

KEY PAKISTAN STATS & ECONOMIC INDICATORS

Items	Period	Unit	Figure
Gross Domestic Product-GDP			
GDP	10MFY-20/21	USD bn	246.72
Foreign Exchange-FX-Reserves			
FX-Reserves-WoW	11-Jun-21	USD bn	23.586
FE-25 Import Financing	May, 2021	USD mn	457
SBP Forward/Swap Position	30-Apr-21	USD bn	(4.560)
Net International Reserves-NIR (EST)	11-Jun-21	USD bn	(3.986)
Kerb USD/PKR	21-Jun-21	Bid/Ask	157.30/158.30
Real Effective Exchange Rate-REER	April, 2021	Rs	103.30
Consumer Price Index-CPI			
Sensitive Price Index-SPI-WoW	17-Jun-21	bps	147.92
CPI (YoY)	May, 2021	%	10.87
CPI- (MoM)	May, 2021	%	0.10
CPI-Urban-YoY	May, 2021	%	10.80
CPI-Rural-YoY	May, 2021	%	10.90
PAK CPI-YoY minus US CPI-YoY	10.87%-5.00%	%	5.87
M2 Growth			
M2 Growth-YoY	1 July 20 - 11-June 21	%	11.25
Net Govt. Sector Borrowing	1 July 20 - 11-June 21	Rs bn	1,031.61
GOVT. Borrowing for budgetary support from SBP	1 July 20 - 11-June 21	Rs bn	1,179.09
Credit to Private Sector-YoY	1 July 20 - 11-June 21	Rs bn	457.90
Govt. Foreign Commercial Banks Borrowing	10MFY-20/21	USD bn	3.25
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	7.56%-0.24%	%	7.32
FX-Economic Data			
Foreign Direct Investment-FDI	11MFY-20/21	USD bn	1.75
Home Remittance	11MFY-20/21	USD bn	26.736
CAB-S/(D)	10MFY-20/21	USD mn	773.000
CAB-S/(D) % of GDP	10MFY-20/21	%	0.30
Trade Balance-S/D	10MFY-20/21	USD bn	(22.736)
Government, Circular Debt & External Liabilities			
Government Domestic Debt & Liabilities	As at 31-3-2021	Rs trn	15.88
External Debt	As at 31-3-2021	USD bn	90.284
Central Debt	9MFY-20/21	Rs trn	25.55

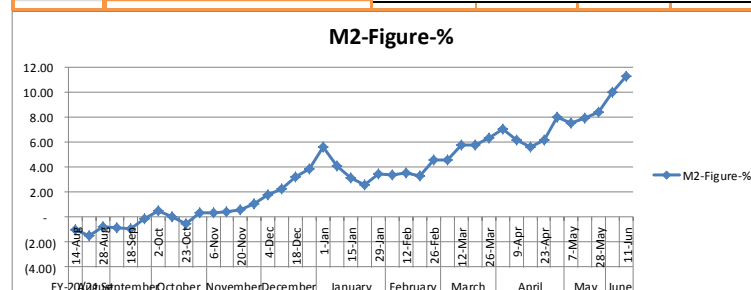
23rd JUNE 2021
DAILY MARKET REVIEW
ECONOMIC NEWS:

- ✓ **Five-day virtual meeting of the Financial Action Task Force (FATF):** The FATF will take a decision on keeping Pakistan on its grey list or not after reviewing FATF Asia/Pacific Group (APG), observer group reports, and reviewing the country's performance in implementing its action plan.
- ✓ The outcomes of the FATF Plenary will be published on 25 June, at the close of the meeting.
- ✓ **Erstwhile tribal areas: Steel units plan shutdown against FED removal plan:** Large steel producers and documented steel plants are planning to shutdown their operations and go for a hunger strike against Govt. policy of removal of 17% FED for erstwhile tribal areas in the budget 21-22. Industry sources told Business Recorder that the removal of FED/sales tax on the steel units operating in erstwhile Fata/Pata would hurt domestic investment in the steel sector, but Chinese investors are also concerned about the future prospects of their investments.
- ✓ **Sindh industrial production increases by 12.4%:** Industrial production in Sindh has increased by 12.4% during the 9MFY-21 compared to last fiscal year. According to the latest figures released by Bureau of Statistics of Planning & Development Sindh, overall production in March 2021 is slightly up by 0.29% as compared to last month, i.e. February 2021.
- ✓ The industrial production in March 2021 is significantly increased by 32.4% as compared to corresponding month of last year.
- ✓ **Govt. asked to suspend export cess:** Yesterday, The Senate Standing Committee on Finance concluded its deliberations on Finance Bill 2021 and recommended to the government to suspend the collection of export cess for 3-years to minimize impact of Covid-19 on export industries.
- ✓ Over Rs58bn export development funds are still under the control of the ministry of finance and the finance division releases a nominal amount each year for the promotion of export schemes.

ECONOMIC-DATA:

- ✓ **M2-Growth:** SBP issued the numbers of broad money supply for 11th June 2021. According to the SBP, M2-Growth posted a positive growth 11.25% recorded lower as compared to the previous year 12.66%.
- ✓ On WoW basis, M2 rose by 1.24% as broad money advanced by Rs259.60bn from Rs2.09trn to Rs2.35trn.
- ✓ M2-Growth rose by 1.24% or Rs259.60bn as compared to the previous week positive growth 10.01% to this week 11.25%.
- ✓ The Govt. has acquired an additional debt of Rs312.46bn during the week ended June 11, 2021, which brings its total net borrowing for ongoing FY-21 to Rs1.28trn. As of prior week, the Govt. had borrowed of net sum of Rs967.60bn.
- ✓ The Non-Govt. sector has borrowed another net sum of Rs16.78bn during the week ended June 11, 2021, which brings the cumulative net borrowing for FY-21 to Rs438.65bn. The net borrowing as of prior week was recorded at Rs421.87bn.

M2-Growth For the WoW Change					
S.No	M2-Growth figure made with 2-Components	Amount in RKR-Rs, bn			%
		Current 11-Jun-21	Previous 04-Jun-21	PKR-Rs Change	
1	Net Foreign Assets of the Banking System	1,031.61	1,044.37	(12.75)	(1.22)
2	Net Domestic Assets of the Banking System	1,320.25	1,047.89	272.36	25.99
Total		2,351.86	2,092.26	259.60	12.41


ECONOMIC DATA RELEASED DURING THE LAST 24-HOURS

Date	Event	Impact	Actual	Forecast	Previous
22/6/2021	M2-Growth for 11 June 21	LOW	11.25%	9.54%	10.01%

Daily READY Rates-Rs 23-Jun-21

Open	158.15	Last Day Close-LDC	158.19
High	158.56		
Low	158.15		
Close	158.53		

DAILY USD/PKR SWAP YIELDS-%

PERIOD	SWAP	Change in Premiums	Swap Implied PKR Yield
1-Week	0.1363	(0.0031)	4.55%
2-Week	0.2650	(0.0075)	4.43%
1-Month	0.6367	(0.0454)	4.52%
2-Month	1.3240	0.0367	5.11%
3-Month	2.1316	0.0493	5.46%
4-Month	2.8784	0.0759	5.48%
5-Month	3.6355	0.0643	5.61%
6-Month	4.3917	0.1328	5.65%
9-Month	7.2545	0.2362	6.43%
1-Year	10.1227	0.1437	6.62%

Daily MONEY Market Rates-% 23-Jun-21

Open	7.00	Last Day Close-LDC	7.10
High	7.00		
Low	6.10		
Close	6.10		

KIBOR AND PKRV RATE (%) 6/32/2021

Tenor	KIBOR-%	PKRV Rates-%
1-M	7.00	7.23
3-M	7.21	7.29
6-M	7.45	7.54
12-M	7.56	7.65

Pakistan Investment Bonds-PIB

Period	10-Jun-21	23-Jun-21	
	Cut Off Yields-%	Bid-%	Ask-%
2-Yrs	-	8.05	8.03
3-Yrs	8.6900	8.74	8.71
5-Yrs	9.2000	9.45	9.42
10-Yrs-Fixed	9.8390	9.95	9.90
Floating	8.0943	102	101.75
15-yrs*	10.4000	10.30	
20-yrs*	10.5600	10.45	

Market Treasury Bills-MTB

Tenor	16-Jun-21	23-Jun-21	
	Cut Off Yields-%	Bid-%	Ask-%
3-M	7.3259	7.29	7.26
6-M	7.5894	7.53	7.51
12-M	7.6700	7.67	7.62

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