

6th DECEMBER 2021
DAILY MARKET REVIEW

KEY PAKISTAN STATS & ECONOMIC INDICATORS			
Items	Period	Unit	Figure
Gross Domestic Product-GDP			
GDP	1QFY-20/21	USD bn	81.995
Foreign Exchange-FX-Reserves			
FX-Reserves-WoW	26-Nov-21	USD bn	22.498
FE-25 Import Financing	October, 2021	USD mn	775
SBP Forward/Swap Position	30-Sep-21	USD bn	(4.870)
Net International Reserves-NIR (EST)	19-Nov-21	USD bn	(6.937)
Kerb USD/PKR	6-Dec-21	Bid/Ask	177.00/178.60
Real Effective Exchange Rate-REER	September, 2021	Rs	95.86
Consumer Price Index-CPI			
Sensitive Price Index-SPI-WoW	2-Dec-21	bps	167.36
CPI (YoY)	Nov, 2021	%	11.53
CPI- (MoM)	Nov, 2021	%	3.00
CPI-Urban-YoY	Nov, 2021	%	12.00
CPI-Rural-YoY	Nov, 2021	%	10.90
PAK CPI-YoY minus US CPI-YoY	11.53%-6.20%	%	5.33
M2 Growth			
M2 Growth-YoY	1 July 21 To 19-Nov 21	%	-0.86%
Net Govt. Sector Borrowing	1 July 21 To 19-Nov 21	Rs mn	110.42
GOVT. Borrowing for budgetary support from SBP	1 July 21 To 19-Nov 21	Rs bn	118.22
Credit to Private Sector-YoY	1 July 21 To 19-Nov 21	Rs bn	412.41
Govt. Foreign Commercial Banks Borrowing	1QFY-21/22	USD mn	457.54
Policy Rate			
SBP Policy Rate	FY-21/22 YTD	%	8.75
SBP O/N REPO & Reserve REPO Rate	Floor & Ceiling	%	7.75-9.75
SBP PR minus USD FED Fund Rate	8.75%-0.25%	%	8.50
1-Year KIBOR minus 1-Year LIBOR	10.31%-0.39%	%	9.92
FX-Economic Data			
Foreign Direct Investment-FDI	4MFY-21/22	USD mn	662.10
Home Remittance	4MFY-21/22	USD bn	10.562
Trade Bal-(S/D)	4MFY-21/22	USD bn	(14.845)
CAB-S/(D)	4MFY-21/22	USD bn	(5.08)
CAB-S/(D) % of GDP	4MFY-21/22	%	(4.70)
Government, Circular Debt & External Liabilities			
Government Domestic Debt & Liabilities	As at 30-6-2021	Rs trn	15.90
External Debt	As at 30-6-2021	USD bn	95.177
Central Debt	As at 31-5-2021	Rs trn	26.065

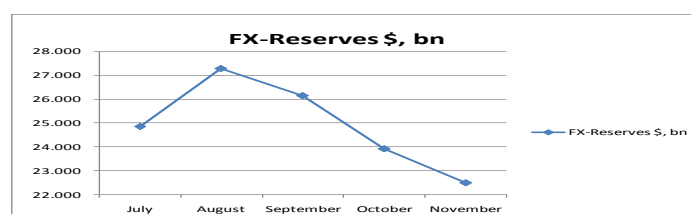
ECONOMIC-NEWS:

- ✓ **Circular Debt rising by Rs35bn a month:** Ministry of Finance-MOF reported that with gas shortfall estimated to peak closer to 1bn cubic feet per day in January.
- ✓ According to the MOF, the power sector circular debt at Rs2.41trn at the end of October, rising at the rate of about Rs35bn per month.
- ✓ **Imports of 30items surge 142% in November:** Imports of top 30items surged by over 142 YoY in November due to higher prices of commodities mainly petroleum on international market and depreciation of the PKR-Rs.

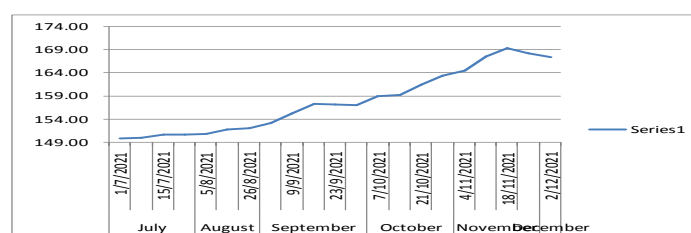
ECONOMIC-DATA:

- ✓ **SBP FX-Reserves fall \$244mn to \$16.01bn:** SBP released the data of FX-Reserves. According to the SBP, FX-Reserves held by the central bank fell 1.5% on a WoW basis.
- ✓ On November 26, the FX-Reserves held by the SBP were recorded at \$16.01bn, down \$244mn compared with \$16.25bn on November 19.
- ✓ Over-all liquid FX-Reserves held by the country, including net FX-Reserves held by banks other than the SBP, stood at \$22.49bn. Net FX-Reserves held by banks amounted to \$6.48bn.
- ✓ The central bank gave no reason behind the decrease of FX-Reserves figure.

FX-RESERVES MoM Change				
	Amount in \$, mn			
FX-RESERVES Held by	November	October	Change in \$	Change in %
State Bank of Pakistan-SBP	16,010.30	17,199.60	(1,189.30)	(6.91)
Commercial Banks	6,488.50	6,726.30	(237.80)	(3.54)
Total	22,498.80	23,925.90	(1,427.10)	(5.96)



- ✓ **SPI declines for 2nd Consecutive week:** PBS released the weekly data of inflation. According to the PBS, the weekly SPI for combined group witnessed a drop for the 2nd consecutive week as it recorded a decrease of 0.48% on WoW during the week ended 2nd December 2021.
- ✓ The combined index clocked in at 167.36bps compared to 168.16bps on November 2021.
- ✓ Out of the 51-monitored items, the average prices of 21items increased and 11items decreased, where as 19items registered no change respectively.



READY Rates-PKR-Rs			
			6-Dec-21
Open	175.50	Last Day Close-LDC	176.77
High	176.50		
Low	175.50		
Close	176.48		
DAILY USD/PKR SWAP YIELDS-%			
PERIOD	SWAP	Change in Premiums	Swap Implied PKR Yield
1-Week	0.0167	0.0067	0.57%
2-Week	0.0575	0.0125	0.92%
1-Month	0.4867	0.0517	3.14%
2-Month	1.6968	0.2718	5.86%
3-Month	3.0620	0.4370	7.01%
4-Month	4.4446	0.5946	7.56%
5-Month	5.7069	0.6819	7.88%
6-Month	7.1189	0.8189	8.18%
9-Month	10.8714	0.8714	8.646%
1-Year	14.7590	1.0090	8.695%
MONEY Market-MM Rates-%			
			6-Dec-21
Open	9.25	Last Day Close-LDC	9.10
High	9.70		
Low	9.20		
Close	9.70		
KIBOR AND PKRV RATE (%)			
			6-Dec-21
Tenor	KIBOR-%	PKRV Rates-%	
1-M	8.98	9.66	
3-M	9.49	10.55	
6-M	9.78	11.30	
12-M	10.31	11.52	
Pakistan Investment Bonds-PIB			
Period	29-Nov-21	6-Dec-21	
	Cut Off Yields-%	Bid-%	Ask-%
2-Yrs	-	11.85	11.80
3-Yrs	11.3400	11.90	11.80
5-Yrs	11.5900	11.88	11.80
10-Yrs-Fixed	11.7900	12.00	11.90
Floating	12.1001	102	101.75
15-yrs*	-	12.47	
20-yrs*	-	12.68	
Market Treasury Bills-MTB			
Tenor	1-Dec-21	6-Dec-21	
	Cut Off Yields-%	Bid-%	Ask-%
3-M	10.7890	10.65	10.55
6-M	11.5001	11.25	11.20
12-M	11.5143	11.50	11.40
Note: * The secondary yields for 15 & 20-years Bonds are not available, so instead of leaving it blank, we inputted PKRV Rates.			