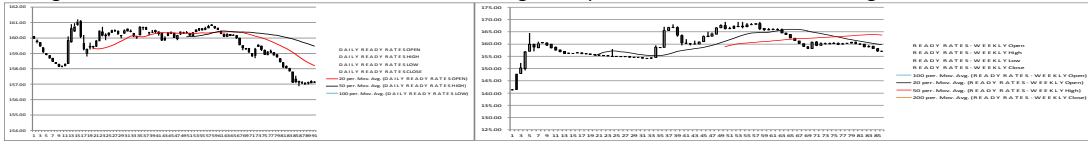


DAILY C&M MARKET REVIEW

FOREIGN EXCHANGE-FX-MARKET:

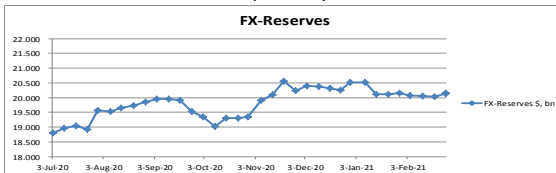
- Today, in interbank session, PKR relatively unchanged held its ground and just dropped by 5paisa against the yesterday's close at Rs157.09 to Rs157.14.
- During the day, USD/PKR traded within the range of 9paisa from low at Rs157.11 to high at Rs157.20.
- On WoW basis, in interbank session, PKR relatively unchanged and held its ground just inched up by 1paisa against the previous week's close at Rs157.13 to Rs157.14.
- During the last whole week, USD/PKR traded within the range of 31paisa from low at Rs156.95 to high at Rs157.26.



ECONOMIC-DATA:

FOREIGN EXCHANGE-FX-RESERVES:

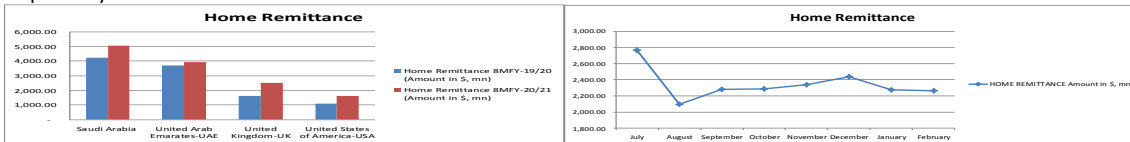
- SBP released the figure of total FX-Reserves for the week ended 5th March 2021. According to the SBP, FX-Reserves advanced by \$24.30mn as compared to the last week \$20.13bn to \$20.15bn.
- The break-up of total FX-Reserves are as under;
- SBP held FX-Reserves increased by \$37.60mn from \$12.97bn to \$13.01bn while FX-Reserves held in other banks fell by \$13.30mn from \$7.15bn to \$7.14bn respectively.



FX-RESERVES Held by	FX-RESERVES WoW Change Amount in \$, mn			
	Previous 26-Feb-21	Current 5-Mar-21	Change \$	Change %
State Bank of Pakistan-SBP	12,978.40	13,016.00	37.60	0.29
Commercial Banks	7,155.10	7,141.80	(13.30)	(0.19)
Total	20,133.50	20,157.80	24.30	0.12

HOME REMITTANCE:

- SBP released the data of home remittance for the month of February 2021. According to the SBP, Home Remittance decreased by \$8.0mn as compared to the previous month \$2.27bn to \$2.26bn.
- For 8MFY-20/21, Home Remittance advanced by \$3.63bn or 24.09% as compared to the same period of last fiscal year \$15.10bn to \$18.74bn.
- The countries from where Pakistani's remitted highest amount are as under;
- Saudi Arabia \$5.04bn, United Arab Emirates-UAE \$3.93bn, United Kingdom-UK \$2.52bn and United States of America-USA \$1.61bn respectively.



Date	Event	Impact	Actual	Forecast	Previous
12/3/2021	HR for Feb 21	MEDIUM	\$2.265bn	\$2.383bn	\$2.273bn
12/3/2021	HR for 8MFY-20/21	MEDIUM	\$18.742bn	\$18.861bn	\$15.104bn
12/3/2021	FX-Reserves for 5 Mar 21	MEDIUM	\$20.157bn	\$20.066bn	\$20.133bn

Tenor	KIBOR-%	PKRV Rates-%
1-Month	6.98	7.14
3-Month	7.15	7.23
6-Month	7.41	7.53
12-Month	7.56	7.80

Period	Pakistan Investment Bonds-PIB's		
	3-Mar-21 Cut Off Yields-%	12-Mar-21 Bid-%	12-Mar-21 Ask-%
2-Yrs	-	8.85	8.75
3-Yrs	9.4100	9.50	9.45
5-Yrs	9.9000	10.05	10.00
10-Yrs-Fix	10.2890	10.35	10.30
Floating	8.1498	102	101.75
15-years*	10.0000		10.47
20-years*	10.5800		10.67

Tenor	Market Treasury Bills-MTB		
	10-Mar-21 Cut Off Yields-%	12-Mar-21 Bid-%	12-Mar-21 Ask-%
3-M	7.5898	7.45	7.40
6-M	7.8000	7.80	7.75
12-M	7.7900	7.90	7.80

Note: * The secondary yields for 15 & 20-years Bonds are not available, so instead of leaving it blank, we inputted PKRV Rates.

Items	Period	Unit	Figure
Large Scale Manufacturing Industries-LSMI			
LSMI	1MFY-20/21	bps	143.30
Consumer Price Index-CPI			
Sensitive Price Index-SPI-WoW	25-Feb-21	bps	147.09
CPI (YoY)	February, 2021	%	8.70
CPI (MoM)	February, 2021	%	1.80
CPI-Urban-YoY	February, 2021	%	8.60
CPI-Rural-YoY	February, 2021	%	8.80
PAK CPI-YoY minus US CPI-YoY	8.70%-1.40%	%	7.30
M2 Growth			
M2 Growth-YoY	1 July 20 - 19-Feb 21	%	3.30
Net Govt. Sector Borrowing	1 July 20 - 19-Feb 21	Rs bn	75.69
GOVT. Borrowing for budgetary support from SBP	1 July 20 - 19-Feb 21	Rs bn	198.78
Credit to Private Sector-YoY	1 July 20 - 19-Feb 21	Rs bn	351.88
Govt. Foreign Commercial Banks Borrowing	1QFY-20/21	USD mn	136.70
Policy Rate			
SBP Policy Rate	FF-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	7.56%-0.28%	%	7.28
Rating & Outlook			
Standard & Poor's S&P	Rating & Outlook	Rank	B-
Moody's	Rating & Outlook	Rank	B3-Stable
Stock Exchange & Market Index			
MSCI Emerging Market Index-EMI	12-Mar-21	Pts	1,352.30
Pakistan Stock Exchange-PSX-100 Index	12-Mar-21	Pts	43,925.37
Foreign Investor Portfolio Investment-FPI	11-Mar-21	USD 1000	1,433.191
Special Convertible Rupee Account-AC/SCRA			
SCRA-Cumulative	1 July 20 To Date	USD mn	(195.03)
SCRA-T-Bills & PIB's	1 July 20 To Date	USD mn	(73.37)
SCRA-T-Bills & PIB's	Mar-21	USD mn	26.41

Tenor	Units	LIBOR Rate
3-Month	%	0.18413
6-Month	%	0.19363
12-Month	%	0.27863

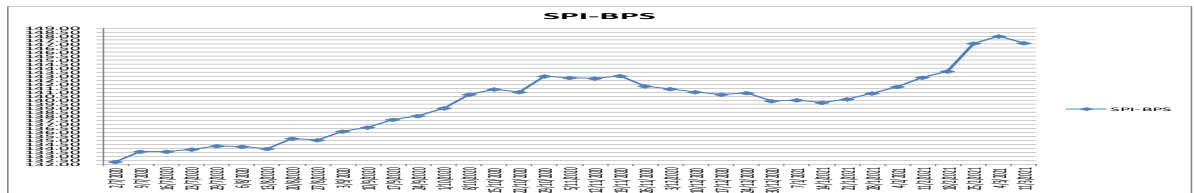
MONEY MARKET-MM:

- Yesterday, SBP conducted 8-Days OMO (Injection), where bid amount total was Rs296.20bn from which the accepted amount was Rs202.20bn at 7.04%.
- Today SBP conducted 7-Days OMO (Injection), where total bid amount was accepted Rs1.160trn at 7.04%.
- Today MM initiated at 7.05% and traded whole day within the range at 7.00%-7.15% and closed at 7.10%.

ECONOMIC DATA:

SENSITIVE PRICE INDEX-SPI:

- PBS released the data of weekly inflation for the week ended 11th March 2021. According to the PBS, SPI rose/fell by % as compared to the previous week 147.99bps to bps.
- Out of total 51 items, the prices of 25-items increased, 7-items decreased and 20-items unchanged.
- Commodities that prices surged are as under;
- Eggs 10.78%, Tomatoes 7.01%, Banana 3.83%, Lawn Printed 2.33% and Potatoes 2.31% respectively.
- Commodities that prices recorded decrease are as follows;
- Electric Charges 9.01%, Garlic 6.64% and Chicken 2.96% respectively.



Date	Event	Impact	Actual	Forecast	Previous
12/3/2021	SPI for 11 Mar 21	LOW	147.14bps	149.70bps	147.99bps

COMMODITIES MARKET:

- GOLD-SPOT:** During the last 4-hours, Gold continued its negative trend and closed at low note indicating that yellow metal will resume its declining trend and moving further lower the next target it would find at \$1,695. Yellow metal is currently trading at \$ per ounce.
- CRUDE-OIL:** During the last 4-hours, Crude-oil traded and closed at high note indicating that black gold will resume its higher run and moving further higher the next target it would find at \$66.60. Black gold is currently trading at \$ per barrel.

Date	Events	Actual	Forecast	Previous
11/3/2021	EUR Monetary Policy Statement	-	-	-
11/3/2021	EUR Main Refinancing Rate	0.00%	0.00%	0.00%
11/3/2021	EUR ECB Press Conference	-	-	-
11/3/2021	EUR 30-y Bond Auction	2.30 2.3	-	1.93 2.

Source: www.forexfactory.com

Ready Rates-PKR		12/3/2021	
Open	157.12	Last Day Close	LDC: 157.09
High	157.20		
Low	157.11		
Close	157.14		

USD/PKR SWAP YIELDS-%			
PERIOD	SWAP	Change in Premiums	Swap Implied PKR Yield
1-Week	0.2188	0.0020	7.35%
1-Month	0.9645	(0.0477)	7.33%
2-Month	1.8827	(0.0416)	7.55%
3-Month	2.9219	0.0064	7.73%
4-Month	3.8652	(0.0420)	7.55%
5-Month	4.8595	(0.0231)	7.57%
6-Month	5.8550	(0.0623)	7.58%
1-Year	11.0417	(0.0076)	7.31%

FORIEGN EXCHANGE-FX ECONOMIC INDICATORS			
Items	Period	Unit	Figure
Gross Domestic Product-GDP			
GDP	7MFY-20/21	USD bn	152
Foreign Exchange-FX-Reserves			
FX-Reserves-WoW	5-Mar-21	USD bn	20.157
FE-25 Import Financing	January, 2021	USD mn	408
SBP Forward/Swap Position	31-Jan-21	USD bn	(4,640)
Net International Reserves-NIR (EST)	5-Mar-21	USD bn	(8,620)
Kerb USD/PKR	10-Mar-21	Bid/Ask	157.20/157.50
Real Effective Exchange Rate-REER	October, 2020	Rs	97.11
FX-Economic Data			
Foreign Direct Investment-FDI	7MFY-20/21	USD bn	1.15
Home Remittance	8MFY-20/21	USD mn	18,742
CAR(CAD)	7MFY-20/21	USD mn	912,000
CAB % of GDP	7MFY-20/21	%	0.60
Trade Balance/(Trade -Deficit)	7MFY-20/21	USD bn	(14,857)
GOVT. Circular Debt & External Liabilities			
Government Domestic Debt & Liabilities	As at 31-12-2020	Rs tm	15.59
External Debt	As at 31-12-2020	USD bn	115.76
Central Debt	1MFY-20/21	Rs tm	24.31