

**FX – INTERBANK RATE:**

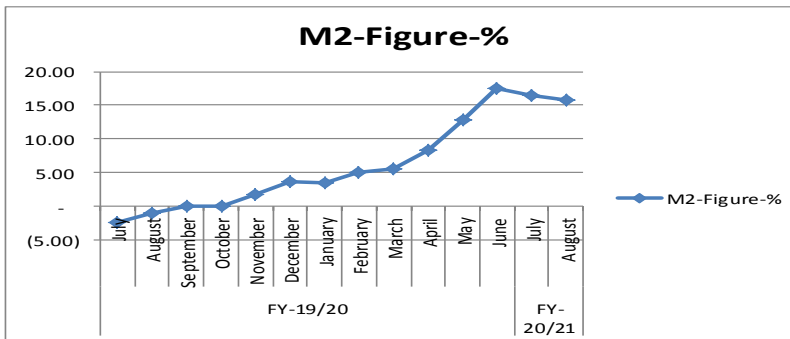
3-Sep	OPEN	HIGH	LOW	CLOSE	Last Day Close-LDC
Ready Rates	165.60	166.10	165.60	166.04	165.61

**FX-MARKET:**

- ✓ Yesterday, the board of privatization commission approved the transaction structure for the privatization of PSM and sought to sell a majority stake by setting up a subsidiary of the country's largest but closed industrial unit.
- ✓ According to the Express Tribune, the PC Board reviewed 2 options; whether to set up the wholly owned subsidiary of PSM under the companies act 2017 and then sell the majority stake of the subsidiary and give the unit on lease for 30-years.

**MONEY MARKET:**

- ✓ SBP issued the numbers of Broad Money Supply for the week ended 21<sup>st</sup> August 2020. According to the SBP, M2 posted the negative growth of 1.51% as compared to last year negative growth of 1.60%.
- ✓ On WoW basis, M2 fell by 0.47% as broad money declined by Rs98.05bn from negative Rs217.38bn to negative Rs315.43bn.
- ✓ M2-Growth measured with the sum of Net Foreign Assets-NFA & Net Domestic Assets NDA:
- ✓ NFA includes FX-Reserves while NDA includes Credit to Govt. & Non-Govt. Sectors borrowing and other net Items (liability) respectively.
- ✓ NFA advanced by Rs29.33bn from Rs304.72bn to Rs334.05bn mainly due to increase in FX-Reserves figure, While NDA decreased by Rsbn from negative Rs522.10bn to negative Rs649.48bn mainly due to decline in Net-Govt. Sector Borrowing by Rs85.21bn respectively.



- ✓ Today MM initiated at 7.10% and traded whole day within the range at 7.00%-7.25% and closed at 7.10%.
- ✓ Today in bond secondary market, When-issue is started trading at following levels; 3-years at 8.30/22, 5-years at 8.90/85 & 10-years 9.50/40 at respectively.

**ECONOMIC DATA RELEASED DURING THE LAST 24-HOURS**

Date	Event	Impact	Actual	Forecast	Previous
2/9/2020	M2-Growth for 21 August 2020	LOW	-1.51%	-0.93%	-1.04%

**USD/PKR SWAP YIELDS-%**

PERIOD	SWAP	Change in Premiums	Swap Implied PKR Yield
1-WEEK	0.2503	0.0028	7.97%
2-WEEK	0.3750	0.0030	6.02%
1-MONTH	1.1094	0.0694	8.02%
2-MONTH	1.9893	0.0243	7.60%
3-MONTH	2.7661	0.0311	7.00%
4-MONTH	3.4276	0.0276	6.54%
5-MONTH	3.9594	0.0344	5.98%
6-MONTH	4.5370	0.0120	5.73%
12-MONTH	8.3965	(0.1035)	5.50%

**ECONOMIC INDICATORS**

Items	Period	Unit	Figure
<b>Gross Domestic Product-GDP</b>			
GDP	IMFY-20/21	USD bn	22.741
Large Scale Manufacturing Industries-LSMI	FY-19/20	bps	128.93
<b>Foreign Exchange-FX-Reserves</b>			
FX-Reserves-WoW	21-Aug-20	USD bn	19.722
FE-25 Import Financing	July, 2020	USD mn	401
SBP Forward/Swap Position	31-Jul-20	USD bn	(5.774)
Net International Reserves-NIR (EST)	21-Aug-20	USD bn	(9.155)
Keib USD/PKR	3-Sep-20	Bid/Ask	165.25/167.00
Real Effective Exchange Rate-REER	June, 2020	Rs	93.02
<b>Consumer Price Index-CPI</b>			
Sensitive Price Index-SPI-WoW	27-Aug-20	bps	135.03
CPI (YoY)	July, 2020	%	8.20
CPI-(MoM)	July, 2020	%	0.60
CPI-Urban-YoY	July, 2020	%	7.70
CPI-Rural-YoY	July, 2020	%	9.90
PAK CPI-YoY minus US CPI-YoY	8.20%-1.00%	%	7.20
<b>M2 Growth</b>			
M2 Growth-YoY	1 July 20 - 21-Aug 20	%	(1.51)
Net Govt. Sector Borrowing	1 July 20 - 21-Aug 20	Rs bn	(342.02)
GOVT. Borrowing for budgetary support from SBP	1 July 20 - 21-Aug 20	Rs bn	(301.48)
Credit to Private Sector-YoY	1 July 20 - 21-Aug 20	Rs bn	(156.61)
Govt. Foreign Commercial Banks Borrowing	FY-19/20	USD bn	4.855
<b>Policy Rate</b>			
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	7.01%-0.43%	%	6.58
<b>FX-Economic Data</b>			
Foreign Direct Investment-FDI	IMFY-20/21	USD mn	114.30
Home Remittance	IMFY-20/21	USD bn	2.768
Current Account (Deficit)/Surplus	IMFY-20/21	USD mn	424.00
CAS % of GDP	IMFY-20/21	%	1.90
Trade-Deficit	IMFY-20/21	USD bn	2.098
<b>GOVT &amp; External Liabilities</b>			
Government Domestic Debt & Liabilities	As at 30-6-2020	Rs tm	14.02
External Debt	As at 30-6-2020	USD bn	70.314
<b>Ratings &amp; Outlook</b>			
Standard & Poor's-S&P	Rating & Outlook	Rank	B
Moody's	Rating & Outlook	Rank	B3-Stable
<b>Stock Exchange &amp; Market Index</b>			
MSCI-Emerging Market Index-EMI	3-Sep-20	Pts	1,115.92
Pakistan Stock Exchange-PSX-100 Index	3-Sep-20	Pts	42,212.93
Foreign Investor Portfolio Investment-FIPI	2-Sep-20	USD '000	(2,988.150)
<b>Special Convertible Rupee Account-AC-SCRA</b>			
SCRA-Cumulative	1 July 20 To-Date	USD mn	(134.54)
SCRA-T-Bills & PIB's	1 July 20 To-Date	USD mn	(45.55)
SCRA-T-Bills & PIB's	Sep-20	USD mn	0.00

Date	Data	Unit	3-Month	6-Month	12-Month
1/9/2020	US-LIBOR Rate	%	0.25113	0.30325	0.43263

KIBOR AND PKRV RATE (%): 3-Sep-20		
Tenor	KIBOR-%	PKRV Rates-%
1-Month	6.94	7.08
3-Month	7.00	7.12
6-Month	7.01	7.17
12-Month	7.03	7.27

Pakistan Investment Bonds-PIB's			
Period	19-Aug-20	3-Sep-20	
	Cut Off Yields-%	Bid-%	Ask -%
2-Years	-	7.85	7.78
3-Years	8.2000	8.25	8.22
5-Years	8.4500	8.90	8.88
10-Years - Fixed	8.9900	9.50	9.40
10-Years - Floating	7.6800	102	101.75
15-years *	9.9800		10.04
20-years *	10.5500		10.31

Market Treasury Bills-MTB			
Tenor	26-Aug-20	3-Sep-20	
	Cut Off Yields-%	Bid-%	Ask-%
3-Months	7.1498	7.12	7.11
6-Months	7.1800	7.16	7.15
12-Months	7.3000	7.27	7.25

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





