

DAILY C&M MARKET REVIEW

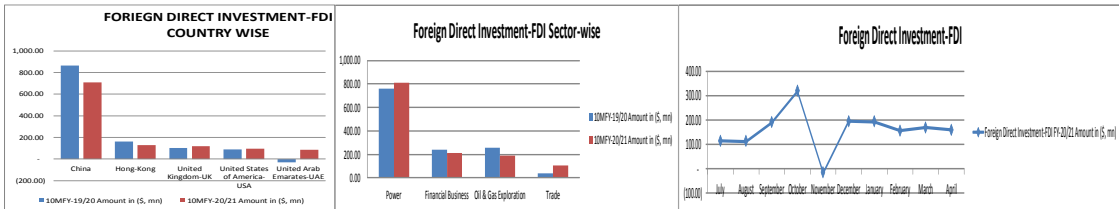
FOREIGN EXCHANGE-FX-MARKET:

- On Monday, in interbank session, PKR appreciated by 32paise from the Friday's close Rs153.36 to Rs153.68.
- During the day, USD/PKR traded within the range of 35paise from low at Rs153.35 to high at Rs153.70.



FOREIGN DIRECT INVESTMENT-FDI:

- SBP released the data of FDI for the month of April 2021. According to the SBP, FDI declined by \$9.20mn as compared to the previous month \$167.60mn to \$158.40mn.
- For 10MFY-20/21, FDI plunged by \$747.90mn as compared to the same period of last fiscal year \$2.30bn to \$1.55bn.
- Countries that directly invested highest amount in Pakistan are as under;
- China \$708.30mn, Hong-Kong \$127.60mn, United-Kingdom-UK \$118.70mn, United States of America-USA \$95.90mn and United Arab Emirates \$86.60mn respectively.
- The Sectors in which these countries highest amount in Pakistan are as follows;
- Power \$812.80mn, Financial Business \$213.0mn, Oil & Gas Exploration \$189.30mn and Trade \$105.10mn respectively.



| Date | Event | Impact | Actual | Forecast | Previous |
|-----------|---------------------|--------|------------|------------|------------|
| 20/5/2021 | FDI for April 21 | MEDIUM | \$158.40mn | \$161.30bn | \$167.60bn |
| 20/5/2021 | FDI for 10MFY-20/21 | MEDIUM | \$1.553bn | \$1.587bn | \$2.301bn |

| Ready Rates-PKR | | 24/5/2021 | |
|-----------------|--------|-------------------------------|--|
| Open | 153.38 | Last Day Close LDC: 153.36 | |
| High | 153.70 | | |
| Low | 153.35 | | |
| Close | 153.70 | | |

| USD/PKR SWAP YIELDS-% | | | |
|-----------------------|---------|--------------------|------------------------|
| PERIOD | SWAP | Change in Premiums | Swap Implied PKR Yield |
| 1-Week | 0.2210 | 0.0189 | 7.56% |
| 2-Week | 0.4004 | (0.0039) | 6.86% |
| 1-Month | 0.8593 | (0.0147) | 6.28% |
| 2-Month | 1.6774 | 0.1626 | 6.65% |
| 3-Month | 2.4709 | (0.0508) | 6.53% |
| 4-Month | 3.3204 | (0.0150) | 6.52% |
| 5-Month | 4.1184 | 0.0020 | 6.57% |
| 6-Month | 4.9739 | 0.0286 | 6.61% |
| 9-Month | 7.8483 | 0.0077 | 7.18% |
| 1-Year | 10.5038 | 0.0001 | 7.10% |

| FOREIGN EXCHANGE-FX ECONOMIC INDICATORS | | | |
|---|------------------|---------|---------------|
| Items | Period | Unit | Figure |
| Gross Domestic Product-GDP | | | |
| GDP | 7MFY-20/21 | USD bn | 176.2 |
| Foreign Exchange-FX-Reserves | | | |
| FX-Reserves-WoW | 7-May-21 | USD bn | 22.91 |
| FE-25 Import Financing | April, 2021 | USD mn | 485 |
| SBP Forward/Swap Position | 28-Feb-21 | USD bn | (4,540) |
| Net International Reserves-NIR (EST) | 7-May-21 | USD bn | (4,562) |
| Kerb USD/PKR | 20-May-21 | Bid/Ask | 153.10/154.10 |
| Real Effective Exchange Rate-REER | March, 2021 | Rs | 100.50 |
| FX-Economic Data | | | |
| Foreign Direct Investment-FDI | 10MFY-20/21 | USD bn | 1.55 |
| Home Remittance | 10MFY-20/21 | USD bn | 24,246 |
| CAB-S(D) | 9MFY-20/21 | USD mn | 959,000 |
| CAB-S(D) % of GDP | 9MFY-20/21 | % | 0.50 |
| Trade Balance-S(D) | 9MFY-20/21 | USD bn | (20,019) |
| GOVT, Circular Debt & External Liabilities | | | |
| Government Domestic Debt & Liabilities | As at 31-12-2020 | Rs tm | 15.59 |
| External Debt | As at 31-12-2020 | USD bn | 115.76 |
| Central Debt | 1HFY-20/21 | Rs tm | 24.31 |

| KIBOR AND PKRV RATE (%) 24-May-21 | | | |
|--|-----------------------|--------------|--------------|
| Tenor | KIBOR-% | PKRV Rates-% | |
| 1-Month | 7.01 | 7.21 | |
| 3-Month | 7.21 | 7.31 | |
| 6-Month | 7.40 | 7.52 | |
| 12-Month | 7.54 | 7.67 | |
| Pakistan Investment Bonds-PIB's | | | |
| Period | 14-Apr-21 | 24-May-21 | |
| | Cut Off Yields-% | Bid-% | Ask-% |
| 2-Yrs | - | 7.95 | 7.90 |
| 3-Yrs | 9.2700 | 8.70 | 8.65 |
| 5-Yrs | 9.8500 | 9.22 | 9.18 |
| 10-Yrs-Fix | 10.2540 | 9.90 | 9.80 |
| Floating | 8.0501 | 10.2 | 101.75 |
| 15-years* | 10.0000 | | 10.30 |
| 20-years* | 10.5800 | | 10.50 |
| Market Treasury Bills-MTB | | | |
| Tenor | 20-May-21 | 24-May-21 | |
| | Cut Off Yields-% | Bid-% | Ask-% |
| 3-M | 7.3492 | 7.33 | 7.31 |
| 6-M | 7.6000 | 7.58 | 7.56 |
| 12-M | 7.6898 | 7.68 | 7.65 |
| Note: * The secondary yields for 15 & 20-years Bonds are not available, so instead of leaving it blank, we inputted PKRV Rates. | | | |
| MONEY MARKET-MM ECONOMIC INDICATORS | | | |
| Items | Period | Unit | Figure |
| Large Scale Manufacturing Industries-LSMI | | | |
| LSMI | 7MFY-20/21 | bps | 149.88 |
| Consumer Price Index-CPI | | | |
| Sensitive Price Index-SP-WoW | 20-May-21 | bps | 150.23 |
| CPI (YoY) | April, 2021 | % | 11.10 |
| CPI (MoM) | April, 2021 | % | 1.00 |
| CPI-Urban-YoY | April, 2021 | % | 11.00 |
| CPI-Rural-YoY | April, 2021 | % | 11.30 |
| PAK CPI-YoY minus US CPI-YoY | | | 8.50 |
| M2 Growth | | | |
| M2 Growth-YoY | 1 July 20 - 30-Apr 21 | % | 7.96 |
| Net Govt. Sector Borrowing | 1 July 20 - 30-Apr 21 | Rs bn | 652.97 |
| GOVT. Borrowing for budgetary support from SBP | 1 July 20 - 30-Apr 21 | Rs bn | 675.86 |
| Credit to Private Sector-YoY | 1 July 20 - 30-Apr 21 | Rs bn | 454.49 |
| Govt. Foreign Commercial Banks Borrowing | 10FY-20/21 | USD mn | 136.70 |
| 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 | 7.24%-0.28% | % | 7.46 |
| Rating & Outlook | | | |
| Standard & Poor's-S&P | Rating & Outlook | Rank | B- |
| Moody's | Rating & Outlook | Rank | B3-Stable |
| Stock Exchange & Market Index | | | |
| MSCI-Emerging Market Index-EMI | 20-May-21 | Pts | 1,324.37 |
| Pakistan Stock Exchange-PSX-100 Index | 20-May-21 | Pts | 45,547.78 |
| Foreign Investor Portfolio Investment-FPI | 19-May-21 | USD 000 | (41,974.978) |
| Special Convertible Rupee Account-A/C-SCRA | | | |
| SCRA-Cumulative | 1 July 20 To-Date | USD mn | (456.44) |
| SCRA-T-Bills & PIB's | 1 July 20 To-Date | USD mn | (83.55) |
| SCRA-T-Bills & PIB's | May-21 | USD mn | (42.04) |
| US-LIBOR Rate 18/5/2021 | | | |
| Tenor | Units | LIBOR Rate | |
| 3-Month | % | 0.15525 | |
| 6-Month | % | 0.18375 | |
| 12-Month | % | 0.26275 | |

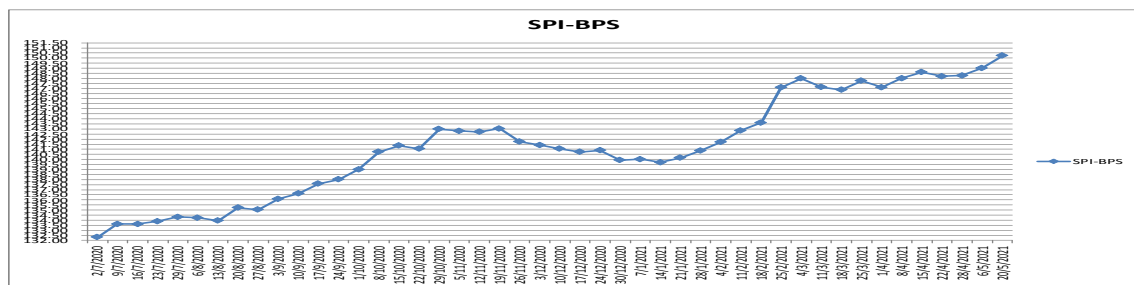
MONEY MARKET-MM:

- During the last whole week, SBP (Ceiling) was hit for Rs9.0bn respectively.
- On Friday, SBP conducted 7-Days OMO (Injection), where bid amount total was accepted Rs2.44trn at 7.05%.
- Today, MM initiated at 7.00% and traded whole day within the range at 6.25%-7.00% and closed at 6.40%.

ECONOMIC-DATA:

SENSITIVE PRICE INDEX-SPI:

- On Late Friday, PBS released the data of weekly inflation for the week ended 20th May 2021. According to the PBS, SPI rose by 0.82% as compared to the previous week 150.23bps to 149.01bps.
- Out of total 51-commodities items, the prices of 24-items increased, prices of 6-items decreased and prices of 21-items unchanged respectively.
- Commodities that prices surged are as under;
- Chicken 12.74%, Banana 11.26%, Onion 6.97%, Eggs 5.36% and Sugar 3.35% respectively.
- Commodities that prices recorded decrease are as follows;
- Tomatoes 17.96% and Electric Charges 3.24% respectively.



| ECONOMIC DATA RELEASED DURING THE LAST 24-HOURS | | | | | |
|---|-------------------|--------|-----------|-----------|-----------|
| Date | Event | Impact | Actual | Forecast | Previous |
| 20/5/2021 | SPI for 20 May 21 | LOW | 150.23bps | 148.92bps | 149.01bps |