

Foreign Exchange:

READY:

10-Jan	OPEN	HIGH	LOW	CLOSE	LDC
READY	105.50	105.55	105.47	105.48/50	105.49

Last day Close=LDC

Forecast for tomorrow:

- ✓ We expect the market to be range bound between **105.40/105.60** for tomorrow's trading.

SWAP MARKET:

- ✓ The SWAP rates registered gains in all tenors today which were seen as more of a technical correction than a reversal of market direction. Persisted rose in all tenors' premiums was mainly due to recent dip in country's foreign exchange reserves position came down to US \$ 8.04 billion at the end of 3 Jan, 2014. Looking at the current market standing tomorrow activity will likely show the follow-up trend with slightly high premiums.

Money Market:

- ✓ The money market initiated at the top level of 9.90%-10.00% and rose slightly after OMO with an intra-day high 10.25% and came down later-on at the end with 9.75%-9.90%. Earlier today as expected the SBP injected an OMO for 7 day (Injection) at a rate of 9.99% with amount accepted Rs 22.9 billion out of Rs 58.5 billion.

Commodities:

- ✓ Gold is moving upward and might touch **US \$ 1250** level resistance on the base of US payroll data would decide further movement. We have seen a good support level on **US \$ 1218** for buyer; if it breaks **US \$ 1247** then next resistance level would be **US \$ 1294**.
- ✓ Black Gold touch support level of **US \$ 91.24** and return-back and closed above **US \$ 92.40** which indicates further upside movement, this week closing might come above **US \$ 93** to clear further upside movement.

10-Jan	OPEN	HIGH	LOW	CLOSE	LTP	% CHG	TIME
CRUDE (\$/bbl)	92.29	92.69	92.18	92.60	92.71	-0.12%	4:00 p.m
GOLD (\$/oz)	1227.66	1237.97	1227.4	1233.41	1226.32	0.58%	4:00 p.m
SILVER (\$/oz)	19.56	19.84	19.54	19.74	19.53	1.08%	4:00 p.m

Currency	Ask	MoM % Change
PKR-USD	105.47	-2.11%
PKR-EUR	143.49	-3.11%
PKR-JPY	1.0047	-3.78%
PKR-GBP	173.49	-2.02%

TENOR	SWAP	MONEY	Swap Implied PKR Yield
1-WEEK	0.1442	9.81%	7.3%
2-WEEK	0.2350	9.76%	6.0%
1-MONTH	0.4457	9.88%	5.1%
2-MONTH	0.8485	9.86%	5.2%
3-MONTH	1.4755	9.85%	5.9%
4-MONTH	2.0218	9.89%	6.1%
5-MONTH	2.5693	9.91%	6.3%
6-MONTH	3.1142	9.93%	6.3%
12-MONTH	6.2419	10.01%	6.5%

Economic Indicators			
Forex Reserves	03-Jan-14	USD bn	8.04
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	Ask	Bid
KIBOR 10 Jan 2014		
1 Month	10.24%	9.74%
3 Month	10.10%	9.85%
6 Month	10.17%	9.92%
12 Month	10.45%	9.95%
Auction 8 Jan 2014		
T-bill Yield	Weg.Average	Cut-off
3M T-bill	9.9438%	9.9564%
6M T-bill	9.9491%	9.9791%
12M T-bill	9.9900%	9.9900%
Auctions Dec 18 2013		
PIB Yield		
3Year	12.0862%	12.0998%
5Year	12.5587%	12.5589%
10Year	12.8685%	12.9492%