

29th August 2023

DAILY MARKET REVIEW

KEY PAKISTAN STATS & ECONOMIC INDICATORS				
Items	Period	Unit	Figure	
Foreign Exchange-FX-Reserves				
FX-Reserves-WoW	18-Aug-23	USD bn	13.248	
FE-25 Import Financing	July, 2023	USD bn	1.44	
SBP Forward/Swap Position	June, 2023	USD bn	(4.54)	
Net International Reserves-NIR (EST)	18-Aug-23	USD bn	(26.82)	
Kerb USD/PKR- Buying/Selling Avg. Rate	29-Aug-23	Rs	321.50	
Real Effective Exchange Rate-REER	July, 2023	Rs	91.59	
Net Roshan Digital Account-RDA	Sep 20 to 1MFY24	USD bn	1.13	
Consumer Price Index-CPI				
Sensitive Price Index-SPI-WoW	24-Aug-23	bps	275.71	
CPI (YoY)	July, 2023	%	28.30	
CPI- (MoM)	July, 2023	%	3.50	
CPI-Urban-YoY	July, 2023	%	26.30	
CPI-Rural-YoY	July, 2023	%	31.30	
PAK CPI-YoY minus US CPI-YoY	28.30%-3.20%	%	25.10	
Broad Money Supply-M2 Growth:				
M2 Growth-YoY	1 Jul 23 To 11 Aug 23	%	(2.27)	
Net Govt. Sector Borrowing	1 Jul 23 To 11 Aug 23	Rs bn	(93.99)	
GOVT. Borrowing for budgetary support from SBP	1 Jul 23 To 11 Aug 23	Rs bn	50.70	
Private Sector Credit-PSC	1 Jul 23 To 11 Aug 23	Rs bn	(180.95)	
Govt. Foreign Commercial Banks Borrowing	FY-23	USD bn	2.21	
Policy Rate-PR				
SBP Policy Rate	FY-24 YTD	%	22.00	
SBP O/N REPO & Reserve REPO Rate	Floor & Ceiling	%	21.00-23.00	
SBP PR minus USD FED Fund Rate	22.00%-5.50%	%	16.50	
1-Year KIBOR minus 1-Year LIBOR	22.90-6.04%	%	16.86	
FX-Economic Data				
Foreign Direct Investment-FDI	1MFY-24	USD bn	87.70	
Home Remittance	1MFY-24	USD bn	2.026	
Trade Bal-S/(D)	1MFY-24	USD bn	(2.38)	
CAB-S/(D)	1MFY-24	USD bn	(809.00)	
Special Convertible Rupee Account-SCRA				
SCRA-Cumulative inflow/(outflow)	July 23 till date	USD bn	25.06	
SCRA-MTB+PIB inflow/(outflow)	July 23 till date	USD bn	5.59	
Govt., Circular Debt & External Liabilities				
Govt. Domestic Debt & Liabilities	As at 30-6-2023	Rs trn	39.65	
External Debt	As at 30-6-2023	USD bn	124.296	
Central Govt. Debt (Domestic + External)	As at 30-6-2023	Rs trn	60.839	

ECONOMIC-NEWS:

- ✓ **Auto financing drops by 20.90% YoY to Rs285.19bn in July** SBP released the data showed that automobile financing in Pakistan has dropped to Rs285.19bn in July 2023, witnessing a decrease of 20.90% YoY and 2.91% MoM as compared to Rs360.55bn in July 2022 and Rs293.73bn in June 2023.
- ✓ Consumer financing for house building stood at Rs211.11bn by the end of July 2023, a jump of 4.82% YoY mainly due to SBP's measures to promote housing and construction of buildings in the country.
- ✓ However, on MoM basis, the financing for house building remained almost flat, with a decline of 0.57%.
- ✓ Meanwhile, financing for personal use clocked in at Rs250.24bn, down by 0.09% YoY, Similarly, on MoM basis, the financing for the same category went down by 0.95%.
- ✓ This led the overall credit disbursed to consumers to rise to Rs851.22bn during the review month, registering a decline of 4.70% YoY and 0.99% MoM.
- ✓ The outstanding PSC fell by 0.06% YoY and 1.12% MoM to Rs8.19trn in July 2023.
- ✓ Loans to the manufacturing sector increased by 1.12% YoY to Rs4.48trn in the review period, while on MoM basis, the loans to the same sector went down by 1.44% MoM.
- ✓ The borrowing from the construction sector stood at Rs190.23bn in July 2023, increasing by 1.89% YoY, while decreasing by a meager 0.01% MoM.
- ✓ Meanwhile, loans to the agriculture, forestry, and fishing sectors rose to Rs346.17bn in the month under review, up by 6.23% YoY, and on a sequential basis, the loans to the same sector recorded an increase of 0.53% MoM.

Interbank READY Rates- 29-Aug-23		
PKR-Rs		
Open	302.50	Last Day
High	302.95	Close-LDC
Low	302.50	301.95
Close	302.95	

DAILY USD/PKR SWAP YIELDS-%			
PERIOD	SWAP	Change in Premiums	Swap Implied PKR Yield
1-Week	1.0400	(0.1350)	23.05%
2-Week	2.1000	0.0350	23.31%
1-Month	4.3000	-	22.12%
2-Month	8.6250	0.0250	22.54%
3-Month	1.3000	(10.4500)	7.33%
4-Month	15.6250	0.5000	20.99%
5-Month	18.5500	0.5000	20.37%
6-Month	23.1250	1.5000	21.23%
9-Month	26.5000	1.0000	17.57%
1-Year	29.5000	1.0000	15.70%

MONEY Market-MM Over-Night- 29-Aug-23		
O/N Rates-%		
Open	21.50	Last Day
High	21.50	Close-LDC
Low	21.05	21.10
Close	21.10	

KIBOR AND PKRV RATES (%)		
28-Aug-23		
Tenor	KIBOR-%	PKRV Rates-%
1-M	21.92	21.83
3-M	22.72	22.82
6-M	22.91	22.93
12-M	22.95	22.99

Pakistan Investment Bonds-PIB's			
Period	3-Aug-23	29-Aug-23	
	Cut Off Yields-%	Bid-%	Ask-%
3-Yrs	19.3499	20.35	20.15
5-Yrs	15.9500	18.00	17.25
10-Yrs-Fixed	12.9500	16.12	
15-yrs*	-	15.33	
20-yrs*	-	15.33	

Market Treasury Bills-MTB			
Tenor	24-Aug-23	29-Aug-23	
	Cut Off Yields-%	Bid-%	Ask-%
3-M	22.8803	22.95	22.80
6-M	22.7500	22.93	
12-M	22.9400	22.99	

Note: * The secondary yields for 6 & 12-months & 10, 15 & 20-years Bonds are not available, so instead of leaving it blank, we inputted PKRV Rates.