

15<sup>th</sup> August 2024

**DAILY MARKET REVIEW**

KEY PAKISTAN STATS & ECONOMIC INDICATORS			
Items	Period	Unit	Figure
<b>Foreign Exchange-FX-Reserves</b>			
FX-Reserves-WoW	2-Aug-24	USD bn	14.471
FE-25 Import Financing	June, 2024	USD bn	1.36
SBP Forward/Swap Position	June, 2024	USD bn	3.45
Net International Reserves-NIR (EST)	26-Jul-24	USD bn	(20.61)
Kerb USD/PKR-Buying/Selling Avg. Rate	15-Aug-24	Rs	279.95
Real Effective Exchange Rate-REER	June, 2024	Rs	100.11
Net Roshan Digital Account-RDA	Sep 20 to FY24	USD bn	1.43
<b>Consumer Price Index-CPI</b>			
Sensitive Price Index-SPI-WoW	8-Aug-24	bps	322.54
General Head Line CPI-YoY	July, 2024	%	11.10
Core CPI-Non Food Non Energy- NFNE-Rural-YoY	July, 2024	%	16.90
Core CPI-Non Food Non Energy- NFNE-Urban-YoY	July, 2024	%	11.70
Core CPI-20% Weighted Trimmed-Rural-YoY	July, 2024	%	11.30
Core CPI-20% Weighted Trimmed-Urban-YoY	July, 2024	%	10.30
General Head Line CPI-Rural-YoY	July, 2024	%	8.10
General Head Line CPI-Urban-YoY	July, 2024	%	13.20
General Head Line CPI-MoM	July, 2024	%	2.10
Average CPI	IMFY25	%	11.10
PAK CPI-YoY minus US CPI-YoY	11.10-3.00	%	8.10
<b>Broad Money Supply-M2 Growth:</b>			
M2 Growth-YoY	1 Jul 23 To 26 July 24	%	(3.87)
Net Govt. Sector Borrowing	1 Jul 23 To 26 July 24	Rs tm	(192.55)
GOVT. Borrowing for budgetary support from SBP	1 Jul 23 To 26 July 24	Rs tm	4.52
Private Sector Credit-PSC	1 Jul 23 To 26 July 24	Rs bn	(326.95)
Govt. Foreign Commercial Banks Borrowing	FY24	USD mn	999.04
<b>Policy Rate-PR</b>			
SBP Policy Rate	FY-25 YTD	%	19.50
SBP O/N REPO & Reserve REPO Rate	Floor & Ceiling	%	18.50-20.50
SBP PR minus USD FED Fund Rate	19.50-5.50	%	14.00
1-Year KIBOR minus 1-Year LIBOR	17.58-4.99	%	12.59
<b>FX-Economic Data</b>			
Foreign Direct Investment-FDI	FY-24	USD bn	1.90
Home Remittance	1MFY-25	USD bn	2.995
Trade Bal-S/(D)	FY-24	USD bn	(24.39)
CAB-S/(D)	FY-24	USD mn	(681.00)
<b>Special Convertible Rupee Account-SCRA</b>			
SCRA-Cumulative inflow/(outflow)	July 23 to date	USD mn	128.91
SCRA-MTB+PIB Inflow/(outflow)	July 23 to date	USD bn	122.63
<b>Govt., Circular Debt &amp; External Liabilities</b>			
Govt. Domestic Debt & Liabilities	As at 31-5-2024	Rs tm	46.75
External Debt	As at 31-5-2024	USD bn	130.401
Central Govt. Debt (Domestic + External)	As at 31-5-2024	Rs tm	67.816

**ECONOMIC NEWS**

- ✓ **No curbs on imports as reserves rise** SBP Governor has stated that there are no import restrictions as FX-Reserves have substantially risen.
- ✓ In his message for the 77<sup>th</sup> Independence Day celebrations at the SBP, SBP Governor mentioned that the situation regarding FX-Reserves has improved, with reserves rising to \$9.3bn despite ongoing debt repayments.
- ✓ There have been no import restrictions, and IT exports have risen significantly. These improvements bode well for the economy.
- ✓ However, importers from all sectors of the economy still find it difficult to open LOC for imports. They said the SBP has been following a selective import policy, which helped reduce the trade deficit in FY24.
- ✓ The SBP governor said that inflation had significantly decreased to 11.1% in July, down from 28.3% in July 2023.
- ✓ Stability measures give rupee a boost The rupee has appreciated significantly against the dollar over the past year, marking a rare shift as the US currency typically dominates.
- ✓ Official data showed that the rupee gained around Rs9 per dollar in the interbank market b/w Aug 11, 2023, and Aug 13, 2024. The open market saw even greater appreciation, with the rupee strengthening by Rs15 per dollar during the same period.
- ✓ On Aug 11 last year, the interbank exchange rate stood at Rs287.60, which fell to around Rs278.60 by Aug 13 this year. In the open market, the exchange rate dropped from Rs295 to Rs280 per dollar, reflecting a gain of Rs15.

Interbank READY Rates- PKR-Rs			15-Aug-24	
Open	278.70	Last Day Close		
Close	278.70	278.70		
DAILY USD/PKR SWAP YIELDS-%				
PERIOD	SWAP	Change in Premiums	Swap Implied PKR Yield	
1-Week	0.750	0.0050	19.19%	
2-Week	1.450	(0.0100)	18.82%	
1-Month	3.380	0.2900	19.72%	
2-Month	5.625	(0.0750)	17.48%	
3-Month	7.775	-	16.55%	
4-Month	9.925	0.1000	16.06%	
5-Month	11.700	0.0500	15.69%	
6-Month	13.800	0.2500	15.09%	
9-Month	19.000	0.2500	14.60%	
1-Year	23.750	-	13.39%	
MONEY Market- M M Over-Night- O / N Rates-%				
Open	19.80	Last Day Close-LDC		
High	20.40	20.00		
Low	19.75	20.00		
Close	20.20			
KIBOR AND PKRV RATES (%)			13-Aug-24	
Tenor	KIBOR-%	PKRV Rates-%		
1-M	19.40	19.35		
3-M	18.78	18.78		
6-M	18.50	18.35		
12-M	17.43	17.22		
Pakistan Investment Bonds-PIB's				
Period	31-Jul-24	15-Aug-24		
	Cut Off Yields-%	Bid-%	Ask-%	
3-Yrs	16.2450	15.65	15.55	
5-Yrs	15.2950	15.00	14.95	
10-Yrs	14.2499	14.10	13.90	
15-yrs*	-	13.94		
20-yrs*	-	13.87		
Market Treasury Bills-MTB				
Tenor	25-Jul-24	15-Aug-24		
	Cut Off Yields-%	Bid-%	Ask-%	
3-M	19.4899	19.00	18.70	
6-M	19.2891	18.40	18.30	
12-M	18.2389	17.25	17.15	
Note: * The secondary yields for 15 & 20-yrs Bonds are not available, so instead of leaving it blank, we inputted PKRV Rates.				