

**22<sup>ND</sup> DECEMBER 2021**
**DAILY MARKET REVIEW**

KEY PAKISTAN STATS & ECONOMIC INDICATORS			
Items	Period	Unit	Figure
<b>Gross Domestic Product-GDP</b>			
GDP	5MFY-20/21	USD bn	133.972
<b>Foreign Exchange-FX-Reserves</b>			
FX-Reserves-WoW	10-Dec-21	USD bn	25.027
FE-25 Import Financing	November, 2021	USD mn	959
SBP Forward/Swap Position	31-Oct-21	USD bn	(4.870)
Net International Reserves-NIR (EST)	10-Dec-21	USD bn	(7.645)
Kerb USD/PKR	21-Dec-21	Bid/Ask	179.70/181.30
Real Effective Exchange Rate-REER	October, 2021	Rs	95.58
<b>Consumer Price Index-CPI</b>			
Sensitive Price Index-SPI-WoW	16-Dec-21	bps	168.16
CPI (YoY)	Nov, 2021	%	11.53
CPI- (MoM)	Nov, 2021	%	3.00
CPI-Urban-YoY	Nov, 2021	%	12.00
CPI-Rural-YoY	Nov, 2021	%	10.90
PAK CPI-YoY minus US CPI-YoY	11.53%-6.80%	%	4.73
<b>M2 Growth</b>			
M2 Growth-YoY	1 July 21 To 10-Dec 21	%	0.23%
Net Govt. Sector Borrowing	1 July 21 To 10-Dec 21	Rs mn	(136.46)
GOVT. Borrowing for budgetary support from SBP	1 July 21 To 10-Dec 21	Rs bn	(123.30)
Credit to Private Sector-YoY	1 July 21 To 10-Dec 21	Rs bn	512.75
Govt. Foreign Commercial Banks Borrowing	1QFY-21/22	USD mn	457.54
<b>Policy Rate</b>			
SBP Policy Rate	FY-21/22 YTD	%	9.75
SBP O/N REPO & Reserve REPO Rate	Floor & Ceiling	%	8.75-10.75
SBP PR minus USD FED Fund Rate	9.75%-0.25%	%	9.50
1-Year KIBOR minus 1-Year LIBOR	11.24%-0.53%	%	10.71
<b>FX-Economic Data</b>			
Foreign Direct Investment-FDI	5MFY-21/22	USD mn	797.70
Home Remittance	5MFY-21/22	USD bn	12.903
Trade Bal-S/D	5MFY-21/22	USD bn	(18.894)
CAB-S/(D)	5MFY-21/22	USD bn	(7.09)
CAB-S/(D) % of GDP	5MFY-21/22	%	(5.30)
<b>Government, Circular Debt &amp; External Liabilities</b>			
Government Domestic Debt & Liabilities	As at 31-10-2021	Rs trn	26.47
External Debt	As at 30-9-2021	USD bn	127.023
Central Debt	As at 31-10-2021	Rs trn	27.14

**ECONOMIC NEWS:**

- ✓ **Mobile phone imports surge:** Despite the efforts made by the Govt. to promote locally produced mobile phones in Pakistan and curtail their imports, the inward shipments of handsets recorded a significant jump in November 2021.
- ✓ Pakistan imported mobile phones worth \$212mn in November 2021, reflecting an increase of 28% on a YoY basis and 41.6% on a MoM basis.
- ✓ Data revealed that the cumulative mobile phone imports during the 5MFY-22 reached \$857mn against \$724mn in the same period of last year, an increase of 18.3%.
- ✓ **Cabinet defers Rs360bn mini-budget:** Yesterday, The federal cabinet delayed the approval of a mini-budget to the tune of Rs360bn and a controversial central bank autonomy bill aimed at assessing their impact on the political capital of the ruling party and national security.
- ✓ The Govt. had planned to take the cabinet's nod to the Supplementary Finance Bill, 2021 to slap highly inflationary Rs360bn in indirect taxes. It also intended to have the cabinet approve the SBP Amendment Bill, 2021 to meet prior conditions set by the IMF.

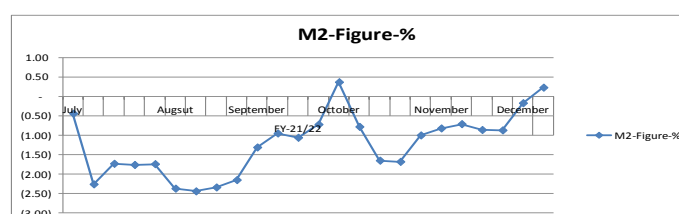
**ECONOMIC-DATA:**

- ✓ **M2-Growth:**

Broad Money Supply-M2 GROWTH-%				
Data	Unit	10-Dec-21	3-Dec-21	11-Dec-20
M2-Growth	%	0.23	(0.17)	2.24

M2-Growth For the WoW Change					
Amount in RKR-Rs, bn					
S.No	M2-Growth figure made with 2 Components	Current 10-Dec-21	Previous 03-Dec-21	PKR-Rs Change	% Change
1	Net Foreign Assets of the Banking System	(151.52)	(146.98)	(4.54)	3.09
2	Net Domestic Assets of the Banking System	207.83	105.23	102.60	97.51
	<b>Total</b>	<b>56.31</b>	<b>(41.75)</b>	<b>98.06</b>	<b>(234.87)</b>

Net Domestic Assets-NDA-WoW					
Amount in RKR-Rs, bn					
S.No	NDA figure made with 3-Components	Current 10-Dec-21	Previous 03-Dec-21	PKR-Rs Change	% Change
1	Net Govt. Sector Borrowing	(136.46)	(183.26)	46.80	25.54
2	Non-Govt. Sector Borrowing	577.68	509.09	68.60	13.47
3	Other Item-Net (Liability)	(233.40)	(220.61)	(12.79)	(5.80)
	<b>Total</b>	<b>207.83</b>	<b>105.23</b>	<b>102.60</b>	<b>97.51</b>



ECONOMIC DATA RELEASED DURING THE LAST 24-HOURS					
Date	Event	Impact	Actual	Forecast	Previous
22/12/2021	M2-Growth for 10 Dec 21	LOW	0.23%	-0.23%	-0.17%

READY Rates-PKR-Rs			
22-Dec-21			
Open	178.10	Last Day Close-LDC	
High	178.15		
Low	178.05	<b>178.05</b>	
Close	178.13		
DAILY USD/PKR SWAP YIELDS-%			
PERIOD	SWAP	Change in Premiums	Swap Implied PKR Yield
1-Week	0.1450	0.0558	4.32%
2-Week	0.2600	0.0651	3.88%
1-Month	0.5250	0.0544	3.36%
2-Month	1.7000	(0.0256)	5.86%
3-Month	2.8000	0.0292	6.45%
4-Month	4.0000	(0.0673)	6.86%
5-Month	5.3500	(0.0682)	7.44%
6-Month	6.7500	(0.0429)	7.83%
9-Month	10.8000	(0.0890)	8.68%
1-Year	14.5000	0.0896	8.67%
MONEY Market-MM Rates-%			
22-Dec-21			
Open	9.00	Last Day Close-LDC	
High	9.00		
Low	8.75	<b>8.75</b>	
Close	8.75		
KIBOR AND PKRV RATE (%)			
Tenor	KIBOR-%	PKRV Rates-%	
1-M	9.98	10.05	
3-M	10.32	10.27	
6-M	11.12	11.07	
12-M	11.24	11.35	
Pakistan Investment Bonds-PIB			
Period	29-Nov-21	22-Dec-21	
	Cut Off Yields-%	Bid-%	Ask-%
2-Yrs	-	11.40	11.30
3-Yrs	11.3400	11.50	11.45
5-Yrs	11.5900	11.50	11.45
10-Yrs-Fixed	11.7900	11.80	11.70
Floating	12.1001	102	101.75
15-yrs*	-	12.25	
20-yrs*	-	12.46	
Market Treasury Bills-MTB			
Tenor	15-Dec-21	22-Dec-21	
	Cut Off Yields-%	Bid-%	Ask-%
3-M	10.7890	10.28	10.22
6-M	11.5001	11.05	11.00
12-M	11.5143	11.45	11.40
<b>Note: * The secondary yields for 15 &amp; 20-years Bonds are not available, so instead of leaving it blank, we inputted PKRV Rates.</b>			