

FX – INTERBANK RATE:

10-Mar	OPEN	HIGH	LOW	CLOSE	Last Day Close
READY	104.76	104.79	104.71	104.71	104.73

- ✓ **Forecast for tomorrow:**
As per today's activity, we expect the market to continue to trade within the range of **104.70/104.85**

FX MARKET:

- ✓ The exchange rate showed no major movement today.
- ✓ Swaps saw 2-way actions today as premiums initially dipped lower as yesterday money market floor of more than Rs50bn meant that the dollar was preferred over the rupee.
- ✓ However following the 1-day OMO to drain the rupee liquidity from the market, the premiums did move higher. The premiums rise however appeared lackluster as there appeared to be only 1-major bank supporting the premiums while the majority was sellers.
- ✓ Pakistani Government plan to raise \$500mn by auctioning the bond in the international market in next three and half month to accomplish the target set in the budget FY15-16 to generate \$1bn through the auction of bonds in international market. The 1st \$500mn 10-year bonds had been issued in September, 2015 in the international Euro bond market.

MONEY MARKET:

- ✓ SBP floor was hit for Rs51.75bn.
- ✓ SBP released the number of M2 Growth for the week ended 26th February, 2016. According to SBP, M2 numbers recorded a positive growth on YoY basis by 3.39%.
- ✓ Today SBP conducted 1-Day OMO (Mop-up), where total amount offered was Rs87.45bn from which the amount accepted was Rs61.55bn at 5.84%.
- ✓ Today MM initiated at 5.30%-5.70% and traded whole day in the range of 4.50%-5.25% and expected to close at same.
- ✓ Today in the bond secondary market, when issue is traded at following levels: 3-year at 6.35/30, 5-year at 6.99/95 and 10-year at 8.29/25 respectively.

COMMODITY MARKET:

- ✓ **GOLD:** Gold traded lower amid rallies in global equity markets. Yellow metal is currently trading at \$1,247.42 per ounce.
- ✓ **CRUDE:** Crude oil advanced following the release of a bullish U.S. supply report. Black gold is currently trading at \$37.90 per barrel.

USD/PKR Fx			
PERIOD	SWAP	Change in Premiums	Swap Implied PKR Yield
1-WEEK	0.0950	0.0050	5.1%
2-WEEK	0.2050	0.0050	5.3%
1-MONTH	0.4500	(0.0050)	5.5%
2-MONTH	0.8600	0.0150	5.4%
3-MONTH	1.2450	(0.0100)	5.4%
4-MONTH	1.6500	(0.0150)	4.9%
5-MONTH	2.0200	0.0100	4.9%
6-MONTH	2.4400	0.0300	5.5%
12-MONTH	4.6000	-	6.0%

Economic Indicators			
Forex Reserves	26-Feb-16	USD bn	20.352
CPI- MoM	01-Feb-16		-0.30%
CPI- YoY	01-Feb-16		4.02%
M2 Growth	FY16 YTD		3.39%
SBP Target Rate	FY16 YTD		6.00%
FDI	7MFY16	USD mn	647.9
Home Remittance	7MFY16	USD bn	11.198
Current A/C Def.	7MFY16	USD bn	2.036
Trade -Deficit	7MFY16	USD bn	12.076
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	10/03/16	Pts	32,671.23

Money Market		10-Mar-16	
	KIBOR		PKRV
1Month	5.99%		6.14%
3Month	6.10%		6.17%
6Month	6.10%		6.18%
12Month	6.14%		6.19%

PIB'S Auction Date		
Tenor	25-Feb-16	10-Mar-16
	Cut Off	Yeilds Bid/Ask
2Years	-	6.28/22
3Years	6.3469%	6.34/30
5Years	7.0492%	6.98/95
10Years	8.2505%	8.28/26

T-Bills Auction Date		
Tenor	03-Mar-16	10-Mar-16
	Cut Off	Yeilds Bid/Ask
3Months	6.1697%	6.20/15
6Months	6.2026%	6.20/16
12Months	6.2192%	6.22/18

Commodities 08/03/16		
Gold Recommendation		
Level	Long@	Short@
Entry level	1240.00	1260.00
Stop loss	1220.00	1260.00
Take profit	1265.00	1230.00

Crude Recommendation		
Level	Long@	Short@
Entry level	34	40
Stop loss	32	31
Take profit	37	38