

17th NOVEMBER 2021
DAILY MARKET REVIEW

KEY PAKISTAN STATS & ECONOMIC INDICATORS			
Items	Period	Unit	Figure
Gross Domestic Product-GDP			
GDP	1QFY-20/21	USD bn	81.995
Foreign Exchange-FX-Reserves			
FX-Reserves-WoW	5-Nov-21	USD bn	24.025
FE-25 Import Financing	September, 2021	USD mn	708
SBP Forward/Swap Position	30-Sep-21	USD bn	(4.870)
Net International Reserves-NIR (EST)	5-Nov-21	USD bn	(6.937)
Kerb USD/PKR	17-Nov-21	Bid/Ask	173.50/175.20
Real Effective Exchange Rate-REER	September, 2021	Rs	95.86
Consumer Price Index-CPI			
Sensitive Price Index-SPI-WoW	11-Nov-21	bps	167.50
CPI (YoY)	Oct, 2021	%	9.20
CPI- (MoM)	Oct, 2021	%	1.90
CPI-Urban-YoY	Oct, 2021	%	9.60
CPI-Rural-YoY	Oct, 2021	%	8.70
PAK CPI-YoY minus US CPI-YoY	9.20%-5.40%	%	3.80
M2 Growth			
M2 Growth-YoY	1 July 21 To 22-Oct 21	%	-1.68%
Net Govt. Sector Borrowing	1 July 21 To 22-Oct 21	Rs mn	(69.20)
GOVT. Borrowing for budgetary support from SBP	1 July 21 To 22-Oct 21	Rs bn	(78.67)
Credit to Private Sector-YoY	1 July 21 To 22-Oct 21	Rs bn	226.52
Govt. Foreign Commercial Banks Borrowing	1QFY-21/22	USD mn	457.54
Policy Rate			
SBP Policy Rate	FY-21/22 YTD	%	7.25
SBP O/N REPO & Reserve REPO Rate	Floor & Ceiling	%	6.25-8.25
SBP Policy Rate minus USD FED Fund Rate	7.25%-0.25%	%	7.00
1-Year KIBOR minus 1-Year LIBOR	8.99%-0.33%	%	8.66
FX-Economic Data			
Foreign Direct Investment-FDI	1QFY-21/22	USD mn	439.10
Home Remittance	4MFY-21/22	USD bn	10.562
Trade Bal-S/D	1QFY-21/22	USD bn	(10.949)
CAB-S/(D)	1QFY-21/22	USD bn	(3.40)
CAB-S/(D) % of GDP	1QFY-21/22	%	(4.10)
Government, Circular Debt & External Liabilities			
Government Domestic Debt & Liabilities	As at 30-6-2021	Rs trn	15.90
External Debt	As at 30-6-2021	USD bn	95.177
Central Debt	As at 31-5-2021	Rs trn	26.065

ECONOMIC-NEWS:

- ✓ **Tax hike, SBP bill IMF's preconditions:** Yesterday, Finance Minister said that the introduction of Finance Bill in the NA to increase taxes and approval of the SBP Amendment Bill are pre-conditions for the revival of IMF loan program.
- ✓ **MPC to meet early to address uncertainty:** Pakistan's central bank has suddenly changed its mind and has convened the monetary policy committee (MPC) meeting a week earlier on Friday (November 19) to set its policy rate for the next two months and remove "uncertainty in the market" ahead of the resumption of IMF loan program.
- ✓ **SBP hints at new wave of inflation:** Yesterday, SBP Deputy Governor hinted that more measures may be taken to slow down the economy while also pointing to a fresh round of inflation due to rupee depreciation.

COMMODITIES-MARKET:

- ✓ **GOLD-SPOT:** During the last 4-hours, Gold traded higher and found resistance at \$1860 and closed at it indicating that yellow metal will move lower until prices remain lower from \$1860. While moving lower, it may again touch the yesterday's low level. On the other hand, yellow metal resumes its higher movement and breaks the resistance of \$1860 and continues its upside movement than the next target it would find at \$1870. Yellow metal is currently trading at \$ per ounce.
- ✓ **CRUDE-OIL:** During the last 4-hours, Crude-Oil resumed its negative trend and closed at low note indicating that black gold will continue its losing streak and moving further lower the next target it would find at \$79.30. Black gold is currently trading at \$ per barrel.

WORLD ECONOMIC DATA RELEASED DURING THE LAST 24-HOURS				
Date	Events	Actual	Forecast	Previous
16-11-21	USD Core Retail Sales m/m	1.70%	1.00%	0.70%
16-11-21	USD Retail Sales m/m	1.70%	1.30%	0.80%
16-11-21	USD Industrial Production m/m	1.60%	0.90%	-1.30%

Source: www.forexfactory.com

READY Rates- PKR-Rs 17-Nov-21			
Open	174.40	Last Day Close-LDC 174.85	
High	174.40		
Low	173.80		
Close	173.75		
DAILY USD/PKR SWAP YIELDS-%			
PERIOD	SWAP	Change in Premiums	Swap Implied PKR Yield
1-Week	0.0300	(0.0511)	0.97%
2-Week	0.1050	(0.0695)	1.65%
1-Month	0.5050	0.0208	3.30%
2-Month	1.5550	0.0381	5.46%
3-Month	2.6950	0.0799	6.28%
4-Month	3.8000	0.0915	6.58%
5-Month	5.0300	0.1998	7.07%
6-Month	6.1300	0.1955	7.18%
9-Month	9.7500	0.1369	7.90%
1-Year	13.5000	0.2937	8.10%
MONEY Market-MM Rates-% 17-Nov-21			
Open	7.60	Last Day Close-LDC 7.50	
High	8.00		
Low	7.60		
Close	8.00		
KIBOR AND PKRV RATE (%) 17-Nov-21			
Tenor	KIBOR-%	PKRV Rates-%	
1-M	7.39	7.54	
3-M	8.37	8.50	
6-M	8.65	8.86	
12-M	9.09	9.45	
Pakistan Investment Bonds-PIB			
Period	28-Oct-21	17-Nov-21	
	Cut Off Yields-%	Bid-%	Ask-%
2-Yrs	-	10.20	10.15
3-Yrs	8.8800	10.35	10.25
5-Yrs	9.1800	10.30	10.20
10-Yrs-Fixed	9.8300	11.10	10.95
Floating	8.6909	102	101.75
15-yrs*	10.4000	11.16	
20-yrs*	10.5600	11.26	
Market Treasury Bills-MTB			
Tenor	4-Nov-21	17-Nov-21	
	Cut Off Yields-%	Bid-%	Ask-%
3-M	8.5003	8.65	8.55
6-M	8.5010	9.10	9.00
12-M	7.6000	9.75	9.65

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