

DAILY C&M MARKET REVIEW

FOREIGN EXCHANGE-FX-MARKET:

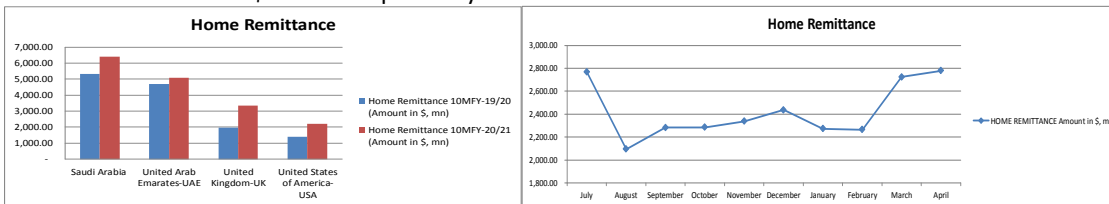
- ✓ Today, in interbank session, PKR appreciated by 26paise from the yesterday's close Rs152.63 to Rs152.89.
- ✓ During the day, USD/PKR traded within the range of 33paise from low at Rs152.60 to high at Rs152.93.



ECONOMIC-DATA:

HOME-REMITTANCE:

- ✓ SBP released the data of home remittance for the month of April 2021. According to the SBP, Home Remittance increased by \$53.30mn as compared to the previous month \$2.72bn to \$2.77bn.
- ✓ For 10MFY-20/21, Home Remittance advanced by \$5.45bn or 29.0% as compared to the same period of last fiscal year \$18.79bn to \$24.24bn.
- ✓ The countries from where Pakistani's remitted highest amount are as under;
- ✓ Saudi-Arabia \$6.39bn, United Arab Emirates-UAE \$5.07bn, United Kingdom-UK \$3.33bn and United States of America-USA \$2.21bn respectively.



Date	Event	Impact	Actual	Forecast	Previous
18/5/2021	HR for Apr 21	MEDIUM	\$2.778bn	\$2.381bn	\$2.724bn
18/5/2021	HR for 10MFY-20/21	MEDIUM	\$24.246bn	\$23.849bn	\$18.793bn

Ready Rates-PKR		18/5/2021	
Open	152.60	Last Day Close LDC: 152.63	
High	152.93		
Low	152.60		
Close	152.89		

USD/PKR SWAP YIELDS-%			
PERIOD	SWAP	Change in Premiums	Swap Implied PKR Yield
1-Week	0.2245	0.0020	7.74%
1-Month	0.9348	0.0098	6.88%
2-Month	1.6969	(0.0281)	6.79%
3-Month	2.5872	0.0122	6.90%
4-Month	3.5054	0.1554	6.94%
5-Month	4.2562	0.0812	6.84%
6-Month	5.0319	0.0569	6.73%
1-Year	10.6672	(0.2078)	7.26%

FOREIGN EXCHANGE-FX ECONOMIC INDICATORS			
Items	Period	Unit	Figure
Gross Domestic Product-GDP			
GDP	7MFY-20/21	USD bn	176.2
Foreign Exchange-FX-Reserves			
FX-Reserves-WoW	30-Apr-21	USD bn	22.742
FE-25 Import Financing	March, 2021	USD mn	436
SBP Forward/Swap Position	28-Feb-21	USD bn	(4.540)
Net International Reserves-NIR (EST)	23-Apr-21	USD bn	(5.109)
Kerb USD/PKR	4-May-21	Bid/Ask	152.40/153.30
Real Effective Exchange Rate-REER	January, 2021	Rs	95.32
FX-Economic Data			
Foreign Direct Investment-FDI	8MFY-20/21	USD bn	1.40
Home Remittance	10MFY-20/21	USD bn	24.246
CAB-S(D)	9MFY-20/21	USD mn	959.000
CAB-S(D) % of GDP	9MFY-20/21	%	0.50
Trade Balance-S(D)	9MFY-20/21	USD bn	(20.019)
GOVT. Circular Debt & External Liabilities			
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 (%)			18-May-21	
Tenor	KIBOR-%	PKRV Rates-%		
1-Month	7.00	7.16		
3-Month	7.21	7.31		
6-Month	7.41	7.50		
12-Month	7.57	7.75		

Pakistan Investment Bonds-PIB's			
Period	14-Apr-21	18-May-21	
	Cut Off Yields-%	Bid-%	Ask-%
2-Yrs	-	8.64	8.62
3-Yrs	9.2700	9.42	9.38
5-Yrs	9.8500	9.88	9.82
10-Yrs-Fix	10.2540	10.45	10.40
Floating	8.0501	102	101.75
15-years*	10.0000		10.30
20-years*	10.5800		10.50

Market Treasury Bills-MTB			
Tenor	5-May-21	18-May-21	
	Cut Off Yields-%	Bid-%	Ask-%
3-M	7.3497	7.40	7.39
6-M	7.5501	7.73	7.70
12-M	7.6900	7.85	7.80

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
Large Scale Manufacturing Industries-LSMI			
LSMI	7MFY-20/21	bps	149.88
Consumer Price Index-CPI			
Sensitive Price Index-SP-WoW	6-May-21	bps	149.01
CPI (YoY)	April, 2021	%	11.10
CPI (MoM)	April, 2021	%	1.00
CPI-Urban-YoY	April, 2021	%	11.00
CPI-Rural-YoY	April, 2021	%	11.30
PAK CPI-YoY minus US CPI-YoY	11.10%-2.60%	%	8.50
M2 Growth			
M2 Growth-YoY	1 July 20 - 30-Apr 21	%	7.96
Net Govt. Sector Borrowing	1 July 20 - 30-Apr 21	Rs bn	652.97
GOVT. Borrowing for budgetary support from SBP	1 July 20 - 30-Apr 21	Rs bn	675.86
Credit to Private Sector-YoY	1 July 20 - 30-Apr 21	Rs bn	454.49
Govt. Foreign Commercial Banks Borrowing	10FY-20/21	USD mn	136.70
Policy Rate			
SBP Policy Rate	FY-20/21 YTD	%	7.00
SBP O/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	7.74%-0.28%	%	7.46
Rating & Outlook			
Standard & Poor's-S&P	Rating & Outlook	Rank	B-
Moody's	Rating & Outlook	Rank	B3-Stable
Stock Exchange & Market Index			
MSCI-Emerging Market Index-EMI	18-May-21	Pts	1,331.35
Pakistan Stock Exchange-PSX-100 Index	18-May-21	Pts	45,991.04
Foreign Investor Portfolio Investment-FPI	17-May-21	USD '000	1,177.262
Special Convertible Rupee Account-A/C-SCRA			
SCRA-Cumulative	1 July 20 To-Date	USD mn	(457.25)
SCRA-T-bills & PIB's	1 July 20 To-Date	USD mn	(83.55)
SCRA-T-bills & PIB's	May-21	USD mn	(42.04)

US-LIBOR Rate			14/5/2021	
Tenor	Units	LIBOR Rate		
3-Month	%	0.15513		
6-Month	%	0.18763		
12-Month	%	0.26588		

MONEY MARKET-MM:

- ✓ Today, MM initiated at 7.15% and traded whole day within the range at 7.00%-7.90% and closed at 7.75%.

COMMODITIES-MARKET:

- ✓ **GOLD-SPOT:** During the last 4-hours, Gold continued its corrective mode and traded and closed lower. We expect that yellow metal could continue its corrective trading and move lower as RSI-14-Days are continuously trading at 70level (overbought condition). On the other hand, Yellow metal will continue its positive movement as yellow metal is in strong buying and this bullish run will remain valid until prices trade above from \$1,810. Yellow metal is currently trading at \$1,867.05 per ounce.
- ✓ **CRUDE-OIL:** During the last 4-hours, Crude-oil resumed its positive run and closed at high note indicating that black gold will resume its higher run and moving further higher the next target it would find at \$67.00. Black gold is currently trading at \$66.56 per barrel.