DAILYC&M MANAGEMENT MARKET REVIEW

FX – INTERBANK RATE:

17-Jun	OPEN	HIGH	LOW	CLOSE	Last Day Close-LDC
Ready Rates	164.80	165.80	164.75	165.71	164.88

MONEY MARKET:

MARKET TREASURY BILL-MTB AUCTION REPORT:

- ✓ Today, SBP held its MTB Auction for FY-19/20, where the target amount was Rs325.0bn while the maturity amount was Rs269.90bn. The total bid participation is recorded Rs562.25bn that is divided into 3, 6 and 12-month tenors Rs158.99bn, Rs202.21bn, and Rs201.05bn respectively. We expect that the MTB Cut-off yield will be dropped by 21bps and 18bps in 6 and 12months from 7.98% to 7.77% and 7.71% to 7.53% respectively. While 3month MTB Cut-off yield remained unchanged.
- ✓ Today MM initiated at 8.00% and traded whole day within the range of 8.00%-8.20% and expected to close at the same.

COMMODITIES-MARKET:

- ✓ **GOLD-SPOT:** During the last 4-hours, Gold started to trade lower but later bounced back upside direction strongly and successfully broke the resistance at $1,719 and closed above it indicating that yellow metal will move higher and moving further higher the next target it would find at $1,726. Yellow metal is currently trading at $1,723.54 per ounce.
- ✓ **CRUDE OIL-SPOT:** During the last 4-hours, Crude oil traded lower strongly and found support at $37.82. It held that level and closed above it indicating that black gold will move higher unless prices remain above from $37.85. While moving higher the next target it would find at $39.00. Black gold is currently trading at $38.17 per barrel.

WORLD ECONOMIC DATA RELEASED DURING THE LAST 24-HOURS

Date	Events	Actual	Forecast	Previous
16-6-20	USD Core Retail Sales m/m	12.40%	5.50%	-15.20%
16-6-20	USD Retail Sales m/m	17.70%	7.90%	-14.70%
16-6-20	USD Fed Chair Powell Testifies	-	-	-
17-6-20	CAD BOC Gov Macklem Speaks	-	-	-
17-6-20	GBP CPI y/y	0.50%	0.50%	0.80%

Source: www.forexfactory.com

USD/PKR SWAP YIELDS-%

PERIOD	SWAP	Change in Premiums	Swap Implied PKR Yield
1-WEEK	0.2565	0.0016	8.08%
2-WEEK	0.3830	0.0030	6.07%
1-MONTH	0.7756	0.0124	5.71%
2-MONTH	1.3908	(0.0207)	5.46%
3-MONTH	1.9577	0.0016	5.11%
4-MONTH	2.4489	0.0473	4.85%
5-MONTH	2.8445	0.0259	4.49%
6-MONTH	3.2251	(0.0173)	4.29%
12-MONTH	8.3123	0.0314	5.61%

ECONOMIC INDICATORS

Items	Period	Unit	Figure
Gross Domestic Product-GDP	10MFY-19/20	USD bn	222.866
Foreign Exchange-FX-Reserves	5-Jun-20	USD bn	16.705
FE-25 Import Financing	May, 2020	USD mn	560
SBP Forward/Swap Position	April, 2020	USD bn	(5.338)
Net International Reserves-NIR (EST)	5-Jun-20	USD bn	(13.959)
IBA-SBP-Consumer Confidence Index-CCI	As at 31-1-2020	DI	40.60
IBA-SBP-Inflation Expectation Index-IEI	As at 31-1-2020	DI	46.68
Consumer Price Index-CPI (YoY)	March, 2020	%	8.22
CPI- (MoM)	March, 2020	%	0.32
CPI-Urban-YoY	March, 2020	%	7.30
CPI-Rural-YoY	March, 2020	%	9.70
PAK CPI-YoY munus US CPI-YoY	8.22%-0.30%	%	7.92
M2 Growth-YoY	1 July 19 - 5-June 20	%	13.61
Net Govt. Sector Borrowing	1 July 19 - 5-June 20	Rs bn	2,127.19
GOVT. Borrowing for budgetary support from SBP	1 July 19 - 5-June 20	Rs bn	2,056.39
Credit to Private Sector-YoY	1 July 19 - 5-June 20	Rs bn	225.00
Govt. Foreign Commercial Banks Borrowing	10MFY-19/20	USD bn	4.34
SBP Policy Rate	FY-19/20 YTD	%	8.00
SBP O/N REPO & Reserve REPO Rate	Floor & Ceiling	%	7.00-9.00
SBP Policy Rate minus USD FED Fund Rate	8.00%-0.25%	%	7.75
1-Year KIBOR minus 1-Year LIBOR	7.33%-0.59%	%	6.74
Foreign Direct Iivestment-FDI	10MFY-19/20	USD bn	2.281
Home Remittance	11MFY-19/20	USD bn	20.654
Current Account Deficit-CAD	10MFY-19/20	USD bn	3.343
CAD % of GDP	10MFY-19/20	%	1.50
Trade -Deficit	10MFY-19/20	USD bn	19.058
Kerb USD/PKR	17-Jun-20	Bid/Ask	163.00/164.00
Real Effective Exchange Rate-REER	Feb-20	Rs	97.20
Governmentt Domestic Debt & Liabilities	As at 30-11-2019	Rs trn	13.20
External Debt	As at 30-9-2019	USD bn	106.89
Standard & Poor's-S&P	Rating & Outlook	Rank	B
Moody's	Rating & Outlook	Rank	B3-Stable
MSCI-Emerging Market Index-EMI	17-Jun-20	Pts	992.24
Pakistan Stock Exchage-PSX-100 Index	17-Jun-20	Pts	33,848.68
Foreign Investor Portfolio Investment-FIPI	16-Jun-20	USD '000	(1,567.06)
Special Convertible Rupee A/c-SCRA-Cummulative	1 July 19 To-Date	USD mn	241.36
Special Convertible Rupee A/c-SCRA-T-Bills & PIB's	1 July 19 To-Date	USD mn	622.15
Special Convertible Rupee A/c-SCRA-T-Bills & PIB's	Jun-20	USD mn	0.00

DATE	DATA	3-MONTH	6-MONTH	12-MONTH
16-June, 2020	US-LIBOR Rate	0.30788%	0.42975%	0.58550%

KIBOR AND PKRV RATE (% 17-Jun-20

Tenor	KIBOR-%	PKRV Rates-%
1-Month	7.86	8.10
3-Month	7.87	7.91
6-Month	7.62	7.60
12-Month	7.33	7.37

Pakistan Investment Bonds-PIB's

Period	29-May-19 Cut Off Yields-%	17-Jun-20 Bid-%	17-Jun-20 Ask-%
2-Years	-	7.70	7.60
3-Years	7.6400	7.70	7.60
5-Years	8.0500	8.10	8.05
10-Years-Fixed	8.6900	8.65	8.55
10-Years-Floating	9.9699	102	101.75
15-years *	10.4900	9.80	
20-years *	10.7000	10.02	

Market Treasury Bills-MTB

Tenor	3-Jun-20 Cut Off Yields-%	17-Jun-20 Bid-%	17-Jun-20 Ask-%
3-Months	8.1298	8.05	8.00
6-Months	7.9757	7.65	7.55
12-Months	7.7101	7.40	7.25

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