

FX – INTERBANK RATE:

12-AUG	OPEN	HIGH	LOW	CLOSE	Last Day Close
READY	104.60	104.71	104.60	104.65	104.57

✓ **Forecast for tomorrow:**

As per today's activity, we expect the market to continue to trade within the range of **104.60/104.85**

FX MARKET:

- ✓ SBP released the figure of total FX Reserves for the week ended 5th August, 2016. According to SBP, Total FX Reserves plunged by \$383.4mn as compared to the previous week \$22.97bn to \$22.59bn. The Break-up OF total FX Reserves are as follows: SBP held FX Reserves declined by \$396.3mn from \$18.06bn to \$17.66bn while FX Reserves held in other banks rose by \$12.9mn from \$4.91bn to \$4.93bn.

MONEY MARKET:

- ✓ Yesterday SBP conducted 1-Day OMO (Injection), where total amount offered was Rs105bn from which the amount accepted was Rs92bn at 5.80%.
- ✓ Today PBS released the data of weekly inflation for the week ended 11th August, 2016. According to PBS, SPI fell by 0.18% as compared to previous week 218.91bps to 218.52bps.
- ✓ Today SBP conducted 7-Day OMO (Injection), where total amount offered was Rs944bn out of which the amount accepted was Rs939bn at 5.78%.
- ✓ Today MM initiated at 5.75%-5.90% and traded whole day with in the range of 5.75%-5.90% and expected to close at same.
- ✓ Today in bond secondary market, when issue is traded in 3, 5 and 10-years at 6.22/18, 6.75/70 and 7.80/76 respectively.

COMMODITY MARKET:

- ✓ **GOLD:** Gold traded higher amid a relatively steady dollar, as cautious investors awaited the release of monthly retail and consumer data at week's end for greater clarity on the current strength of the U.S. economy. Yellow metal is currently trading at \$1,344.25 per ounce.
- ✓ **CRUDE:** Crude oil advanced after the IEA forecasted that crude markets would tighten in the 2nd half of this year. Black gold is currently trading at \$43.51 per barrel.

PERIOD	SWAP	Change in Premiums	Swap Implied PKR Yield
1-WEEK	0.0963	(0.0013)	5.2%
2-WEEK	0.1900	(0.0025)	4.9%
1-MONTH	0.4175	(0.0150)	5.2%
2-MONTH	0.8000	0.0050	5.1%
3-MONTH	1.1950	(0.0300)	5.3%
4-MONTH	1.5450	(0.0100)	4.7%
5-MONTH	1.8950	(0.0050)	4.6%
6-MONTH	2.2800	(0.0200)	5.5%
12-MONTH	4.5500	-	5.8%

Economic Indicators			
Forex Reserves	5-Aug-16	USD bn	22.595
CPI- MoM	1-Jul-16		0.40%
CPI- YoY	1-Jul-16		4.12%
M2 Growth	FY17 YTD		-1.07%
SBP Target Rate	FY17 YTD		5.75%
SBP Discount Rate	FY17 YTD		6.25%
FDI	FY16	USD bn	1.281
Home Remittance	1MFY17	USD bn	1.328
Current A/C Def.	FY16	USD bn	2.525
Trade -Deficit	FY16	USD bn	20.874
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	8/3/2016	Pts	39,615.76

Money Market			12-Aug-16	
	KIBOR		PKRV	
1-Month	5.70%		5.81%	
3-Month	5.73%		5.79%	
6-Month	5.74%		5.78%	
12-Month	5.76%		5.79%	

PIB'S Auction Date			
Tenor	14-July-16	12-Aug-16	
	Cut Off Yields		Bid/Ask
2-Years	-		6.00/5.97
3-Years	6.2058%		6.20/17
5-Years	6.7029%		6.72/68
10-Years	7.8003%		7.78/74

T-Bills Auction Date			
Tenor	04-Aug-16	12-Aug-16	
	Cut Off Yields		Bid/Ask
3-Months	5.8571%		5.88/85
6-Months	5.9046%		5.88/86
12-Months	5.9148%		5.90/88

Commodities				08-August-16	
Crude Oil Recommendation					
Technical Level	Long@	Short@			
Entry level	40.00				-
Stop loss	38.50				-
Take profit	44.00				-

Gold Recommendation			
Technical Level	Long@	Short@	
Entry level	1,320		1,370
Stop loss	1,295		1,400
Take profit	1,355		1,320