

FX – INTERBANK RATE:

11-May	OPEN	HIGH	LOW	CLOSE	Last Day Close
READY	104.65	104.68	104.65	104.67	104.67

✓ **Forecast for tomorrow:**

As per today's activity, we expect the market to continue to trade within the range of **104.60/104.75**

FX MARKET:

- ✓ The exchange rate again slid slightly lower today as dollar supply lead the greenback lower.
- ✓ Swap movement was minimal with the premiums moving in a very tight range during the day. With the market expecting liquidity to tighten we hence saw the bidders dominating the market today.
- ✓ SBP released the data of home remittance for the month ended April, 2016. According to SBP, Home remittance figure fell by \$54.32mn from previous month \$1.71bn to \$1.65bn. For 10MFY15/16, Home remittance figure surged by \$799.39mn as compared to the same period of last fiscal year \$15.23bn to \$16.03bn. The countries from where Pakistani's remitted highest amount are as follows: Saudi Arabia \$4.83bn, U.A.E \$3.54bn, USA \$2.08bn and UK \$2.02bn respectively.

MONEY MARKET:

- ✓ Today SBP held its MTB auction where target amount is Rs200bn while the maturity amount is Rs175.85bn. The total bid participation amount is recorded more than double from the target amount Rs464.01bn. The total bid participation amount in 3, 6 and 12-month are Rs155.96bn, Rs128bn and Rs180.05bn respectively. We expect no change in cut-off yields.
- ✓ SBP issued the numbers of M2 Growth for the week ended 29th April, 2016. According to SBP, M2 recorded a positive growth by 6.64% on YoY basis.
- ✓ Today O/N MM is initiated at 6.00%-6.10% and traded whole day at the level of 5.90%-6.05% and expected to close at same.
- ✓ Today in bond secondary market, when issue is traded at the following levels: 3-years at 6.65/60, 5-years at 7.10/04 and 10-years at 8.32/25 respectively.

USD/PKR

TENOR	SWAP	Change in Premiums	Swap Implied PKR Yield
1-WEEK	0.1033	0.0008	5.5%
2-WEEK	0.2013	0.0038	5.2%
1-MONTH	0.4500	0.0300	5.5%
2-MONTH	0.8100	0.0150	5.0%
3-MONTH	1.2000	0.0250	5.2%
4-MONTH	1.6100	-	4.9%
5-MONTH	1.9900	(0.0150)	4.9%
6-MONTH	2.4250	0.0550	5.5%
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	10MFY16	USD bn	16.034
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 11-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	11-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	11-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