DAILYC&M MANAGEMENT MARKET REVIEW

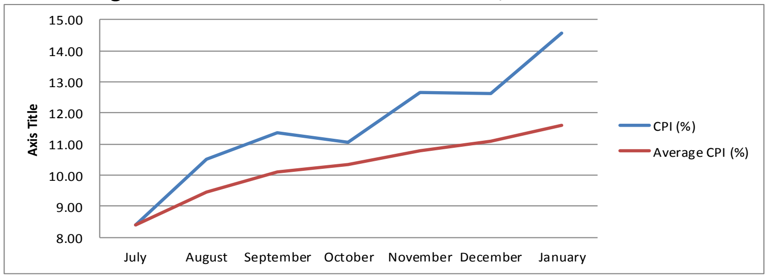
FX – INTERBANK RATE:

3-Feb	OPEN	HIGH	LOW	CLOSE	Last Day Close-LDC
Ready Rates	154.54	154.54	154.49	154.51	154.49

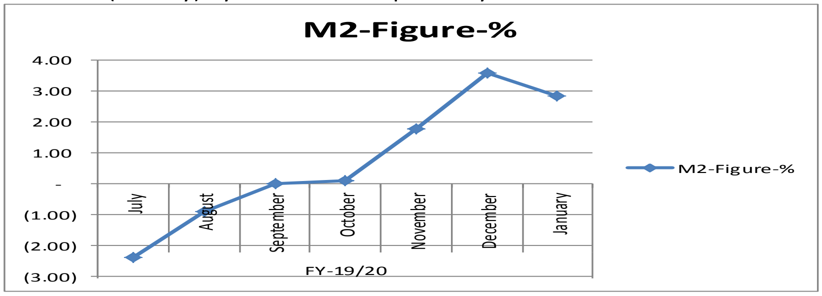
MONEY MARKET:

ECONOMIC-DATA:

- ✓ On Saturday, PBS released the data of CPI for the month of January 2020. According to the PBS, CPI increased by 14.56% on a YoY basis up by 1.16% and 1.93% as compared to our expectation 13.40% and previous month 12.63% respectively.
- ✓ On MoM basis, CPI rose by 2.0% as compared to our expectation increase of 0.88% and previous month decrease of 0.30% respectively.
- ✓ CPI figure made-up by the following areas;
- ✓ Inflation-Urban & Inflation-Rural
- ✓ Inflation-Urban increased by 13.40% and the inflation-Rural increased by 13.60% on YoY basis.
- ✓ The average inflation is recorded for 7MFY-19/20 at 11.60%.



- ✓ SBP issued the numbers of Broad Money Supply for the week ended 24th January 2020. According to the SBP, M2 posted the positive growth of 2.83% as compared to last year positive growth of 1.78%.
- ✓ On WoW basis, M2 fell by 0.23% as broad money declined by Rs33.71bn from Rs545.49bn to Rs511.78bn.
- ✓ M2-Growth measured with the sum of Net Foreign Assets-NFA & Net Domestic Assets NDA:
- ✓ NFA includes FX-Reserves while NDA includes Credit to Govt. & Non-Govt. Sectors borrowing and other net Items (liability) respectively.
- ✓ NFA advanced by Rs16.33bn from Rs978.52bn to Rs994.85bn mainly due to increase in FX-Reserves figure, While NDA decreased by Rs50.04bn from negative Rs475.97bn to negative Rs483.08bn mainly due to increase in Other Item-Net (liability) by Rs61.41bn respectively.



- ✓ Today MM initiated at 13.25% and traded whole day with-in the range of 13.00%-13.35% and closed at 13.15%.
- ✓ Today In bond secondary market, wen-issue traded at following levels; 3-year at 11.92/88, 5-year at 11.31/28 and 10-year at 11.20/15 respectively.

USD/PKR SWAP YIELDS-%

PERIOD	SWAP	Change in Premiums	Swap Implied PKR Yield
1-WEEK	0.3800	(0.0250)	14.39%
2-WEEK	0.7300	(0.0250)	13.91%
1-MONTH	1.5250	0.0400	13.27%
2-MONTH	2.8500	(0.1250)	13.17%
3-MONTH	4.2250	(0.1000)	12.87%
4-MONTH	5.3500	-	12.31%
5-MONTH	6.3500	-	11.58%
6-MONTH	7.4000	-	11.28%
12-MONTH	13.0000	(0.5000)	10.26%

ECONOMIC INDICATORS

Items	Period	Unit	Figure
Gross Domestic Product-GDP	1HFY-19/20	USD bn	143.53
Foreign Exchange-FX-Reserves	24-Jan-20	USD bn	18.362
FE-25 Import Financing	November, 2019	USD mn	411
SBP Forward/Swap Position	31-Dec-19	USD bn	(4.212)
Net International Reserves-NIR (EST)	24-Jan-20	USD bn	(11.293)
IBA-SBP-Consumer Confidence Index-CCI	As at 31-3-2019	DI	53.20
IBA-SBP-Inflation Expectation Index-IEI	As at 31-3-2019	DI	68.40
Consumer Price Index-CPI (YoY)	December, 2019	%	12.63
CPI- (MoM)	December, 2019	%	-0.30
CPI-Urban-YoY	December, 2019	%	12.00
CPI-Rural-YoY	December, 2019	%	13.60
PAK CPI-YoY munus US CPI-YoY	12.63%-2.10%	%	10.53
M2 Growth-YoY	1 July 19 - 17-Jan 20	%	3.06
Net Govt. Sector Borrowing	1 July 19 - 17-Jan 20	Rs bn	(91.87)
GOVT. Borrowing for budgetary support from SBP	1 July 19 - 17-Jan 20	Rs bn	(11.66)
Credit to Private Sector-YoY	1 July 19 - 17-Jan 20	Rs bn	134.81
Govt. Foreign Commercial Banks Borrowing	1HFY-19/20	USD bn	1.80
SBP Policy Rate	FY-19/20 YTD	%	13.25
SBP O/N REPO & Reserve REPO Rate	Floor & Ceiling	%	11.75-13.75
SBP Policy Rate minus USD FED Fund Rate	13.25%-1.75%	%	11.50
1-Year KIBOR minus 1-Year LIBOR	12.98%-1.85%	%	11.13
Foreign Direct livestment-FDI	1HFY-19/20	USD bn	1.34
Home Remittance	1HFY-19/20	USD bn	11.394
Current Account Deficit-CAD	1HFY-19/20	USD bn	2.153
CAD % of GDP	1HFY-19/20	%	1.50
Trade -Deficit	1HFY-19/20	USD bn	11.613
Kerb USD/PKR	3-Feb-20	Bid/Ask	154.60/155.20
Real Effective Exchange Rate-REER	August, 2019	Rs	92.71
Governmentt Domestic Debt	As at 28-02-2019	Rs trn	18.79
External Debt	As at 30-12-2018	USD bn	99.1
Standard & Poor's-S&P	Rating & Outlook	Rank	B
Moody's	Rating & Outlook	Rank	B3-Stable
MSCI-Emerging Market Index-EMI	3-Feb-20	Pts	1,055.22
Pakistan Stock Exchage-PSX-100 Index	3-Feb-20	Pts	40,391.43
Foreign Investor Portfolio Investment-FIPI	31-Jan-20	USD '000	(1,718.41)
Special Convertible Rupee A/c-SCRA-Cummulative	1 July 19 To-Date	USD mn	2671.13
Special Convertible Rupee A/c-SCRA-T-Bills	1 July 19 To-Date	USD mn	2706.12
Special Convertible Rupee A/c-SCRA-T-Bills	Jan-20	USD mn	1316.09

DATE	DATA	3-MONTH	6-MONTH	12-MONTH
29-Jan, 2020	US-LIBOR Rate	1.77713%	1.77925%	1.84713%

KIBOR AND PKRV RATE (%) 3-Feb-20

Tenor		KIBOR-%	PKRV Rates-%
1-Month		13.12	13.28
3-Month		13.24	13.31
6-Month		13.19	13.32
12-Month		12.99	13.08

Pakistan Investment Bonds-PIB's

Period	Types of Bonds	9-Jan-19	3-Feb-20	
		Cut Off Yields-%	Bid-%	Ask -%
2-Years		-	12.65	12.60
3-Years		11.7500	11.92	11.88
5-Years		11.1938	11.31	11.28
10-Years	Fixed	10.9000	11.20	11.15
	Floating	13.8899	102	101.75

Market Treasury Bills-MTB

Tenor		16-Jan-20	3-Feb-20	
		Cut Off Yields-%	Bid-%	Ask-%
3-Months		13.4296	13.40	13.38
6-Months		13.2890	13.33	13.28
12-Months		13.1340	13.14	13.10

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