

DAILY C&M MARKET REVIEW

FOREIGN EXCHANGE-FX-MARKET:

- ✓ Today, in interbank session, PKR dropped by 28paise against the Yesterday's close at Rs153.25 to Rs153.53.
- ✓ During the day, USD/PKR traded within the range of 72paise from low at Rs153.0 to high at Rs153.72.
- ✓ On WoW basis, in interbank session, PKR strengthened by 87paise against the previous week close at Rs154.40 to Rs153.53.
- ✓ During the last whole week, USD/PKR traded within the range of Rs2 & 90paise from low at Rs151.50 to high at Rs154.40.



ECONOMIC-DATA:

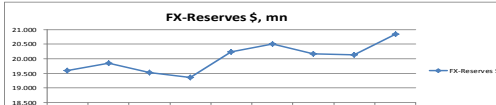
FORIEGN EXCHANGE-FX RESERVES:

- ✓ SBP released the figure of total FX-Reserves for the week ended 26<sup>th</sup> March 2021. According to the SBP, FX-Reserves advanced by \$401.80mn as compared to the last week \$20.43bn to \$20.83bn.
- ✓ The break-up of total FX-Reserves are as under;
- ✓ SBP held FX-Reserves increased by \$378.0mn from \$13.29bn to \$13.67bn while FX-Reserves held in other banks also rose by \$23.80mn form \$7.13bn to \$7.16bn respectively.
- ✓ During the last week, SBP received \$498.70mn from IMF under EFF Program after accounting for external debt repayments.



FX-RESERVES Held by	FX-RESERVES WoW Change Amount in \$, mn			
	Previous 19-Mar-21	Current 26-Mar-21	Change \$	Change %
State Bank of Pakistan-SBP	13,295.00	13,673.00	378.00	2.76
Commercial Banks	7,139.60	7,163.40	23.80	0.33
<b>Total</b>	<b>20,434.60</b>	<b>20,836.40</b>	<b>401.80</b>	<b>1.93</b>

- ✓ On MoM basis, FX-Reserves surged-up by \$702.90mn as compared to the precious month \$20.13bn to \$20.83bn.
- ✓ The break-up of total FX-Reserves are as under;
- ✓ SBP held FX-Reserves advanced by \$694.60mn from \$12.97bn to \$13.67bn while FX-Reserves held in other banks also rose by \$8.30mn form \$7.15bn to \$7.16bn respectively
- ✓ During the last month, SBP FX-Reserves increased as SBP received \$498.70mn from IMF under EFF Program.



FX-RESERVES Held by	FX-RESERVES MoM Change Amount in \$, mn			
	February	March	Change in \$	Change in %
State Bank of Pakistan-SBP	12,978.40	13,673.00	694.60	5.08
Commercial Banks	7,155.10	7,163.40	8.30	0.12
<b>Total</b>	<b>20,133.50</b>	<b>20,836.40</b>	<b>702.90</b>	<b>3.37</b>

ECONOMIC DATA RELEASED DURING THE LAST 24-HOURS					
Date	Event	Impact	Actual	Forecast	Previous
2/4/2021	FX-Reserves for 26 Mar 21	MEDIUM	\$20.836bn	\$20.525bn	\$20.434bn

Ready Rates-PKR		2/4/2021	
Open	153.45	Last Day Close	LDC: 153.30
High	153.72		
Low	153.00		
Close	153.55		

USD/PKR SWAP YIELDS-%			
PERIOD	SWAP	Change in Premiums	Swap Implied PKR Yield
1-Week	0.2070	0.0050	7.12%
1-Month	0.9047	(0.0262)	6.63%
2-Month	1.7122	(0.0298)	6.81%
3-Month	2.6004	(0.0680)	6.91%
4-Month	3.4067	(0.0622)	6.73%
5-Month	4.3676	(0.0590)	6.99%
6-Month	5.3252	(0.0835)	7.08%
1-Year	11.0244	(0.0635)	7.46%

FORIEGN EXCHANGE-FX ECONOMIC INDICATORS			
Items	Period	Unit	Figure
<b>Gross Domestic Product-GDP</b>			
GDP	7MFY-20/21	USD bn	176.2
<b>Foreign Exchange-FX-Reserves</b>			
FX-Reserves-WoW	26-Mar-21	USD bn	20.836
FE-25 Import Financing	February, 2021	USD mn	419
SBP Forward/Swap Position	31-Jan-21	USD bn	(4.640)
Net International Reserves-NIR (EST)	26-Mar-21	USD bn	(8.347)
Kerb USD/PKR	2-Apr-21	Bid/Ask	152.80/153.80
Real Effective Exchange Rate-REER	January, 2021	Rs	95.32
<b>FX-Economic Data</b>			
Foreign Direct Investment-FDI	8MFY-20/21	USD bn	1.30
Home Remittance	8MFY-20/21	USD bn	18.742
CAB-S(D)	8MFY-20/21	USD mn	881.000
CAB-S(D) % of GDP	8MFY-20/21	%	0.50
Trade Balance-S(D)	8MFY-20/21	USD bn	(17.421)
<b>GOVT. Circular Debt &amp; External Liabilities</b>			
Government Domestic Debt & Liabilities	As at 31-12-2020	Rs trn	15.59
External Debt	As at 31-12-2020	USD bn	115.76
Central Debt	1H FY-20/21	Rs trn	24.31

KIBOR AND PKRV RATE (%)				
Tenor	KIBOR-%	2-Apr-21 PKRV Rates-%		
1-Month	7.05	7.26		
3-Month	7.34	7.41		
6-Month	7.63	7.74		
12-Month	7.74	7.88		
<b>Pakistan Investment Bonds-PIB's</b>				
Period	3-Mar-21		2-Apr-21	
	Cut Off Yields-%	Bid-%	Ask -%	
2-Yrs	-	8.50	8.40	
3-Yrs	9.4100	9.35	9.30	
5-Yrs	9.9000	9.80	9.75	
10-Yrs-Fix	10.2890	10.40	10.35	
Floating	8.1498	102	101.75	
15-years*	10.0000		10.63	
20-years*	10.5800		10.74	
<b>Market Treasury Bills-MTB</b>				
Tenor	24-Mar-21		2-Apr-21	
	Cut Off Yields-%	Bid-%	Ask-%	
3-M	7.5398	7.43	7.41	
6-M	7.8000	7.78	7.76	
12-M	7.7900	7.85	7.80	

Note: \* The secondary yields for 15 & 20-years Bonds are not available, so instead of leaving it blank, we inputted PKRV Rates.

MONEY MARKET-MM ECONOMIC INDICATORS			
Items	Period	Unit	Figure
<b>Large Scale Manufacturing Industries-LSMI</b>			
LSMI	7MFY-20/21	bps	147.22
<b>Consumer Price Index-CPI</b>			
Sensitive Price Index-SPH-WoW	25-Mar-21	bps	147.76
CPI (YoY)	February, 2021	%	8.70
CPI (MoM)	February, 2021	%	1.80
CPI-Urban-YoY	February, 2021	%	8.60
CPI-Rural-YoY	February, 2021	%	8.80
PAK CPI-YoY minus US CPI-YoY	8.70%-1.40%		7.30
<b>M2 Growth</b>			
M2 Growth-YoY	1 July 20-19-Mar 21	%	5.77
Net Govt. Sector Borrowing	1 July 20-19-Mar 21	Rs bn	586.79
GOVT. borrowing for budgetary support from SBP	1 July 20-19-Mar 21	Rs bn	692.77
Credit to Private Sector-YoY	1 July 20-19-Mar 21	Rs bn	357.30
Govt. Foreign Commercial Banks Borrowing	1QFY-20/21	USD mn	136.70
<b>Policy Rate</b>			
SBP Policy Rate	FY-20/21 YTD	%	7.00
SBP Q/N REPO & Reserve REPO Rate	Floor & Ceiling	%	6.00-8.00
SBP Policy Rate minus USD FED Fund Rate	7.00%-0.25%	%	6.75
1-Year KIBOR minus 1-Year LIBOR	7.74%-0.28%	%	7.46
<b>Rating &amp; Outlook</b>			
Standard & Poor's SBP	Rating & Outlook	Rank	B-
Moody's	Rating & Outlook	Rank	B3-Stable
<b>Stock Exchange &amp; Market Index</b>			
MSCI-Emerging Market Index-EMI	2-Apr-21	Pts	1,338.13
Pakistan Stock Exchange-PSX-100 Index	2-Apr-21	Pts	44,300.95
Foreign Investor Portfolio Investment-FPI	1-Apr-21	USD '000	1,268,764
<b>Special Convertible Rupee Account-SCRA</b>			
SCRA-Cumulative	1 July 20 To-Date	USD mn	(345.95)
SCRA-T-Bills & PIB's	1 July 20 To-Date	USD mn	(17.20)
SCRA-T-Bills & PIB's	Mar-21	USD mn	82.57

US-LIBOR Rate		
Tenor	Units	LIBOR Rate
3-Month	%	0.19425
6-Month	%	0.20525
12-Month	%	0.28313

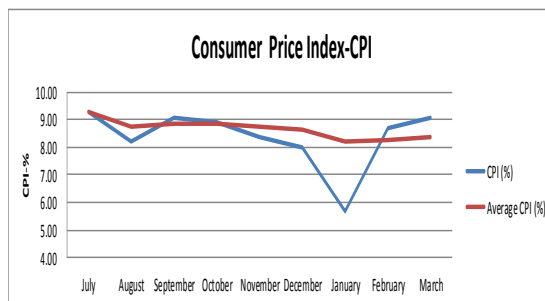
MONEY MARKET-MM:

- ✓ Today SBP conducted 1-Day OMO (Injection), where bid amount total was Rs276.75bn from which the accepted amount was Rs190.0bn at 7.11%.
- ✓ Today SBP conducted 7-Days OMO (Injection), where bid amount total was Rs1.74trn from which the accepted amount was Rs1.65trn at 7.04%.
- ✓ Today MM initiated at 7.50% and traded whole day within the range at 7.10%-7.90% and closed at 7.90%.

ECONOMIC-DATA:

CONSUMER PRICE INDEX-CPI:

- ✓ CPI increased by 9.05% on YoY basis for the month of March 2021 recorded 0.35% higher as compared to the previous month 8.70% but 0.22% lower from our expectation 9.27%.
- ✓ On MoM basis, CPI rose by 0.36% as compared to the last month increase of 1.80% and from our expectation increase of 0.54%..
- ✓ CPI figure calculated with the average of Urban and Rural Inflation.
- ✓ CPI Urban increased by 8.70% while CPI Rural increased by 9.50% on YoY basis.
- ✓ The average inflation for 9MFY-20/21 is recorded at 8.35%.



CPI-FY-20/21 Base Year FY-15/16		
Month	CPI (%)	Average CPI (%)
July	9.30	9.30
August	8.20	8.75
September	9.04	8.85
October	8.91	8.86
November	8.35	8.76
December	7.97	8.63
January	5.65	8.20
February	8.70	8.27
March	9.05	8.35

PAKISTAN ECONOMIC DATA RELEASED DURING THE LAST 24-HOURS					
Date	Event	Impact	Actual	Forecast	Previous
2/4/2021	CPI for Mar 21-YoY	HIGH	9.05%	9.27%	8.70%
2/4/2021	CPI for Mar 21-MoM	HIGH	0.36%	0.54%	1.80%