

18<sup>th</sup> August 2023

**DAILY MARKET REVIEW**

KEY PAKISTAN STATS & ECONOMIC INDICATORS				
Items	Period	Unit	Figure	
<b>Foreign Exchange-FX-Reserves</b>				
FX-Reserves-WoW	11-Aug-23	USD bn	13.379	
FE-25 Import Financing	June, 2023	USD bn	1.49	
SBP Forward/Swap Position	June, 2023	USD bn	(4.54)	
Net International Reserves-NIR (EST)	11-Aug-23	USD bn	(26.69)	
Kerb USD/PKR- Buying/Selling Avg. Rate	18-Aug-23	Rs	302.75	
Real Effective Exchange Rate-REER	June, 2023	Rs	87.75	
Net Roshan Digital Account-RDA	Sep 20 to FY23	USD bn	1.12	
<b>Consumer Price Index-CPI</b>				
Sensitive Price Index-SPI-WoW	17-Aug-23	bps	275.57	
CPI (YoY)	July, 2023	%	28.30	
CPI- (MoM)	July, 2023	%	3.50	
CPI-Urban-YoY	July, 2023	%	26.30	
CPI-Rural-YoY	July, 2023	%	31.30	
PAK CPI-YoY minus US CPI-YoY	28.30%-3.20%	%	25.10	
<b>Broad Money Supply-M2 Growth:</b>				
M2 Growth-YoY	1 Jul 23 To 4 Aug 23	%	(2.01)	
Net Govt. Sector Borrowing	1 Jul 23 To 4 Aug 23	Rs bn	11.78	
GOVT. Borrowing for budgetary support from SBP	1 Jul 23 To 4 Aug 23	Rs bn	133.69	
Private Sector Credit-PSC	1 Jul 23 To 4 Aug 23	Rs bn	(126.50)	
Govt. Foreign Commercial Banks Borrowing	FY-23	USD bn	2.21	
<b>Policy Rate</b>				
SBP Policy Rate	FY-24 YTD	%	22.00	
SBP O/N REPO & Reserve REPO Rate	Floor & Ceiling	%	21.00-23.00	
SBP PR minus USD FED Fund Rate	22.00%-5.50%	%	16.50	
1-Year KIBOR minus 1-Year LIBOR	22.90-6.04%	%	16.86	
<b>FX-Economic Data</b>				
Foreign Direct Investment-FDI	FY-23	USD bn	1.46	
Home Remittance	1MFY-24	USD bn	2.026	
Trade Bal-S/(D)	FY-23	USD bn	(24.80)	
CAB-S/(D)	FY-23	USD bn	(2.56)	
<b>Special Convertible Rupee Account-SCRA</b>				
SCRA-Cumulative inflow/(outflow)	July 23 till date	USD bn	22.92	
SCRA-MTB+PIB inflow/(outflow)	July 23 till date	USD bn	5.98	
<b>Govt., Circular Debt &amp; External Liabilities</b>				
Govt. Domestic Debt & Liabilities	As at 31-5-2023	Rs trn	37.89	
External Debt	As at 31-3-2023	USD bn	12.726	
Central Govt. Debt (Domestic + External)	As at 31-5-2023	Rs trn	58.962	

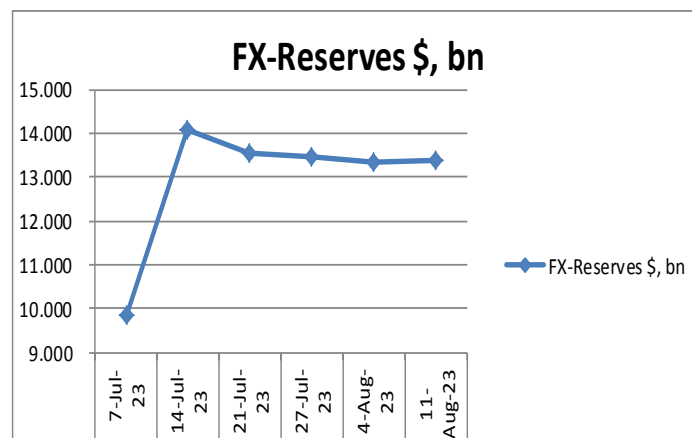
**ECONOMIC-NEWS:**

- ✓ **PDM Govt. misses deficit target** Pakistan's federal budget deficit skyrocketed to a record Rs6.7trn in the last FY, breaching the target by a wide margin, as spending on debt servicing and defense needs was 59% more than the net income of the center.
- ✓ The federal Govt. spent over Rs7.4trn on debt servicing and defense compared to its net income of Rs4.6trn, a gap of Rs2.76trn b/w just 2-heads.

**ECONOMIC-DATA:**

- ✓ **SBP FX-Reserves rose by \$12mn on MoM basis**

FX-RESERVES WoW Change				
Amount in \$, mn				
FX-RESERVES Held by	Current	Previous	Change	
	11-Aug-23	4-Aug-23	\$	%
State Bank of Pakistan-SBP	8,055.30	8,043.40	11.90	0.15
Commercial Banks	5,323.70	5,295.70	28.00	0.53
<b>Total</b>	<b>13,379.00</b>	<b>13,339.10</b>	<b>39.90</b>	<b>0.30</b>



- ✓ **Open Market Operation-OMO Result**

Open Market Operation-OMO Result					
Date	Tenor	Type	PKR-Rs in bn		Rate-%
	Days		Bid Amount	Accepted Amount	
11-Aug-23	6	Injection	1256.85	1256.85	22.10
	77	Injection	2,518.65	2,518.65	22.11
			<b>3,775.50</b>	<b>3,775.50</b>	

Interbank READY Rates- PKR-Rs		
18-Aug-23		
Open	295.40	Last Day Close-LDC
High	295.95	
Low	294.75	<b>294.92</b>
Close	295.78	

DAILY USD/PKR SWAP YIELDS-%			
PERIOD	SWAP	Change in Premiums	Swap Implied PKR Yield
1-Week	1.0420	(0.0059)	23.52%
2-Week	2.0732	(0.0117)	23.51%
1-Month	4.2693	(0.3160)	22.40%
2-Month	8.3359	(0.1204)	22.37%
3-Month	11.9784	(0.0502)	21.85%
4-Month	15.1897	(0.2433)	20.92%
5-Month	18.0272	(0.0832)	20.30%
6-Month	21.7713	(0.0532)	20.68%
9-Month	24.8672	0.2470	17.11%
1-Year	28.1925	0.1412	15.50%

MONEY Market-MM Over-Night-O/N Rates-%		
18-Aug-23		
Open	22.00	Last Day Close-LDC
High	22.90	
Low	21.90	<b>21.10</b>
Close	22.30	

KIBOR AND PKRV RATES (%)		
17-Aug-23		
Tenor	KIBOR-%	PKRV Rates-%
1-M	22.01	22.24
3-M	22.80	22.97
6-M	22.86	22.98
12-M	22.90	23.01

Pakistan Investment Bonds-PIB's			
Period	3-Aug-23	18-Aug-23	
	Cut Off Yields-%	Bid-%	Ask-%
3-Yrs	19.3499	20.00	19.75
5-Yrs	15.9500	17.20	16.90
10-Yrs-Fixed	12.9500	15.00	14.20
Floating	17.8255	102	101.75
15-yrs*	-	15.38	
20-yrs*	-	15.38	

Market Treasury Bills-MTB			
Tenor	10-Aug-23	18-Aug-23	
	Cut Off Yields-%	Bid-%	Ask-%
3-M	22.9000	23.10	22.98
6-M	22.7500	21.80	21.60
12-M	22.9800	17.15	16.80

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