DAILYC&M MANAGEMENT MARKET REVIEW

## FX – INTERBANK RATE:

| 16-Jan | OPEN | HIGH | LOW | CLOSE | Last Day Close-LDC |
|---|---|---|---|---|---|
| Ready Rates | 154.84 | 154.85 | 154.64 | 154.67 | 154.79 |

### MONEY MARKET:

### MARKET TREASURY BILLS-MTB AUCTION REPORT & RESULT:

- ✓ Yesterday, SBP held its MTB Auction for FY-19/20, where the target amount was Rs400.0bn while the maturity amount was Rs344.90bn. The total bid participation is recorded more than double from the target amount Rs1.11trn.
- ✓ But the Govt. accepted the amount Rs274.76bn that is divided into 3, 6 and 12-month tenors Rs170.38bn, Rs22.34bn and Rs82.03bn respectively. As per our expectation, the MTB Cut-off yield remained the same.
- ✓ Today MM initiated at 13.00% and traded whole day with-in the range of 12.90%-13.20% and closed at 13.10%.

### COMMODITIES-MARKET:

- ✓ **GOLD:** During the last 4-times 4-hours, Gold is moving within the range from $1,451 to $1,456. We expect that yellow metal will move around in between above mentioned range unless breaks one of these two levels and trade accordingly. Yellow metal is currently trading at $1,555.61 per ounce.
- ✓ **CRUDE OIL:** During the last 4-hours, Crude oil traded and closed lower indicating that black gold will continue its losing run and moving further lower it will find support at $57.40. Black gold is currently trading at $57.92 per barrel.

### WORLD ECONOMIC DATA RELEASED DURING THE LAST 24-HOURS

| Date | Events | Actual | Forecast | Previous |
|---|---|---|---|---|
| 15-1-20 | GBP MPC Member Saunders Speaks | - | - | - |
| 15-1-20 | GBP CPI y/y | 1.30% | 1.50% | 1.50% |
| 15-1-20 | GBP PPI Input m/m | 0.10% | 0.20% | 0.50% |
| 15-1-20 | USD Core PPI m/m | 0.10% | 0.20% | -0.20% |
| 15-1-20 | USD PPI m/m | 0.10% | 0.20% | 0.00% |
| 15-1-20 | USD Crude Oil Inventories | -2.5M | 0.4M | 1.2M |
| 15-1-20 | USD FOMC Member Harker Speaks | - | - | - |
| 15-1-20 | USD FOMC Member Kaplan Speaks | - | - | - |
| 16-1-20 | CNY New Loans | 1140B | 1250B | 1390B |

Source: www.forexfactory.com

### USD/PKR SWAP YIELDS-%

| PERIOD | SWAP | Change in Premiums | Swap Implied PKR Yield |
|---|---|---|---|
| 1-WEEK | 0.3750 | 0.0200 | 14.21% |
| 2-WEEK | 0.7400 | 0.0250 | 14.07% |
| 1-MONTH | 1.5600 | 0.0350 | 13.55% |
| 2-MONTH | 2.5950 | 0.0450 | 12.19% |
| 3-MONTH | 3.5750 | 0.1250 | 11.21% |
| 4-MONTH | 4.5250 | 0.2250 | 10.75% |
| 5-MONTH | 5.4000 | 0.2000 | 10.19% |
| 6-MONTH | 6.3750 | 0.1750 | 10.05% |
| 12-MONTH | 12.1725 | 0.2525 | 9.84% |

### ECONOMIC INDICATORS

| Items | Period | Unit | Figure |
|---|---|---|---|
| Gross Domestic Product-GDP | 5MFY-19/20 | USD bn | 113.812 |
| Foreign Exchange-FX-Reserves | 3-Jan-20 | USD bn | 18.084 |
| FE-25 Import Financing | November, 2019 | USD mn | 411 |
| SBP Forward/Swap Position | 30-Nov-19 | USD bn | (5.022) |
| Net International Reserves-NIR (EST) | 3-Jan-20 | USD bn | (12.515) |
| 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 - 27-Dec 19 | % | 3.58 |
| Net Govt. Sector Borrowing | 1 July 19 - 27-Dec 19 | Rs bn | 282.82 |
| GOVT. Borrowing for budgetary support from SBP | 1 July 19 - 27-Dec 19 | Rs bn | 345.99 |
| Credit to Private Sector-YoY | 1 July 19 - 27-Dec 19 | Rs bn | 117.38 |
| Govt. Foreign Commercial Banks Borrowing | 4MFY-19/20 | USD mn | 784.97 |
| 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%-2.50% | % | 10.75 |
| 1-Year KIBOR minus 1-Year LIBOR | 13.01%-1.96% | % | 11.05 |
| Foreign Direct Iivestment-FDI | 5MFY-19/20 | USD mn | 850.1 |
| Home Remittance | 1HFY-19/20 | USD bn | 11.394 |
| Current Account Deficit-CAD | 5MFY-19/20 | USD bn | 1.821 |
| CAD % of GDP | 5MFY-19/20 | % | 1.60 |
| Trade -Deficit | 5MFY-19/20 | USD bn | 9.621 |
| Kerb USD/PKR | 16-Jan-20 | Bid/Ask | 154.80/155.10 |
| 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 | 16-Jan-20 | Pts | 1,139.70 |
| Pakistan Stock Exchage-PSX-100 Index | 16-Jan-20 | Pts | 43,047.73 |
| Foreign Investor Portfolio Investment-FIPI | 15-Jan-20 | USD '000 | 1,213.02 |
| Special Convertible Rupee A/c-SCRA-Cummulative | 1 July 19 To-Date | USD mn | 1685.33 |
| Special Convertible Rupee A/c-SCRA-T-Bills | 1 July 19 To-Date | USD mn | 1700.68 |
| Special Convertible Rupee A/c-SCRA-T-Bills | Jan-20 | USD mn | 250.70 |

| DATE | DATA | 3-MONTH | 6-MONTH | 12-MONTH |
|---|---|---|---|---|
| 14-Jan, 2020 | US-LIBOR Rate | 1.84263% | 1.86450% | 1.96313% |

### KIBOR AND PKRV RATE (%) 16-Jan-20

| Tenor | | KIBOR-% | PKRV Rates-% | |
|---|---|---|---|---|
| 1-Month | | 13.15 | | 13.32 |
| 3-Month | | 13.31 | | 13.40 |
| 6-Month | | 13.25 | | 13.36 |
| 12-Month | | 13.01 | | 13.16 |

### Pakistan Investment Bonds-PIB's

| Period | Types of Bonds | 9-Jan-19 | 16-Jan-20 | |
|---|---|---|---|---|
| | | Cut Off Yields-% | Bid-% | Ask -% |
| 2-Years | | - | 12.65 | 12.60 |
| 3-Years | | 11.7500 | 11.77 | 11.75 |
| 5-Years | | 11.1938 | 11.17 | 11.14 |
| 10-Years | Fixed | 10.9000 | 11.05 | 10.95 |
| | Floating | 13.8899 | 102 | 101.75 |

### Market Treasury Bills-MTB

| Tenor | | 16-Jan-20 | 16-Jan-20 | |
|---|---|---|---|---|
| | | Cut Off Yields-% | Bid-% | Ask-% |
| 3-Months | | 13.4897 | 13.35 | 13.32 |
| 6-Months | | 13.2899 | 13.32 | 13.30 |
| 12-Months | | 13.1340 | 13.12 | 13.08 |

***C&M MANGEMENT (PVT) LTD*** | SAIMA Trade Tower-B,7th Floor, Room No: 708, 709, I.I Chundrigar Road, Karachi, Pakistan Telephone No: +92-21-3265171 Ext:105