

FX – INTERBANK RATE:

18-Nov	OPEN	HIGH	LOW	CLOSE	Last Day Close
READY	104.84	104.85	104.83	104.84	104.82

FX MARKET:

- ✓ The exchange rate traded in a narrow band.
- ✓ Swaps were again seen trending lower as the buy sell pressure continued to push the premiums lower. With FX reserves also declining and no foreign inflows expected through privatisation or an international Bond offering, the market players are hence building their Nostradamus to fund expected and current payments.
- ✓ SBP released the figure of total FX-Reserves for the week ended 11th November, 2016. According to SBP, Total FX-Reserves dropped by \$57.6mn as compared to the previous week \$24.15bn to \$24.09bn. The break-up of total FX-Reserves are as follows: SBP held FX-Reserves decreased by \$48.8mn from \$19.07bn to \$19.02bn while FX-Reserves held in other banks fell by \$8.8mn from \$5.07bn to \$5.06bn. The decrease in reserves was mainly due to payments on a/c of external debt servicing

MONEY MARKET:

- ✓ Today PBS released the data of weekly inflation for the week ended 17th November, 2016. According to PBS, SPI rose by 0.11% as compared to the previous week 220.45bps to 220.70bps.
- ✓ Today SBP conducted 7-Days OMO (Injection), where total amount offered was Rs742bn from which the amount accepted was Rs680bn at 5.80%.
- ✓ Today MM initiated at 5.75%-5.85% and traded whole day with in the range of 5.75%-5.85% and expected to close at same.

COMMODITY MARKET:

- ✓ **GOLD:** Gold traded lower amid gains in the greenback, after hawkish comments from the US Fed Chair, Janet Yellen, increased the prospects for a December interest rate hike. Yellow metal is currently trading at \$1,208.53 per ounce.
- ✓ **CRUDE:** Crude oil declined after the Saudi Arabia Energy Minister, Khalid al-Falih, expressed optimism over OPEC ability to reach an output deal later this month. Black gold is currently trading at \$45.92 per barrel.

PERIOD	SWAP	Change in Premiums	Swap Implied PKR Yield
1-WEEK	0.0600	(0.0200)	3.4%
2-WEEK	0.1200	(0.0250)	3.2%
1-MONTH	0.2800	(0.0250)	3.7%
2-MONTH	0.5600	(0.0350)	3.8%
3-MONTH	0.8800	0.0050	4.2%
4-MONTH	1.1700	(0.0100)	3.7%
5-MONTH	1.4300	(0.0300)	3.6%
6-MONTH	1.7350	(0.0250)	4.5%
12-MONTH	3.8500	(0.1500)	5.2%

Economic Indicators			
Forex Reserves	4-Nov-16	USD bn	24.153
CPI- MoM	1-Oct-16		0.80%
CPI- YoY	1-Oct-16		4.21%
M2 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	4MFY17	USD bn	6.258
Current A/C Def.	1QFY17	USD bn	1.368
Trade -Deficit	1QFY17	USD bn	6.078
Govt. Domestic Debt	As at 31-08-2016	Rs trn	14.554
External Dbt	As at 30-06-2016	USD bn	72.978
MSCI-EM Index	11/11/2016	Pts	862.83
KSE-100 Index	11/11/2016	Pts	42,854.88

Money Market		18-Nov-16
	KIBOR	PKRV
1-Month	5.74%	5.87%
3-Month	5.80%	5.92%
6-Month	5.82%	5.94%
12-Month	5.89%	5.98%

PIB'S Auction Date		
Tenor	22-Sep-16	18-Nov-16
	Cut Off Yields	Bid/Ask
2-Years	-	6.06/03
3-Years	6.1970%	6.26/22
5-Years	6.7010%	6.84/81
10-Years	7.7995%	7.98/94

T-Bills Auction Date		
Tenor	10-Nov-16	18-Nov-16
	Cut Off Yields	Bid/Ask
3-Months	5.9463%	5.91/89
6-Months	5.9471%	5.92/90
12-Months	5.9148%	5.98/94

Commodities 15-September-16		
Crude Oil Recommendation		
Technical Level	Long@	Short@
Entry level	-	-
Stop loss	-	-
Take profit	-	-

Gold Recommendation		
Technical Level	Long@	Short@
Entry level	-	-
Stop loss	-	-
Take profit	-	-

