

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	16-Jul-21	USD bn	25.128
FE-25 Import Financing	June, 2021	USD mn	483
SBP Forward/Swap Position	30-Apr-21	USD bn	(4.560)
Net International Reserves-NIR (EST)	16-Jul-21	USD bn	(3.352)
Kerb USD/PKR	26-Jul-21	Bid/Ask	160.50/162.00
Real Effective Exchange Rate-REER	June, 2021	Rs	99.85
Consumer Price Index-CPI			
Sensitive Price Index-SPI-WoW	15-Jul-21	bps	150.65
CPI (YoY)	June, 2021	%	9.70
CPI- (MoM)	June, 2021	%	-0.24
CPI-Urban-YoY	June, 2021	%	9.70
CPI-Rural-YoY	June, 2021	%	9.70
PAK CPI-YoY minus US CPI-YoY	9.70%-5.40%	%	4.30
M2 Growth			
M2 Growth-YoY	1 July 20 - 25-June 21	%	13.68
Net Govt. Sector Borrowing	1 July 20 - 25-June 21	Rs bn	1,785.93
GOVT. Borrowing for budgetary support from SBP	1 July 20 - 25-June 21	Rs bn	1,687.01
Credit to Private Sector-YoY	1 July 20 - 25-June 21	Rs bn	594.61
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	7.56%-0.24%	%	7.32
FX-Economic Data			
Foreign Direct Investment-FDI	FY-20/21	USD bn	1.85
Home Remittance	FY-20/21	USD bn	29.37
Trade Balance-S/D)	FY-20/21	USD bn	(30.030)
CAB-S/(D)	FY-20/21	USD mn	(1.85)
CAB-S/(D) % of GDP	FY-20/21	%	(0.60)
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

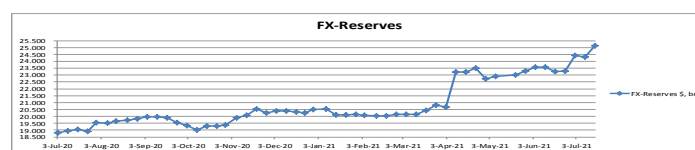
26th JULY 2021
DAILY MARKET REVIEW
ECONOMIC-NEWS:

- ✓ **Services trade deficit declines by 43% in FY21:** Pakistan's service trade deficit shrank 43% during FY-21 mainly due to lower international travel payments in wake of Covid-19 pandemic.
- ✓ According to SBP, services trade posted a \$1.87bn deficit during FY-21 compared to \$3.31bn in FY2-0, depicting a decline of \$1.44bn. The lower services trade deficit has helped to contain the CAD, which fell 58% to \$1.8bn during the last fiscal year.
- ✓ The improvement in services trade came from imports as well as from exports as the import payment fell by 11%, while exports receipts recorded 9.19% growth during FY-21.
- ✓ The detailed analysis revealed that during the period under review exports of services trade increased by \$500mn to \$5.93bn. Imports stood at \$7.81bn, down by \$941mn.
- ✓ **External sector fares well but challenges remain:** According to the SBP, FY-21 concluded with 3-remarkable achievements—highest-ever merchandise exports of \$25.63bn, largest-ever remittances of \$29.37bn and lowest CAD of 0.6% of GDP in recent years.
- ✓ If 3.94% of GDP growth is added to these figures, the economy seems to be in a pretty good shape.

ECONOMIC-DATA:

- ✓ **SBP FX-Reserves rise \$845mn to \$18.1bn:** On Friday, SBP released the data of FX-Reserves. According to data, the FX-Reserves held by the central bank rose 4.9% on a WoW basis.
- ✓ On July 16, the FX-Reserves held by the SBP, after accounting for external debt repayments, were recorded at \$18.05bn, up \$845mn compared with \$17.20bn recorded on July 9.
- ✓ Over-all liquid FX-Reserves held by the country, including net reserves held by banks other than the SBP, stood at \$25.12bn. Net reserves held by banks amounted to \$7.07bn.
- ✓ During the week ended July 16, SBP received proceeds of \$1.04bn against Pakistan Eurobonds.

FX-RESERVES WoW Change				
FX-RESERVES Held by	Amount in \$, mn			
	Current 16-Jul-21	Previous 9-Jul-21	Change \$	Change %
State Bank of Pakistan-SBP	18,050.70	17,205.60	845.10	4.91
Commercial Banks	7,077.30	7,106.50	(29.20)	(0.41)
Total	25,128.00	24,312.10	815.90	3.36



ECONOMIC DATA RELEASED DURING THE LAST 24-HOURS					
Date	Event	Impact	Actual	Forecast	Previous
23/7/2021	FX-Reserves for 16 July 21	MEDIUM	\$25.128bn	\$24.556bn	\$24.312bn

Daily READY Rates-Rs				26-Jul-21	
Open	162.30	Last Day Close-LDC	162.32		
High	162.30				
Low	161.05				
Close	161.23				
DAILY USD/PKR SWAP YIELDS-%					
PERIOD	SWAP	Change in Premiums	Swap Implied PKR Yield		
1-Week	0.2117	(0.0045)	6.94%		
2-Week	0.4195	0.0008	6.88%		
1-Month	0.8407	0.0243	5.86%		
2-Month	1.6376	0.0370	6.19%		
3-Month	2.3743	(0.0371)	5.98%		
4-Month	3.1516	0.0028	5.89%		
5-Month	3.8887	(0.0362)	5.90%		
6-Month	4.7753	(0.0737)	6.03%		
9-Month	7.4900	(0.1094)	6.52%		
1-Year	10.5168	(0.0595)	6.76%		
Daily MONEY Market Rates-%				26-Jul-21	
Open	7.10	Last Day Close-LDC	7.50		
High	7.50				
Low	7.10				
Close	7.40				
KIBOR AND PKRV RATE (%)			26-Jul-21		
Tenor	KIBOR-%	PKRV Rates-%			
1-M	7.01	7.16			
3-M	7.18	7.26			
6-M	7.40	7.50			
12-M	7.56	7.76			
Pakistan Investment Bonds-PIB					
Period	7-Jul-21		26-Jul-21		
	Cut Off Yields-%	Bid-%	Ask -%		
2-Yrs	-	7.95	7.90		
3-Yrs	8.6900	8.61	8.58		
5-Yrs	9.1980	9.21	9.18		
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	10.46			
Market Treasury Bills-MTB					
Tenor	14-Jul-21		26-Jul-21		
	Cut Off Yields-%	Bid-%	Ask-%		
3-M	7.2589	7.20	7.18		
6-M	7.5390	7.47	7.46		
12-M	7.6700	7.70	7.65		
Note: * The secondary yields for 15 & 20 years Bonds are not available, so instead of leaving it blank, we inputted PKRV Rates.					