%
5-MONTH	2.0900	0.0150	5.1%
6-MONTH	2.4900	(0.0150)	5.6%
12-MONTH	4.6500	(0.1500)	6.0%

Economic Indicators			
Forex Reserves	19-Feb-16	USD bn	28,382
CPI - MoM	01-Feb-16		-0.3%
CPI - YoY	01-Feb-16		4.0%
M2 Growth	FY16 YTD		3.0%
SNP Target Rate	FY16 YTD		6.0%
FDI	7MFY16	USD mn	602.3
Home Remittance	7MFY16	USD bn	11,199
Current A/C Def.	7MFY16	USD bn	2,036
Trade Deficit	7MFY16	USD bn	12,076
Govt. Domestic Debt	As at 31-12-2015	Rs bn	13,189
External Debt	As at 30-09-2015	USD bn	55,099
BSE-100 Index	01/03/16	Pts	31,536.65

Money Market			01-Mar-16	
	KIBOR		PKRV	
1Month	6.00%		6.21%	
3Month	6.10%		6.22%	
6Month	6.11%		6.21%	
12Month	6.15%		6.20%	

PIB'S Auction Date		
Tenor	25-Feb-16	01-Mar-16
	Cut Off Yields	Bid/Ask
2Years	-	6.30/20
3Years	6.3469%	6.35/32
5Years	7.0492%	6.98/95
10Years	8.2505%	8.30/25

T-Bills Auction Date		
Tenor	18-Feb-16	01-Mar-16
	Cut Off Yields	Bid/Ask
3Months	6.2144%	6.24/18
6Months	6.2239%	6.22/18
12Months	6.2419%	6.22/18

Commodities			26/02/16	
Gold Recommendation				
Level	Long@	Short@		
Entry level	1215.00	1240.00		
Stop loss	1200.00	1260.00		
Take profit	1235.00	1210.00		
Crude Recommendation				
Level	Long@	Short@		
Entry level	29	35		
Stop loss	27	37		
Take profit	32	33		