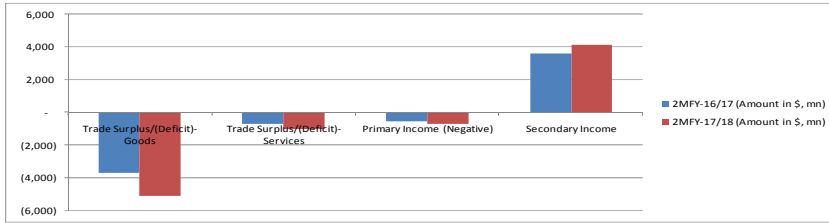


FX – INTERBANK RATE:

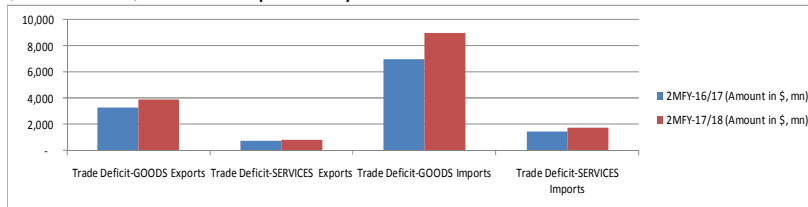
21-Sep	OPEN	HIGH	LOW	CLOSE	Last Day Close
READY	105.41	105.42	105.41	105.41	105.41

FX-MARKET:

- ✓ SBP released the data of CAD for the month of August, 2017. According to the SBP, CAD plunged by \$1.50bn as compared to the last month \$2.05bn to \$550mn. For 2MFY-17/18, CAD gap widened by \$1.31bn as compared to the same period of previous fiscal year \$1.28bn to \$2.60bn.
- ✓ CAD figure made-up by following items:
- ✓ Trade deficit-Goods & Services climbed by \$1.68bn from \$4.34bn to \$6.03bn, Primary Income-(Negative) increased by \$133mn from \$557mn to \$690mn and Secondary Income surged-up by \$506mn from \$3.61bn to \$4.12bn respectively.



- ✓ Along with CAD, SBP also released the data of Trade deficit-Goods & Services for the month of August, 2017. According to the SBP, Trade deficit-Goods & Services declined by \$741mn as compared to the previous month \$3.38bn to \$2.64bn. For 2MFY-17/18, Trade deficit-Goods & Services advanced by \$1.68bn as compared to the same period of last fiscal year \$4.34bn to \$6.03bn.
- ✓ Trade deficit-Goods & Services figure made-up by Exports less Imports (Deficit arises, where Exports are less than Imports).
- ✓ Export of Goods increased by \$597mn from \$3.33bn to \$3.93bn and Services rose by \$38mn from \$778mn to \$816mn, while Imports of Goods climbed by \$1.96bn from \$7.02bn to \$8.98bn and Imports of Services rose by \$360mn from \$1.43bn to \$1.79bn respectively.



MONEY-MARKET:

- ✓ Yesterday, SBP held its 3rd PIB Auction for FY-17/18, where target amount is Rs100bn while the maturity amount is Rs46.83bn. The total bid participation is recorded Rs5.61bn. The total bid participation amount is divided into 3, 5 and 10-year period is Rs2.82bn, Rs750mn and Rs2.04bn respectively. We expect that the PIB cut-off Yield remained un-changed.

3rd 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	6.4075%	6.4003%	1.105	1.075
5-Years	6.8952%	6.8952%	0.786	0.750
10-Years	7.9361%	7.9361%	2.170	2.023
Total			4.061	3.848

But Govt. rejected bids in all 3, 5 and 10-years period.

Today MM initiated at 5.70%-5.90% and traded whole day within the range of 5.60%-6.00% and expected to close at same.

PERIOD	SWAP	Change in Premiums	Swap Implied PKR Yield
1-WEEK	0.0860	(0.0004)	5.45%
2-WEEK	0.1638	0.0063	5.26%
1-MONTH	0.3183	0.0147	4.79%
2-MONTH	0.5513	-	4.50%
3-MONTH	0.7529	(0.0083)	4.22%
4-MONTH	0.9915	(0.0145)	4.24%
5-MONTH	1.2145	(0.0179)	4.17%
6-MONTH	1.4500	(0.0114)	4.25%
12-MONTH	3.1828	(0.0350)	4.76%

ECONOMIC INDICATOR			
Forex Reserves	8-Sep-17	USD bn	20.585
CPI- MoM	1-Aug-17		3.40%
CPI- YoY	1-Aug-17		0.20%
M2 Growth	FY-17/18 YTD		-2.05%
SBP Target Rate	FY-17/18 YTD		5.75%
SBP Discount Rate	FY-17/18 YTD		6.25%
FDI	2MFY-17/18	USD mn	457.2
Home Remittance	2MFY-17/18	USD bn	3.496
Current A/c Deficit	2MFY-17/18	USD bn	2.601
Trade -Deficit	2MFY-17/18	USD bn	6.033
Kerb USD/PKR	20-Sep-17	Bid/Ask	105.90/106.25
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	20-Sep-17	Pts	1,110.13
PSX-100 Index	20/9/2017	Pts	43,284.82

DATA	3-MONTH	6-MONTH	12-MONTH
LIBOR 18-Sep	1.32500%	1.47444%	1.73983%

Money Market 21-Sep-17		
Tenor	KIBOR	PKRV
1-Month	5.76%	5.92%
3-Month	5.89%	5.98%
6-Month	5.90%	6.01%
12-Month	5.96%	6.03%

PIB'S Auction Date		
Tenor	21-Sep-17	21-Sep-17
	Cut Off Yields	Bid/Ask
2-Years	-	6.30/25
3-Years	6.4074%	6.50/48
5-Years	6.8998%	7.25/15
10-Years	7.9414%	8.25/15

T-Bills Auction Date		
Tenor	14-Sep-17	21-Sep-17
	Cut Off Yields	Bid/Ask
3-Months	5.9910%	5.99/98
6-Months	6.0103%	6.01/6.00
12-Months	6.0386%	6.03/01