

FX – INTERBANK RATE:

9-AUG	OPEN	HIGH	LOW	CLOSE	Last Day Close
READY	104.71	104.72	104.59	104.59	104.73

✓ **Forecast for tomorrow:**

As per today's activity, we expect the market to continue to trade within the range of **104.50/104.70**

FX MARKET:

- ✓ The USDPKR moved lower today again as payment pressure eased and the money market liquidity tightened to trade at the top of its trading band.
- ✓ Swaps saw demand pick up as the drop in the exchange rate and tight rupee liquidity saw premiums picked up across the board. With oil prices also rebounding from the lows seen last week, selling in the bond market seen today also lead swap market players to bid up the premiums in tandem.

MONEY MARKET:

- ✓ Today MM initiated at 5.50%-6.00% and traded whole day with in the range of 5.75%-6.15% and closed at 5.75%-6.10%.

COMMODITY MARKET:

- ✓ **GOLD:** Gold traded lower amid a moderately stronger dollar, as investors continued to stake their bets on a 2016 interest rate hike from the Federal Reserve following a robust U.S. monthly jobs report at the end of last week. Yellow metal is currently trading at \$1,332.76 per ounce.
- ✓ **CRUDE:** Crude oil advanced as investors reacted to bullish comments from OPEC president on the possibility of an accord b/w member states at a meeting in Algeria in late-September aimed at stabilizing the volatile global energy market. Black gold is currently trading at \$42.86 per barrel.

PERIOD	SWAP	Change in Premiums	Swap Implied PKR Yield
1-WEEK	0.0990	0.0040	5.4%
2-WEEK	0.1950	0.0075	5.0%
1-MONTH	0.4188	0.0138	5.2%
2-MONTH	0.8450	0.0100	5.4%
3-MONTH	1.1800	0.0200	5.3%
4-MONTH	1.5525	0.0325	4.6%
5-MONTH	1.8950	0.0150	4.6%
6-MONTH	2.2750	0.0200	5.5%
12-MONTH	4.5500	-	5.8%

Economic Indicators			
Forex Reserves	29-Jul-16	USD bn	22.978
CPI- MoM	1-Jul-16		0.40%
CPI- YoY	1-Jul-16		4.12%
M2 Growth	FY17 YTD		-1.11%
SBP Target Rate	FY17 YTD		5.75%
SBP Discount Rate	FY17 YTD		6.25%
FDI	FY16	USD bn	1.281
Home Remittance	FY16	USD bn	19.914
Current A/C Def.	FY16	USD bn	2.525
Trade -Deficit	FY16	USD bn	20.874
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	8/3/2016	Pts	39,615.76

Money Market		9-Aug-16	
	KIBOR	PKRV	
1-Month	5.70%	5.81%	
3-Month	5.73%	5.79%	
6-Month	5.74%	5.78%	
12-Month	5.76%	5.79%	

PIB'S Auction Date		
Tenor	14-July-16	09-Aug-16
	Cut Off Yeilds	Bid/Ask
2-Years	-	6.10/5.90
3-Years	6.2058%	6.25/15
5-Years	6.7029%	6.72/67
10-Years	7.8003%	7.75/70

T-Bills Auction Date		
Tenor	04-Aug-16	09-Aug-16
	Cut Off Yeilds	Bid/Ask
3-Months	5.8571%	5.86/81
6-Months	5.9046%	5.87/86
12-Months	5.9148%	5.90/87

Commodities 08-August-16

Crude Oil Recommendation		
Technical Level	Long@	Short@
Entry level	40.00	-
Stop loss	38.50	-
Take profit	44.00	-

Gold Recommendation		
Technical Level	Long@	Short@
Entry level	1,320	1,370
Stop loss	1,295	1,400
Take profit	1,355	1,320