

**Foreign Exchange:**

**READY:**

3-Jan	OPEN	HIGH	LOW	CLOSE	LDC
READY	105.47	105.48	105.30	105.35/40	105.55

Last day Close=LDC

**Forecast for tomorrow:**

- ✓ We expect the market to be range bound between **105.35/105.55** for tomorrow's trading.

**SWAP MARKET:**

- ✓ The SWAP rates made persisted slide in all tenors towards downwards. Today market felt some lower premiums which narrate sufficient enough money supply in the money market through OMO injection .The trend is expected to continue with marked difference between money market and forex rates.

**Money Market:**

- ✓ The OMO today ease off the money market after Rs.32.3 billion was injected at 9.95% for 7 days. Due to this effect today market trade on the low-side. Major trading was witnessed within the range of 7.50%-7.75%.

**Commodities:**

- ✓ Yellow metal set for best weekly gain since October. Gold rose for a fourth session on Friday, gaining over 1 % to hit a two-week high as weaker equities spurred demand for the metal as a safe-haven asset. We recommend buying Gold on US \$ 1212 with the target range US \$ 1250-1285.
- ✓ Oil dropped to its lowest level since 7th Nov 2013 amid a strengthening US dollar, as speculation that the US Federal Reserve will further cut its bond buying program after better than expected manufacturing data. We would suggest selling with a stop loss of US \$ 92.70.

3-Jan	OPEN	HIGH	LOW	CLOSE	LTP	% CHG	TIME
CRUDE (\$/bbl)	95.45	95.70	95.15	95.76	98.73	-3.01%	3:35 p.m
GOLD (\$/oz)	1224.18	1238.5	1222.31	1231.93	1220.9	0.90%	3:35 p.m
SILVER (\$/oz)	19.99	20.26	19.98	20.2	19.99	1.05%	3:35 p.m

\*LTP= Last trade Price

Currency	Ask	MoM % Change
PKR-USD	105.34	-3.01%
PKR-EUR	143.74	-2.43%
PKR-JPY	1.01303	-4.00%
PKR-GBP	173.35	-2.75%

TENOR	SWAP	MONEY	Swap Implied PKR Yield
1-WEEK	0.1054	9.55%	5.3%
2-WEEK	0.0900	9.69%	2.4%
1-MONTH	0.3392	9.78%	4.0%
2-MONTH	0.7239	9.79%	4.5%
3-MONTH	1.2253	9.84%	5.0%
4-MONTH	1.8268	9.89%	5.5%
5-MONTH	2.4429	9.91%	6.0%
6-MONTH	2.8862	9.93%	5.9%
12-MONTH	5.5259	10.01%	5.8%

Economic Indicators			
Forex Reserves	27-Dec-13	USD bn	8.52
CPI- MoM	1-Dec-13		1.32%
CPI- YoY	1-Dec-13		9.18%
M2 Growth	FY14 YTD		4.62%
SBP Policy Rate	FY14 YTD		10.00%
Home Remittance	July -Nov-13	USD bn	6.40

Money Markets	Ask	Bid
<b>KIBOR 3 Jan 2014</b>		
1 Month	10.04%	9.54%
3 Month	10.04%	9.79%
6 Month	10.11%	9.86%
12 Month	10.42%	9.92%
<b>Auction 24 Dec 2013</b>		
<b>T-bill Yield</b>	<b>Weg.Average</b>	<b>Cut-off</b>
3M T-bill	9.8984%	9.9564%
6M T-bill	9.9791.	9.9791
12M T-bill	No-Bid.	No-Bid.
<b>Auctions Dec 18 2013</b>		
<b>PIB Yield</b>		
3Year	12.0862%	12.0998%
5Year	12.5587%	12.5589 %
10Year	12.8685%	12.9492%