

KEY PAKISTAN STATS & ECONOMIC INDICATORS			
Items	Period	Unit	Figure
Gross Domestic Product-GDP			
GDP	FY-20/21	USD bn	298.021
Foreign Exchange-FX-Reserves			
FX-Reserves-WoW	23-Jul-21	USD bn	24.875
FE-25 Import Financing	June, 2021	USD mn	483
SBP Forward/Swap Position	30-Apr-21	USD bn	(4.560)
Net International Reserves-NIR (EST)	23-Jul-21	USD bn	(3.573)
Kerb USD/PKR	2-Aug-21	Bid/Ask	163.30/164.30
Real Effective Exchange Rate-REER	June, 2021	Rs	99.85
Consumer Price Index-CPI			
Sensitive Price Index-SPI-WoW	29-Jul-21	bps	150.70
CPI (YoY)	July, 2021	%	8.40
CPI- (MoM)	July, 2021	%	1.30
CPI-Urban-YoY	July, 2021	%	8.70
CPI-Rural-YoY	July, 2021	%	8.00
PAK CPI-YoY minus US CPI-YoY	8.40%-5.40%	%	3.00
M2 Growth			
M2 Growth-YoY	1 July 20 - 25-June 21	%	13.68
Net Govt. Sector Borrowing	1 July 20 - 25-June 21	Rs bn	1,785.93
GOVT. Borrowing for budgetary support from SBP	1 July 20 - 25-June 21	Rs bn	1,687.01
Credit to Private Sector-YoY	1 July 20 - 25-June 21	Rs bn	594.61
Govt. Foreign Commercial Banks Borrowing	11MFY-20/21	USD bn	3.61
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	7.53%-0.24%	%	7.29
FX-Economic Data			
Foreign Direct Investment-FDI	FY-20/21	USD bn	1.85
Home Remittance	FY-20/21	USD bn	29.37
Trade Balance-(S/D)	FY-20/21	USD bn	(30.030)
CAB-S/(D)	FY-20/21	USD mn	(1.85)
CAB-S/(D) % of GDP	FY-20/21	%	(0.60)
Government, Circular Debt & External Liabilities			
Government Domestic Debt & Liabilities	As at 31-5-2021	Rs trn	15.73
External Debt	As at 31-3-2021	USD bn	90.284
Central Debt	11MFY-20/21	Rs trn	26.065

2nd AUGUST 2021
DAILY MARKET REVIEW
ECONOMIC-NEWS:

- ✓ **July sees zero foreign inflow into investment bonds:** The 1st month of the 2021-22 financial years passed without any foreign inflow in the PIBs which attracted \$256mn during the outgoing fiscal year.
- ✓ On Friday, SBP released the data showed a sudden stop to foreign inflows for PIBs in July against a net inflow of \$22mn in June.
- ✓ The PIBs still offer highest returns ranging from 8.69% for 3yrs, 9.198% for 5yrs and about 10% for 10yrs. Market experts believe that the offer is very attractive for PIBs but the changing situation in Afghanistan has caused uncertainty for the investors.
- ✓ **Petrol price increased by Rs1 71paise, now stands at Rs119.8 per liter:** The price of petrol has increased by Rs1.71 to Rs119.8per liter, while the price of diesel remained unchanged, as per the recommendation of the OGRA.
- ✓ Moreover, the price for KSO also increased by Rs0.35per liter, while price for HSD and Light Diesel Oil remained at Rs.116.53 and Rs.84.67per litter respectively.
- ✓ **Pakistan's exports to Italy record 49% growth:** Pakistan's exports to Italy recorded a 49% growth on a YoY basis to \$786mn in the outgoing FY20-21 despite the fact that the Covid-19 pandemic had hit the Italian market.

ECONOMIC-DATA:

- ✓ **Inflation reading clocks in at 8.4% in July 2021:** Today PBS released the data of CPI, According to the PBS, CPI was recorded at 8.4% on a YoY basis in July 2021, compared to 9.7% in June 2021 and 9.3% in July 2020.
- ✓ According to the monthly review of price indices, on a MoM basis, CPI increased by 1.3% in July 2021 compared to a decrease of 0.4% in the previous month and an increase of 2.5% in July 2020.
- ✓ SBP had earlier stated that it expects inflation to moderate to 7%-9% this fiscal year.

CPI-FY-21/22 Base Year FY-15/16		
Month	CPI (%)	Average CPI (%)
July	8.40	8.40

PAKISTAN ECONOMIC DATA RELEASED DURING THE LAST 24-HOURS					
Date	Event	Impact	Actual	Forecast	Previous
2/8/2021	CPI for July 21-YoY	HIGH	8.40%	8.70%	9.70%
2/8/2021	CPI for July 21-MoM	HIGH	1.30%	1.60%	-0.24%

COMMODITIES-MARKET:

- ✓ **GOLD-SPOT:** During the last 4-hours, Gold traded lower strongly but later found support at \$1807. It held that level and bounced back upside direction strongly but closed just inched lower from its opening quote formed the candle named LONG LEG DOJI indicating that yellow metal will move lower until prices remain below from \$1810. While moving lower it might visit the previous tested level at \$1807. Yellow metal is currently trading at \$1807.90 per ounce.
- ✓ **CRUDE-OIL:** During the last 4-hours, Crude-oil continued its range bound trading as it moved around in-between 50paise from \$72.90 to 73.40. We expect that black gold will move higher unless it could not break support at \$72.60. Black gold is currently trading at \$72.93 per barrel.

WORLD ECONOMIC DATA RELEASED DURING THE LAST 24-HOURS				
Date	Events	Actual	Forecast	Previous
30-7-21	EUR German Prelim GDP q/q	1.50%	2.00%	-1.80%
30-7-21	CAD GDP m/m	-0.30%	-0.30%	-0.50%
30-7-21	USD Core PCE Price Index m/m	0.40%	0.60%	0.50%
30-7-21	USD Chicago PMI	73.4	64.2	66.1
30-7-21	USD Revised UoM Consumer	81.2	80.8	80.8
31-7-21	CNY Manufacturing PMI	50.4	50.8	50.9

Source: www.forexfactory.com

Daily READY Rates-Rs				2-Aug-21	
Open	162.55	Last Day Close-LDC		162.43	
High	163.70				
Low	162.55				
Close	163.65				
DAILY USD/PKR SWAP YIELDS-%					
PERIOD	SWAP	Change in Premiums	Swap Implied PKR Yield		
1-Week	0.1988	0.0068	6.42%		
2-Week	0.4000	0.0080	6.47%		
1-Month	0.8050	(0.0027)	5.53%		
2-Month	1.5750	0.0070	5.87%		
3-Month	2.2750	(0.0368)	5.65%		
4-Month	3.0250	(0.0830)	5.58%		
5-Month	3.7750	(0.0769)	5.65%		
6-Month	4.5250	(0.1914)	5.64%		
9-Month	7.4000	(0.0970)	6.36%		
1-Year	10.5000	0.0376	6.66%		
Daily MONEY Market Rates-				2-Aug-21	
Open	7.25	Last Day Close-LDC		7.25	
High	7.75				
Low	7.10				
Close	7.50				
KIBOR AND PKRV RATE (%)			2-Aug-21		
Tenor	KIBOR-%	PKRV Rates-%			
1-M	7.02	7.17			
3-M	7.15	7.22			
6-M	7.35	7.47			
12-M	7.53	7.72			
Pakistan Investment Bonds-PIB					
Period	7-Jul-21		2-Aug-21		Ask -%
	Cut Off Yields-%	Bid-%	Bid-%	Ask -%	
2-Yrs	-	7.82	7.80		
3-Yrs	8.6900	8.47	8.43		
5-Yrs	9.1980	9.22	9.20		
10-Yrs-Fixed	9.8390	10.00	9.95		
Floating	8.0943	102	101.75		
15-yrs*	10.4000	10.30			
20-yrs*	10.5600	10.46			
Market Treasury Bills-MTB					
Tenor	28-Jul-21		2-Aug-21		Ask-%
	Cut Off Yields-%	Bid-%	Bid-%	Ask-%	
3-M	7.2401	7.22	7.20		
6-M	7.5185	7.48	7.47		
12-M	7.6700	7.70	7.65		
Note: * The secondary yields for 15 & 20 years Bonds are not available, so instead of leaving it blank, we inputted					