

**FX – INTERBANK RATE:**

04-Mar	OPEN	HIGH	LOW	CLOSE	Last Day Close
READY	104.82	104.82	104.77	104.78	104.79

✓ **Forecast for tomorrow:**

As per today's activity, we expect the market to continue to trade within the range of **104.70/104.85**

**FX MARKET:**

- ✓ The exchange rate remained bid as the market demand for the greenback remained strong.
- ✓ Swap activity today saw the market traded again in very narrow ranges as the market demand supply appear matched.
- ✓ A Dutch Dairy Co-operative FrieslandCampina International BV intends to acquire a 51% stake of Pakistani food giant Engro Food Limited one of the largest listed companies at the bench mark Pakistan Stock Exchange (PSX) with an investment of around \$460mn based on the Pakistani firm's present stock value.
- ✓ SBP released the figure of total FX Reserves for the week ended 26<sup>th</sup> February, 2016. According to SBP, total FX Reserves rose by \$19.4mn from last week \$20.33bn to \$20.35bn. The breakup of total FX Reserves are as follows: SBP held FX Reserves surged by \$28.1mn from \$15.47bn to \$15.50bn while the FX Reserves held in other banks fell by \$8.2mn from \$4.85bn to \$4.84bn.

**MONEY MARKET:**

- ✓ Today PBS released the data of weekly inflation for the week ended 3<sup>rd</sup> March, 2016. According to PBS, SPI fell by 0.25% as compared to previous week 215.03bps to 214.49bps.
- ✓ Today SBP conducted 7-Day OMO (Injection), where total amount offered has been accepted Rs1.38trn at 6.02%.
- ✓ Today MM initiated at 6.00%-6.25% and traded whole day in the range of 6.00%-6.25% and expected to close at same.

**COMMODITY MARKET:**

- ✓ **GOLD:** Gold traded higher after downbeat US economic data fuelled worries about the nation's economic outlook and boosted demand for the safe-haven yellow metal. Yellow metal is currently trading at \$1,272.64 per ounce.
- ✓ **CRUDE:** Crude oil declined as global supply glut concerns resurfaced. Black gold is currently trading at \$34.65 per barrel.

USD/PKR Fx			
PERIOD	SWAP	Change in Premiums	Swap Implied PKR Yield
1-WEEK	0.1100	-	5.9%
2-WEEK	0.2150	-	5.5%
1-MONTH	0.4650	(0.0100)	5.7%
2-MONTH	0.8900	-	5.5%
3-MONTH	1.3150	0.0150	5.6%
4-MONTH	1.7150	(0.0100)	5.1%
5-MONTH	2.0800	0.0200	5.1%
6-MONTH	2.5050	0.0250	5.6%
12-MONTH	4.6000	(0.0750)	6.0%

Economic Indicators			
Foreign Reserves	19-Feb-16	USD bn	20.3332
CPI - MoM	18-Feb-16		-0.30%
CPI - YoY	18-Feb-16		4.62%
M2 Growth	FY16 YTD		3.30%
SBP Target Rate	FY16 YTD		6.00%
FDI	7MFY16	USD mn	647.9
Home Remittance	7MFY16	USD bn	11.190
Current A/C Def.	7MFY16	USD bn	2.826
Trade Deficit	7MFY16	USD bn	12.876
Govt. Domestic Debt	As at 31-12-2015	Rs trn	13.100
External Debt	As at 30-09-2015	USD bn	55.689
ISE-100 Index	02/03/16	Pts	32,216.20

Money Market		04-Mar-16	
	KIBOR		PKRV
1Month	6.00%		6.20%
3Month	6.10%		6.20%
6Month	6.10%		6.20%
12Month	6.14%		6.19%

PIB'S Auction Date		
Tenor	25-Feb-16	04-Mar-16
	Cut Off Yields	Bid/Ask
2Years	-	6.28/20
3Years	6.3469%	6.35/30
5Years	7.0492%	6.95/91
10Years	8.2505%	8.27/25

T-Bills Auction Date		
Tenor	03-Mar-16	04-Mar-16
	Cut Off Yields	Bid/Ask
3Months	6.1697%	6.18/10
6Months	6.2026%	6.20/15
12Months	6.2192%	6.21/16

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	