

FX – INTERBANK RATE:

30-Mar	OPEN	HIGH	LOW	CLOSE	Last Day Close
READY	104.74	104.77	104.74	104.74	104.74

- ✓ **Forecast for tomorrow:**
As per today's activity, we expect the market to continue to trade within the range of **104.65/104.80**

FX MARKET:

- ✓ The exchange rate did not move much during the day.
- ✓ Swaps moved lower across the board as the month end dollar pressure appears to be reemerging. As the 10-year 2006 Eurobond payment of \$500mn is due tomorrow we can expect the market to move lower and this was evident by the price action today when major players were seen selling the longer term premiums. The 6-month was sold at Rs2.46 while the 2-months tenors saw the bids at Rs0.87 taken out. With the market volumes already low, we can hence expect extreme volatility and price movement during tomorrows trading session

MONEY MARKET:

- ✓ SBP issued the numbers of M2 Growth for the week ended 18th March, 2016. According to SBP, M2 posted a positive growth by 4.82% on YoY basis.
- ✓ Today SBP held its 20th MTB auction for FY-16, where the target amount is Rs50bn and the maturity amount is also Rs20.27bn. The total bid participation amount is recorded 3-times more from the target amount Rs166.66bn. The total bid participation amount in 3, 6 and 12-Months are Rs2.17bn, Rs55.57bn and Rs108.91bn respectively. We expect no change in cut-off yields.
- ✓ Today MM initiated at 6.00%-6.20% and traded whole day in the range of 5.85%-6.00% and expected to close at same.

COMMODITY MARKET:

- ✓ **GOLD:** Gold traded higher amid a weaker greenback, after the Federal Reserve Chair, Janet Yellen, indicated that the central bank will remain cautious with future interest rate hikes. Yellow metal is currently trading at \$1,235.65 per ounce.
- ✓ **CRUDE:** Crude oil declined after Kuwait and Saudi Arabia announced their decision to resume oil production at the jointly operated 300k barrel-per-day Khafji field, further adding to the ongoing supply glut concern. Black gold is currently trading at \$38.56 per barrel.

USD/PKR Fc			
PERIOD	SWAP	Change in Premiums	Swap Implied PKR Yield
1-WEEK	0.0850	-	4.6%
2-WEEK	0.1750	(0.0150)	4.5%
1-MONTH	0.4050	(0.0125)	5.0%
2-MONTH	0.8650	(0.0275)	5.4%
3-MONTH	1.2700	(0.0300)	5.4%
4-MONTH	1.6600	(0.0250)	4.9%
5-MONTH	2.0550	(0.0300)	5.0%
6-MONTH	2.4550	(0.0300)	5.6%
12-MONTH	4.6000	(0.0500)	5.6%

Economic Indicators			
Forex Reserves	18-Mar-16	USD bn	20.521
CPI- MoM	01-Feb-16		-0.30%
CPI- YoY	01-Feb-16		4.02%
M2 Growth	FY16 YTD		4.10%
SBP Target Rate	FY16 YTD		6.00%
FDI	8MFY16	USD mn	750.9
Home Remittance	8MFY16	USD bn	12.714
Current A/C Def.	8MFY16	USD bn	1.859
Trade -Deficit	8MFY16	USD bn	13.372
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	21/03/16	Pts	33,100.46

Money Market		30-Mar-16	
	KIBOR	PKRV	
1Month	5.99%	6.19%	
3Month	6.09%	6.19%	
6Month	6.11%	6.21%	
12Month	6.16%	6.22%	

PIB'S Auction Date		
Tenor	22-Mar-16	30-Mar-16
	Cut Off Yields	Bid/Ask
2Years	-	6.28/20
3Years	6.3204%	6.32/28
5Years	7.0000%	6.91/87
10Years	8.2296%	8.24/20

T-Bills Auction Date		
Tenor	17-Mar-16	30-Mar-16
	Cut Off Yields	Bid/Ask
3Months	6.1697%	6.20/15
6Months	6.2026%	6.21/17
12Months	6.2192%	6.21/18

Commodities 22/03/16		
Gold Recommendation		
Level	Long@	Short@
Entry level	1210	1275
Stop loss	1190	1295
Take profit	1255	1255
Crude Recommendation		
Level	Long@	Short@
Entry level	38	-
Stop loss	36	-
Take profit	41.5	-