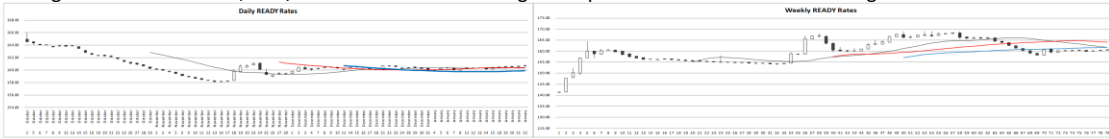


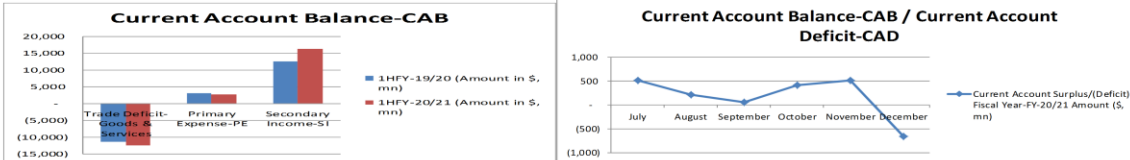
DAILY C&M MARKET REVIEW

FOREIGN EXCHANGE-FX-MARKET:

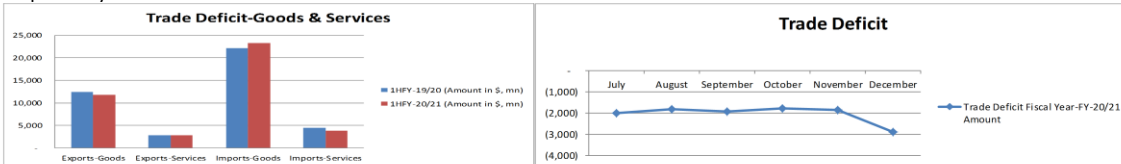
- ✓ Today in interbank session, PKR dropped by 13paise against the yesterday's close at Rs160.62 to Rs160.75.
- ✓ During the day, USD/PKR traded within the range of 20paise from low at Rs160.65 to high at Rs160.85.
- ✓ On WoW basis, in interbank session, PKR dropped by 42paise against the yesterday's close at Rs160.33 to Rs160.75.
- ✓ During the last whole week, USD/PKR traded within the range of 45paise from low at Rs160.40 to high at Rs160.85.



- ✓ SBP released the data of CAB for the month of 2020. According to the SBP, CAB plunged by \$1.17bn recorded the deficit as compared to the last month surplus \$662.0mn to \$513.0mn.
- ✓ For 1HFY-20/21, CAB advanced by \$3.16bn as CAB posted the surplus of \$1.13mn as compared to the same period of last fiscal year deficit of \$2.03.
- ✓ CAB figure measures from Primary Expense, Secondary Income and Trade deficit figure respectively.
- ✓ Primary Expense fell by \$421.0mn from \$3.15bn to \$2.73bn, Secondary Income increased by \$3.68mn from \$12.55bn to \$1624bn and Trade deficit declined by \$941.0mn from \$11.44bn to \$12.38bn respectively.



- ✓ Trade deficit figure drives where imports are higher than exports;
- ✓ Exports dropped by \$590.0mn from \$12.39bn to \$11.80bn while imports increased by \$1.07bn from \$22.13bn to \$23.70bn respectively.



ECONOMIC DATA RELEASED DURING THE LAST 24 HOURS					
Date	Event	Impact	Actual	Forecast	Previous
20/1/2021	PE for Dec 20	LOW	\$549.0mn	\$359.0mn	\$279.0mn
20/1/2021	PE for 1HFY-20/21	LOW	\$2.730bn	\$2.576bn	\$3.151bn
20/1/2021	SI for Dec 20	LOW	\$2.783bn	\$2.489bn	\$2.669bn
20/1/2021	SI for 1HFY-20/21	LOW	\$16.242bn	\$15.880bn	\$12.559bn
20/1/2021	Exports for Dec 20	HIGH	\$2.251bn	\$2.085bn	\$2.238bn
20/1/2021	Exports for 1HFY-20/21	HIGH	\$11.803bn	\$11.646bn	\$12.393bn
20/1/2021	Imports for Dec 20	HIGH	\$5.019bn	\$3.761bn	\$4.079bn
20/1/2021	Imports for 1HFY-20/21	HIGH	\$23.207bn	\$21.926bn	\$22.136bn
20/1/2021	Trade Deficit for Dec 20	HIGH	\$(2.896)bn	\$(1.805)bn	\$(1.877)bn
20/1/2021	Trade Deficit for 1HFY-20/21	HIGH	\$(12.381)bn	\$(11.271)bn	\$(11.440)bn
20/1/2021	CAB/(CAD) for Dec 20	HIGH	\$(662.0)mn	\$329.0mn	\$513.0mn
20/1/2021	CAB/(CAD) for 1HFY-20/21	HIGH	\$1.131bn	\$2.035bn	\$(2.032)bn

Ready Rates-PKR		22/1/2021	
Open	160.65	Last Day Close	LDC: 160.62
High	160.85		
Low	160.65		
Close	160.75		

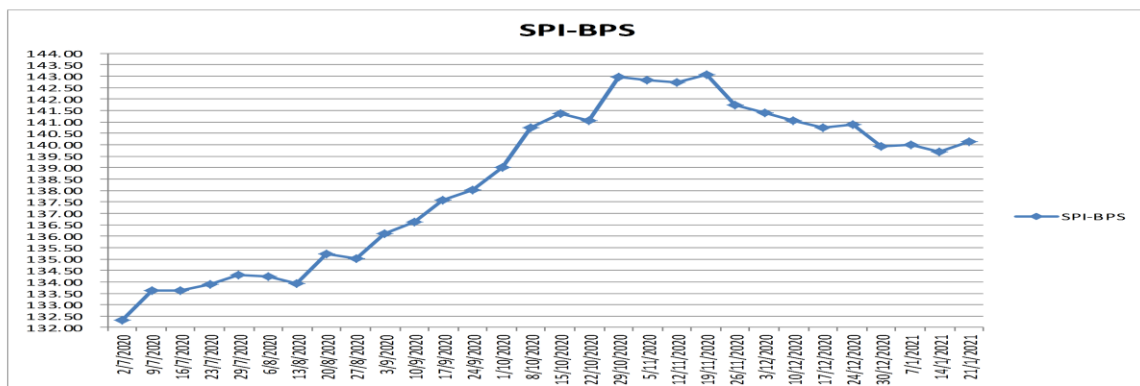
USD/PKR SWAP YIELDS-%			
PERIOD	SWAP	Change in Premiums	Swap Implied PKR Yield
1-Week	0.2267	0.0054	7.45%
1-Month	1.0005	(0.0013)	7.45%
2-Month	1.8815	(0.0025)	7.40%
3-Month	2.7855	(0.0550)	7.24%
4-Month	3.8132	0.0354	7.32%
5-Month	4.8224	0.0190	7.39%
6-Month	5.5544	0.1001	7.09%
1-Year	9.3193	(0.0580)	6.11%

FOREIGN EXCHANGE/ECONOMIC INDICATORS			
Items	Period	Unit	Figure
<b>Domestic Price-CP</b>			
CP	11-Feb-2021	USD/bn	141.65
<b>Foreign Exchange/Reserves</b>			
FX Reserves-NOV	15-Jan-21	USD/bn	2012
RES Import Financing	December, 2020	USD/bn	337
SEF Forward Swap Position	31-Dec-20	USD/bn	(460)
Net International Reserves-NR(EST)	15-Jan-21	USD/bn	(2058)
Reb USD/PKR	21-Jan-21	Bid/Ask	160.72/161.00
Real Effective Exchange Rate-REER	September, 2020	Rt	94.12
<b>Public Debt</b>			
Foreign Direct Investment-FDI	11-Feb-2021	USD/bn	95.60
Home Remittance	11-Feb-2021	USD/bn	142.8
CRB(CPI)	11-Feb-2021	USD/bn	1.131
CRB% of GDP	11-Feb-2021	%	0.80
Trade Balance(Trade-Deficit)	11-Feb-2021	USD/bn	(12.38)
<b>C&amp;M Credit &amp; External Liabilities</b>			
Government Domestic Debt & Liabilities	As at 31-8-2020	Rt/bn	1462
External Debt	As at 30-6-2020	USD/bn	112.88
Circular Debt	11-Feb-2021	Rt/bn	2.23

LIBOR AND PKRV RATE (%) - 22-Jan-21			
Tenor	KIBOR-%	PKRV Rates-%	
1-Month	6.96	7.12	
3-Month	7.06	7.16	
6-Month	7.10	7.25	
12-Month	7.20	7.35	
Pakistan Investment Bonds-PIB's			
Period	7-Jan-20	22-Jan-21	
	Cut Off Yields-%	Bid-% Ask-%	
2-Yrs	-	8.55 8.45	
3-Yrs	8.4999	8.75 8.65	
5-Yrs	9.5298	9.73 9.65	
10-Yrs-Fix	9.9900	10.20 10.05	
Floating	7.5498	10.2 101.75	
15-years*	10.0000	10.45	
20-years*	10.5800	10.66	
Market Treasury Bills-MTB			
Tenor	13-Jan-21	22-Jan-21	
	Cut Off Yields-%	Bid-% Ask-%	
3-M	7.1691	7.17 7.15	
6-M	7.2002	7.27 7.22	
12-M	7.2900	7.40 7.30	
Note: * The secondary yields for 15 & 20-years Bonds are not available, so instead of leaving it blank, we inputted PKRV Rates.			
MONEY MARKET/ECONOMIC INDICATORS			
Items	Period	Unit	Figure
<b>Large Scale Financing/Leases-LSM</b>			
LSM	9-Nov-2021	bps	138.52
<b>Consumer Price Index-CPI</b>			
Sensitive Price Index-SP-NOV	14-Jan-21	bps	139.70
CR (NOV)	December, 2020	%	757
CR (NOV)	December, 2020	%	-0.8
CR-Urban-NOV	December, 2020	%	700
CR-Rural-NOV	December, 2020	%	950
PKCPI-NOV minus US CPI-NOV	759/61.2%	%	6.77
<b>M2 Growth</b>			
M2 Growth-NOV	11-Jul-20-25-Dec-20	%	3.8
Net Govt. Sector Borrowing	11-Jul-20-25-Dec-20	Rt/bn	3967
Govt. Borrowing for Budgetary Support from FDI	11-Jul-20-25-Dec-20	Rt/bn	458.9
Govt. to Private Sector-NOV	11-Jul-20-25-Dec-20	Rt/bn	118.7
Govt. Foreign Commercial Bank Borrowing	10-Feb-2021	USD/bn	136.70
<b>Risk Rate</b>			
SEPR Policy Rate	11-Feb-2021	%	7.00
SEPR/NRFB Reserve REPR Rate	Floor & Ceiling	%	6.00/8.00
SEPR Policy Rate minus USD FED Fund Rate	7.00/4.25%	%	6.75
1-Year REER minus 1-Month LIBOR	7.20/4.3%	%	6.85
<b>Rating &amp; Outlook</b>			
Standard & Poor's S&P	Rating & Outlook	Rank	B
Moodys	Rating & Outlook	Rank	Ba1/Baa2
<b>Stock Exchange/Market Index</b>			
MSCI Emerging Market Index-BM	22-Jan-21	Rt	1332.6
Pakistan Stock Exchange-PSX100 Index	22-Jan-21	Rt	45880.1
Foreign Investor Portfolio Investment-FPI	22-Jan-21	USD/100	(63.61)
<b>Special Government Reserve Account-SPRA</b>			
SPRA Cumulative	11-Jul-20 to Date	USD/bn	(46.2)
SPRA F&B S&Bs	11-Jul-20 to Date	USD/bn	(1480.4)
SPRA F&B S&Bs	Jan-21	USD/bn	30.9
<b>US-LIBOR Rate 22/1/2021</b>			
Tenor	Units	LIBOR Rate	
3-Month	%	0.21525	
6-Month	%	0.23600	
12-Month	%	0.31225	

MONEY MARKET-MM:

- ✓ Yesterday, SBP conducted 1-day OMO (Injection), where total bid amount Rs98.0bn from which the accepted amount was Rs60.0bn at 7.07%.
- ✓ Today PBS released the data of weekly inflation for the week ended 2020. According to the PBS, SPI rose by 0.32% as compared to the previous week 139.70bps to 140.15bps.
- ✓ Out of 51 items, prices of 20 items increased, 10 items decreased and 21 items unchanged.
- ✓ Commodities that prices surged are as under;
- ✓ Chicken 4.90%, Banana 3.04%, Petrol 2.84%, Vegetable Ghee 2.78% and Cooking Oil 2.59% respectively.
- ✓ Commodities that prices recorded decrease are as follows;
- ✓ Tomatoes 14.80%, Eggs 7.98%, Potatoes 1.82%, LPG Cylinder-11kg 1.34% and Sugar 1.33% respectively.



- ✓ Today SBP conducted 7-Days OMO (Injection), where total bid amount Rs1.05trn from which the accepted amount was Rs1.03trn at 7.04%.
- ✓ Today MM initiated the market at 6.75% and traded whole day within the range at 6.75%-7.10% and closed at 7.00%.