

FX – INTERBANK RATE:

8-Sep	OPEN	HIGH	LOW	CLOSE	Last Day Close-LDC
Ready Rates	166.00	166.45	166.00	166.43	165.88

FX-MARKET:

- ✓ According to the Business Recorder, Govt. has to sell shares in E&P Companies (OGDCL & PPL) to generate finance for fiscal deficit.
- ✓ It makes no sense to sell OGDC and PPL shares at the prevailing market price (the transaction usually takes place at discount to market value). For clarity, it is not privatization by any stretch of imagination. It is not even a strategic sale. The objective to offload 7% of Govt. share in OGDCL and 10% of PPL in the secondary market is to merely fetch money. For that, price of offloading should be the key.
- ✓ OGDCL is currently trading at Rs112.7 per share. This is almost equal to its net liquid assets. This means government is effectively selling the core business at zero value.

MONEY MARKET:

- ✓ Today MM initiated at 7.00% and traded whole day within the range at 6.90%-7.10% and closed at 7.00%.
- ✓ Today in bond secondary market, When-issue is started trading at following levels; 3-years at 8.28/25, 5-years at 8.92/88 & 10-years 9.60/50 at respectively.

COMMODITIES MARKET:

- ✓ **GOLD-SPOT:** During the last 24-hours, Gold started to trade higher but later dropped down lower strongly and comprehensively breached the support at \$1,930 and continued its lower run and closed at low note indicating that yellow metal will resume its declining trend and moving further lower the next target it would find at \$1,915. It continues its lower run and succeeds to breach than the next target it would find at \$1,904 Yellow metal is currently trading at \$1,916.98.
- ✓ **CRUDE OIL:** During the last 4-hours, Crude oil continued its declining trend and closed at low note indicating that black gold will resume its lower run and moving further lower the next target it would find at \$37.60. Black gold is currently trading at \$37.60.

USD/PKR SWAP YIELDS-%			
PERIOD	SWAP	Change in Premiums	Swap Implied PKR Yield
1-WEEK	0.2543	0.0012	8.07%
2-WEEK	0.4220	0.0020	7.80%
1-MONTH	1.0629	0.0017	7.68%
2-MONTH	2.0363	0.0088	7.76%
3-MONTH	2.8446	0.0162	7.18%
4-MONTH	3.5367	0.0317	6.73%
5-MONTH	4.0854	0.0308	6.13%
6-MONTH	4.7114	0.0840	5.90%
12-MONTH	8.4505	(0.0001)	5.50%

ECONOMIC INDICATORS				
Items	Unit	Period	Unit	Figure
Gross Domestic Product-GDP				
GDP		1MFY-20/21	USD bn	22.741
Large Scale Manufacturing Industries-LSMI		FY-19/20	bps	128.93
Foreign Exchange-FX-Reserves				
FX-Reserves-WoW		28-Aug-20	USD bn	19.842
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)		28-Aug-20	USD bn	(9.155)
Kerb USD/PKR		8-Sep-20	Bid/Ask	165.60/166.60
Real Effective Exchange Rate-REER		June, 2020	Rs	93.02
Consumer Price Index-CPI				
Sensitive Price Index-SPI-WoW		3-Sep-20	bps	136.11
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
M2 Growth				
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
Policy Rate				
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		7.04%-0.42%	%	6.62
FX-Economic Data				
Foreign Direct Investment-FDI		1MFY-20/21	USD mn	114.30
Home Remittance		1MFY-20/21	USD bn	2.768
Current Account (Deficit)/Surplus		1MFY-20/21	USD mn	424.00
CAS % of GDP		1MFY-20/21	%	1.90
Trade-Deficit		1MFY-20/21	USD bn	2.098
GOVT. Circular Debt & External Liabilities				
Government Domestic Debt & Liabilities		As at 30-6-2020	Rs tm	14.02
External Debt		As at 30-6-2020	USD bn	70.314
Circular Debt		FY-19/20	Rs tm	2.15
Ratings & Outlook				
Standard & Poor's-S&P		Rating & Outlook	Rank	B
Moody's		Rating & Outlook	Rank	B3-Stable
Stock Exchange & Market Index				
MSCI-Emerging Market Index-EMI		8-Sep-20	Pts	1,094.94
Pakistan Stock Exchange-PSX-100 Index		8-Sep-20	Pts	41,950.22
Foreign Investor Portfolio Investment-FIPI		7-Sep-20	USD '000	75.665
Special Convertible Rupee Account-A/C-SCRA				
SCRA-Cumulative		1 July 20 To-Date	USD mn	(137.48)
SCRA-T-Bills & PIB's		1 July 20 To-Date	USD mn	(45.55)

Date	Data	Unit	3-Month	6-Month	12-Month
3/9/2020	US-LIBOR Rate	%	0.2495	0.28725	0.42625

KIBOR AND PKRV RATE (%)			8-Sep-20	
Tenor	KIBOR-%	PKRV Rates-%		
1-Month	7.01	7.06		
3-Month	7.03	7.12		
6-Month	7.02	7.17		
12-Month	7.07	7.27		

Pakistan Investment Bonds-PIB's				
Period	19-Aug-20		8-Sep-20	
	Cut Off Yields-%	Bid-%	Ask -%	
2-Years	-	7.82	7.80	
3-Years	8.2000	8.28	8.24	
5-Years	8.4500	8.90	8.87	
10-Years - Fixed	8.9900	9.60	9.40	
10-Years - Floating	7.6800	102	101.75	
15-years *	9.9800		10.06	
20-years *	10.5500		10.32	

Market Treasury Bills-MTB				
Tenor	26-Aug-20		8-Sep-20	
	Cut Off Yields-%	Bid-%	Ask -%	
3-Months	7.1498	7.13	7.11	
6-Months	7.1800	7.16	7.15	
12-Months	7.3000	7.28	7.26	

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

