

FOREIGN EXCHANGE-FX-MARKET:

- ✓ Today in interbank session, PKR strengthened by 20paise against the Yesterday's close at Rs160.59 to Rs160.39.
- ✓ During the day, USD/PKR traded within the range of 16paise from low at Rs160.39 to high at Rs160.55.



Ready Rates - PKR		16/12/2020	
Open	160.45	Last Day Close - LDC: 160.59	
High	160.55		
Low	160.39		
Close	160.39		

USD/PKR SWAP YIELDS-%			
PERIOD	SWAP	Change in Premiums	Swap Implied PKR Yield
1-Week	0.2605	0.0025	8.57%
1-Month	1.1855	0.0971	8.85%
2-Month	2.0333	(0.0401)	8.04%
3-Month	2.8699	(0.1441)	7.48%
4-Month	3.8037	(0.1376)	7.33%
5-Month	4.6136	(0.1333)	7.10%
6-Month	5.3878	(0.1118)	6.91%
1-Year	9.3995	(0.0177)	6.20%

FOREIGN EXCHANGE-ECONOMIC INDICATORS			
Items	Period	Unit	Figure
Domestic Product-GDP			
GDP	10FY-2021	USDtn	6821
Foreign Exchange Reserves			
FX Reserves-WoW	4-Dec-20	USDtn	2042
FX Spot Financing	November, 2020	USDmn	35
SBP Forward Swap Position	31-Oct-20	USDtn	(488)
Net International Reserves-NR(ES)	4-Dec-20	USDtn	(1058)
Web USD/PKR	15-Dec-20	Bid/Ask	160.47/160.55
Real Effective Exchange Rate-REER	September, 2020	Rs	94.12
FX Economic Data			
Foreign Direct Investment-FDI	4MY-2021	USDmn	733.0
Home Remittance	5MY-2021	USDtn	11.79
Current Account (Deficit)/Surplus	4MY-2021	USDmn	1.60
GDP % of GDP	4MY-2021	%	1.30
Trade Deficit	4MY-2021	USDtn	75.38
Govt. Gross Debt & External Liabilities			
Government Domestic Debt & Liabilities	As at 31-8-2020	Rs tm	1462
External Debt	As at 30-6-2020	USDtn	112888
Govt. Debt	FY-19/20	Rs tm	2253

KIBOR AND PKRV RATE (%) - 16-Dec-20			
Tenor	KIBOR-%	PKRV Rates-%	
1-Month	6.92	7.08	
3-Month	7.04	7.12	
6-Month	7.10	7.18	
12-Month	7.19	7.30	

Pakistan Investment Bonds-PIB's			
Period	10-Dec-20 Cut Off Yields-%	16-Dec-20 Bid-% Ask-%	
2-Yrs	-	8.15	8.12
3-Yrs	8.2400	8.28	8.24
5-Yrs	8.4500	9.05	9.03
10-Yrs-Fix	8.9900	9.95	9.90
Floating	7.5498	10.2	10.1.75
15-years*	10.0000	10.25	
20-years*	10.5800	10.50	

Market Treasury Bills-MTB			
Tenor	3-Dec-20 Cut Off Yields-%	16-Dec-20 Bid-% Ask-%	
3-M	7.1408	7.11	7.10
6-M	7.1849	7.18	7.16
12-M	7.2989	7.32	7.28

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

MONEY MARKET-ECONOMIC INDICATORS			
Items	Period	Unit	Figure
Money Market			
USM	4MY-2021	bps	1508
Government			
Sensitive Reserves-SRMW	25-Nov-20	bps	10.74
GR (M)	November, 2020	%	835
GR (M+Y)	November, 2020	%	082
GR (M+3Y)	November, 2020	%	730
GR (M+6Y)	November, 2020	%	1250
PKGR (M) minus USPR (M)	839%L2%	%	725
MSM			
NR Govt (M)	11-Jul-20-4-Dec-20	%	180
Net Govt. Sector Borrowing	11-Jul-20-4-Dec-20	Rs tn	27.32
Govt. Borrowing for Budgetary Support from SBP	11-Jul-20-4-Dec-20	Rs tn	28.11
Credit to Private Sector (M)	11-Jul-20-4-Dec-20	Rs tn	(1458)
Govt. Foreign Commercial Bank Borrowing	10FY-2021	USDmn	1570
Risk Rate			
SPR Risk Rate	PKRV2021	%	700
SPR (M) & Reserve Rate	Risk Rating	%	600800
SPR Risk Rate minus USPR Risk Rate	700%L2%	%	675
1 Year REER minus 1 Year LIBOR	723%L33%	%	685
Ratings & Outlook			
Standard & Poor's S&P	Rating & Outlook	Rank	B
Mutuals	Rating & Outlook	Rank	BBB Stable
Stocks & Bonds			
NDI (Weighted) Net Index (M)	15-Dec-20	Rs	12011
Risk Rating Stock Exchange (PKRV) Index	15-Dec-20	Rs	433629
Foreign Investor Portfolio Investment (M)	15-Dec-20	USDtn	(8898)
Special Government Finance Accounts-SGFA			
SGFA Cumulative	11-Jul-20 to Date	USDmn	(52.3)
SGFA Bills & SRBs	11-Jul-20 to Date	USDmn	(25.5)
SGFA Bills & SRBs	Date:20	USDmn	1346

US-LIBOR Rate 14/12/2020		
Tenor	Units	LIBOR Rate
3-Month	%	0.21925
6-Month	%	0.24713
12-Month	%	0.33488

MONEY MARKET-MM:

MARKET TREASURY BILLS-MTB AUCTION REPORT:

- ✓ Today SBP held its MTB Auction for FY-20/21. Where target amount was Rs300.0bn while the maturity amount was Rs407.0bn. The total bid participation amount was recorded more than double from the target amount Rs791.31bn that is divided into 3, 6 and 12-month tenor Rs726.01bn, Rs42.0bn and Rs23.30bn respectively.
- ✓ We expect that the MTB Cut-off Yield for 3 and 6-months tenor rose by 3bps and 2bps from 7.14% to 7.17%, 7.18% to 7.20%, while in 12-month tenor fell by 1bps from 7.30% to .29% respectively.
- ✓ Today MM initiated the market at 7.10% and traded whole day within the range at 6.90%-7.30% and closed at 7.30%.

COMMODITIES MARKET:

- ✓ **GOLD:** During the last 4-hours, Gold traded higher and successfully broke the resistance at \$1,859 and resumed its higher run and closed at high note indicating that yellow metal will resume its higher run and moving further higher the next target it would find at \$1,875. Yellow metal is currently trading at \$ per ounce.
- ✓ **CRUDE-OIL:** During the last 4-hours, Crude-oil resumed its advance movement 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 \$48.50. But before moving higher, black gold may take correction and move lower as RSI-14-Days are continuously trading at 70 level (overbought condition) Black gold is currently trading at \$ per barrel.

WORLD ECONOMIC DATA RELEASED DURING THE LAST 24-HOURS				
Date	Events	Actual	Forecast	Previous
16-12-20	CAD BOC Gov Macklem Speaks	-	-	-

Source: www.forexfactory.com