

FX – INTERBANK RATE:

18-Mar	OPEN	HIGH	LOW	CLOSE	Last Day Close
READY	104.68	104.69	104.67	104.68	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:

- ✓ SBP released the figure of total FX Reserves for the week ended 11th March, 2016. According to SBP, Total FX Reserves surged up by \$196.4mn from last week \$20.52bn to \$20.71bn. The breakup of total FX Reserves are as follows: SBP held FX Reserves rose by \$195.3mn from \$15.66bn to \$15.85bn and FX Reserves held in other banks also up by \$1.1mn from \$4.858bn to \$4.859bn.
- ✓ The Norway based Telenor Group Telecommunication giant has acquired further 49% shares in Tameer Micro Finance Bank and increased its share holding from 51% to 100%. That makes the country's first and largest microfinance bank a wholly-owned subsidiary of the Norway-based telecommunications giant.
- ✓ Pakistan and IMF would meet each other on 25th March for the 10th review under EFF after the successful meeting Pakistan will receive \$500mn from IMF under EFF.

MONEY MARKET:

- ✓ On Wednesday, SBP held its 19th MTB auction for FY-16, where the target amount is Rs200bn and the maturity amount is also Rs200.05bn. The total bid participation amount is recorded above from the target amount Rs309.81bn and Government accepted the amount just above the target and maturity amount Rs215.79bn. The Government accepted amount in 3, 6 and 12-Months are Rs12.07bn, Rs50.69bn and Rs153.02bn respectively. As per our expectation cut-off yield remained unchanged. The cut-off yield for 3, 6 and 12-months are 6.17%, 6.20% and 6.22% respectively.
- ✓ Yesterday, SBP ceiling was hit for Rs25bn.
- ✓ Today PBS released the data of weekly inflation for the week ended 17th March, 2016. According to PBS, SPI rose by 0.17% from last week 214.24bps to 214.61bps.
- ✓ Today SBP conducted 7-Day OMO (Injection), where total amount offered has been accepted Rs1.471trn at 6.03%.
- ✓ 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 the bond secondary market, when issue is traded at following levels: 3-year at 6.34/28, 5-year at 6.97/92 and 10-year at 8.25/20 respectively.

COMMODITY MARKET:

- ✓ **GOLD:** Gold traded higher as investors continued to react to a surprising move from the Federal Reserve Yellow metal is currently trading at \$1,254.81 per ounce.
- ✓ **CRUDE:** Crude oil advanced as the dollar continued its downward spiral after dovish monetary policy decision. Black gold is currently trading at \$40.22 per

PERIOD	SWAP	Change in Premiums	Swap Implied PKR Yield
1-WEEK	0.1125	(0.0050)	6.0%
2-WEEK	0.2150	(0.0050)	5.5%
1-MONTH	0.4800	(0.0200)	5.8%
2-MONTH	0.9150	(0.0150)	5.7%
3-MONTH	1.3550	0.0300	5.8%
4-MONTH	1.6950	(0.0350)	5.0%
5-MONTH	2.0900	-	5.1%
6-MONTH	2.4750	(0.0400)	5.6%
12-MONTH	4.6000	-	5.6%

Economic Indicators			
Forex Reserves	11-Mar-16	USD bn	20.718
CPI- MoM	01-Feb-16		-0.30%
CPI- YoY	01-Feb-16		4.02%
M2 Growth	FY16 YTD		4.10%
SBP Target Rate	FY16 YTD		6.00%
FDI	8MFY16	USD mn	750.9
Home Remittance	8MFY16	USD bn	12.714
Current A/C Def.	7MFY16	USD bn	2.036
Trade -Deficit	7MFY16	USD bn	12.076
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	18/03/16	Pts	32,691.33

Money Market	18-Mar-16	
	KIBOR	PKRV
1Month	5.99%	6.20%
3Month	6.10%	6.18%
6Month	6.10%	6.19%
12Month	6.14%	6.20%

PIB'S	Auction Date	
Tenor	25-Feb-16	18-Mar-16
	Cut Off Yields	Bid/Ask
2Years	-	6.24/19
3Years	6.3469%	6.32/29
5Years	7.0492%	6.96/93
10Years	8.2505%	8.26/22

T-Bills	Auction Date	
Tenor	17-Mar-16	18-Mar-16
	Cut Off Yields	Bid/Ask
3Months	6.1697%	6.19/15
6Months	6.2026%	6.19/17
12Months	6.2192%	6.22/19

Commodities			15/03/16
Gold Recommendation			
Level	Long@	Short@	
Entry level	1210	1275	
Stop loss	1190	1295	
Take profit	1255	1255	

Crude Recommendation			
Level	Long@	Short@	
Entry level	34	40	
Stop loss	32	31	
Take profit	37	38	