

FX – INTERBANK RATE:

8-Nov	OPEN	HIGH	LOW	CLOSE	Last Day Close
READY	104.70	104.72	104.67	104.70	104.73

FX MARKET:

- ✓ The exchange rate moved lower today as the dollar was sold in favor of the rupee.
- ✓ Swaps following a spell of daily lower premiums finally saw some support as the bidders appeared in the 5 and 6-month tenors. While activity in the 2, 3 and 4-month was minimal, the longer tenors saw real demand in the market. The drop in the exchange rate along with the T-bill auction late this week could be some of the reasons providing support to the premiums. However without any meaningful foreign inflow to add to the FX reserves in the near future the uptick in premiums is likely to remain subdued and renewed selling will resume.

MONEY MARKET:

- ✓ SBP released the numbers of M2-Growth for the week ended 28th October, 2016. According to SBP, M2 posted a positive growth by 0.66% as compared to last year 0.04%.
- ✓ Today MM initiated at 5.75%-5.85% 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 6.29/26, 6.85/82 and 8.02/7.98 respectively.

COMMODITY MARKET:

- ✓ **GOLD:** Gold traded lower as demand for safe-haven assets ebbed after the FBI said no new evidence was found to warrant charges against Hillary Clinton in the investigation of her emails just 2-days before the U.S. election. Yellow metal is currently trading at \$1,284.71 per ounce.
- ✓ **CRUDE:** Crude oil declined as appetite for riskier assets improved after the FBI said no new evidence was found to warrant charges against Hillary Clinton in the investigation of her emails just 2-days before the U.S. election. Black gold is currently trading at \$44.92 per barrel.

PERIOD	SWAP	Change in Premiums	Swap Implied PKR Yield
1-WEEK	0.0838	0.0025	4.6%
2-WEEK	0.1625	0.0025	4.2%
1-MONTH	0.3400	0.0150	4.4%
2-MONTH	0.6500	0.0050	4.3%
3-MONTH	0.9400	0.0050	4.4%
4-MONTH	1.2400	0.0100	3.9%
5-MONTH	1.5700	0.0450	3.9%
6-MONTH	1.8700	0.0400	4.8%
12-MONTH	4.1000	-	5.5%

Economic Indicators

Forex Reserves	28-Oct-16	USD bn	24.184
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
MSCI-EM Index	3/11/2016	Pts	888.94
KSE-100 Index	3/11/2016	Pts	41,809.85

	8-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%

Tenor	Auction Date	
	22-Sep-16 Cut Off Yields	08-Nov-16 Bid/Ask
2-Years	-	6.07/02
3-Years	6.1970%	6.24/21
5-Years	6.7010%	6.84/81
10-Years	7.7995%	7.97/92

Tenor	Auction Date	
	27-Oct-16 Cut Off Yields	08-Nov-16 Bid/Ask
3-Months	5.9017%	5.90/87
6-Months	5.9046%	5.95/91
12-Months	5.9148%	5.98/91

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	-	-