

FX - INTERBANK:

READY MARKET:

- ✓ Due to US. Holiday today ready market remained closed and market worked for TOM with the closing rate of 104.90/93.

Forecast for tomorrow:

- ✓ We expect the market to be range bound between **104.80/104.95** for tomorrow's trading.

SWAP MARKET:

- ✓ The SWAP rates remained identical but witnessed fresh gains in all tenors. As suggested there is no apparent change of direction in the market; this trend is expected to continue with marked difference between money market and forex rates bound to continue in this week.

MONEY MARKET:

- ✓ The money market initiated at the top level of 10.00% and rose slightly with an intra-day high 10.10% and remained range-bound at a level of 10.00% at the close of the market today. As market participants generally interested in 1W & 2W tenors .

COMMODITIES MARKET:

- ✓ **GOLD:** After closing above 200 DMA US \$ **1307** on Friday Gold is in strongly buying heading towards US \$ 1242 and 1252. We would suggest buy on dip, now Gold having support to 200 DMA around US \$ **1305** which look like a Strong buying level.
- ✓ **CRUDE:** Black-gold facing a support at 200 DMA at US \$ **99.65** unless crude closed below that level and 200 DMA is strong buying level.

17-Feb	OPEN	HIGH	LOW	CLOSE	LTP	% CHG	TIME
CRUDE (\$/bbl)	100.31	100.13	100.15	100.78	99.88	0.90%	4:00 p.m
GOLD (\$/oz)	1318.27	1329.71	1318.27	1326.58	1310.88	1.20%	4:00 p.m
SILVER (\$/oz)	21.46	21.96	21.46	21.69	20.88	3.88%	4:00 p.m

*LTP= Last trade Price

Currency	Ask	MoM % Change
PKR-USD	104.89	-0.67%
PKR-EUR	143.77	0.02%
PKR-JPY	1.0299	2.35%
PKR-GBP	175.81	0.96%

Parity

TENOR	SWAP	MONEY	Swap Implied PKR Yield
1-WEEK	0.1709	10.08%	8.6%
2-WEEK	0.3150	10.06%	8.0%
1-MONTH	0.5733	10.01%	7.3%
2-MONTH	1.0966	9.94%	6.6%
3-MONTH	1.6146	9.93%	6.5%
4-MONTH	2.1806	9.93%	6.6%
5-MONTH	2.6632	9.93%	6.5%
6-MONTH	3.1887	9.93%	6.5%
12-MONTH	6.3720	10.01%	6.6%

Economic Indicators

Indicator	Date	Unit	Value
Forex Reserves	7-Feb-14	USD bn	7.58
CPI- MoM	1-Jan-14		0.50%
CPI- YoY	1-Jan-14		7.91%
M2 Growth	FY14 YTD		4.43%
SBP Policy Rate	FY14 YTD		10.00%
Home Remittance	July -Jan-14	USD bn	9.03
Current A/C Def.	July-Dec-13	USD bn	1.58
Trade -Deficit	July-Jan-14	USD Bn	11.10

Money Markets

Market	Ask	Bid
KIBOR 17 Feb 2014		
1 Month	10.26%	9.76%
3 Month	10.11%	9.86%
6 Month	10.15%	9.90%
12 Month	10.45%	9.95%
Auction 4 Feb2014		
T-bill Yield	Weg.Average	Cut-off
3M T-bill	9.9741%	9.9741%
6M T-bill	9.9791%	9.9791%
12M T-bill	9.9868%	9.9868%
Auctions Dec 18 2013		
PIB Yield		
3Year	12.0862%	12.0998%
5Year	12.5587%	12.5589%
10Year	12.8685%	12.9492%