

FX – INTERBANK RATE:

09-Feb	OPEN	HIGH	LOW	CLOSE	Last Day Close
READY	104.45	104.85	104.40	104.73	104.12

- ✓ **Forecast for tomorrow:**
As per today's activity, we expect the market to continue to trade within the range of **104.70/104.90**

FX MARKET:

- ✓ The USDPKR moved higher today and recouped most of the losses seen over the past two trading sessions. With the FX reserves showing a drop of \$225mn last week and with the monthly drop exceeding \$600mn, the fall in the exchange rate remained a mystery and hence the rally back was more than expected.
- ✓ With world equity markets again in negative territory and growing sign of a global economic slowdown, the local equity markets have also lost valued and hence more foreign outflows can be expected, while exports should also decline as foreign demand ebbs.

MONEY MARKET:

- ✓ Today SBP conducted 3-Day OMO (Injection), where total amount offered was Rs75bn from which the amount accepted was Rs40bn at 6.07%.
- ✓ Today MM initiated at 6.20%-6.30% and traded whole day in the range of 6.00%-6.25% and expected to close at same.

COMMODITY MARKET:

- ✓ **GOLD:** Gold traded higher amid a continuing rout in major banking stocks throughout the world. Yellow metal is currently trading at \$1,188.98 per ounce.
- ✓ **CRUDE:** Crude oil declined after a meeting b/w oil ministers from Saudi Arabia and Venezuela over the weekend. Black gold is currently trading at \$30.42 per barrel.

USD/PKR For			
PERIOD	SWAP	Change in Premiums	Swap Implied PKR
1-WEEK	0.1225	(0.0125)	6.5%
2-WEEK	0.2375	0.0025	6.1%
1-MONTH	0.4900	0.0050	5.8%
2-MONTH	0.9550	0.0100	6.2%
3-MONTH	1.3350	(0.0100)	5.7%
4-MONTH	1.7550	0.0100	5.3%
5-MONTH	2.1250	0.0100	5.2%
6-MONTH	2.5050	-	5.6%
12-MONTH	4.7500	-	5.7%

Economic Indicators			
Foreign Reserves	29-Jan-16	USD bn	28.275
CPI - MoM	08-Jan-16		0.2%
CPI - YoY	08-Jan-16		3.3%
GDP Growth	FY16 YTD		2.6%
SBP Target Rate	FY16 YTD		6.0%
FDI	GMFY16	USD mn	674.1
Home Remittance	GMFY16	USD bn	9.7%
Current A/C Def.	GMFY16	USD bn	1.2%
Trade -Deficit	GMFY16	USD bn	10.0%
Govt. Domestic Debt	As at 31-12-2015	Rs bn	13,100
External Debt	As at 31-12-2015	USD bn	55,000
RSE-100 Index	02/02/16	Pts	31,500.01

Economic Data over the last 24 hours				
Date	Events	Actual	Forecast	Previous
08/02/16	EUR Euro-Zone Sentix Investor Confidence (FEB)		7.4	9.6
08/02/16	CAD Building Permits (MoM) (DEC)		5.60%	-19.60%

Source: www.dailyfx.com

Money Market		
	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	09-Feb-16
	Cut Off Yields	Bid/Ask
2Years	-	6.20/10
3Years	6.5002%	6.42/37
5Years	7.5484%	7.15/05
10Years	8.8509%	8.70/65

T-Bills Auction Date		
Tenor	04-Feb-16	09-Feb-16
	Cut Off Yields	Bid/Ask
3Months	6.2591%	6.25/18
6Months	6.2665%	6.25/20
12Months	6.2758%	6.24/19

Commodities		
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	1225
Stop loss	1100	1250
Take profit	1145	1175

