

FX – INTERBANK RATE:

| 3-Feb | OPEN | HIGH | LOW | CLOSE | Last Day Close |
|--------------|---------------|---------------|---------------|---------------|----------------|
| READY | 104.82 | 104.82 | 104.77 | 104.78 | 104.80 |

FX MARKET:

- Swaps saw a mixed trend today as the shorter tenors showed stability while the longer tenors dipped down slightly. With the FX-Reserves showing a nearly \$800mn decline the market players appeared apprehensive of bidding in the longer tenors while the shorter tenors were supported by demand for rupee liquidity.
- SBP released the figure of total FX-Reserves for the week ended 26th January, 2017. According to SBP, Total FX-Reserves declined by \$811.3mn as compared to the previous week \$23.24bn to \$22.43bn. The break-up of total FX-Reserves are as follows: SBP held FX-Reserves decreased by \$789.7mn from \$18.38bn to \$17.59bn while FX-Reserves held in other banks fell by \$21.6mn from \$4.86bn to \$4.84bn. The decrease is mainly attributed to external debt servicing, including \$500mn loan repayment to SAFE, China.

MONEY MARKET:

- Today PBS released the data of weekly inflation for the week ended 2nd February, 2017. According to PBS, SPI fell by 0.07% as compared to the last week 218.84bps to 218.68bps.
- Today SBP conducted 7-Days OMO (Injection), where bid amount total has been given was Rs925bn at 5.80%.
- Today MM initiated at 5.80%-5.90% and traded whole day within the range of 5.80%-5.90% and expected to close at same.

COMMODITIES MARKET:

- GOLD:** Gold traded higher with investors keeping an eye on political risk as Trump administration looks to find its footing at home and abroad with U.S. jobs at the end of the week expected to set a tone. Yellow metal is currently trading at \$ per ounce.
- CRUDE OIL:** Crude oil declined as investors waited for end of the week rig count data and took profits on what are seen as so far adequate compliance with coordinated cuts to global oil production of almost 1.8mn bpd for the 1st 6-months of the year by OPEC and non-OPEC nations. Black gold is currently trading at \$ per barrel.

WORLD ECONOMIC DATA RELEASED DURING THE LAST 24-HOURS

| Date | Events | Actual | Forecast | Previous |
|----------|---------------------------------------|--------|----------|----------|
| 2/2/2017 | EUR Spanish Unemployment Change | 57.3K | 60.2K | -86.8K |
| 2/2/2017 | GBP Construction PMI | 52.2 | 53.9 | 54.2 |
| 2/2/2017 | GBP BOE Inflation Report | | | |
| 2/2/2017 | GBP MPC Official Bank Rate Votes | 0-0-9 | 0-0-9 | 0-0-9 |
| 2/2/2017 | GBP Monetary Policy Summary | | | |
| 2/2/2017 | GBP Official Bank Rate | 0.25% | 0.25% | 0.25% |
| 2/2/2017 | GBP Asset Purchase Facility | 435B | 435B | 435B |
| 2/2/2017 | GBP MPC Asset Purchase Facility Votes | 0-0-9 | 0-0-9 | 0-0-9 |
| 2/2/2017 | EUR ECB President Draghi Speaks | | | |
| 2/2/2017 | GBP BOE Gov Carney Speaks | | | |
| 2/2/2017 | USD Unemployment Claims | 246K | 251K | 260K |
| 2/2/2017 | USD Prelim Nonfarm Productivity q/q | 1.30% | 1.00% | 3.10% |
| 2/2/2017 | USD Prelim Unit Labor Costs q/q | 1.70% | 2.30% | 0.70% |
| 3/2/2017 | CNY Caixin Manufacturing PMI | 51 | 51.8 | 51.9 |

Source: www.forexfactory.com

| PERIOD | SWAP | Change in Premiums | Swap Implied PKR Yield |
|----------|--------|--------------------|------------------------|
| 1-WEEK | 0.0644 | 0.0101 | 3.9% |
| 2-WEEK | 0.1250 | 0.0150 | 3.9% |
| 1-MONTH | 0.2093 | 0.0091 | 3.1% |
| 2-MONTH | 0.3918 | 0.0006 | 3.2% |
| 3-MONTH | 0.5344 | 0.0003 | 3.1% |
| 4-MONTH | 0.6834 | 0.0061 | 3.1% |
| 5-MONTH | 0.8384 | (0.0050) | 3.2% |
| 6-MONTH | 0.9822 | (0.0132) | 3.2% |
| 12-MONTH | 2.3540 | (0.0352) | 4.0% |

| ECONOMIC INDICATOR | | | |
|---------------------|------------------|---------|---------------|
| Forex Reserves | 27-Jan-17 | USD bn | 22.434 |
| CPI- MoM | 1-Jan-17 | | 0.20% |
| CPI- YoY | 1-Jan-17 | | 3.66% |
| M2 Growth | FY17 YTD | | 5.45% |
| SBP Target Rate | FY17 YTD | | 5.75% |
| SBP Discount Rate | FY17 YTD | | 6.25% |
| FDI | 1HFY17 | USD bn | 1.08 |
| Home Remittance | 1HFY17 | USD bn | 9.458 |
| Current A/C Def. | 1HFY17 | USD bn | 3.585 |
| Trade -Deficit | 1HFY17 | USD bn | 12.528 |
| Kerb USD/PKR | 3-Feb-17 | Bid/Ask | 107.90/108.20 |
| Govt. Domestic Debt | As at 30-11-2016 | Rs trn | 14.645 |
| External Debt | As at 30-09-2016 | USD bn | 74.638 |
| MSCI-EM Index | 3-Feb-17 | Pts | 915.33 |
| PSX-100 Index | 3/2/2017 | Pts | 49,624.72 |

| DATA | 3-MONTH | 6-MONTH | 12-MONTH |
|--------------------|-----------------|-----------------|-----------------|
| LIBOR 1-Feb | 1.03456% | 1.35044% | 1.71511% |

| Money Market | | | 3-Feb-17 |
|--------------|--------------|-------------|----------|
| Tenor | KIBOR | PKRV | |
| 1-Month | 5.76% | 5.88% | |
| 3-Month | 5.84% | 5.87% | |
| 6-Month | 5.88% | 5.89% | |
| 12-Month | 5.90% | 5.90% | |

| PIB'S Auction Date | | |
|--------------------|-----------------------|-----------------|
| Tenor | 26-Jan-17 | 3-Feb-17 |
| | Cut Off Yields | Bid/Ask |
| 2-Years | - | 6.30/20 |
| 3-Years | 6.4074% | 6.41/36 |
| 5-Years | 6.8998% | 7.05/01 |
| 10-Years | 7.9414% | 8.22/15 |

| T-Bills Auction Date | | |
|----------------------|-----------------------|-----------------|
| Tenor | 2-Feb-17 | 3-Feb-17 |
| | Cut Off Yields | Bid/Ask |
| 3-Months | 5.9463% | 5.94/92 |
| 6-Months | 5.9896% | 5.97/95 |
| 12-Months | 5.9935% | 5.99/94 |

| PMEX FUTURE CONTRACTS | | | | | 30/1/2017 |
|-----------------------|---------|-----|-----|-----|-------------|
| COMMODITIES | P (L/S) | E-L | T-P | S-L | YTD P & L % |
| CRUDE-OIL | | | | | |
| SILVER | | | | | |
| BRENT-OIL | | | | | |
| GOLD USD | | | | | 6.06% |
| GOLD-EUR/USD | | | | | 1.92% |
| GOLD-GBP/USD | | | | | |
| GOLD-USD/JPY | | | | | 4.44% |
| GOLD-USD/CAD | | | | | 2.44% |
| GOLD-USD/CHF | | | | | |
| GOLD-AUD/USD | | | | | |

P= POSITION L= LONG S= SHORT P= PROFIT L= LOSS
 TP= TAKE PROFIT SL= STOP LOSS YTD= YEAR TO DATE