

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	13-Aug-21	USD bn	24.668
FE-25 Import Financing	July, 2021	USD mn	557
SBP Forward/Swap Position	31-Jul-21	USD bn	(4.870)
Net International Reserves-NIR (EST)	13-Aug-21	USD bn	(4.087)
Kerb USD/PKR	23-Aug-21	Bid/Ask	164.20/165.00
Real Effective Exchange Rate-REER	June, 2021	Rs	99.85
Consumer Price Index-CPI			
Sensitive Price Index-SPI-WoW	5-Aug-21	bps	151.80
CPI (YoY)	July, 2021	%	8.30
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 21 - 6-August 21	%	-2.37%
Net Govt. Sector Borrowing	1 July 21 - 6-August 21	Rs bn	(353.96)
GOVT. Borrowing for budgetary support from SBP	1 July 21 - 6-August 21	Rs bn	(349.94)
Credit to Private Sector-YoY	1 July 21 - 6-August 21	Rs bn	(148.46)
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	7.52%-0.24%	%	7.28
FX-Economic Data			
Foreign Direct Investment-FDI	1MFY-21/22	USD mn	89.90
Home Remittance	1MFY-21/22	USD bn	2.707
Trade Bal-S/(D)	1MFY-21/22	USD bn	(3.371)
CAB-S/(D)	1MFY-21/22	USD mn	(773.00)
CAB-S/(D) % of GDP	1MFY-21/22	%	(2.80)
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

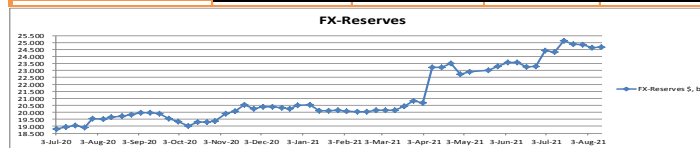
23rd AUGUST 2021
DAILY MARKET REVIEW
ECONOMIC-NEWS:

- ✓ **REER improves to 99.42bps:** Pakistan's REER—the cost of international trade—further improved to 99.42bps, on the index in July, making the country's exports competitive and imports expensive.
- ✓ The trade deficit widened 85.53% to \$3.1bn in July compared to \$1.67bn in the same month last year.

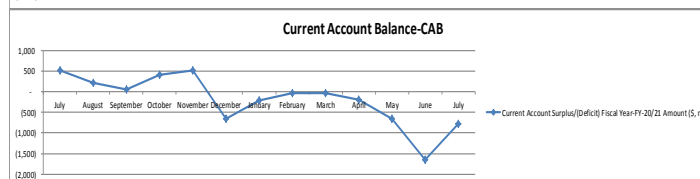
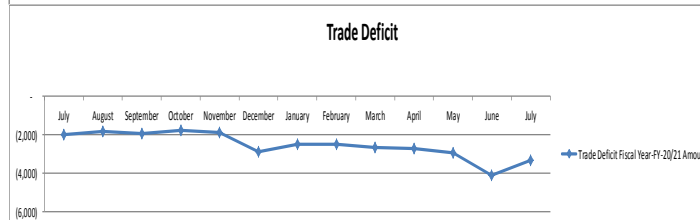
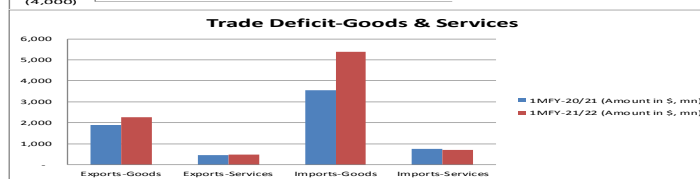
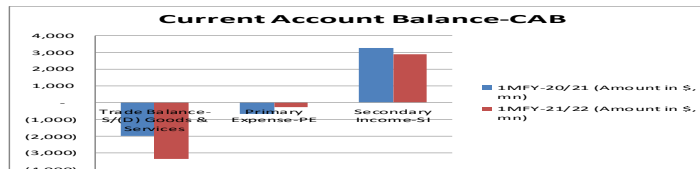
ECONOMIC-DATA:

- ✓ **SBP FX-Reserves raise \$3mn to \$17.6bn:** On Friday, SBP released the data of FX-Reserves. According to the SBP, FX-Reserves held by the central bank rose 0.01% on a WoW basis.
- ✓ On August 13, the FX-Reserves held by the SBP were recorded at \$17.625bn, up by \$3bn compared with \$17.622bn on August 6.
- ✓ Over-all liquid FX-Reserves held by the country, including net FX-Reserves held by banks other than the SBP, stood at \$24.66bn. Net FX-Reserves held by banks amounted to \$7.04bn.
- ✓ The central bank gave no reason for the increase in reserves.

FX-RESERVES Held by	Amount in \$, mn			
	Current 13-Aug-21	Previous 6-Aug-21	Change \$	Change %
State Bank of Pakistan-SBP	17,625.90	17,622.70	3.20	0.02
Commercial Banks	7,042.20	7,021.30	20.90	0.30
Total	24,668.10	24,644.00	24.10	0.10



- ✓ **Current Account roundup:** The CAD normalized to \$773mn (2.8% of GDP) in July as compared to \$1.6bn in the previous month. The deficit is falling in the manageable range of 2%-3% of GDP. Not a bad start to the year. Nonetheless, the un-certainties around the BOP may continue. The key is to watch international commodity prices. The good news is that crude oil is currently at 12%-13% discount to July's average. That gives some comfort to the BOP worries at home.



ECONOMIC DATA RELEASED DURING THE LAST 24-HOURS					
Date	Event	Impact	Actual	Forecast	Previous
20/8/2021	FX-Reserves for 13 August 21	MEDIUM	\$24.668bn	\$24.879bn	\$24.644bn
20/8/2021	PE for July 21	LOW	\$273mn	\$353mn	\$396mn
20/8/2021	PE for 1MFY-21/22	LOW	\$273mn	\$353mn	\$697mn
20/8/2021	SI for July 21	LOW	\$2.871bn	\$2.889bn	2.844bn
20/8/2021	SI for 1MFY-21/22	LOW	\$2.871bn	\$2.889bn	\$3.267bn
20/8/2021	Export for July 21	HIGH	\$2.257bn	\$2.469bn	\$2.499bn
20/8/2021	Export for 1MFY-21/22	HIGH	\$2.257bn	\$2.469bn	\$1.885bn
20/8/2021	Import for July 21	HIGH	\$5.396bn	\$5.446bn	\$6.332bn
20/8/2021	Import for 1MFY-21/22	HIGH	\$5.396bn	\$5.446bn	\$3.557bn
20/8/2021	Trade Bal-S/(D) for July 21	HIGH	\$(3.371)bn	\$(3.147)bn	\$(4.067)bn
20/8/2021	Trade Bal-S/(D) for 1MFY-21/22	HIGH	\$(3.371)bn	\$(3.147)bn	\$(1.987)bn
20/8/2021	CAB-S/(D) for July 21	HIGH	\$(773)mn	\$(650)mn	\$(1.619)bn
20/8/2021	CAB-S/(D) for 1MFY-21/22	HIGH	\$(773)mn	\$(650)mn	\$583mn

- ✓ During the last whole week, SBP Ceiling was hit for Rs2.50bn.

Daily READY Rates-Rs 23-Aug-21

Open	164.20	Last Day Close-LDC 164.18
High	164.55	
Low	164.20	
Close	164.43	

DAILY USD/PKR SWAP YIELDS-%

PERIOD	SWAP	Change in Premiums	Swap Implied PKR Yield
1-Week	0.1820	(0.0049)	5.86%
2-Week	0.3764	0.0094	6.06%
1-Month	0.7672	(0.0114)	5.25%
2-Month	1.5420	(0.0047)	5.71%
3-Month	2.2564	(0.0329)	5.58%
4-Month	2.9642	0.0473	5.45%
5-Month	3.7448	0.0525	5.58%
6-Month	4.5707	0.0012	5.67%
9-Month	7.3110	(0.0136)	6.25%
1-Year	10.2408	0.0291	6.46%

Daily MONEY Market Rates-% 23-Aug-21

Open	6.90	Last Day Close-LDC 6.75
High	7.05	
Low	6.70	
Close	6.90	

KIBOR AND PKRV RATE (%) 23-Aug-21

Tenor	KIBOR-%	PKRV Rates-%
1-M	7.00	7.18
3-M	7.15	7.22
6-M	7.35	7.45
12-M	7.52	7.70

Pakistan Investment Bonds-PIB

Period	4-Aug-21	23-Aug-21	
	Cut Off Yields-%	Bid-%	Ask-%
2-Yrs	-	8.32	8.29
3-Yrs	8.8800	8.79	8.77
5-Yrs	9.1980	9.14	9.12
10-Yrs-Fixed	9.8390	9.90	9.85
Floating	8.0943	102	101.75
15-yrs*	10.4000	10.30	
20-yrs*	10.5600	10.45	

Market Treasury Bills-MTB

Tenor	11-Aug-21	23-Aug-21	
	Cut Off Yields-%	Bid-%	Ask-%
3-M	7.2401	7.22	7.20
6-M	7.4851	7.42	7.40
12-M	7.6700	7.67	7.63

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