

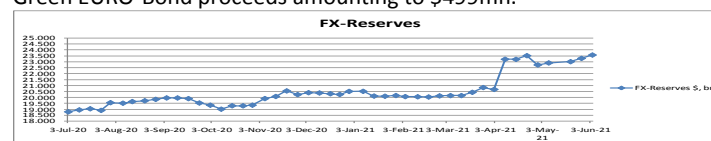
KEY PAKISTAN STATS & ECONOMIC INDICATORS				
Items	Period	Unit	Figure	
<b>Gross Domestic Product-GDP</b>				
GDP	10MFY-20/21	USD bn	246.72	
<b>Foreign Exchange-FX-Reserves</b>				
FX-Reserves-WoW	4-Jun-21	USD bn	23.577	
FE-25 Import Financing	April, 2021	USD mn	485	
SBP Forward/Swap Position	30-Apr-21	USD bn	(4.560)	
<b>Net International Reserves-NIR (EST)</b>				
Kerb USD/PKR	11-Jun-21	Bid/Ask	155.50/156.40	
Real Effective Exchange Rate-REER	April, 2021	Rs	103.30	
<b>Consumer Price Index-CPI</b>				
Sensitive Price Index-SPI-WoW	3-Jun-21	bps	148.38	
CPI (YoY)	May, 2021	%	10.87	
CPI- (MoM)	May, 2021	%	0.10	
CPI-Urban-YoY	May, 2021	%	10.80	
CPI-Rural-YoY	May, 2021	%	10.90	
PAK CPI-YoY minus US CPI-YoY	10.87%-5.00%	%	5.87	
<b>M2 Growth</b>				
M2 Growth-YoY	1 July 20 - 28-May 21	%	8.41	
Net Govt. Sector Borrowing	1 July 20 - 28-May 21	Rs bn	656.37	
GOVT. Borrowing for budgetary support from SBP	1 July 20 - 28-May 21	Rs bn	563.51	
Credit to Private Sector-YoY	1 July 20 - 28-May 21	Rs bn	489.55	
Govt. Foreign Commercial Banks Borrowing	10MFY-20/21	USD bn	3.25	
<b>Policy Rate</b>				
SBP Policy Rate	FY-20/21 YTD	%	7.00	
SBP O/N REPO & Reserve REPO Rate	Floor & Ceiling	%	6.00-8.00	
SBP Policy Rate minus USD FED Fund Rate	7.00%-0.25%	%	6.75	
1-Year KIBOR minus 1-Year LIBOR	7.20%-0.34%	%	6.86	
<b>FX-Economic Data</b>				
Foreign Direct Investment-FDI	10MFY-20/21	USD bn	1.55	
Home Remittance	11MFY-20/21	USD bn	26.736	
CAB-S/(D)	10MFY-20/21	USD mn	773.000	
CAB-S/(D) % of GDP	10MFY-20/21	%	0.30	
Trade Balance-S/D)	10MFY-20/21	USD bn	(22.736)	
<b>Government, Circular Debt &amp; External Liabilities</b>				
Government Domestic Debt & Liabilities	As at 31-3-2021	Rs trn	15.88	
External Debt	As at 31-3-2021	USD bn	90.284	
Central Debt	9MFY-20/21	Rs trn	25.55	

**11<sup>th</sup> JUNE 2021**
**DAILY MARKET REVIEW**
**ECONOMIC NEWS:**

- ✓ **Economic Survey 2020-21: Overview of the economy:** Economy has witnessed a V-shaped recovery. The current economic recovery has been achieved without compromising internal and external stability.
- ✓ Manufacturing has witnessed broad-based growth as major sectors of LSM have shown significant improvement i.e., Textile, Food Beverages & Tobacco, Non-Metallic Mineral Products and Automobile. 9MFY21 recorded highest period wise growth of 8.99% since FY07.
- ✓ Current account posted a surplus of \$ 0.8bn, during 10MFY21 for the 1<sup>st</sup> time in 17yrs.
- ✓ Inflows of FX through the RDA crossed the \$1bn mark. During 10MFY21, workers' remittances posted historically high growth of 29% and reached to \$ 24.2bn.
- ✓ SBP's FX-Reserves rose to \$16bn, 4yrs high.
- ✓ Keeping in view the significant performance pertaining to FATF conditions, potential of exports and e-commerce, Pakistan has been added into the Amazon's seller list.
- ✓ FBR tax collection has witnessed a significant growth of around 18% during 11MFY21 owing to the revival of domestic economic activity and ongoing comprehensive tax policy and administrative reforms.
- ✓ Primary balance remained in surplus at 1.0% of GDP, highest level through the 1<sup>st</sup> 3qtrs in 12yrs.
- ✓ On 27<sup>th</sup> May 21, PSX witnessed an all-time high daily trading volume with 2.21bn shares traded in a single session.
- ✓ Due to its impressive growth, PSX earned the title of being the best Asian stock market and 4<sup>th</sup> best-performing market across the world in 2020. (marketcurrentswealthnet.com).
- ✓ Profile of domestic debt has improved significantly during the tenure of the present Govt. as short-term debt as percentage of total domestic debt has decreased to 23% at end March, 21 compared with 54% at end June, 18.
- ✓ Over 80% of the net borrowing from domestic sources was through medium-to-long term domestic debt instruments (PIBs & Govt. Ijara SUKUK) during 9MFY21.
- ✓ Pakistan has entered the international capital market after a gap of over t3yrs by successfully raising \$2.5bn through EURO-bonds.
- ✓ The policy rate remained unchanged at 7.0% which improved business sentiments and thus stimulating economic activities enabling employment to recover.
- ✓ Under Kamyab Jawan Youth Entrepreneurship Scheme, Rs8.56bn has been disbursed till April, 21 to the youth for various businesses.
- ✓ IMF has acknowledged that the Govt. policies have been critical in supporting the economy and saving lives and livelihoods. The IMF and Pakistan have announced the resumption of stalled \$6bn loan programmed.
- ✓ During the year, all 3-major credit rating agencies, Moody's, Fitch and S&P, reaffirmed their sovereign credit Ratings for Pakistan. This reaffirmation is reflective of the sound policies of the Govt. and of the confidence reposed by these leading international institutions in the country's economic outlook.
- ✓ **JP Morgan puts weight behind Pakistan's economy, but cautions over challenges:** In its report, JP Morgan also issued a note of caution on Pakistan's current account figures from fading remittances and higher commodity prices.
- ✓ It said there have been positive developments in recent months including the \$6bn IMF package, a narrowing CAD recovery in the PKR, in addition to GDP growth in the outgoing fiscal year.

**ECONOMIC-DATA:**

- ✓ **FX-Reserves: SBP Reserves raise \$281mn to \$16.4bn:** Yesterday, SBP released the data of FX-Reserves. According to that the FX-Reserves held by the SBP rose 1.74% on a weekly basis.
- ✓ On June 4, after accounting for external debt repayments, the FX-Reserves held by the SBP were recorded at \$16.41mn, up by \$281mn compared with \$16.13mn recorded on May 28.
- ✓ According to the SBP, the rise came on the back of receipt of WAPDA Green EURO-Bond proceeds amounting to \$499mn.



FX-RESERVES WoW Change				
Amount in \$, mn				
FX-RESERVES Held by	Previous 28-May-21	Current 4-Jun-21	Change \$	Change %
State Bank of Pakistan-SBP	16,133.60	16,414.90	281.30	1.71
Commercial Banks	7,160.50	7,163.00	2.50	0.03
<b>Total</b>	<b>23,294.10</b>	<b>23,577.90</b>	<b>283.80</b>	<b>1.20</b>

ECONOMIC DATA RELEASED DURING THE LAST 24-HOURS					
Date	Event	Impact	Actual	Forecast	Previous
11/6/2021	FX-Reserves for 4 June 21	MEDIUM	\$23.577bn	\$23.042bn	\$23.294bn

- ✓ **OMO Result:** Today, SBP conducted an OMO in-which it injected Rs2.30trn into the market for 7-days at 7.09%.

Daily READY Rates-Rs				11-Jun-21
Open	155.90			Last Day Close-LDC <b>155.92</b>
High	155.90			
Low	155.70			
Close	155.74			
DAILY USD/PKR SWAP YIELDS-%				
PERIOD	SWAP	Change in Premiums	Swap Implied PKR Yield	
1-Week	0.1794	0.1498	6.06%	
2-Week	0.3335	0.2730	5.64%	
1-Month	0.6936	0.2784	5.00%	
2-Month	1.3212	0.2751	5.18%	
3-Month	2.2596	0.3626	5.88%	
4-Month	3.0741	0.4267	5.94%	
5-Month	3.7284	0.4119	5.85%	
6-Month	4.4012	0.2863	5.75%	
9-Month	7.1195	0.1224	6.42%	
1-Year	9.9098	0.1942	6.60%	
Daily MONEY Market Rates-%				11-Jun-21
Open	7.10			Last Day Close-LDC <b>7.25</b>
High	7.50			
Low	7.00			
Close	7.10			
KIBOR AND PKRV RATE (%)			11-Jun-21	
Tenor	KIBOR-%	PKRV Rates-%		
1-M	6.99	7.19		
3-M	7.24	7.32		
6-M	7.45	7.55		
12-M	7.57	7.65		
Pakistan Investment Bonds-PIB				
Period	10-Jun-21	11-Jun-21		
	Cut Off Yields-%	Bid-%	Ask-%	
2-Yrs	-	8.00	7.95	
3-Yrs	8.6900	8.71	8.68	
5-Yrs	9.2000	9.35	9.32	
10-Yrs-Fixed	9.8390	10.00	9.90	
Floating	8.0943	102	101.75	
15-yrs*	10.4000	10.29		
20-yrs*	10.5600	10.45		
Market Treasury Bills-MTB				
Tenor	2-Jun-21	11-Jun-21		
	Cut Off Yields-%	Bid-%	Ask-%	
3-M	7.3492	7.34	7.32	
6-M	7.5943	7.55	7.53	
12-M	7.6700	7.70	7.65	
<b>Note: * The secondary yields for 15 &amp; 20-years Bonds are not available, so instead of leaving it blank, we inputted PKRV Rates.</b>				