

**FX – INTERBANK RATE:**

10-Oct	OPEN	HIGH	LOW	CLOSE	Last Day Close-LDC
Ready Rates	133.32	133.85	133.75	133.75	133.64

**MONEY-MARKET:**

**ECONOMIC DATA:**

- ✓ SBP issued the numbers of Broad Money Supply for the week ended 21<sup>st</sup> September, 2018. According to the SBP, M2 posted the positive growth of 0.25% as compared to last year negative growth of 0.63%.
- ✓ On WoW basis, M2 rose by 1.49% as broad money advanced by Rs238.35bn from negative Rs198.43bn to Rs39.91bn.
- ✓ M2-Growth measured with the sum of Net Foreign Assets-NFA & Net Domestic Assets NDA:
- ✓ NFA includes FX-Reserves while NDA includes Credit to Govt. & Non-Govt. Sectors borrowing and other net Items (liability) respectively.
- ✓ NFA declined by Rs77.15bn from negative Rs74.13bn to negative Rs151.33bn mainly due to fall in FX-Reserves, while NDA increased by Rs315.50bn from negative Rs124.26bn to Rs191.24bn due to huge surge in Net and Non-Govt. Sector Borrowing by Rs200.17bn and Rs84.69bn respectively

**MTB AUCTION REPORT:**

- ✓ Today SBP held its MTB Auction for FY-18/19, where the target amount is Rs3.0trn while the maturity amount is Rs3.24trn. The total bid participation is recorded Rs2.79trn that is divided into 3 and 6-months tenors Rs2.78trn and Rs6.10bn respectively. While no bids were received in 12-months tenor. We expect the MTB Cut-off yield rose by 100bps in 3 and 6-months tenor.

5th MTB Auction Result for FY-18/19				
Our Expectation based on Bid Participation Amount				
Maturity Period	Cut-off Yield	Weighted Avg Yield	Realized Value (Rs, bn)	Face Value (Rs, bn)
3-Months	8.7498%	8.7388%	2,332.47	2,379.38
6-Months	8.8492%	8.8240%	0.48	0.50
12-Months	6.0273%	No bids received		
<b>Total</b>			<b>2,332.94</b>	<b>2,379.88</b>

- ✓ Today MM initiated at 8.50%-8.70%, traded whole day with-in the range of 8.15%-8.60% and closed at 8.50%.
- ✓ Today in bond secondary market, when issue started trading in following periods at following levels: 3-Year at 10.25/10, 5-Year at 10.55/45and 10-Year (Floating) at 9.15/9.10 respectively.

USD/PKR SWAP YIELDS-%			
PERIOD	SWAP	Change in Premiums	Swap Implied PKR Yield
1-WEEK	0.0400	0.0036	3.77%
2-WEEK	0.0800	(0.0025)	3.79%
1-MONTH	0.1800	(0.0207)	3.86%
2-MONTH	0.5550	(0.0066)	4.89%
3-MONTH	0.9600	(0.0142)	5.32%
4-MONTH	1.3500	(0.0537)	5.55%
5-MONTH	1.7000	(0.0806)	5.57%
6-MONTH	2.2200	0.0144	5.96%
12-MONTH	4.7000	0.0356	6.44%

ECONOMIC INDICATORS				
Items	Period	Unit	Figure	
Gross Domestic Product-GDP	2MFY-18/19	USD bn	51.339	
Foreign Exchange-FX-Reserves	28-Sep-18	USD bn	14.89	
FE-25 Import Financing	July, 2018	USD mn	667	
SBP Forward/Swap Position	31-May, 2018	USD mn	(6,680)	
Net International Reserves-NIR (EST)	28-Sep-18	USD bn	(8,572)	
IBA-SBP-Consumer Confidence Index-CCI	As at 31-01-2018	DI	45.70	
IBA-SBP-Inflation Expectation Index-IEI	As at 31-01-2018	DI	74.21	
Consumer Price Index-CPI (YoY)	September, 2018	%	5.12	
CPI- (MoM)	September, 2018	%	-0.10	
Core CPI-Non-Food-Non-Energy-NFNE-YoY	September, 2018	%	8.00	
Core CPI-Trimmed 20%-YoY	September, 2018	%	5.80	
M2 Growth-YoY	1 July 18 - 28 Sep 18	%	0.25	
Net Government Sector Borrowing	1 July 18 - 28 Sep 18	Rs bn	115.60	
SBP borrowing for budgetary support	1 July 18 - 28 Sep 18	Rs bn	126.69	
Credit to Private Sector-YoY	1 July 18 - 28 Sep 18	Rs bn	123.34	
SBP Policy Rate	FY-18/19 YTD	%	8.50	
SBP O/N REPO & Reserve REPO Rate	Floor & Ceiling	%	7.00-9.00	
SBP Policy Rate minus USD FED Fund Rate	8.50%-2.25%	%	6.25	
1-Year KIBOR minus 1-Year LIBOR	9.14%-2.96%	%	6.18	
Foreign Direct Investment-FDI	2MFY-18/19	USD mn	288.2	
Home Remittance	2MFY-18/19	USD bn	2,037	
Current Account Deficit-CAD	2MFY-18/19	USD bn	2,721	
CAD % of GDP	2MFY-18/19	%	5.30	
Trade -Deficit	2MFY-18/19	USD bn	7,344	
Kerb USD/PKR	10-Oct-18	Bid/Ask	128.00/129.00	
Real Effective Exchange Rate-REER	August, 2018	Rs	111.85	
Government Domestic Debt	As at 30-6-2018	Rs tm	17	
External Debt	As at 31-3-2018	USD bn	95.1	
Standard & Poor's-S&P	Rating & Outlook	Rank	B-Stable	
Moodys	Rating & Outlook	Rank	B3-Negative	
MSCI-Emerging Market Index-EMI	10-Oct-18	Pts	993.22	
Pakistan Stock Exchange-PSX-100 Index	10-Oct-18	Pts	38,790.75	
Foreign Investor Portfolio Investment-FIPI	9-Oct-18	USD '000	(15,717.00)	
Special Convertible Rupee A/c-SCRA	1 July 17 To-Date	USD mn	(216.32)	
DATE	DATA	3-MONTH	6-MONTH	12-MONTH
08-Oct, 2018	US-LIBOR Rate	2.41425%	2.62600%	2.95788%

DATA		4-Oct-18	
Pakistan Credit Default Swap - CDS			400.50

INTERNATIONAL EURO BOND ISSUE					4-Oct-18	
Bond Issue	Issue Date	Maturity Date	Coupon Rate	Secondary Market Yields-%		
				Bid	Ask	
5-Years EURO Bonds	29-11-17	12-May-22	5.625%	6.89	6.71	
10-Years EURO Bonds	29-11-17	12-May-27	6.875%	7.99	7.84	

