

Foreign Exchange:

READY:

7-Jan	OPEN	HIGH	LOW	CLOSE	LDC
READY	105.57	105.67	105.55	105.50/60	105.50

Last day Close=LDC

Forecast for tomorrow:

- ✓ We expect the market to be range bound between **105.45/105.60** for tomorrow's trading.

SWAP MARKET:

- ✓ The SWAP rates remained identical to yesterday, as it made slightly gain but there is no apparent change of direction in the market. Looking at the current market standing tomorrow activity will likely show the follow-up trend with slightly high premiums.

Money Market:

- ✓ Pertaining to investments, most of the banks have parked investments in shorter tenors, the money market remained pegged to the top level of 10.00%-10.25% for most part of the day with an intra-day high of 10.10% and remained range-bound towards the end., while at the end of the day it closes at around 10.00%.

Commodities:

- ✓ Yellow metal facing resistance around US \$ 1247 for the past two days. It looks like a dip is due till US \$ 1210 to US \$ 1215 which is best level to buy again technical still showing buying.
- ✓ Black Gold could come-down a little more around US \$ 92 to US \$ 92.50 to the support level, so we suggest to be neutral until Crude touch that level and if crude holds their then that would be buying level.

7-Jan	OPEN	HIGH	LOW	CLOSE	LTP	% CHG	TIME
CRUDE (\$/bbl)	93.61	93.84	93.50	93.78	94.48	-0.74%	3:45 p.m
GOLD (\$/oz)	1238.31	1245.20	1236.88	1238.43	1238.43	0.00%	3:45 p.m
SILVER (\$/oz)	20.16	20.26	19.99	20.05	20.03	0.10%	3:45 p.m

*LTP= Last trade Price

Currency	Ask	MoM % Change
PKR-USD	105.55	-2.74%
PKR-EUR	143.72	-2.95%
PKR-JPY	1.09919	3.65%
PKR-GBP	172.88	-2.47%

Parity

TENOR	SWAP	MONEY	Swap Implied PKR Yield
1-WEEK	0.1583	9.84%	8.0%
2-WEEK	0.2500	9.80%	6.3%
1-MONTH	0.4392	9.80%	5.1%
2-MONTH	0.8038	9.79%	4.9%
3-MONTH	1.3862	9.84%	5.6%
4-MONTH	1.9330	9.89%	5.9%
5-MONTH	2.5176	9.91%	6.1%
6-MONTH	2.9959	9.93%	6.1%
12-MONTH	5.6075	10.01%	5.9%

Economic Indicators

Indicator	Date	Unit	Value
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		5.47%
SBP Policy Rate	FY14 YTD		10.00%
Home Remittance	July -Nov-13	USD bn	6.40

Money Markets

Markets	Ask	Bid
KIBOR 6 Jan 2014		
1 Month	10.09%	9.59%
3 Month	10.07%	9.82%
6 Month	10.12%	9.87%
12 Month	10.43%	9.93%
Auction 24 Dec 2013		
T-bill Yield	Weg.Average	Cut-off
3M T-bill	9.8984%	9.9564%
6M T-bill	9.9791.	9.9791
12M T-bill	No-Bid.	No-Bid.
Auctions Dec 18 2013		
PIB Yield		
3Year	12.0862%	12.0998%
5Year	12.5587%	12.5589 %
10Year	12.8685%	12.9492%