

**Foreign Exchange:**

**READY:**

16-Jan	OPEN	HIGH	LOW	CLOSE	LDC
READY	105.45	105.53	105.45	105.48/51	105.40

Last day Close=LDC

**Forecast for tomorrow:**

- ✓ We expect the market to be range bound between **105.40/105.55** 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:**

- ✓ The money market today started at a floor level, of 8.50%-8.75% and then market touched the top level of 9.75% and remained in the range of 9.50-9.75%. In T-bill market mostly trade in 7, 35 and 65 day tenors. In general, the market remained lifeless with thin volumes with all eyes on the upcoming monetary policy.

**Commodities:**

- ✓ Yellow metal continued to ease trading at US \$ **1239.40** as US data continues to support an ongoing recovery. Gold fell for a second straight session on Wednesday, retreating from one-month highs, as strong US data and optimistic global growth prospects. The key levels to watch will be US \$ **1245** and US \$ **1235**.
- ✓ Black gold had a very strong day during the session on Wednesday as managed to push the market back above the US \$ **94** level, however we still see a significant amount of noise between US \$ **94** and the US \$ **96** level. Because of that, we still not convinced and are not ready to suggest buying in this market quite yet.

16-Jan	OPEN	HIGH	LOW	CLOSE	LTP	% CHG	TIME
CRUDE (\$/bbl)	94.33	94.37	93.83	94.36	92.79	1.69%	3:25 p.m
GOLD (\$/oz)	1239.89	1243.77	1236.3	1237.14	1239.37	-0.18%	3:25 p.m
SILVER (\$/oz)	20.16	20.23	19.99	20.02	20.1	-0.40%	3:25 p.m

Currency	Ask	MoM % Change
PKR-USD	105.47	-1.69%
PKR-EUR	143.59	-2.83%
PKR-JPY	1.0066	-3.37%
PKR-GBP	172.23	-1.56%

**Parity**

TENOR	SWAP	MONEY	Swap Implied PKR Yield
1-WEEK	0.1459	9.13%	7.3%
2-WEEK	0.2500	9.51%	6.4%
1-MONTH	0.5121	9.81%	5.5%
2-MONTH	0.9316	9.85%	5.6%
3-MONTH	1.5265	9.88%	6.1%
4-MONTH	2.0842	9.90%	6.3%
5-MONTH	2.6762	9.91%	6.5%
6-MONTH	3.2453	9.93%	6.5%
12-MONTH	6.3490	10.01%	6.6%

**Economic Indicators**

Indicator	Date	USD bn	Value
Forex Reserves	03-Jan-14	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 -Dec-13	7.79	

**Money Markets**

Market	Ask	Bid
<b>KIBOR 16 Jan 2014</b>		
1 Month	10.05%	9.55%
3 Month	10.08%	9.83%
6 Month	10.14%	9.89%
12 Month	10.44%	9.94%
<b>Auction 8 Jan 2014</b>		
<b>T-bill Yield</b>	<b>Weg.Average</b>	<b>Cut-off</b>
3M T-bill	9.9438%	9.9564%
6M T-bill	9.9491%	9.9791%
12M T-bill	9.9900%	9.9900%
<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%