

**FX – INTERBANK RATE:**

19-Feb	OPEN	HIGH	LOW	CLOSE	Last Day Close
READY	104.82	104.82	104.78	104.78	104.80

- ✓ **Forecast for tomorrow:**  
As per today's activity, we expect the market to continue to trade within the range of **104.75/104.85**

**FX MARKET:**

- ✓ The exchange rate moved lower today as the tight money market conditions lead players to short the dollar, supported by the rise in FX reserves.
- ✓ Swaps moved higher today supported by the FX reserves showing a gain of \$180mn for the 1<sup>st</sup> time in a month. The 6-month was traded at Rs2.45 while the 5-month traded at Rs2.05. The swaps later moved lower again as demand for the greenback kicked in during the last hour of trading.
- ✓ SBP released the figure of total FX Reserves for the week ended 12<sup>th</sup> February, 2016. According to SBP, Total FX Reserves surged up by \$192.1mn from last week \$20.19bn to \$20.38bn. The breakup of total FX Reserves are as under: SBP held FX Reserves rose by \$173.8mn from \$15.34bn to \$15.51bn while FX Reserves held by other banks also up by \$18.3mn from \$4.85bn to \$4.87bn.

**MONEY MARKET:**

- ✓ Today PBS released the data of weekly inflation for the week ended 18<sup>th</sup> February, 2016. According to PBS, SPI fell by 0.22% from previous week 215.98bps to 215.50bps.
- ✓ Today SBP conducted OMO (Injection), where total amount offered was Rs1.245trn from which the amount accepted was Rs1.200trn at 6.07%.
- ✓ Today MM initiated at 6.00%-6.25% and traded whole day in the range of 6.00%-6.20% and expected to close at same.
- ✓ Today in bond secondary market, when issue is traded at following levels: 3-Years at 6.43/37, 5-Years at 7.05/6.94 and 10-Years at 8.48/42 respectively.

**COMMODITY MARKET:**

- ✓ **GOLD:** Gold traded higher as investors reacted to relatively dovish minutes from the Federal Reserve's January meeting. Yellow metal is currently trading at \$1,223.24 per ounce.
- ✓ **CRUDE:** Crude oil advanced after an unexpected build in U.S. inventories last week pushed inventories to near full storage capacity. Black gold is currently trading at \$30.13 per barrel.

PERIOD	SWAP	Change in	Swap Implied
1-WEEK	0.1115	0.0015	5.9%
2-WEEK	0.2175	(0.0050)	5.6%
1-MONTH	0.4800	0.0350	5.7%
2-MONTH	0.8975	0.0075	5.8%
3-MONTH	1.3000	0.0200	5.6%
4-MONTH	1.6850	(0.0100)	5.1%
5-MONTH	2.0550	0.0350	5.0%
6-MONTH	2.4500	0.0350	5.5%
12-MONTH	4.6500	-	5.6%

Economic Indicators			
Forex Reserves	05-Feb-16	USD bn	201.95
CPI- MoM	01-Jan-16		0.20%
CPI- YoY	01-Jan-16		3.32%
M2 Growth	FT16 YTD		3.07%
SBP Target Rate	FT16 YTD		6.00%
FDI	7MFT16	USD mn	647.9
Home Remittance	7MFT16	USD bn	11.195
Current A/C Def.	6MFT16	USD bn	1.267
Trade Deficit	6MFT16	USD bn	10.098
Govt. Domestic Debt	As at 31-12-2015	Rstrn	13.185
External Debt	As at 30-09-2015	USD bn	55.609
RSE-300 Index	02/02/16	PTS	31,960.61

Money Market	19-Feb-16	
	KIBOR	PKRV
1Month	6.53%	6.49%
3Month	6.56%	6.50%
6Month	6.62%	6.52%
12Month	6.91%	6.57%

PIB'S	Auction Date	
Tenor	28-Jan-16	19-Feb-16
	Cut Off Yields	Bid/Ask
2Years	-	6.30/25
3Years	6.5002%	6.40/35
5Years	7.5484%	6.97/92
10Years	8.8509%	8.45/40

T-Bills	Auction Date	
Tenor	18-Feb-16	19-Feb-16
	Cut Off Yields	Bid/Ask
3Months	6.2144%	6.21/15
6Months	6.2239%	6.22/18
12Months	6.2419%	6.22/17

Commodities			12/02/16
Crude Oil Recommendation			
Level	Long@	Short@	
Entry level	-	-	
Stop loss	-	-	
Take profit	-	-	
Gold Recommendation			
Level	Long@	Short@	
Entry level	-	-	
Stop loss	-	-	
Take profit	-	-	