

FX – INTERBANK RATE:

2-Nov	OPEN	HIGH	LOW	CLOSE	Last Day Close
READY	104.78	104.83	104.78	104.82	104.81

FX MARKET:

- ✓ The USDPKR moved up slightly as payment pressure say seen in the market.
- ✓ Swaps started the day with a bid tone as buyers looked to pick up the premiums across the tenors. While the early demand was strong, again the major demand seemed to be from just a single counterparty. Supply in the tenors then dominated the market as the sellers looked at the uptick in the premiums as a selling opportunity. With demand for dollars still strong the premiums remained mostly unchanged don the day.

MONEY MARKET:

- ✓ SBP released the numbers of M2-Growth for the week ended 21st October, 2016. According to SBP, M2 posted negative growth by 0.01% on YoY basis.
- ✓ Today MM initiated at 5.70%-5.80% and traded whole day with in the range of 5.70%-5.80% and expected to close at same.
- ✓ Today in bond secondary market, when issue is traded in 3, 5 and 10-years at 6.28/26, 6.87/84 and 8.05/7.95 respectively.

COMMODITY MARKET:

- ✓ **GOLD:** Gold traded higher amid a slump in global equities and as risk aversion increased on growing concerns about the US Presidential election. Yellow metal is currently trading at \$1,295.40 per ounce.
- ✓ **CRUDE:** Crude oil declined after the API reported a massive build of 9.3mn barrels in US crude oil inventories, recording its largest increase since March 2016. Black gold is currently trading at \$45.97 per barrel.

PERIOD	SWAP	Change in Premiums	Swap Implied PKR Yield
1-WEEK	0.0750	0.0050	4.2%
2-WEEK	0.1563	(0.0038)	4.1%
1-MONTH	0.3350	(0.0050)	4.3%
2-MONTH	0.6650	(0.0050)	4.4%
3-MONTH	0.9700	(0.0050)	4.6%
4-MONTH	1.2700	-	3.9%
5-MONTH	1.5800	-	3.9%
6-MONTH	1.8800	(0.0050)	4.8%
12-MONTH	4.1000	(0.0500)	5.5%

Economic Indicators			
Forex Reserves	21-Oct-16	USD bn	24.326
CPI- MoM	1-Oct-16		0.80%
CPI- YoY	1-Oct-16		4.21%
M2 Growth	FY17 YTD		0.12%
SBP Target Rate	FY17 YTD		5.75%
SBP Discount Rate	FY17 YTD		6.25%
FDI	1QFY17	USD mn	249.3
Home Remittance	1QFY17	USD bn	4.698
Current A/C Def.	1QFY17	USD bn	1.368
Trade -Deficit	1QFY17	USD bn	6.078
Govt. Domestic Debt	As at 31-08-2016	Rs trn	14.554
External Dbt	As at 30-06-2016	USD bn	72.978
KSE-100 Index	2/11/2016	Pts	41,809.85

Money Market			2-Nov-16	
	KIBOR		PKRV	
1-Month	5.71%		5.85%	
3-Month	5.78%		5.88%	
6-Month	5.80%		5.91%	
12-Month	5.86%		5.93%	

PIB'S Auction Date		
Tenor	22-Sep-16	02-Nov-16
	Cut Off Yeilds	Bid/Ask
2-Years	-	6.06/03
3-Years	6.1970%	6.26/24
5-Years	6.7010%	6.85/83
10-Years	7.7995%	7.99/95

T-Bills Auction Date		
Tenor	27-Oct-16	02-Nov-16
	Cut Off Yeilds	Bid/Ask
3-Months	5.9017%	5.90/88
6-Months	5.9046%	5.92/89
12-Months	5.9148%	5.99/94

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	-	-