

FX – INTERBANK RATE:

08-Feb	OPEN	HIGH	LOW	CLOSE	Last Day Close
READY	104.22	104.22	104.07	104.12	104.58

✓ **Forecast for tomorrow:**

As per today's activity, we expect the market to continue to trade within the range of **103.95/104.25**

FX MARKET:

- ✓ The USDPKR slipped lower again from the lows already seen last week.
- ✓ Swaps moved higher as the exchange rate dipped lower. The rise in premiums was seen across the board with the 6-months also moving up.
- ✓ On Friday, SBP released the figure of total FX Reserves for the week ended 29th January, 2016. According to SBP, the total FX Reserves plunged by \$226.3mn from last week \$20.50bn to \$20.27bn. The breakup of total FX Reserves are as follows: SBP held FX Reserves declined by \$211.4mn from \$15.64bn to \$15.43bn while FX Reserves held in other banks also fell by \$14.9mn from \$4.85bn to \$4.84bn.

MONEY MARKET:

- ✓ On Friday, PBS released the data of weekly inflation for the week ended 4th February, 2016. According to PBS, SPI fell by 0.31% from the previous week 217.09bps to 216.42bps.
- ✓ Today SBP conducted 4-Day OMO (Injection), where total amount offered was Rs1.16trn from which the amount accepted was Rs1.1trn at 6.07%.
- ✓ Today MM initiated at 6.00%-6.25% and traded whole day in the range of 6.10%-6.25% and expected to close at same.

COMMODITY MARKET:

- ✓ **GOLD:** Gold traded higher following the release of a mixed U.S. employment report for January, with the rate of job creation slowing but wage growth accelerating. Yellow metal is currently trading at \$1,174.23 per ounce.
- ✓ **CRUDE:** Crude oil declined as the stronger dollar and concerns that the oversupply of crude will persist weighed. Black gold is currently trading at \$30.34 per barrel.

PERIOD	SWAP	Change in	Swap Implied
1-WEEK	0.1350	0.0125	7.1%
2-WEEK	0.2350	(0.0025)	6.1%
1-MONTH	0.4850	(0.0150)	5.7%
2-MONTH	0.9450	0.0100	6.1%
3-MONTH	1.3450	-	5.8%
4-MONTH	1.7450	(0.0300)	5.3%
5-MONTH	2.1150	0.0050	5.2%
6-MONTH	2.5050	0.0100	5.7%
12-MONTH	4.7500	-	5.7%

Economic Indicators			
Foreign Reserves	29-Jan-16	USD bn	28.275
CPI-MMM	02-Feb-16		0.20%
CPI-YoY	02-Feb-16		3.32%
GDP Growth	FT16 YTD		2.67%
SBP Target Rate	FT16 YTD		6.00%
FDI	GMFT16	USD mn	624.1
Home Investment	GMFT16	USD bn	9.735
Current A/C Def.	GMFT16	USD bn	1.267
Trade Deficit	GMFT16	USD bn	1.890
Govt. Domestic Debt	As at 31-12-2015	Bstrn	131.00
External Debt	As at 31-12-2015	USD bn	55.929
NYSE-100 Index	02/02/16	Pts	31,998.61

Money Market	08-Feb-16	
	KIBOR	PKRV
1Month	6.53%	6.49%
3Month	6.56%	6.50%
6Month	6.62%	6.52%
12Month	6.91%	6.57%

PIB'S Auction Date		
Tenor	28-Jan-16	08-Feb-16
	Cut Off Yields	Bid/Ask
2Years	-	6.20/05
3Years	6.5002%	6.40/30
5Years	7.5484%	7.10/05
10Years	8.8509%	8.70/60

T-Bills Auction Date		
Tenor	04-Feb-16	08-Feb-16
	Cut Off Yields	Bid/Ask
3Months	6.2591%	6.22/17
6Months	6.2665%	6.23/18
12Months	6.2758%	6.25/20

Commodities 04/02/16		
Crude Oil Recommendation		
Level	Long@	Short@
Entry level	30.50	34.70
Stop loss	29.50	35.70
Take profit	32.50	32.70

Gold Recommendation		
Level	Long@	Short@
Entry level	1125	1160
Stop loss	1100	1180
Take profit	1145	1125