

FX – INTERBANK RATE:

13-May	OPEN	HIGH	LOW	CLOSE	Last Day Close
READY	104.68	104.69	104.66	104.66	104.68

✓ **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:

- ✓ Yesterday, SBP released the figure of total FX Reserves for the week ended 6th May, 2016. According to SBP, total FX Reserves increased by \$46.4mn as compared to previous week \$20.78bn to \$20.83bn. The break-up of total FX Reserves are as follows: SBP held FX Reserves surged-up by \$127.9mn from \$15.90bn to \$16.03bn while FX Reserves held in other banks fell by \$81.5mn from \$4.88bn to \$4.80bn.

- ✓ Yesterday, Pakistan and IMF successfully concluded negotiations on 11th review under the 3-year EFF program, which would pave way to release \$510mn for the Pakistan.

MONEY MARKET:

- ✓ Today PBS released the data of weekly inflation for the week ended 12th May, 2016. According to PBS, SPI fell by 0.10% from last week 214.31bps to 214.09bps.
- ✓ Today SBP conducted 7-Day OMO (Injection), where total amount offered was Rs1.245trn from which the amount accepted was Rs1.237trn at 6.04%.
- ✓ Today MM initiated at 6.00%-6.25% and traded whole day in the range of 6.00%-6.25% and expected to close at same.
- ✓ Today in bond secondary market, when issue is traded at following levels: 3-years at 6.68/62, 5-years at 7.16/11 and 10-years at 8.48/38 respectively.

COMMODITY MARKET:

- ✓ **GOLD:** Gold traded lower amid a slightly appreciating dollar, as investors awaited the release of a wave of key U.S. economic data at week's end for further signals on the pace of second quarter GDP growth in the world's largest economy. Yellow metal is currently trading at \$1,275.05 per ounce.
- ✓ **CRUDE:** Crude oil declined as investors digested reports of a sizable build at the Cushing Oil Hub along with strong indications of a tightening in the massive gulf between global supply and demand. Black gold is currently trading at \$46.12 per barrel.

USD/PKR Fc			
PERIOD	SWAP	Change in Premiums	Swap Implied PKR Yield
1-WEEK	0.1063	(0.0013)	5.7%
2-WEEK	0.2075	0.0025	5.3%
1-MONTH	0.4500	-	5.5%
2-MONTH	0.8175	0.0050	5.1%
3-MONTH	1.2500	0.0350	5.4%
4-MONTH	1.6150	(0.0050)	4.8%
5-MONTH	2.0000	(0.0150)	4.9%
6-MONTH	2.4325	0.0025	5.5%
12-MONTH	4.6500	-	5.7%
Economic Indicators			
Forex Reserves	6-May-16	USD bn	20.834
CPI- MoM	1-Apr-16		1.60%
CPI- YoY	1-Apr-16		4.17%
M2 Growth	FY16 YTD		5.92%
SBP Target Rate	FY16 YTD		6.00%
FDI	9MFY16	USD mn	957.6
Home Remittance	10MFY16	USD bn	16.034
Current A/C Def.	8MFY16	USD bn	1.859
Trade -Deficit	8MFY16	USD bn	13.372
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	5/2/2016	Pts	34,567.52
Money Market		13-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-Apr-16	13-May-16	
	Cut Off	Yeilds Bid/Ask	
2-Years	-	6.60/45	
3-Years	6.5492%	6.65/60	
5-Years	6.9997%	7.15/10	
10-Years	8.1804%	8.45/35	
T-Bills		Auction Date	
Tenor	12-May-16	13-May-16	
	Cut Off	Yeilds Bid/Ask	
3-Months	6.2591%	6.22/15	
6-Months	6.2665%	6.26/20	
12-Months	6.2758%	6.29/25	
Commodities		5/12/2016	
Gold Recommendation			
Level	Long@	Short@	
Entry level	1260	1335	
Stop loss	1240	1355	
Take profit	1290	1300	
Crude Recommendation			
Level	Long@	Short@	
Entry level	42.5	47	
Stop loss	40.5	49	
Take profit	46.5	44	