

STATE BANK OF PAKISTAN
DOMESTIC MARKET & MONETARY MANAGEMENT DEPARTMENT
I.I. CHUNDRIGAR ROAD
KARACHI

DMMD Circular No. 01

Jan 23, 2022

The Presidents/ Chief Executives,
All Commercial Banks/ Primary Dealers

Dear Sirs/Madams,

SBP's Policy Rate and Overnight Repo / Reverse-Repo Facilities

Please refer to DMMD Circular No. 20 dated Nov 25, 2022. Following changes are announced with reference to this circular:

1. SBP has decided to increase 'Policy Rate' (Target Rate) from 16.00% to 17.00%.
2. SBP Overnight Reverse Repo (Ceiling) rate will be at 18.00% i.e. 100 bps above the SBP Policy Rate.
3. The SBP Overnight Repo (Floor) rate will be at 16.00% i.e. 100 bps below the SBP Policy Rate.
4. Accordingly, the Floor and Ceiling levels for the Interest Rate Corridor are 16.00% and 18.00% p.a. respectively (i.e. width of 200bps).

SBP will continue to ensure that the money market overnight rate remains close to the SBP Policy Rate (Target Rate).

Above changes are effective from Jan 24, 2023. Other instructions on the subject shall, however, remain unchanged.

Yours truly,

Sd/-

(Dr. Mahmood ul Hasan Khan)
Director