

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	20-Aug-21	USD bn	24.619
FE-25 Import Financing	July, 2021	USD mn	557
SBP Forward/Swap Position	31-Jul-21	USD bn	(4.870)
Net International Reserves-NIR (EST)	20-Aug-21	USD bn	(4.134)
Kerb USD/PKR	27-Aug-21	Bid/Ask	165.60/166.70
Real Effective Exchange Rate-REER	July, 2021	Rs	99.42
Consumer Price Index-CPI			
Sensitive Price Index-SPI-WoW	5-Aug-21	bps	151.80
CPI (YoY)	July, 2021	%	8.30
CPI- (MoM)	July, 2021	%	1.30
CPI-Urban-YoY	July, 2021	%	8.70
CPI-Rural-YoY	July, 2021	%	8.00
PAK CPI-YoY minus US CPI-YoY	8.40%-5.40%	%	3.00
M2 Growth			
M2 Growth-YoY	1 July 21 - 13-August 21	%	-2.44%
Net Govt. Sector Borrowing	1 July 21 - 13-August 21	Rs bn	(391.94)
GOVT. Borrowing for budgetary support from SBP	1 July 21 - 13-August 21	Rs bn	(386.24)
Credit to Private Sector-YoY	1 July 21 - 13-August 21	Rs bn	(151.86)
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	7.52%-0.24%	%	7.28
FX-Economic Data			
Foreign Direct Investment-FDI	1MFY-21/22	USD mn	89.90
Home Remittance	1MFY-21/22	USD bn	2.707
Trade Bal-S/D	1MFY-21/22	USD bn	(3.371)
CAB-S/(D)	1MFY-21/22	USD mn	(773.00)
CAB-S/(D) % of GDP	1MFY-21/22	%	(2.80)
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	As at 31-5-2021	Rs trn	26.065

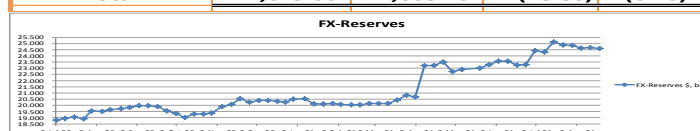
27th AUGUST 2021
DAILY MARKET REVIEW
ECONOMIC-NEWS:

- ✓ **Govt. makes heavy interest payments:** The federal Govt. spending on interest payments on debt and the defense jumped to nearly Rs4.1trn in the FY-21—which was Rs538bn more than its net revenues, pushing the country deeper into the debt trap.
- ✓ **Food import bill up 22% in fiscal year's 1st month:** Yesterday, PBS released the data showed that Pakistan's food import bill grew by 22.24% to \$647.03mn in July compared to \$529.31mn of the 1MFY-20/21.
- ✓ **Textile exports rise 15pc in July:** Yesterday, PBS released the data showed that Pakistan's textile and clothing exports posted double-digit growth in the 1MFY-21/22 increasing by 15.61% to \$1.47bn compared to \$1.27bn in July 2020.
- ✓ **Profit repatriation by overseas investors down 55%:** Yesterday, SBP released the data showed that overseas investors repatriated profits of \$159.2mn in the 1MFY-22, down 55% from the corresponding month of the preceding fiscal year.
- ✓ The sharp drop in repatriation follows an annual increase of 20.5% in the total outflow of profits in 2020-21 as foreign investors transferred \$1.6bn abroad.

ECONOMIC-DATA:

- ✓ **SBP FX-Reserves fall \$47mn to \$17.58bn:** Yesterday, SBP released the data of FX-Reserves. According to the SBP, FX-Reserves held by the central bank declined 0.3% on a WoW basis.
- ✓ On August 20, the FX-Reserves held by the SBP were recorded at \$17.57bn, down \$47mn compared with \$17.62bn on August 13.
- ✓ Over-all liquid FX-Reserves held by the country, including net FX-Reserves held by banks other than the SBP, stood at \$24.61bn. Net FX-Reserves held by banks amounted to \$7.04bn.
- ✓ According to the central bank, the outflow came on account of debt repayments.

FX-RESERVES WoW Change				
Amount in \$, mn				
FX-RESERVES Held by	Current 20-Aug-21	Previous 13-Aug-21	Change \$	Change %
State Bank of Pakistan-SBP	17,578.90	17,625.90	(47.00)	(0.27)
Commercial Banks	7,040.40	7,042.20	(1.80)	(0.03)
Total	24,619.30	24,668.10	(48.80)	(0.20)


ECONOMIC DATA RELEASED DURING THE LAST 24-HOURS

Date	Event	Impact	Actual	Forecast	Previous
27/8/2021	FX-Reserves for 20 August 21	MEDIUM	\$24.619bn	\$24.488bn	\$24.668bn

OMO Result:

Open Market Operation-OMO Result				
Tenor	Type	PKR-Rs in bn		
		Bid Amount	Accepted Amount	Rate-%
7	Injection	2045.75	1950.00	7.08

COMMODITIES-MARKET:

- ✓ **GOLD-SPOT:** During the last 4-hours, Gold started to trade lower and found support at \$1795.57 and closed above it indicating that yellow metal will move higher until market trade above from \$1795.66. While moving higher, it may again visit the previous target at \$1800. Yellow metal is currently trading at \$1793.88 per ounce.
- ✓ **CRUDE-OIL:** During the last 4-hours, Crude-oil traded sideways as both buyers and sellers dominated the market but just inched lower from its opening quote formed the candle named "DOJI" indicating that black gold has limited its upside movement and may come lower as RSI-14-Days are continuously trading at 70level (overbought condition) at 69level. Black gold is currently trading at \$68.47 per barrel.

WORLD ECONOMIC DATA RELEASED DURING THE LAST 24-HOURS

Date	Events	Actual	Forecast	Previous
26-8-21	USD Prelim GDP q/q	6.60%	6.70%	6.50%
26-8-21	USD Un-employment Claims	353K	345K	349K
26-8-21	ALL Jackson Hole Symposium	-	-	-
27-8-21	AUD Retail Sales m/m	-2.70%	-2.60%	-1.80%

Source: www.forexfactory.com

Daily READY Rates-Rs 27-Aug-21

Open	165.65	Last Day Close-LDC 165.81
High	166.00	
Low	165.52	
Close	165.65	

DAILY USD/PKR SWAP YIELDS-%

PERIOD	SWAP	Change in Premiums	Swap Implied PKR Yield
1-Week	0.1729	0.0056	5.53%
2-Week	0.3383	0.0021	5.42%
1-Month	0.7268	(0.0256)	4.94%
2-Month	1.4613	(0.0163)	5.38%
3-Month	2.2767	0.0198	5.58%
4-Month	2.9451	(0.0226)	5.37%
5-Month	3.7052	0.0017	5.48%
6-Month	4.5195	(0.0114)	5.57%
9-Month	7.3304	0.0158	6.22%
1-Year	10.2408	(0.0301)	6.42%

Daily MONEY Market Rates-% 27-Aug-21

Open	7.10	Last Day Close-LDC 7.00
High	7.35	
Low	7.00	
Close	7.10	

KIBOR AND PKRV RATE (%) 27-Aug-21

Tenor	KIBOR-%	PKRV Rates-%
1-M	7.01	7.18
3-M	7.16	7.22
6-M	7.31	7.40
12-M	7.51	7.66

Pakistan Investment Bonds-PIB

Period	4-Aug-21		27-Aug-21	
	Cut Off Yields-%	Bid-%	Ask-%	
2-Yrs	-	8.23	8.20	
3-Yrs	8.8800	8.72	8.70	
5-Yrs	9.1980	9.10	9.08	
10-Yrs-Fixed	9.8390	9.90	9.85	
Floating	8.0943	102	101.75	
15-yrs*	10.4000	10.30		
20-yrs*	10.5600	10.45		

Market Treasury Bills-MTB

Tenor	25-Aug-21		27-Aug-21	
	Cut Off Yields-%	Bid-%	Ask-%	
3-M	7.2347	7.21	7.20	
6-M	7.4389	7.41	7.39	
12-M	7.6700	7.62	7.58	

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