

FX – INTERBANK RATE:

19-Aug	OPEN	HIGH	LOW	CLOSE	Last Day Close
READY	104.70	104.72	104.70	104.70	104.71

✓ **Forecast for tomorrow:**

As per today's activity, we expect the market to continue to trade within the range of **104.65/104.75**

FX MARKET:

- ✓ SBP released the figure of total FX Reserves for the week ended 12th August, 2016. According to SBP, Total FX Reserves was increased by \$28.1mn as compared to the previous week \$22.59bn to \$22.62bn. The break-up of total FX Reserves are as follows: SBP held FX Reserves rose by \$55.4mn from \$17.66bn to \$17.71bn while FX Reserves held in other banks fell by \$27.3mn from \$4.93bn to \$4.90bn.

MONEY MARKET:

- ✓ Today PBS released the data of weekly inflation for the week ended 19th August, 2016. According to PBS, SPI increased by 0.21% as compared to the last week 218.52bps to 218.97bps.
- ✓ Today SBP conducted 7-Day OMO (Injection), where total amount offered was Rs689bn from which the amount accepted was Rs670bn at 5.79%.
- ✓ Today MM initiated at 5.75%-6.00% and traded whole day with in the range of 5.75%-6.00% and expected to close at same.
- ✓ Today in bond secondary market, when issue is traded in 3, 5 and 10-years at 6.19/17, 6.70/67 and 7.77/75 respectively.

COMMODITY MARKET:

- ✓ **GOLD:** Gold traded higher amid rising speculation that US Fed will slow down the pace of interest rate hikes. Yellow metal is currently trading at \$1,345.36 per ounce.
- ✓ **CRUDE:** Crude oil advanced amid mounting hopes that Saudi Arabia and Russia will agree to curb production. Black gold is currently trading at \$48.10 per barrel.

USD/PKR Fx			
PERIOD	SWAP	Change in Premiums	Swap Implied PKR Yield
1-WEEK	0.0825	(0.0100)	4.6%
2-WEEK	0.1700	(0.0113)	4.4%
1-MONTH	0.3850	(0.0300)	4.8%
2-MONTH	0.7650	(0.0100)	4.9%
3-MONTH	1.1700	0.0150	5.3%
4-MONTH	1.5050	(0.0100)	4.6%
5-MONTH	1.8700	-	4.6%
6-MONTH	2.2600	(0.0050)	5.5%
12-MONTH	4.5500	0.0500	5.9%

Economic Indicators			
Forex Reserves	12-Aug-16	USD bn	22.623
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			19-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	19-Aug-16	
	Cut Off	Yeilds	Bid/Ask
2-Years	-		6.00/5.95
3-Years	6.2058%		6.17/14
5-Years	6.7029%		6.67/64
10-Years	7.8003%		7.75/72

T-Bills Auction Date			
Tenor	18-Aug-16	19-Aug-16	
	Cut Off	Yeilds	Bid/Ask
3-Months	5.8571%		5.85/82
6-Months	5.9046%		5.89/87
12-Months	5.9148%		5.91/89

Commodities 17-August-16

Crude Oil Recommendation		
Technical Level	Long@	Short@
Entry level	44.00	49.00
Stop loss	42.00	52.00
Take profit	47.00	46.00

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