

8th August 2024

DAILY MARKET REVIEW

| KEY PAKISTAN STATS & ECONOMIC INDICATORS | | | |
|--|------------------------|--------|-------------|
| Items | Period | Unit | Figure |
| Foreign Exchange-FX-Reserves | | | |
| FX-Reserves-WoW | 26-Jul-24 | USD bn | 14.391 |
| FE-25 Import Financing | May, 2024 | USD bn | 1.47 |
| SBP Forward/Swap Position | June, 2024 | USD bn | 3.45 |
| Net International Reserves-NIR (EST) | 26-Jul-24 | USD bn | (20.66) |
| Kerb USD/PKR-Buying/Selling Avg. Rate | 8-Aug-24 | Rs | 279.90 |
| Real Effective Exchange Rate-REER | June, 2024 | Rs | 100.11 |
| Net Roshan Digital Account-RDA | Sep 20 to FY24 | USD bn | 1.43 |
| Consumer Price Index-CPI | | | |
| Sensitive Price Index-SPI-WoW | 1-Aug-24 | bps | 321.56 |
| General Head Line CPI-YoY | July, 2024 | % | 11.10 |
| Core CPI-Non Food Non Energy- NFNE-Rural-YoY | July, 2024 | % | 16.90 |
| Core CPI-Non Food Non Energy- NFNE-Urban-YoY | July, 2024 | % | 11.70 |
| Core CPI-20% Weighted Trimmed-Rural-YoY | July, 2024 | % | 11.30 |
| Core CPI-20% Weighted Trimmed-Urban-YoY | July, 2024 | % | 10.30 |
| General Head Line CPI-Rural-YoY | July, 2024 | % | 8.10 |
| General Head Line CPI-Urban-YoY | July, 2024 | % | 13.20 |
| General Head Line CPI-MoM | July, 2024 | % | 2.10 |
| Average CPI | 1MFY25 | % | 11.10 |
| PAK CPI-YoY minus US CPI-YoY | 11.10-3.00 | % | 8.10 |
| Broad Money Supply-M2 Growth: | | | |
| M2 Growth-YoY | 1 Jul 23 To 26 July 24 | % | (3.87) |
| Net Govt. Sector Borrowing | 1 Jul 23 To 26 July 24 | Rs tm | (192.55) |
| GOVT. Borrowing for budgetary support from SBP | 1 Jul 23 To 26 July 24 | Rs tm | 4.52 |
| Private Sector Credit-PSC | 1 Jul 23 To 26 July 24 | Rs bn | (326.95) |
| Govt. Foreign Commercial Banks Borrowing | FY24 | USD mn | 999.04 |
| Policy Rate-PR | | | |
| SBP Policy Rate | FY-25 YTD | % | 19.50 |
| SBP O/N REPO & Reserve REPO Rate | Floor & Ceiling | % | 18.50-20.50 |
| SBP PR minus USD FED Fund Rate | 19.50-5.50 | % | 14.00 |
| 1-Year KIBOR minus 1-Year LIBOR | 18.01-5.53 | % | 12.48 |
| FX-Economic Data | | | |
| Foreign Direct Investment-FDI | FY-24 | USD bn | 1.90 |
| Home Remittance | FY-24 | USD bn | 30.251 |
| Trade Bal-S/(D) | FY-24 | USD bn | (24.39) |
| CAB-S/(D) | FY-24 | USD mn | (681.00) |
| Special Convertible Rupee Account-SCRA | | | |
| SCRA-Cumulative inflow/(outflow) | July 23 to date | USD mn | 128.91 |
| SCRA-MTB+PIB Inflow/(outflow) | July 23 to date | USD bn | 122.63 |
| Govt., Circular Debt & External Liabilities | | | |
| Govt. Domestic Debt & Liabilities | As at 31-5-2024 | Rs tm | 46.75 |
| External Debt | As at 31-5-2024 | USD bn | 130.401 |
| Central Govt. Debt (Domestic + External) | As at 31-5-2024 | Rs tm | 67.816 |

ECONOMIC NEWS

- ✓ **External sector crisis under control** Pakistan's central bank Governor, announced that inflation might surge in the coming months due to budgetary measures, rising energy prices and the ongoing situation in the Middle East. However, he assured that the foreign debt repayment crisis is now over hanks to debt rollovers from friendly countries.
- ✓ The SBP chief noted that the total outstanding debt payment for FY25 stands at \$26.2bn. Of this, more than \$16bn will be rolled over by friendly countries, leaving a balance of \$10bn to be paid by June 30 next year.
- ✓ He said the central bank had already paid \$1.5bn in debt last month, with \$8.5bn remaining for payment by the end of the fiscal year. In FY24, SBP paid out \$12.5bn, while the country's external debt has reached \$130bn.
- ✓ **T-bills attract record inflows in over 4-yrs** In 1MFY25, saw a record FI of \$258.3mn in T-bills after January 2020.
- ✓ The latest data released by SBP showed that inflows exceeded the previous monthly high of \$230mn recorded in May.

| Interbank READY Rates-PKR-Rs | | |
|------------------------------|--------|----------------|
| | | 8-Aug-24 |
| Open | 278.69 | Last Day Close |
| Close | 278.69 | 278.75 |

| DAILY USD/PKR SWAP YIELDS-% | | | |
|-----------------------------|--------|--------------------|------------------------|
| PERIOD | SWAP | Change in Premiums | Swap Implied PKR Yield |
| 1-Week | 0.729 | (0.1209) | 18.80% |
| 2-Week | 1.425 | 0.0154 | 18.60% |
| 1-Month | 3.094 | (0.0806) | 18.54% |
| 2-Month | 5.567 | (0.0829) | 17.44% |
| 3-Month | 7.673 | (0.1023) | 16.55% |
| 4-Month | 9.777 | (0.0482) | 16.08% |
| 5-Month | 11.662 | 0.0119 | 15.89% |
| 6-Month | 13.498 | (0.0018) | 15.16% |
| 9-Month | 18.884 | 0.1343 | 14.95% |
| 1-Year | 23.780 | 0.0304 | 13.94% |

| MONEY Market- M M Over-Night- O/N Rates-% | | |
|---|-------|--------------------|
| | | 8-Aug-24 |
| Open | 19.50 | Last Day Close-LDC |
| High | 20.40 | |
| Low | 19.50 | 19.50 |
| Close | 20.40 | |

| KIBOR AND PKRV RATES (%) | | |
|--------------------------|---------|--------------|
| | | 7-Aug-24 |
| Tenor | KIBOR-% | PKRV Rates-% |
| 1-M | 19.45 | 19.52 |
| 3-M | 19.24 | 19.34 |
| 6-M | 19.03 | 18.95 |
| 12-M | 17.93 | 17.96 |

| Pakistan Investment Bonds-PIB's | | | |
|---------------------------------|------------------|----------|-------|
| Period | 31-Jul-24 | 8-Aug-24 | |
| | Cut Off Yields-% | Bid-% | Ask-% |
| 3-Yrs | 16.2450 | 15.90 | 15.80 |
| 5-Yrs | 15.2950 | 15.15 | 15.05 |
| 10-Yrs | 14.2499 | 14.15 | 14.00 |
| 15-yrs* | - | 13.97 | |
| 20-yrs* | - | 13.95 | |

| Market Treasury Bills-MTB | | | |
|---------------------------|------------------|----------|-------|
| Tenor | 25-Jul-24 | 8-Aug-24 | |
| | Cut Off Yields-% | Bid-% | Ask-% |
| 3-M | 19.4899 | 18.75 | 18.00 |
| 6-M | 19.2891 | 18.45 | 18.40 |
| 12-M | 18.2389 | 17.45 | 17.40 |

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