

**FX – INTERBANK RATE:**

23-Sep	OPEN	HIGH	LOW	CLOSE	Last Day Close-LDC
<b>Ready Rates</b>	166.23	166.25	166.10	166.23	166.18

**FX-MARKET:**

- ✓ Today PKR depreciated by 5paisa as compared to the previous intraday close from Rs166.18 to Rs166.23.
- ✓ During the whole day, PKR traded within the very narrow range from Rs166.10 to Rs166.25.
- ✓ We expect that USD/PKR will trade within the range of Rs166.05 to Rs166.35.

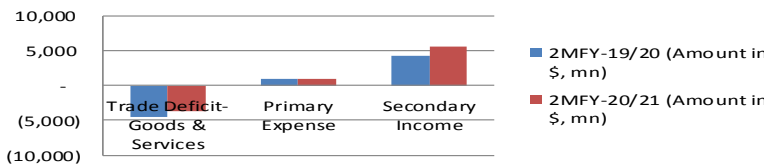
**FINANCIAL NEWS:**

- ✓ The Govt. of Pakistan has decided to setup Medium Term Note-MTN program to float both EURO Bonds & International SUKUK for the period of 1-Year initially in order to lure FX-Reserves into the country.

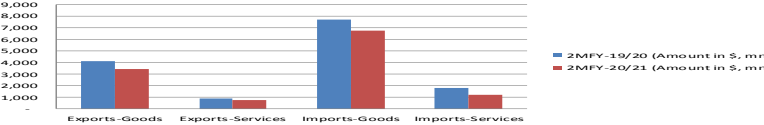
**ECONOMIC-DATA:**

- ✓ SBP released the data of Current Account for the month of August 2020. According to the SBP, Current Account Surplus-CAS declined by \$211.0mn as compared to the last month \$508.0mn to \$297.0mn.
- ✓ For 2MFY-20/21, CAS recorded at \$805.0 as compared to the same period of last fiscal year CAD \$1.21bn.
- ✓ Current Account figure drives from the total of Trade Balance, Primary income & Secondary Income respectively.
- ✓ Trade Deficit decreased by \$761.0mn from \$4.53bn to \$3.76bn, Primary Expense increased by \$140.0mn from \$867.0mn to \$1.00bn & Secondary Income surged by \$1.40bn from \$4.18bn to \$5.58bn respectively.

**Current Account Deficit-CAD**



**Trade Deficit-Goods & Services**



**MONEY MARKET:**

- ✓ Today MM initiated at 6.90% and traded whole day within the range at 6.70%-7.00% and closed at 6.80%.

**ECONOMIC DATA RELEASED DURING THE LAST 24 HOURS**

Date	Event	Impact	Actual	Forecast	Previous
23/9/2020	Primary Expense for August 2020	LOW	\$322mn	\$557.0mn	\$685.0mn
23/9/2020	Primary Expense for 2MFY-20/21	LOW	\$1.007bn	\$1.242bn	\$867.0mn
23/9/2020	Secondary Income for August 2020	LOW	\$2.370bn	\$2.677bn	\$3.211bn
23/9/2020	Secondary Income for 2MFY-20/21	LOW	\$5.581bn	\$5.888bn	\$4.183bn
23/9/2020	Export for August 2020	HIGH	\$1.526bn	\$1.285bn	\$1.897bn
23/9/2020	Export for 2MFY-20/21	HIGH	\$3.423bn	\$3.182bn	\$4.106bn
23/9/2020	Import for August 2020	HIGH	\$3.175bn	\$3.084bn	\$3.555bn
23/9/2020	Import for 2MFY-20/21	HIGH	\$6.730bn	\$6.639bn	\$7.704bn
23/9/2020	Trade Deficit for August 2020	HIGH	\$(1.751)bn	\$(1.907)bn	\$(2.018)bn
23/9/2020	Trade Deficit for 2MFY-20/21	HIGH	\$(3.769)bn	\$(3.925)bn	\$(4.530)bn
23/9/2020	Current Account Surplus/(Deficit) for August 2020	HIGH	\$297.0mn	\$349.0mn	\$508.0mn
23/9/2020	Current Account Surplus/(Deficit) for 2MFY-20/21	HIGH	\$805.0mn	\$857.0mn	\$(1.214)bn

**USD/PKR SWAP YIELDS-%**

PERIOD	SWAP	Change in Premiums	Swap Implied PKR Yield
1-WEEK	0.2275	-	7.25%
2-WEEK	0.3880	-	7.30%
1-MONTH	0.9800	(0.0250)	7.09%
2-MONTH	1.9600	(0.0350)	7.49%
3-MONTH	2.8500	(0.0450)	7.19%
4-MONTH	3.7750	0.0500	7.15%
5-MONTH	4.4750	0.0500	6.68%
6-MONTH	5.0950	(0.0050)	6.35%
12-MONTH	9.0000	-	5.79%

**ECONOMIC INDICATORS**

Items	Yr	Period	Unit	Figure
<b>Gross Domestic Product-GDP</b>				
GDP		2MFY-20/21	USD bn	44.722
Large Scale Manufacturing Industries-LSMI		FY-19/20	bps	128.93
<b>Foreign Exchange-FX Reserves</b>				
FX-Reserves-WoW		11-Sep-20	USD bn	19.959
FE-25 Import Financing		July, 2020	USD mn	401
SBP Forward/Swap Position		31-Jul-20	USD bn	(5.774)
Net International Reserves-NIR (EST)		11-Sep-20	USD bn	(11.950)
Kerb USD/PKR		23-Sep-20	Bid/Ask	166.00/166.50
Real Effective Exchange Rate-REER		June, 2020	Rs	93.02
<b>Consumer Price Index-CPI</b>				
Sensitive Price Index-SPI-WoW		17-Sep-20	bps	137.59
CPI (YoY)		Augst, 2020	%	8.20
CPI- (MoM)		Augst, 2020	%	0.60
CPI-Urban-YoY		Augst, 2020	%	7.70
CPI-Rural-YoY		Augst, 2020	%	9.90
PAK CPI-YoY minus US CPI-YoY		8.20%-1.30%	%	6.90
<b>M2 Growth</b>				
M2 Growth-YoY		1 July 20 - 11-Sep 20	%	(0.81)
Net Govt. Sector Borrowing		1 July 20 - 11-Sep 20	Rs bn	(126.59)
GOVT. Borrowing for budgetary support from SBP		1 July 20 - 11-Sep 20	Rs bn	(74.66)
Credit to Private Sector-YoY		1 July 20 - 11-Sep 20	Rs bn	(161.83)
Govt. Foreign Commercial Banks Borrowing		FY-19/20	USD bn	4.855
<b>Policy Rate</b>				
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		7.08%-0.38%	%	6.70
<b>FX-Economic Data</b>				
Foreign Direct Investment-FDI		2MFY-20/21	USD mn	112.30
Home Remittance		2MFY-20/21	USD bn	4.863
Current Account (Deficit)/Surplus		2MFY-20/21	USD mn	805.00
CAS % of GDP		2MFY-20/21	%	1.80
Trade -Deficit		2MFY-20/21	USD bn	3.769
<b>GOVT. Circular Debt &amp; External Liabilities</b>				
Government Domestic Debt & Liabilities		As at 30-6-2020	Rs tm	34.02
External Debt		As at 30-6-2020	USD bn	70.314
Circular Debt		FY-19/20	Rs tm	2.15
<b>Ratings &amp; Outlook</b>				
Standard & Poor's-S&P		Rating & Outlook	Rank	B-
Moody's		Rating & Outlook	Rank	B3-Stable
<b>Stock Exchange &amp; Market Index</b>				
MSCI-Emerging Market Index-EMI		22-Sep-20	Pts	1,082.83
Pakistan Stock Exchange-PSX-100 Index		22-Sep-20	Pts	41,870.52
Foreign Investor Portfolio Investment-FIP		23-Sep-20	USD '000	(3,310,462)
<b>Special Convertible Rupee Account-A/C-SCRA</b>				
SCRA-Cumulative		1 July 20 To-Date	USD mn	(188.85)
SCRA-T-Bills & PIB's		1 July 20 To-Date	USD mn	(84.82)

Date	Data	Unit	3-Month	6-Month	12-Month
18-Sep-20	US-LIBOR Rate	%	0.22538	0.27525	0.37338

Tenor	KIBOR-%	PKRV Rates-%
1-Month	6.88	7.01
3-Month	6.94	7.08
6-Month	7.04	7.15
12-Month	7.07	7.26

Period	16-Sep-20		23-Sep-20	
	Cut Off Yields-%	Bid-%	Ask -%	
2-Years	-	7.93	7.90	
3-Years	8.2000	8.26	8.23	
5-Years	8.4500	8.95	8.92	
10-Years - Fixed	8.9900	9.70	9.60	
10-Years - Floating	7.6800	102	101.75	
15-years *	9.9800		10.05	
20-years *	10.5500		10.30	

Tenor	26-Aug-20		23-Sep-20	
	Cut Off Yields-%	Bid-%	Ask-%	
3-Months	7.1498	7.12	7.11	
6-Months	7.1800	7.16	7.15	
12-Months	7.3000	7.29	7.25	

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





