Management Pvt. Ltd.

KEY PAKISTAN STATS			
<u>1</u>	Period	Unit <u>-</u>	Figure 🛃
<u>Gross Domestic Product-GDP</u>			
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 munus US CPI-YoY	9.70%-5.40%	%	4.30
<u>M2 Growth</u>			
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 livestment-FDI	FY-20/21	USD bn	1.85
Home Remittance	FY-20/21	USD bn	29.37

26rd 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					
	Am				
FX-RESERVES	Current	Previous	Change	Change	
Held by	16-Jul-21	9-Jul-21	\$	%	
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	3.36			

	READ Rs	TR	ates	-	26	-Jul-21				
Ope	Open 162.30									
Hig	High		162.30							
Low	,	161.05		Close-LD0 162.32						
Clos	e	16	1.23	3						
DAILY USD/PKR SWAP YIELDS-%										
PERIOD	SW	/AP Premiums		Swap Implied YKR Yield						
1-Week	0.2	0.2117 (0.0		0045) 6.94%		6.94%				
2-Week	0.4	195	0.	0008 6		6.88%				
1-Month	0.84	0.8407 0.		0243	5.86%					
2-Month	1.6	6376 0.037		0370)	6.19%				
3-Month	2.3	743	(0.0	0371)		5.98%				
4-Month	3.1	516	0.	0028	3	5.89%				
5-Month	3.8	887	(0.0)362)		5.90%				
6-Month	4.7	753	(0.0	0737) 6.0		6.03%				
9-Month	7.4	900	(0.:	1094	094) 6.52%					
1-Year	10.5	168	(0.0)595)	6.76%				
				2	Daily MONEY 26-Jul-21					
Market Rates-%Open7.10										
				Т						
	n	7				st Day				
Ope	n h	7	.10		los	st Day se-LDC '.50				
Ope Higl Low Clos	n h v	7 7 7 7	.10 .50 .10 .40		los	se-LDC				
Ope Higl Low Clos	n h v	7 7 7 7 9 PK	.10 .50 .10 .40	- C	:los 7	se-LDC				
Ope Higl Low Clos	n h e ANC	7 7 7 7 9 PK	.10 .50 .10 .40	2	:los 7 26-J	se-LDC 7.50				
Ope Higl Low Clos KIBOR	n v e ANC ATE (1 KII	7 7 7 7 9 PK	.10 .50 .10 .40 RV &-%	2	:10 7	se-LDC 7.50 Jul-21 7 Rates-				
Ope Higl Low Clos KIBOR R/ Tenor	n v e ANC ATE (1 KII	7 7 7 9 PK %) BOF	.10 .50 .10 .40 RV k-%	2	109 7 86-1 RV 7	Se-LDC 2.50 Jul-21 7 Rates- %				
Ope Higl Low Clos KIBOR R/ Tenor	n v e AND ATE (5 KII	7 7 7 9 PK %) 80F	.10 .50 .10 .40 RV k-%	2	109 7 26-1 18 7 7 7	se-LDC 2.50 Jul-21 7 Rates- % .16				
Ope Higl Low Clos KIBOR R/ Tenor 1-M 3-M	n v e AND ATE (1 KII	7 7 7 9 PK %) 80F 7.01	.10 .50 .10 .40 RV R .40	2	26-J RV 7 7 7	se-LDC 2.50 Jul-21 7 Rates- % .16 .26				
Ope Hig Low Clos KIBOR R/ Tenor 1-M 3-M 6-M 12-M	n h ZANE ANE KII	7 7 7 8 8 7.01 7.18 7.40 7.56	.10 .50 .10 .40 R∨ k-% L 3 0	C 2 PK	105 7 8 8 7 7 7 7 7 7 0 0	Se-LDC 7.50 Jul-21 7 Rates- % .16 .26 .50 .76 .76 ds-PIB				
Ope Hig Low Clos KIBOR R/ Tenor 1-M 3-M 6-M 12-M	n h Z ANC ATE (1) KII an In 7-	7 7 7 7 8 8 8 7.01 7.18 7.40 7.56	.10 .50 .10 .40 RV k-% k -% k -% k -%	C 2 PK	26-J RV 7 7 7 7 7 0 0	Se-LDC 2.50 Jul-21 7 Rates- % .16 .26 .50 .76 ds-PIB Jul-21				
Ope Hig Low Clos KIBOR 7 Tenor 1-M 3-M 6-M 12-M Pakist	n v e AND ATE (1 KII an In 7- C	7 7 7 9 PK 80F 7.01 7.18 7.40 7.56 7.56	.10 .50 .10 .40 RV R	C 2 PK	26-J RV 7 7 7 7 7 7 7 7 7 7 7 7	Se-LDC 7.50 Jul-21 7 Rates- % .16 .26 .50 .76 .76 ds-PIB				
Ope Higl Low Clos KIBOR 7 Tenor 1-M 3-M 6-M 12-M Pakist Period	n 	7 7 7 9 PK 80F 7.01 7.18 7.40 7.50 7.50 9 Ves Ut C elds -	.10 .50 .10 .40 RV k -% L 3 0 5 tme 21 21	C 2 PK 2 Bid % 7.5	26-J RV 7 7 7 7 7 0 0 1 26-J 3 1 - 5	Se-LDC 2.50 Jul-21 7 Rates- % .16 .26 .50 .76 Jul-21 Ask -% 7.90				
Ope Higl Low Clos KIBOR 7 Tenor 1-M 3-M 6-M 12-M 12-M Pakist 2-Yrs 3-Yrs	n h x AND ATE (1 KII ATE (1 ATE	7 7 7 7 9 PK %) BOF 7.01 7.18 7.40 7.56 9 7.40 7.56 9 8 9 8 9 9 8 9 9 7 7 9 8 9 7 7 9 7 7 7 7	.10 .50 .10 .40 RV k -% b tme 21 Dff 5	C 2 PK 2 Bid 7.9 8.6	26-J RV 7 7 7 7 7 7 7 7 7 7 7 7 7 7 7 5 1	Se-LDC 7.50 Jul-21 7 Rates- % .16 .26 .50 .76 Jul-21 Ask -% 7.90 8.58				
Ope Higl Low Clos KIBOR 7 Tenor 1-M 3-M 6-M 12-M Pakist Period 2-Yrs 3-Yrs 5-Yrs	n k k k k k k k k k k k k k	7 7 7 7 9 PK %) BOF 7.01 7.18 7.18 7.40 7.56 9 7.40 7.56 9 8 9 9 9 9 9 9 9 9 9 9 9 9 9 9 9 9 9	.10 .50 .10 .40 RV 8-% 1 3 5 tme 21 5 5 5 5 5 5 5 5 5 5 5 5 5 5 5 5 5 5 5	C PK PK 7.9 8.6 9.2	2 3 3 3 3 4 4 5 5 1 2 1 1 1 1 1 1 1 1 1 1 1 1 1	Se-LDC 7.50 Jul-21 7 Rates- % .16 .26 .50 .76 Jul-21 Ask -% 7.90 8.58 9.18				
Ope Higl Low Clos KIBOR 7 Tenor 1-M 3-M 6-M 12-M 12-M Pakist 2-Yrs 3-Yrs	n k k k k k k k k k k k k k	7 7 7 7 9 PK %) BOF 7.01 7.18 7.40 7.56 9 7.40 7.56 9 8 9 8 9 9 8 9 9 7 7 9 8 9 7 7 9 7 7 7 7	.10 .50 .10 .40 RV R .40 R .40 R .40 R .40 .10 .10 .10 .10 .10 .10 .10 .10 .10 .1	C 2 PK 2 Bid 7.9 8.6	2 3 3 3 3 4 4 5 5 1 2 1 1 1 1 1 1 1 1 1 1 1 1 1	Se-LDC 7.50 Jul-21 7 Rates- % .16 .26 .50 .76 Jul-21 Ask -% 7.90 8.58				
Ope Higl Low Clos KIBOR 7 Clos Clos Clos Clos Clos Clos Clos Clos	n 	7 7 7 7 9 PK %) BOF 7.01 7.18 7.18 7.40 7.56 9 7.40 7.56 9 8 9 9 9 9 9 9 9 9 9 9 9 9 9 9 9 9 9	.10 .50 .10 .40 RV k -% L	C PK PK 7.9 8.6 9.2	2 3 3 3 3 4 4 5 5 1 2 1 3 5 5 1 2 1 3 5 5 1 2 1 3 5 5 5 1 3 5 5 5 5 5 5 5 5 5 5 5 5 5	Se-LDC 7.50 Jul-21 7 Rates- % .16 .26 .50 .76 Jul-21 Ask -% 7.90 8.58 9.18				

Daily READY Rates-

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			
Governmentt 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



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

20-yrs*	0-yrs* 10.5600 10				
Market Treasury Bills-MTB					
	14-Jul-21	26-J	ul-21		
Tenor	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		
Nata * The second successful de fau 45.0.20					

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

C&M MANAGEMENT PVT LTD | SAIMA Trade Tower-B, 7th Floor, Room No: 708, 709, I.I Chundrigar Road, Karachi, Pakistan Telephone No: +92-21-3265167

Disclaimer: All reports and recommendations have been prepared for your information only. The facts, information, data, indicators and charts presented have been obtained from sources believed to be reliable, but their accuracy and completeness cannot be guaranteed. C&M Management (Pvt) Ltd. Company and its employees are not responsible for any loss arising from use of these reports and recommendations