

FX – INTERBANK RATE:

10-May	OPEN	HIGH	LOW	CLOSE	Last Day Close
READY	104.72	104.73	104.67	104.67	104.71

✓ **Forecast for tomorrow:**

As per today's activity, we expect the market to continue to trade within the range of **104.65/104.80**

FX MARKET:

- ✓ The exchange rate moved slightly lower today.
- ✓ Swaps moved higher today especially in the shorter tenors as lack of supply lead the premiums to move higher. With the exchange rate as well moving lower and this week's T-Bill auction which is expected to drain the money market liquidity amid heavy participation, the market players preferred not to sell the shorter tenor premiums.

MONEY MARKET:

- ✓ Today O/N MM is initiated at 6.00%-6.20% and traded whole day at the level of 6.00%-6.20% and expected to close at same.

Today in bond secondary market, when issue is traded at the following levels: 3-years at 6.68/60, 5-years at 7.12/08 and 10-years at 8.35/27 respectively.

COMMODITIES MARKET:

- ✓ **GOLD:** Gold traded higher as the dollar firmed after data showing improving U.S. wage growth offset an overall weaker payroll report, maintaining expectations of 2-rate hikes this year. Yellow metal is currently trading at \$1,265.28 per ounce.
- ✓ **CRUDE:** Crude advanced after reports emerged that Canada's wildfires have moved away from the nation's key oil production facilities region and that supplies will soon be back as before. Black gold is currently trading at \$43.43 per barrel.

USD/PKR

TENOR	SWAP	Change in Premiums	Swap Implied PKR Yield
1-WEEK	0.1025	0.0100	5.5%
2-WEEK	0.1975	0.0100	5.1%
1-MONTH	0.4200	0.0100	5.2%
2-MONTH	0.7950	(0.0150)	4.9%
3-MONTH	1.1750	(0.0150)	5.1%
4-MONTH	1.6100	0.0150	4.9%
5-MONTH	2.0050	0.0100	4.9%
6-MONTH	2.3700	(0.0150)	5.4%
12-MONTH	4.6500	-	5.7%

Economic Indicators

Forex Reserves	15-Apr-16	USD bn	20.779
CPI- MoM	01-Apr-16		1.60%
CPI- YoY	01-Apr-16		4.17%
M2 Growth	FY16 YTD		6.30%
SBP Target Rate	FY16 YTD		6.00%
FDI	9MFY16	USD Mn	957.6
Home Remittance	9MFY16	USD bn	14.157
Current A/C Def.	9MFY16	USD bn	1.86
Trade -Deficit	9MFY16	USD bn	13.372
Govt. Domestic Debt	As at 31-12-15	Rs trn	13.188
External Debt	As at 30-09-15	USD bn	55.609
KSE-100 Index	09-May-16	Pts	34,567.52

Money Market 10-May-16

	KIBOR	PKRV
1-Month	6.00%	6.19%
3-Month	6.11%	6.19%
6-Month	6.11%	6.21%
12-Month	6.16%	6.22%

PIB'S Auction Date

Tenor	21-April-16	10-May-16
	Cut Off Yields	Bid/Ask
2-Years	-	6.50/45
3-Years	6.5492%	6.65/60
5-Years	6.9997%	7.08/02
10-Years	8.1804	8.33/25

T-Bills Auction Date

Tenor	28-April-16	10-May-14
	Cut Off Yields	Bid/Ask
3-Months	6.1697%	6.15/13
6-Months	6.1812%	6.19/16
12-Months	6.2079%	6.24/20

Commodities 09-May-2016**Crude Oil Recommendation**

Technical Level	Long@	Short@
Entry level	42.50	43.00
Stop loss	40.50	45.00
Take profit	46.50	40.00

Gold Recommendation

Technical Level	Long@	Short@
Entry level	1,260	1,335
Stop loss	1,240	1,355
Take profit	1,290	1,300