

FX – INTERBANK RATE:

04-May	OPEN	HIGH	LOW	CLOSE	Last Day Close
READY	104.76	104.76	104.69	104.70	104.78

- ✓ **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:

- ✓ The exchange rate slipped down today as selling pressured emerged.
- ✓ Swaps started the day with the premiums moving higher as the exchange rate came of the highs of the day. However as the exchange rate stabilized at the lows of the day, the premiums again moved lower as sellers saw the higher premiums as an opportunity to build up their dollar holdings. The premiums remained on the lower side as the rupee money market liquidity rates also moved lower from the highs seen earlier in the day.

MONEY MARKET:

- ✓ SBP issued the numbers of M2 Growth for the week ended 22nd April, 2016. According to SBP, M2 recorded a positive growth by 5.92% on YoY basis.
- ✓ Today MM initiated at 5.50%-6.00% and traded whole day in the range of 4.60%-5.75% and closed at 4.50%-5.00%.
- ✓ Today in bond secondary market, when issue is traded at following levels: 3-years at 6.70/60, 5-years at 7.12/05 and 10-years at 8.35/28 respectively.

COMMODITY MARKET:

GOLD: Gold traded lower despite signs that a widespread global economic slowdown could resurface, as the dollar bounced off 15- month lows and a non-voting member of the Federal Reserve failed to rule out the possibility for as many as 2-interest rate hikes by the U.S. central bank before the end of the year. Yellow metal is currently trading at \$1,281.04 per ounce.

- ✓ **CRUDE:** Crude oil declined after reports emerged of increased oil production in the Middle East, reinvigorating concerns about global supply glut. Black gold is currently trading at \$43.04 per barrel.

PERIOD	SWAP	Change in Premiums	Swap Implied PKR Yield
1-WEEK	0.0950	0.0025	5.1%
2-WEEK	0.1925	0.0025	5.0%
1-MONTH	0.4350	0.0350	5.3%
2-MONTH	0.8100	(0.0050)	5.1%
3-MONTH	1.2100	-	5.2%
4-MONTH	1.6150	(0.0150)	4.8%
5-MONTH	2.0050	(0.0100)	4.9%
6-MONTH	2.4000	(0.0050)	5.5%
12-MONTH	4.6500	-	5.7%

Economic Indicators			
Forex Reserves	15-Apr-16	USD bn	20.779
CPI- MoM	01-Apr-16		1.60%
CPI- YoY	01-Apr-16		4.17%
M2 Growth	FY16 YTD		5.92%
SBP Target Rate	FY16 YTD		6.00%
FDI	9MFY16	USD mn	957.6
Home Remittance	9MFY16	USD bn	14.157
Current A/C Def.	8MFY16	USD bn	1.859
Trade -Deficit	8MFY16	USD bn	13.372
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	02/05/16	Pts	34,567.52

Money Market		04-May-16	
	KIBOR		PKRV
1-Month	6.00%		6.19%
3-Month	6.11%		6.19%
6-Month	6.11%		6.21%
12-Month	6.16%		6.22%

PIB'S Auction Date		
Tenor	21-Apr-16	04-May-16
	Out Off Yields	Bid/Ask
2-Years	-	6.48/43
3-Years	6.5492%	6.63/57
5-Years	6.9997%	7.10/7.00
10-Years	8.1804%	8.31/26

T-Bills Auction Date		
Tenor	28-Apr-16	04-May-16
	Out Off Yields	Bid/Ask
3-Months	6.1697%	6.17/10
6-Months	6.1812%	6.22/18
12-Months	6.2079%	6.25/22

Commodities 03/05/16		
Gold Recommendation		
Level	Long@	Short@
Entry level	1260	1355
Stop loss	1240	1355
Take profit	1290	1300
Crude Recommendation		
Level	Long@	Short@
Entry level	42.5	43
Stop loss	40.5	45
Take profit	46.5	40