

FX – INTERBANK RATE:

14-Dec	OPEN	HIGH	LOW	CLOSE	Last Day Close
READY	104.84	104.85	104.84	104.85	104.85

FX MARKET:

- ✓ The exchange rate remained stable today.
- ✓ Swaps were higher today as short dated swaps saw demand that pushed premiums higher, most of the demand appears to be related to year end crossing related demand as players appear to be funding their rupee liquidity books through sell buy swaps.
- ✓ Today PBS released the data of trade deficit for the month of November, 2016. According to PBS, trade deficit increased by \$236mn as compared to the last month \$2.25bn to \$2.49bn. For 5MFY-16/17, trade deficit figure surged-up by \$1.954bn as compared to the same period of previous fiscal year \$9.82bn to \$11.77bn. This increase is mainly due to surge in import prices by \$1.619bn from \$18.34bn to \$19.96bn.

MONEY MARKET:

- ✓ Today MM initiated at 5.80%-6.00% and traded whole day with in the range of 5.90%-6.00% and expected to close at same.
- ✓ Today in bond secondary market when-issue is started trading at following levels for up-coming PIB's: 3-year at 6.60/55, 5-year at 7.50/45 and 10-year at 8.60/40 respectively.

COMMODITY MARKET:

- ✓ **GOLD:** Gold traded lower on expectations of an interest rate hike by the US Fed later today. Yellow metal is currently trading at \$1,163.70 per ounce.
- ✓ **CRUDE:** Crude oil advanced after the API reported an unexpected rise of 4.7mn barrels in the US crude stockpiles. Black gold is currently trading at \$53.16 per barrel.

WORLD ECONOMIC DATA RELEASED OVER THE LAST 24-HOURS						
Date	Currency	Events	Actual	Forecast	Previous	
13-12-16	EUR	EUR German Consumer Price Index (YoY) (NOV F)	0.80%	0.80%	0.80%	
13-12-16	GBP	GBP Consumer Price Index (MoM) (NOV)	0.20%	0.20%	0.10%	
13-12-16	GBP	GBP Consumer Price Index (YoY) (NOV)	1.20%	1.10%	0.90%	
13-12-16	GBP	GBP Core Consumer Price Index (YoY) (NOV)	1.40%	1.30%	1.20%	
13-12-16	EUR	EUR German ZEW Survey (Current Situation) (DEC)	63.5	59	58.8	
13-12-16	EUR	EUR German ZEW Survey (Economic Sentiment) (DEC)	13.8	14	13.8	
13-12-16	EUR	EUR Euro-Zone ZEW Survey (Economic Sentiment) (DEC)	18.1		15.8	

Source: www.dailyfx.com

PERIOD	SWAP	Change in Premiums	Swap Implied PKR Yield
1-WEEK	0.0868	0.0051	4.8%
2-WEEK	0.1725	0.0125	4.5%
1-MONTH	0.3134	0.0286	4.2%
2-MONTH	0.5733	0.0035	4.0%
3-MONTH	0.8377	0.0066	4.1%
4-MONTH	1.1299	0.0092	3.5%
5-MONTH	1.4263	0.0063	3.6%
6-MONTH	1.7018	0.0271	4.5%
12-MONTH	3.7504	0.0459	5.2%

Economic Indicators			
Forex Reserves	2-Dec-16	USD bn	23.344
CPI- MoM	1-Nov-16		0.20%
CPI- YoY	1-Nov-16		3.81%
MZ Growth	FY17 YTD		0.12%
SBP Target Rate	FY17 YTD		5.75%
SBP Discount Rate	FY17 YTD		6.25%
FDI	4MFY17	USD mn	316.1
Home Remittance	5MFY17	USD bn	7.874
Current A/C Def.	4MFY17	USD bn	1.762
Trade -Deficit	4MFY17	USD bn	7.796
Kerb USD/PKR	14-Dec-16	Bid/Ask	107.35/60
Govt. Domestic Debt	As at 31-08-2016	Rs trn	14.554
External Debt	As at 30-06-2016	USD bn	72.978
MSCI-EM Index	14/12/2016	Pts	876.07
PSX-100 Index	14/12/2016	Pts	46,117.52

Money Market 14-Dec-16		
	KIBOR	PKRV
1-Month	5.76%	5.89%
3-Month	5.84%	5.94%
6-Month	5.88%	5.97%
12-Month	5.93%	6.03%

PIB'S Auction Date		
Tenor	22-Sep-16	14-Dec-16
	Cut Off	Yeilds Bid/Ask
2-Years	-	6.14/10
3-Years	6.1970%	6.45/41
5-Years	6.7010%	7.25/21
10-Years	7.7995%	8.42/37

T-Bills Auction Date		
Tenor	08-Dec-16	14-Dec-16
	Cut Off	Yeilds Bid/Ask
3-Months	5.9463%	5.94/92
6-Months	5.9471%	5.98/94
12-Months	5.9485%	6.03/5.99

PMEX FUTURE CONTRACTS 14-Dec-16					
COMMODITIES	P (L/S)	E-L	T-P	S-L	STATUS (ACTIVE/TBE)
CRUDE-OIL	L	53.00	52.00	55.30	TBE
SILVER					
GOLD USD					
GOLD-EUR/USD	L	1.0670	1.0500	1.0770	TBE
GOLD-GBP/USD					
GOLD-USD/JPY					
GOLD-USD/CAD	L	1.2970	1.2850	1.3200	Active
GOLD-USD/CHF					
GOLD-AUD/USD					

P= POSITION L= LONG S= SHORT TBE= TO BE ENTERED
EL= ENTRY LEVEL TP= TAKE PROFIT SL= STOP LOSS