

8th August 2023

DAILY MARKET REVIEW

KEY PAKISTAN STATS & ECONOMIC INDICATORS			
Items	Period	Unit	Figure
Foreign Exchange-FX-Reserves			
FX-Reserves-WoW	27-Jul-23	USD bn	13.463
FE-25 Import Financing	June, 2023	USD bn	1.49
SBP Forward/Swap Position	June, 2023	USD bn	(4.54)
Net International Reserves-NIR (EST)	27-Jul-23	USD bn	(26.60)
Kerb USD/PKR- Buying/Selling Avg. Rate	8-Aug-23	Rs	293.50
Real Effective Exchange Rate-REER	June, 2023	Rs	87.75
Net Roshan Digital Account-RDA	Sep 20 to FY23	USD bn	1.12
Consumer Price Index-CPI			
Sensitive Price Index-SPI-WoW	3-Aug-23	bps	271.56
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%-3.0%	%	25.30
Broad Money Supply-M2 Growth:			
M2 Growth-YoY	1 Jul 23 To 21 July 23	%	(2.48)
Net Govt. Sector Borrowing	1 Jul 23 To 21 July 23	Rs bn	(314.08)
GOVT. Borrowing for budgetary support from SBP	1 Jul 23 To 21 July 23	Rs bn	(239.93)
Private Sector Credit-PSC	1 Jul 23 To 21 July 23	Rs bn	(177.18)
Govt. Foreign Commercial Banks Borrowing	FY-23	USD bn	2.21
Policy Rate			
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%-5.25%	%	16.75
1-Year KIBOR minus 1-Year LIBOR	22.76-6.04%	%	16.72
FX-Economic Data			
Foreign Direct Investment-FDI	FY-23	USD bn	1.46
Home Remittance	FY-23	USD bn	27.024
Trade Bal-S/(D)	FY-23	USD bn	(24.80)
CAB-S/(D)	FY-23	USD bn	(2.56)
Special Convertible Rupee Account-SCRA			
SCRA-Cumulative inflow/(outflow)	July 23 till date	USD bn	3.18
SCRA-MTB+PIB inflow/(outflow)	July 23 till date	USD bn	0.00
Govt., Circular Debt & External Liabilities			
Govt. Domestic Debt & Liabilities	As at 31-5-2023	Rs trn	37.89
External Debt	As at 31-3-2023	USD bn	12.726
Central Govt. Debt (Domestic + External)	As at 31-5-2023	Rs trn	58.962

ECONOMIC NEWS:

- ✓ **Imports of pulses hit record \$946mn** amid a looming FX-Reserves crisis and a drop in local production, Pakistan made a record import of 1.344mn tons of pulses worth \$946mn during FY23, surpassing the previous all-time high arrival of 1.266mn tons (\$709mn) in FY21.
- ✓ **CCOP green lights privatization of PIA** Govt. approved the inclusion of the top loss-making entity, PIA, in the active privatization program, while also reversing a 7-yr old political decision that contributed to the massive losses incurred by the airline.
- ✓ In yet another decision, CCOP also gave the green light for hiring a financial advisor for the Roosevelt Hotel, a prestigious landmark in New York owned by PIA. The CCOP made this decision after rejecting a proposal by the Aviation Ministry to bring the Roosevelt Hotel under its umbrella by initiating a restructuring plan through the Public Private Partnership Act.

Interbank READY Rates- PKR-Rs			
		8-Aug-23	
Open	287.50	Last Day Close-LDC	
High	288.00		
Low	287.50	287.43	
Close	287.91		
DAILY USD/PKR SWAP YIELDS-%			
PERIOD	SWAP	Change in Premiums	Swap Implied PKR Yield
1-Week	0.9081	(0.1153)	21.59%
2-Week	1.8199	0.0232	21.71%
1-Month	3.7501	(0.0086)	20.74%
2-Month	6.7687	(0.1456)	19.57%
3-Month	9.8425	0.0222	19.32%
4-Month	12.1887	(0.0444)	18.25%
5-Month	14.6698	(0.0717)	17.92%
6-Month	18.3299	(0.0459)	18.68%
9-Month	21.3282	0.0321	15.78%
1-Year	24.8040	(0.0291)	14.59%
MONEY Market-MM Over-Night-O/N Rates-%			
		8-Aug-23	
Open	21.25	Last Day Close-LDC	
High	21.85		
Low	21.05	21.10	
Close	21.30		
KIBOR AND PKRV RATES (%)			
Tenor	KIBOR-%	PKRV Rates-%	
1-M	21.79	21.73	
3-M	22.42	22.41	
6-M	22.68	22.78	
12-M	22.74	22.91	
Pakistan Investment Bonds-PIB's			
Period	3-Aug-23	8-Aug-23	
	Cut Off Yields-%	Bid-%	Ask-%
3-Yrs	19.3499	19.50	19.40
5-Yrs	15.9500	17.20	16.90
10-Yrs-Fixed	12.9500	15.00	14.20
Floating	17.8255	102	101.75
15-yrs*	-	15.38	
20-yrs*	-	15.38	
Market Treasury Bills-MTB			
Tenor	26-Jul-23	8-Aug-23	
	Cut Off Yields-%	Bid-%	Ask-%
3-M	22.9788	22.60	22.40
6-M	22.9201	21.80	21.60
12-M	22.9991	17.15	16.80
Note: * The secondary yields for 15 & 20-years Bonds are not available, so instead of leaving it blank, we inputted PKRV Rates.			