

29<sup>th</sup> February 2024

**DAILY MARKET REVIEW**

KEY PAKISTAN STATS & ECONOMIC INDICATORS			
Items	Period	Unit	Figure
<b>Foreign Exchange-FX-Reserves</b>			
FX-Reserves-WoW	16-Feb-24	USD bn	13.097
FF-25 Import Financing	Jan, 2024	USD bn	1.44
SBP Forward/Swap Position	Dec, 2023	USD bn	(3.42)
Net International Reserves-NIR (EST)	16-Feb-24	USD bn	(21.78)
Verb USD/PKR-Buying/Selling Avg. Rate	29-Feb-24	Rs	280.70
Real Effective Exchange Rate-REER	Dec, 2023	Rs	98.86
Net Reshan Digital Account-RDA	Sep 20 to 7MFY24	USD bn	1.23
<b>Consumer Price Index-CPI</b>			
Sensitive Price Index-SPI-WoW	22-Feb-24	bps	315.31
CPI (YoY)	Jan, 2024	%	28.30
CPI- (MoM)	Jan, 2024	%	1.80
CPI-Urban-YoY	Jan, 2024	%	30.20
CPI-Rural-YoY	Jan, 2024	%	25.70
PAK CPI-YoY minus US CPI-YoY	28.30-3.10	%	25.20
<b>Broad Money Supply-M2 Growth:</b>			
M2 Growth-YoY	1 Jul 23 To 16 Feb 24	%	2.46
Net Govt. Sector Borrowing	1 Jul 23 To 16 Feb 24	Rs trn	2.58
GOVT. Borrowing for budgetary support from SBP	1 Jul 23 To 16 Feb 24	Rs trn	2.87
Private Sector Credit-PSC	1 Jul 23 To 16 Feb 24	Rs bn	111.35
Govt. Foreign Commercial Banks Borrowing	1HPY24	USD bn	0.00
<b>Policy Rate-PR</b>			
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	21.00-5.91	%	15.09
<b>FX-Economic Data</b>			
Foreign Direct Investment-FDI	7MFY-24	USD mn	689.50
Home Remittance	7MFY-24	USD bn	15.832
Trade Bal-S/(D)	7MFY-24	USD bn	(13.50)
CAB-S/(D)	7MFY-24	USD mn	(1.09)
<b>Special Convertible Rupee Account-SCRA</b>			
SCRA-Cumulative inflow/(outflow)	July 23 till date	USD bn	114.16
SCRA-MTB+PIB inflow/(outflow)	July 23 till date	USD bn	42.17
<b>Govt., Circular Debt &amp; External Liabilities</b>			
Govt. Domestic Debt & Liabilities	As at 31-11-2023	Rs trn	41.54
External Debt	As at 30-9-2023	USD bn	128.091
Central Govt. Debt (Domestic + External)	As at 31-11-2023	Rs trn	63.389

**ECONOMIC-NEWS**

- ✓ **Exports to Europe fall 8% despite GSP+ status** SBP released the data showed that pakistan`s exports to European countries dipped YoY by 7.54% in 7MFY24, mainly due to reduced demand for Pakistani goods in western, southern and northern Europe.
- ✓ The export proceeds from these countries fell to \$4.86bn in 7MFY24, a drop from the \$5.26bn recorded in the corresponding months of the previous year.
- ✓ In FY23, exports to the EU dropped 4.41% to \$8.18bn from \$8.56bn in the preceding fiscal year. However, the decline in exports was seen despite the GSP+ scheme.
- ✓ **Bank profits surge 83% in 2023** Commercial banlcs posted an impressive 83% earnings growth during 2023, with almost all banks recording their historic profits during the year.
- ✓ In CY23, the banking sector in the listed space witnessed significant profits (83%) driven mainly by PR hikes of 600bps coupled with volumetric growth in deposits (24%), supported by 21% lower provisioning and 16% higher non-interest income during the year.
- ✓ **Repatriation of profits rises** SBP released the data showed that SBP has eased up the repatriation of profits and dividends on FI, as a result the outflow in January rose to \$127mn.
- ✓ The SBP data showed that the repatriation of profits and dividends swelled to \$694.3mn during 7MFY24 compared to just \$220.5mn in the same period last year.
- ✓ Informed sources in the financial sector said the IMF has objected to restrictions and asked the Govt. to allow 100% profit outflows.

Interbank READY Rates- 29-Feb-24			
PKR-Rs			
Open	279.10	Last Day Close	
Close	279.13	279.10	
<b>DAILY USD/PKR SWAP YIELDS-%</b>			
PERIOD	SWAP	Change in Premiums	Swap Implied PKR Yield
1-Week	0.960	0.0400	23.09%
2-Week	1.845	(0.1150)	22.48%
1-Month	3.775	0.0100	21.36%
2-Month	7.750	0.2000	22.12%
3-Month	10.500	0.3750	20.67%
4-Month	13.000	0.6750	19.66%
5-Month	15.000	0.3750	18.99%
6-Month	17.875	0.6250	18.44%
9-Month	22.500	1.5000	17.02%
1-Year	26.500	1.0000	15.27%
<b>MONEY Market- M M Over-Night- 29-Feb-24</b>			
O/N Rates-%			
Open	21.75	Last Day Close-LDC	
High	22.25		
Low	21.50	21.10	
Close	22.00		
<b>KIBOR AND PKRV RATES (%) 27-Feb-24</b>			
Tenor	KIBOR-%	PKRV Rates-%	
1-M	21.79	21.12	
3-M	21.54	21.22	
6-M	21.49	21.51	
12-M	20.99	20.73	
<b>Pakistan Investment Bonds-PIB's</b>			
Period	15-Feb-24	28-Feb-24	
	Cut Off Yields-%	Bid-%	Ask-%
3-Yrs	16.7999	16.95	16.85
5-Yrs	15.5499	15.80	15.50
10-Yrs	14.5000	14.55	14.15
15-yrs*	-	14.13	
20-yrs*	-	14.06	
<b>Market Treasury Bills-MTB</b>			
Tenor	22-Feb-24	28-Feb-24	
	Cut Off Yields-%	Bid-%	Ask-%
3-M	21.6998	21.30	21.10
6-M	20.3952	21.50	21.20
12-M	20.3290	20.90	20.80
Note: * The secondary yields for 15 & 20-yrs Bonds are not available, so instead of leaving it blank, we inputted PKRV Rates.			