



- IMF explains how country can realise its export potential | BR:** The International Monetary Fund (IMF) Resident Representative, Esther Perez Ruiz has said that Pakistan needs proactive policies – exchange rate flexibility, efficient allocation of resources, elimination of untargeted subsidies, and creating a conducive business environment in the country to realise the export potential.
- Fiscal year 2022-23: Foreign assistance estimates revised upward to PKR5.5trn | BR:** The government has revised upward the estimated foreign assistance to PKR5.50 trillion by around 74% from the initial budgeted PKR3.17 trillion for the current fiscal year 2022-23, after incorporating the estimated assistance of PKR558bn from the International Monetary Fund (IMF), PKR558bn from Saudi Arabia (time deposit), and PKR744bn of SAFE China deposit.
- Rupee falls to PKR208 | BR:** The US dollar continued its upward drive for the second consecutive day against the rupee and gained another PKR1.05 to PKR207.99 in the interbank market on Wednesday. The dollar has absolute domination in the currency market but the inflow of USD2.3bn from China on June 23 changed the scenario as the rupee recovered PKR4.70 in a single session to PKR207.23 from PKR211.93.
- Bank advances to private sector swell by 142% | Dawn:** The federal government's budgetary borrowing for the fiscal year 2021-22 (FY22) was more than 85% higher than the previous year, while the private sector borrowing from banks jumped by 142%. The latest data from the State Bank of Pakistan shows that the government's budgetary borrowing exceeded by PKR1226bn, or 85.4%, to PKR2661bn during the fiscal year FY22 (up to June 24). The large increase in budgetary borrowing reflects the fiscal deficit.
- Oil sector demands G2G arrangement for Saudi oil imports | The News:** Country's oil sector has demanded government-to-government (G2G) level arrangement for confirmation of letters of credit (LCs) for import of crude oil from Saudi Arabia on the pattern of Kuwait Petroleum Company (KPC). Import of oil products from Kuwait does not require any confirmation of LC from the international banks, but the import of oil from Saudi Arabia needs the confirmation of LC from international banks.
- Oil, gas output down in FY2022 as fields running dry | The News:** Country's oil and gas output shrank 3% and 2% respectively during the last fiscal year, numbers showed on Wednesday, mainly owing to output squeeze at different fields and no expansion in the sector. FY2021-22 remained a tough year for the country as far as oil and gas supplies are concerned because of rising prices of oil and gas in the global markets and problems compounded by a drop in the local oil and gas production.
- Lifeline consumers spared: PD proposes massive increase in gas prices | BR:** The Petroleum Division has reportedly proposed a massive increase in price of natural gas across-the-board except lifeline consumers with reduction in slabs from seven to five, to be effective from July 1, 2022, sources close to the Petroleum Minister told Business Recorder. Two public sector gas utility companies, i.e., Sui Southern Gas Company Ltd (SSGCL) and Sui Northern Gas Pipelines Ltd (SNGPL) under license from Oil & Gas Regulatory Authority (Ogra) are engaged in purchase, transmission, distribution and sale of gas to various categories of consumers in the country, excluding consumers located on dedicated networks.
- Cabinet hasn't approved PKR7.91/unit hike in power rates yet | BR:** Power Minister Khurram Dastgir Khan Wednesday said the Federal Cabinet has not yet approved an increase in electricity rates by PKR7.91 per unit. The Economic Coordination Committee (ECC) of the Cabinet has approved the increase in tariff in three phases, PKR3.5/unit in July, PKR3.5/unit in August, and the remaining PKR0.91/unit may be passed on to the consumers in the month of October 2022. However, the government has yet not notified it as it requires the NEPRA's nod.
- PAC recommends slashing fuel prices | The News:** The Public Accounts Committee has recommended to the government for a reduction in prices of petroleum products, saying oil prices have dropped twice in the global market. He said the petroleum prices have dropped twice but the government has increased the prices instead of reducing them. Now the Finance Ministry should provide relief in the wake of reduction in international petroleum prices, he said. The Public Accounts Committee's meeting was chaired on Wednesday by Chairman Noor Alam Khan in which the audit paras related to the Finance Ministry for the year 2019-20 were to be examined but could not be taken up due to the absence of the Special Secretary Finance and was adjourned.
- Duty drawback SROs modified | Dawn:** The Federal Board of Revenue has changed the PCT heading of duty drawback rates on several items to facilitate exporters. Four different duty drawback notifications were issued to amend the 2005 notifications which will come into effect from July 1. The export SRO973 was issued to amend SRO209 on export of textile and allied products, while the SRO974 to amend the SRO210 on export of leather and allied products and sports goods.

## Market Indices

	6-Jul-22	5-Jul-22	30-Jun-22
KSE 100	41,160	41,103	41,541
KSE 30	15,660	15,635	15,805
KMI 30	67,702	67,682	68,766
KSE All Shares	28,320	28,294	28,582

## Volume (mn Shares)

	6-Jul-22	FYTD (Average)
KSE 100	41.6	48.1
KSE 30	21.2	23.5
KMI 30	24.8	26.4
KSE All Shares	98.2	103.9

## Commodity Rates

	6-Jul-22	Daily Change	FYTD Change
Crude Oil-Brent (USD/BBL)	100.7	-2.0%	-12.3%
Crude Oil-Arab Light (USD/BBL)	102.1	-8.4%	-5.4%
Coal (USD/Tonne)	348.5	1.0%	2.0%
Copper (USD/Lbs)	3.4	-0.2%	-8.1%
Cotton (¢/Lbs)	101.0	-4.7%	-8.4%
Gold (USD/Ounce)	1,738.3	-1.5%	-3.8%

## Currency (Interbank)

	6-Jul-22	Daily Change	FYTD Change
US Dollar	207.3	0.4%	1.4%
UK Pound	247.1	0.1%	-0.7%
Euro	211.0	-0.4%	-1.6%
UAE Dirham	56.8	1.1%	1.7%
Chinese Yuan	30.9	0.6%	1.2%

## Fund Flows (USD mn)

	6-Jul-22	FYTD
FOREIGN INDIVIDUAL	0.00	0.00
FOREIGN CORPORATES	0.58	0.75
OVERSEAS PAKISTANI	0.20	0.54
<b>FIPI NET</b>	<b>0.78</b>	<b>1.30</b>

## Economic Data (USD mn)

	FY22P	FY21	FY20
GDP Growth	6.0%	5.7%	-0.9%
	May-22	Apr-22	
Exports	2,626	2,897	
Imports	6,777	6,661	
Remittances	2,333	3,125	
Foreign Exchange Reserves	9,723	10,499	

## Money Market Data

	6-Jul-22	5-Jul-22	30-Jun-22
SBP Policy Rate	13.75	13.75	13.75
CPI Inflation	21.32	21.32	13.80
3 Month T-Bill	15.14	15.09	14.98
6 Month T-Bill	15.29	15.23	15.15
12 Month T-Bill	15.50	15.48	15.30
3 Year Government Bond	13.88	13.92	13.45
5 Year Government Bond	13.41	13.44	12.93
10 Year Government Bond	13.16	13.24	12.92
3 Month KIBOR	15.34	15.33	15.16
6 Month KIBOR	15.49	15.49	15.35

Data Sources : Reuters, PSX, NCCPL, PBS, SBP