

FX – INTERBANK RATE:

23-Dec	OPEN	HIGH	LOW	CLOSE	Last Day Close
READY	104.85	104.85	104.85	104.85	104.85

FX MARKET:

- ✓ SBP released the figure of total FX-Reserves for the week ended 15th December, 2016. According to SBP, Total FX-Reserves are declined by \$162.8mn as compared to the previous week \$23.29bn to \$23.13bn. The break-up of total FX-Reserves are as follows: SBP held FX-Reserves decreased by \$132.8mn from \$18.32bn to \$18.19bn and FX-Reserves held in other banks also fell by \$30.0mn from \$4.97bn to \$4.94bn. The decrease is due to external debt servicing and other official payments.
- ✓ Yesterday, The PSX sold 40% strategic shares to a Chinese consortium that made the highest bid of Rs28/share for 320mn shares on offer. The value of the transaction is calculated to Rs8.96bn (\$85mn).
- ✓ The Chinese consortium is divided into 3-Chinese Exchanges: China Financial Futures Exchange Co Ltd, Shangai Stock Exchange and Shenzhen Stock Exchange. Together they will take 30% of the strategic stock.
- ✓ While the remaining 10% will pick-up by 2-local financial institution Pak-China Investment Co Ltd and Habib Bank Ltd both 5% each.

MONEY MARKET:

- ✓ Today PBS released the data of weekly inflation for the week ended 22nd December, 2016. According to PBS, SPI fell by 0.45% as compared to the last week 219.43bps to 218.45bps.
- ✓ Today SBP conducted 7-Days OMO (Injection), where total amount offered was Rsbn out of which the amount offered was Rsbn at %.
- ✓ Today MM initiated at 5.80%-6.00% and traded whole day with in the range of 5.80%-6.00% and expected to close at same.
- ✓ Today in bond secondary market when-issue traded at following levels: 3-year at 6.70/65, 5-year at 7.60/55 and 10-year at 8.60/55 respectively.

COMMODITY MARKET:

- ✓ **GOLD:** Gold traded lower as strong greenback supported by strong US GDP growth data for the 3rd quarter. Yellow metal is currently trading at \$1,132.60 per ounce.
- ✓ **CRUDE:** Crude oil advanced supported by strong US GDP growth data for the 3rd quarter. Black gold is currently trading at \$51.51 per barrel.

WORLD ECONOMIC DATA RELEASED DURING THE LAST 24-HOURS

Date	Events	Actual	Forecast	Previous
22-12-16	EUR ECB Publishes Economic Bulletin			
22-12-16	USD Gross Domestic Product (Annualized) (3Q T)	3.50%	3.30%	3.20%
22-12-16	USD Gross Domestic Product Price Index (3Q T)	1.40%	1.40%	1.40%
22-12-16	USD Personal Consumption (3Q T)	3.00%	2.80%	2.80%
22-12-16	USD Core Personal Consumption Expenditure	1.70%	1.70%	1.70%
22-12-16	USD Durable Goods Orders (NOV P)	-4.60%	-4.80%	4.80%
22-12-16	USD Durables Ex Transportation (NOV P)	0.50%	0.20%	0.90%
22-12-16	USD Initial Jobless Claims (DEC 17)	275k	257k	254k
22-12-16	USD Continuing Claims (DEC 10)	2036k	2010k	2021k
22-12-16	CAD Statistics Canada to Report New Measure			
22-12-16	CAD Retail Sales (MoM) (OCT)	1.10%	0.30%	0.80%
22-12-16	CAD Consumer Price Index (MoM) (NOV)	-0.40%	-0.20%	0.20%
22-12-16	CAD Consumer Price Index (YoY) (NOV)	1.20%	1.40%	1.50%
22-12-16	USD FHFA House Price Index (MoM) (OCT)	0.40%	0.50%	0.60%
22-12-16	USD Personal Income (NOV)	0.00%	0.30%	0.50%
22-12-16	USD Personal Spending (NOV)	0.20%	0.30%	0.40%
22-12-16	USD Real Personal Spending (NOV)	0.10%	0.10%	0.10%
22-12-16	USD Leading Indicators (NOV)	0.00%	0.10%	0.10%
22-12-16	USD PCE Deflator (MoM) (NOV)	0.00%	0.20%	0.20%
22-12-16	USD Personal Consumption Expenditure	1.40%	1.50%	1.40%
22-12-16	USD Personal Consumption Expenditure Core	0.00%	0.10%	0.10%
22-12-16	USD Personal Consumption Expenditure Core	1.60%	1.70%	1.80%

Source: www.dailyfx.com

PERIOD	SWAP	Change in Premiums	Swap Implied PKR Yield
1-WEEK	0.0700	(0.0039)	4.2%
2-WEEK	0.0550	(0.0250)	1.5%
1-MONTH	0.2000	(0.0226)	3.0%
2-MONTH	0.4600	(0.0173)	3.4%
3-MONTH	0.6950	0.0041	3.6%
4-MONTH	0.9700	(0.0124)	3.1%
5-MONTH	1.2450	(0.0304)	3.2%
6-MONTH	1.5500	(0.0056)	4.2%
12-MONTH	3.5500	(0.0439)	5.1%

ECONOMIC INDICATOR			
Forex Reserves	15-Dec-16	USD bn	23.132
CPI- MoM	1-Nov-16		0.20%
CPI- YoY	1-Nov-16		3.81%
M2 Growth	FY17 YTD		0.12%
SBP Target Rate	FY17 YTD		5.75%
SBP Discount Rate	FY17 YTD		6.25%
FDI	5MFY17	USD mn	459.8
Home Remittance	5MFY17	USD bn	7.874
Current A/C Def.	4MFY17	USD bn	1.762
Trade -Deficit	4MFY17	USD bn	7.796
Kerb USD/PKR	23-Dec-16	Bid/Ask	108.50/75
Govt. Domestic Debt	As at 31-08-2016	Rs trn	14.554
External Debt	As at 30-06-2016	USD bn	72.978
MSCI-EM Index	23/12/2016	Pts	841
PSX-100 Index	23/12/2016	Pts	46,465.78

DATA	3-MONTH	6-MONTH	12-MONTH
LIBOR 21-Dec	0.99761%	1.31600%	1.68956%

Money Market		
Tenor	KIBOR	PKRV
1-Month	5.76%	5.90%
3-Month	5.86%	5.94%
6-Month	5.89%	5.97%
12-Month	5.92%	6.04%

PIB'S Auction Date		
Tenor	22-Sep-16 Cut Off Yields	23-Dec-16 Bid/Ask
2-Years	-	6.20/15
3-Years	6.1970%	6.45/40
5-Years	6.7010%	7.32/28
10-Years	7.7995%	8.50/45

T-Bills Auction Date		
Tenor	22-Dec-16 Cut Off Yields	23-Dec-16 Bid/Ask
3-Months	5.9910%	5.99/97
6-Months	6.0109%	6.03/5.98
12-Months	5.9485%	6.07/03

PMEX FUTURE CONTRACTS					22-Dec-16
COMMODITIES	P (L/S)	E-L	T-P	S-L	STATUS (ACTIVE/ TBE)
CRUDE-OIL					
SILVER					
GOLD USD	L	1140.00	1180.00	1120.00	ACTIVE
GOLD-EUR/USD	L	1.0380	1.0600	1.0280	ACTIVE
GOLD-GBP/USD					
GOLD-USD/JPY	S	118.60	116.00	120.00	TBE
GOLD-USD/CAD					
GOLD-USD/CHF					
GOLD-AUD/USD	L	0.7290	0.7200	0.7400	ACTIVE

P= POSITION L= LONG S= SHORT TBE= TO BE ENTERED
EL= ENTRY LEVEL TP= TAKE PROFIT SL= STOP LOSS