

FX – INTERBANK RATE:

30-May	OPEN	HIGH	LOW	CLOSE	Last Day Close
READY	104.86	104.86	104.85	104.85	104.84

✓ **Forecast for tomorrow:**

As per today's activity, we expect the market to continue to trade within the range of **104.80/104.90**

FX MARKET:

- ✓ On Friday, SBP released the figure of total FX Reserves for the week ended 20th May, 2016. According to SBP, Total FX Reserves rose by \$292.3mn as compared to the previous week \$21.31bn to \$21.61bn. The break-up of total FX Reserves are as follows: SBP held FX Reserves increased by \$292.9mn from \$16.51bn to \$16.81bn while FX Reserves held in other banks slightly fell by \$600k from \$4,801.9mn to \$4,801.3mn.

MONEY MARKET:

- ✓ On Friday, PBS released the data of weekly inflation for the week ended 26th May, 2016. According to PBS, SPI fell by 0.14% as compared to previous week 214.66bps to 214.35bps.
- ✓ On Friday, SBP conducted 7-Day OMO (Injection), where total amount offered has been accepted Rs1.21trn at 5.79%.
- ✓ Today MM initiated at 5.75%-6.00% and traded whole day with in the range of 5.70%-6.00% and closed at 5.80%-6.00%.

COMMODITY MARKET:

- ✓ **GOLD:** Gold traded lower as the dollar spiked after Federal Reserve Chair Janet Yellen said a rate hike was probably appropriate in coming months. Yellow metal is currently trading at \$1,208.50 per ounce.
- ✓ **CRUDE:** Crude oil declined but still posted a third consecutive week of gains amid mounting concerns over global supply disruptions. Black gold is currently trading at \$49.21 per barrel.

USD/PKR Fc			
PERIOD	SWAP	Change in Premiums	Swap Implied PKR Yield
1-WEEK	0.0855	(0.0020)	4.7%
2-WEEK	0.1725	(0.0025)	4.5%
1-MONTH	0.3950	-	4.9%
2-MONTH	0.7300	(0.0200)	4.7%
3-MONTH	1.1300	(0.0250)	4.9%
4-MONTH	1.4900	(0.0150)	4.4%
5-MONTH	1.8900	(0.0050)	4.6%
6-MONTH	2.2450	(0.0350)	5.2%
12-MONTH	4.6000	-	5.7%
Economic Indicators			
Forex Reserves	20-May-16	USD bn	21.611
CPI- MoM	1-Apr-16		1.60%
CPI- YoY	1-Apr-16		4.17%
M2 Growth	FY16 YTD		6.93%
SBP Target Rate	FY16 YTD		5.75%
SBP Discount Rate	FY16 YTD		6.25%
FDI	10MFY16	USD bn	1.016
Home Remittance	10MFY16	USD bn	16.034
Current A/C Def.	10MFY16	USD bn	1.510
Trade -Deficit	10MFY16	USD bn	16.214
Govt. Domestic Debt	As at 31-12-2015	Rs tm	13.188
External Dbt	As at 30-09-2015	USD bn	55.609
KSE-100 Index	5/2/2016	Pts	34,567.52
Money Market		30-May-16	
	KIBOR	PKRV	
1-Month	5.74%	5.90%	
3-Month	5.86%	5.93%	
6-Month	5.90%	5.95%	
12-Month	5.95%	5.98%	
PIB'S		Auction Date	
Tenor	19-May-16	30-May-16	
	Cut Off Yields	Bid/Ask	
2-Years	-	6.25/20	
3-Years	6.5492%	6.40/35	
5-Years	6.9997%	6.92/88	
10-Years	8.1804%	8.02/7.98	
T-Bills		Auction Date	
Tenor	26-May-16	30-May-16	
	Cut Off Yields	Bid/Ask	
3-Months	5.9910%	5.95/90	
6-Months	6.0109%	5.90/88	
12-Months	6.0273%	6.03/6.00	
Commodities		5/26/2016	
Gold Recommendation			
Level	Long@	Short@	
Entry level	1210	1275	
Stop loss	1190	1300	
Take profit	1255	1245	
Crude Recommendation			
Level	Long@	Short@	
Entry level	46.5	49.5	
Stop loss	45	51.5	
Take profit	48.5	46.5	