

8th March 2023

DAILY MARKET REVIEW

KEY PAKISTAN STATS & ECONOMIC INDICATORS			
Items	Period	Unit	Figure
Foreign Exchange-FX-Reserves			
FX-Reserves-WoW	24-Feb-23	USD bn	9.267
FE-25 Import Financing	Jan, 2022	USD mn	925.00
SBP Forward/Swap Position	Dec, 2022	USD bn	(5.29)
Net International Reserves-NIR (EST)	24-Feb-23	USD bn	(28.49)
Kerb USD/PKR	8-Mar-23	Bid/Ask	278.20/281.00
Real Effective Exchange Rate-REER	Jan, 2022	Rs	92.75
Roshan Digital Account-RDA	7MFY23	USD bn	5.69
Consumer Price Index-CPI			
Sensitive Price Index-SPI-WoW	2-Mar-23	bps	240.57
CPI (YoY)	Feb, 2023	%	31.50
CPI- (MoM)	Feb, 2023	%	4.30
CPI-Urban-YoY	Feb, 2023	%	28.80
CPI-Rural-YoY	Feb, 2023	%	35.60
PAK CPI-YoY minus US CPI-YoY	31.50%-6.40%	%	25.10
Broad Money Supply-M2 Growth:			
M2 Growth-YoY	1 Jul 22 To 17 Feb 23	%	1.09
Net Govt. Sector Borrowing	1 Jul 22 To 17 Feb 23	Rs bn	1,819.31
GOVT. Borrowing for budgetary support from SBP	1 Jul 22 To 17 Feb 23	Rs bn	1,843.74
Private Sector Credit-PSC	1 Jul 22 To 17 Feb 23	Rs bn	467.04
Govt. Foreign Commercial Banks Borrowing	7MFY-23	USD mn	200.00
Policy Rate			
SBP Policy Rate	FY-23 YTD	%	20.00
SBP O/N REPO & Reserve REPO Rate	Floor & Ceiling	%	19.00-21.00
SBP PR minus USD FED Fund Rate	20.00%-4.75%	%	15.25
1-Year KIBOR minus 1-Year LIBOR	19.96-5.69%	%	14.27
FX-Economic Data			
Foreign Direct Investment-FDI	7MFY-23	USD mn	683.50
Home Remittance	7MFY-23	USD bn	16.006
Trade Bal-S/(D)	7MFY-23	USD bn	(17.32)
CAB-S/(D)	7MFY-23	USD bn	(3.80)
Special Convertible Rupee Account-SCRA			
SCRA-Cumulative inflow/(outflow)	July 22 till date	USD bn	(95.69)
SCRA-MTB+PIB inflow/(outflow)	July 22 till date	USD bn	(41.44)
Govt., Circular Debt & External Liabilities			
Govt. Domestic Debt & Liabilities	As at 31-1-2023	Rs trn	34.86
External Debt	As at 31-12-2022	USD bn	126.345
Central Debt	As at 31-1-2023	Rs trn	54.942

ECONOMIC-NEWS

- ✓ **Rs7.2trn added to debt from 7MFY23** Yesterday, SBP released the central Govt. debt bulletin until January 2023, showing the adverse impact of the steep currency devaluation on debt.
- ✓ Federal Govt. debt increased to nearly Rs55trn as of end-January—a surge of Rs7.2trn from the period 7MFY23. The debt burden increased at a pace of 15% during this period, which for a country like Pakistan is entirely unsustainable.
- ✓ The coalition Govt. has managed to add a net Rs7.2trn to the debt pile in only the 7MFY23—an average of Rs34bn/day. The accumulation of debt is now nearly 3-times more than the gap b/w federal income and expenditures.

Interbank Rates-PKR-Rs				8-Mar-23	
Open	277.60			Last Day	
High	279.00			Close-LDC	
Low	277.60			277.87	
Close	279.12				
DAILY USD/PKR SWAP YIELDS-%					
PERIOD	SWAP	Change in Premiums	Swap Implied PKR Yield		
1-Week	0.8020	0.3212	19.55%		
2-Week	1.1140	0.4305	14.97%		
1-Month	1.7269	0.7931	11.96%		
2-Month	2.8344	0.8990	10.80%		
3-Month	4.0051	0.8643	10.74%		
4-Month	5.3743	1.0399	10.58%		
5-Month	6.7227	1.0565	10.76%		
6-Month	8.3505	0.9158	11.32%		
9-Month	10.2671	1.3008	10.22%		
1-Year	12.6530	1.5206	10.18%		
MONEY Market-MM Rates-%				8-Mar-23	
Open	20.00			Last Day	
High	20.25			Close-LDC	
Low	19.80			20.15	
Close	20.00				
KIBOR AND PKRV RATES (%)			7-Mar-23		
Tenor	KIBOR-%	PKRV Rates-%			
1-M	20.08	20.02			
3-M	20.63	20.48			
6-M	20.77	20.73			
12-M	20.88	20.91			
Pakistan Investment Bonds-PIB					
Period	16-Feb-23	8-Mar-23			
	Cut Off Yields-%	Bid-%	Ask-%		
3-Yrs	13.8360	18.80	18.40		
5-Yrs	13.3500	16.00	15.70		
10-Yrs-Fixed	12.9500	15.00	14.20		
Floating	17.8255	102	101.75		
15-yrs*	-	15.35			
20-yrs*	-	15.34			
Market Treasury Bills-MTB					
Tenor	23-Feb-23	8-Mar-23			
	Cut Off Yields-%	Bid-%	Ask-%		
3-M	19.9500	20.80	20.20		
6-M	19.9000	17.15	16.80		
12-M	19.7900	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.					