

**FX – INTERBANK RATE:**

24-Jan	OPEN	HIGH	LOW	CLOSE	Last Day Close
Ready Rates	110.55	110.55	110.54	110.55	110.55

**FX-MARKET:**

- ✓ On Monday, IMF revised nearly all the forecasts up-ward of World Economic Outlook for 2018 and 2019 from October Edition.
- ✓ IMF said that the global economy is now expected to grow 3.9% this year and next and up from 3.7% in 2017.
- ✓ Advanced economies are seeing solid simultaneous growth and the US tax reform passed just before Christmas will have a measurable effect at least for a couple of years.
- ✓ Some 120 economies, accounting for 3-quarters of world GDP, have seen a pick-up in growth in YoY terms in 2017, the broadest synchronized global growth upsurge since 2010.
- ✓ However, the fund warns that exuberant financial markets could be due for a reversal.

**MONEY-MARKET:**

- ✓ SBP issued the numbers of M2-Growth for the week ended 12<sup>th</sup> January, 2018. According to the SBP, M2 posted the positive growth by 1.86% from YoY basis.
- ✓ Today SBP held its 7<sup>th</sup> PIB Auction for FY-17/18, where target amount total is Rs50.0bn while the maturity amount is Rs84.36bn. The total bid participation is recorded Rsbn that is distributed into 3 and 10-years Rs31.85bn and Rs1.436bn respectively. While in 5-years no bids were received. We expect that the 7<sup>th</sup> PIB auction bids may be rejected in 3 and 10-years period.

7th PIB Auction Result for FY-17/18				
As per our Expectation based on Bid Participation				
Maturity Period	Cut-off Yield	Weighted Avg Yield	Realized Value (Rs, bn)	Face Value (Rs, bn)
3-Years	6.4074%		<i>Bids may be rejected</i>	
5-Years	6.8989%		<i>Bids were not received</i>	
10-Years	7.9414%		<i>Bids may be rejected</i>	
<b>Total</b>			<b>0.000</b>	<b>0.000</b>

- ✓ Today MM O/N initiated at 5.60%-5.75% and traded whole day with-in the range of 5.10%-5.75% and closed at 5.10%-5.50%.

**COMMODITIES-MARKET:**

- ✓ **GOLD:** In the last 4-hours, Gold strongly moved higher and successfully broke the resistance of upper Bollinger band and closed well above it confirmed that yellow metal will resume its positive movement and I long run objective the next main target of the yellow metal would be at 1,375. But before continue its positive trend we expect yellow metal will take correction and come back lower, moving lower it may again test the previous level of 1,345. Yellow metal is currently trading at \$1,349.51 per ounce.
- ✓ **CRUDE OIL:** In the last 4-hours, Crude oil started to trade lower but later bounced back upside direction strongly found the resistance of upper Bollinger band held the resistance and closed below it witnessed that upside movement will remain valid and moving higher black gold will find resistance at the level of \$49.00 per barrel.

USD/PKR \$1			
PERIOD	SWAP	Change in Premiums	Swap Implied PKR Yield
1-WEEK	0.0700	(0.0029)	4.77%
2-WEEK	0.1250	(0.0050)	4.45%
1-MONTH	0.2600	0.0141	4.33%
2-MONTH	0.4300	(0.0082)	4.04%
3-MONTH	0.5550	0.0072	3.78%
4-MONTH	0.7600	0.0097	3.90%
5-MONTH	0.9550	(0.0092)	3.93%
6-MONTH	1.1150	0.0042	3.97%
12-MONTH	2.2000	(0.0420)	4.22%

ECONOMIC INDICATORS			
Items	Period	Unit	Figure
Forex Reserves	5-Jan-18	USD bn	20.02
CPI- MoM	2-Dec-17	%	4.57
CPI- YoY	2-Dec-17	%	-0.10
M2 Growth	FY-17/18 YTD	%	1.35
SBP Target Rate	FY-17/18 YTD	%	5.75
SBP Discount Rate	FY-17/18 YTD	%	6.25
FDI	1HFY-17/18	USD bn	1.381
Home Remittance	1HFY-17/18	USD bn	9.744
CAD	1HFY-17/18	USD bn	7.413
Trade -Deficit	1HFY-17/18	USD bn	16.883
Kerb USD/PKR	24-Jan-18	Bid/Ask	112.10/50
Govt. Domestic Debt	As at 31-10-2017	Rs trn	16.083
External Debt	As at 30-09-2017	USD bn	85.05
S & P	Rating & Outlook		Stable-B
Moody's	Rating & Outlook		Stable-B3
MSCI-EM Index	24-Jan-18	Pts	1,250.14
PSX-100 Index	1/24/2018	Pts	44,899.98

DATA	3-MONTH	6-MONTH	12-MONTH
LIBOR 22-Jan-18	1.74130%	1.92550%	2.22781%

KIBOR AND PKRV RATE 24-Jan-18		
Tenor	KIBOR	PKRV
1-Month	5.78%	5.87%
3-Month	5.91%	5.98%
6-Month	5.95%	6.01%
12-Month	6.00%	6.04%

PAKISTAN INVESTMENT BONDS-PIB's		
Tenor	16-Nov-17 Cut Off Yields	24-Jan-18 Bid/Ask
2-Years	-	6.73/68
3-Years	6.4074%	7.48/43
5-Years	6.8998%	7.85/81
10-Years	7.9414%	8.40/35

MARKET TREASURY BILL-MTB		
Tenor	18-Jan-18 Cut Off Yields	24-Jan-18 Bid/Ask
3-Months	5.9910%	5.98/98
6-Months	6.0103%	6.01/6.00
12-Months	6.0273%	6.04/01

INTERNATIONAL BOND ISSUE				
Bond Issue	Issue Date	Maturity Date	Coupon Rate	Face Value (\$, bn)
5-Years EURO Bonds	29-11-17	12-May-22	5.625%	1.50
10-Years EURO Bonds	29-11-17	12-May-27	6.875%	1.00