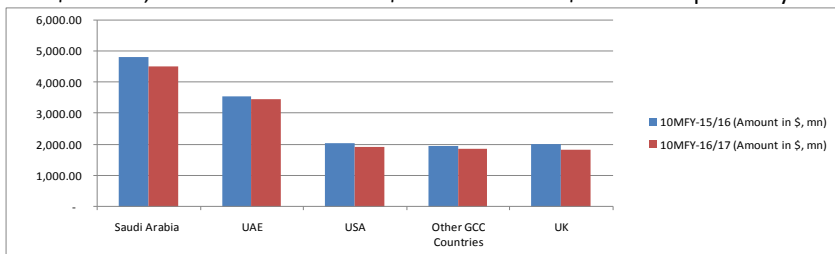


FX – INTERBANK RATE:

5/11/2017	OPEN	HIGH	LOW	CLOSE	Last Day Close
READY	104.75	104.80	104.73	104.79	104.81

FX MARKET:

- SBP released the data of Home remittance for the month of April, 2017. According to SBP, Home remittance decreased by \$155.76mn as compared to the previous month \$1.69bn to \$1.53bn. For 10MFY-16/17, Home remittance declined by \$447.97mn as compared to the same period of last fiscal year \$16.04bn to \$15.59bn. The countries from where Pakistanis directly remitted amounts with their amounts are as follows: Saudi Arabia \$4.51bn, UAE \$3.46bn, USA \$1.92bn, Other GCC Countries \$1.88bn and UK \$1.84bn respectively.



- Today PBS released the data of trade deficit for the month ended April, 2017. According to PBS, Trade deficit declined by \$15mn as compared to the previous month Rs3.20bn to Rs3.19bn. For 10MFY-16/17, Trade deficit gap widened by \$7.60bn or 40% as compared to the same period of last fiscal year \$18.95bn to \$26.55bn. Trade deficit figure derive from Exports less Imports: Exports minor decreased by \$396mn from \$17.31bn to \$16.91bn while imports climbed by \$7.20bn from \$36.26bn to \$43.47bn is the main reason of higher trade deficit figure.

MONEY MARKET:

- Yesterday SBP held MTB Auction for FY-16/17, where the target amount is Rs350bn and the maturity amount Rs336.23bn. The total bid participation is recorded higher than the target amount Rs417.09bn. The total bid participation is divided in 3, 6 and 12- months Rs287.88bn, Rs123.16bn and Rs6.05bn respectively. We expect that the MTB Cut-off yield remained unchanged.

20th MTB Auction Result

As per our Expectation based on Bid Participation

Maturity Period	Cut-off Yield	Weighted Avg Yield	Realized Value (Rs, bn)	Face Value (Rs, bn)
3-Months	5.9910%	5.9910%	259.455	263.033
6-Months	6.0109%	6.0109%	92.881	95.655
12-Months	6.0273%	6.0273%	2.41	2.55
Total			354.741	361.238

- SBP accepted amount slightly higher from the target amount Rs361.23bn that is divided into 3, 6 and 12-months Rs263.03bn, Rs95.65bn and Rs2.55bn respectively. As per our expectation the cut-off yield remained same.
- Today MM initiated at 5.80%-5.90% and traded whole day within the range of 5.80%-5.90% and expected to close at same.
- Today in bond secondary market, when issue start trading at the following levels: 3-years at 6.41/40, 5-years at 7.00/6.95 and 8.20/10 respectively.

PERIOD	SWAP	Change in Premium	Swap Implied Yield
1-WEEK	0.0650	0.0300	4.18%
2-WEEK	0.1025	0.0225	3.51%
1-MONTH	0.2100	0.0400	3.21%
2-MONTH	0.4000	0.0250	3.43%
3-MONTH	0.6000	0.0350	3.50%
4-MONTH	0.7800	0.0350	3.53%
5-MONTH	0.9550	0.0150	3.53%
6-MONTH	1.1400	0.0450	3.64%
12-MONTH	2.4525	0.0500	4.13%

Indicator	Date	Unit	Value
Forex Reserves	28-Apr-17	USD bn	21.00
CPI- MoM	1-Apr-17		0.80%
CPI- YoY	1-Apr-17		4.78%
M2 Growth	FY17 YTD		7.04%
SBP Target Rate	FY17 YTD		5.75%
SBP Discount Rate	FY17 YTD		6.25%
FDI	9MFY17	USD bn	1.601
Home Remittance	9MFY17	USD bn	14.057
Current A/C Def.	9MFY17	USD bn	6.130
Trade -Deficit	9MFY17	USD bn	19.759
Kerb USD/PKR	11/5/2017	Bid/Ask	105.65/95
Govt. Domestic Debt	As at 30-03-2017	Rs trn	15.045
External Debt	As at 30-12-2016	USD bn	74.126
MSCI-EM Index	11/5/2017	Pts	1,000.52
PSX-100 Index	11/5/2017	Pts	51,348.69

DATA	3-MONTH	6-MONTH	12-MONTH
LIBOR 9-May	1.18200%	1.44517%	1.79067%

Tenor	KIBOR	PKRV
1-Month	5.76%	5.93%
3-Month	5.86%	5.98%
6-Month	5.90%	6.02%
12-Month	5.95%	6.03%

Tenor	20-Apr-17	11-May-17
	Cut Off Yields	Bid/Ask
2-Years	-	6.22/18
3-Years	6.4062%	6.40/39
5-Years	6.8993%	6.99/95
10-Years	7.9402%	8.20/13

Tenor	27-Apr-17	11-May-17
	Cut Off Yields	Bid/Ask
3-Months	5.9910%	5.99/98
6-Months	6.0109%	6.00/5.99
12-Months	6.0273%	6.02/5.99

COMMODITIES	P (L/S)	E-L	T-P	S-L	11/5/2017 YTD P & L %
CRUDE-OIL	L	46.00	46.00	46.00	1.50%
SILVER	L	16.28	16.65	15.00	
BRENT-OIL					
GOLD USD	L	1228.00	1155.00	1255.00	7.80%
GOLD-EUR/USD					1.50%
GOLD-GBP/USD					
GOLD-USD/INR					6.40%
GOLD-USD/CAD					2.40%
GOLD-USD/CHF					
GOLD-AUD/USD					