

DAILY C&M MARKET REVIEW

FOREIGN EXCHANGE-FX-MARKET:

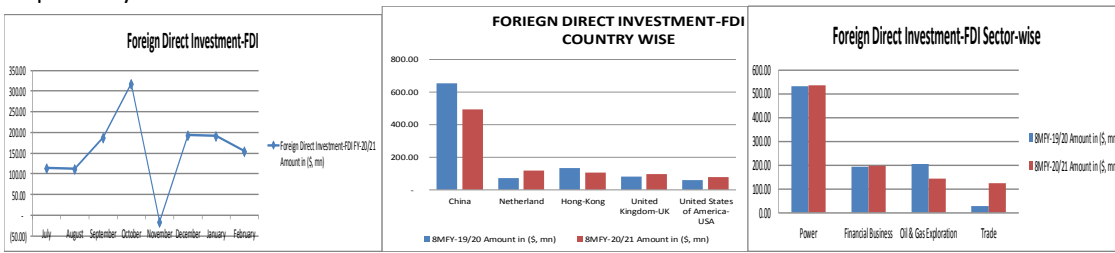
- Today, in interbank session, PKR strengthened by 98paise against the yesterday's close at Rs156.72 to Rs155.74.
- During the day, USD/PKR traded within the range of 80paise from low at Rs155.70 to high at Rs156.50.



ECONOMIC-DATA:

FOREIGN DIRECT INVESTMENT:

- SBP released the data of FDI for the month of February 2021. According to the SBP, FDI declined by \$37.60mn as compared to the previous month \$192.70mn to \$155.10mn.
- For 8MFY-20/21, FDI plunged by \$554.0mn as compared to the same period of last fiscal year \$1.85bn to \$1.30bn.
- Countries that directly invested highest amount in Pakistan are as under;
- China \$493.90mn, Netherland \$117.80mn, Hong-Kong \$106.30mn, United Kingdom-UK \$95.40mn and United States of America-USA \$78.90mn respectively.
- The Sectors in which these countries highest amount in Pakistan are as follows;
- Power \$532.70mn, Financial Business \$196.90mn, Oil & Gas Exploration \$142.0mn and Trade \$122.30mn respectively.



ECONOMIC DATA RELEASED DURING THE LAST 24-HOURS

Date	Event	Impact	Actual	Forecast	Previous
17/3/2021	FDI for Feb 21	MEDIUM	\$155.10mn	\$140.10mn	\$192.70mn
17/3/2021	FDI for 8MFY-20/21	MEDIUM	\$1.300bn	\$1.243bn	\$1.854bn

Ready Rates-PKR		17/3/2021
Open	156.50	Last Day Close-LDC: 156.72
High	156.50	
Low	155.70	
Close	155.74	

USD/PKR SWAP YIELDS-%			
PERIOD	SWAP	Change in Premiums	Swap Implied PKR Yield
1-Week	0.2069	(0.0371)	7.01%
1-Month	0.9946	0.0299	7.17%
2-Month	1.8511	(0.0739)	7.25%
3-Month	2.8181	(0.0392)	7.37%
4-Month	3.8196	0.0013	7.41%
5-Month	4.7470	(0.0686)	7.46%
6-Month	5.7744	(0.0403)	7.55%
1-Year	11.0812	0.0878	7.39%

FOREIGN EXCHANGE-FX ECONOMIC INDICATORS			
Items	Period	Unit	Figure
<b>Gross Domestic Product-GDP</b>			
GDP	7MFY-20/21	USD bn	152
<b>Foreign Exchange-FX-Reserves</b>			
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	17-Mar-21	Bid/Ask	155.90/156.80
Real Effective Exchange Rate-REER	October, 2020	Rs	97.11
<b>FX-Economic Data</b>			
Foreign Direct Investment-FDI	8MFY-20/21	USD bn	1.30
Home Remittance	8MFY-20/21	USD bn	18.742
CAB/(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)
<b>GOVT. Circular Debt &amp; External Liabilities</b>			
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	1HFY-20/21	Rs tm	24.31

KIBOR AND PKRV RATE (%)			17-Mar-21
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	

Pakistan Investment Bonds-PIB's			
Period	3-Mar-21	17-Mar-21	
	Cut Off Yields-%	Bid-%	Ask-%
2-Yrs	-	8.72	8.70
3-Yrs	9.4100	9.45	9.40
5-Yrs	9.9000	9.95	9.90
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

Market Treasury Bills-MTB			
Tenor	10-Mar-21	17-Mar-21	
	Cut Off Yields-%	Bid-%	Ask-%
3-M	7.5898	7.43	7.40
6-M	7.8000	7.75	7.72
12-M	7.7900	7.90	7.85

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

MONEY MARKET-MM ECONOMIC INDICATORS			
Items	Period	Unit	Figure
<b>Large Scale Manufacturing Industries-LSMI</b>			
LSMI	7MFY-20/21	bpps	147.22
<b>Consumer Price Index-CPI</b>			
Sensitive Price Index-SP-1WoW	11-Mar-21	bpps	147.14
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
<b>M2 Growth</b>			
M2 Growth-YoY	1 July 20 - 5 Mar 21	%	4.60
Net Govt. Sector Borrowing	1 July 20 - 5 Mar 21	Rs bn	364.65
GOVT. Borrowing for budgetary support from SBP	1 July 20 - 5 Mar 21	Rs bn	489.08
Credit to Private Sector-YoY	1 July 20 - 5 Mar 21	Rs bn	365.86
Govt. Foreign Commercial Banks Borrowing	10FY-20/21	USD mn	136.70
<b>Policy Rate</b>			
SBP Policy Rate	FF-20/21 TTD	%	7.00
SBP Q/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
<b>Rating &amp; Outlook</b>			
Standard & Poor's-S&P	Rating & Outlook	Rank	B-
Moody's	Rating & Outlook	Rank	B3-Stable
<b>Stock Exchange &amp; Market Index</b>			
MSCI-Emerging Market Index-EM	17-Mar-21	Pts	1,348.19
Pakistan Stock Exchange-PSX-100 Index	17-Mar-21	Pts	44,867.17
Foreign Investor Portfolio Investment-FPI	16-Mar-21	USD '000	(1,155.498)
<b>Special Convertible Rupee Account-A/C-SCRA</b>			
SCRA-Cumulative	1 July 20 To-Date	USD mn	(395.89)
SCRA-T-Bills & PIB's	1 July 20 To-Date	USD mn	(74.96)
SCRA-T-Bills & PIB's	Mar-21	USD mn	24.81

US-LIBOR Rate			15/3/2021
Tenor	Units	LIBOR Rate	
3-Month	%	0.18200	
6-Month	%	0.19750	
12-Month	%	0.28100	

MONEY MARKET-MM:

- Today MM initiated at 7.30% and traded whole day within the range at 7.00%-7.35% and closed at 7.10%.

COMMODITIES-MARKET:

- GOLD-SPOT:** During the last 4-hours, Gold started to trade higher and found resistance at \$1,739. It held that level and came down lower but closed just inched higher from its opening quote indicating that yellow metal will move around in between \$1,732 to \$1,739 unless breaks one of these two levels and trade accordingly. Yellow metal is currently trading at \$1,730.80 per ounce.
- CRUDE-OIL:** During the last 4-hours, Crude-oil started to trade higher and found resistance at \$65.35. It held that level and dropped down lower strongly and comprehensively breached the multiple supports at \$64.90 and \$64.60 respectively and closed below it indicating that black gold will continued its negative trend and moving further lower the next target it would find at \$63.60. Black gold is currently trading at \$64.10 per barrel.

WORLD ECONOMIC DATA RELEASED DURING THE LAST 24-HOURS

Date	Events	Actual	Forecast	Previous
16-3-21	USD Core Retail Sales m/m	-2.70%	0.20%	8.30%
16-3-21	USD Retail Sales m/m	-3.00%	-0.50%	7.60%
17-3-21	AUD RBA Assist Gov Kent Speaks	-	-	-
17-3-21	EUR Dutch Parliamentary Election	-	-	-

Source: www.forexfactory.com