

FX - INTERBANK:

READY MARKET:

20-Mar	OPEN	HIGH	LOW	CLOSE	LDC
READY	98.20	98.22	97.95	98.15/20	98.15

Last day Close=LDC

Forecast for tomorrow:

- ✓ In the light of today's activity, tomorrow we expect the market to remain range-bound between **98.25/98.45** levels.

SWAP MARKET:

- ✓ The SWAP rates remained depressed with further slides as forecasted yesterday report in all tenors. Today market felt further dead premiums which pointed-out more of a technical retracement due to tomorrow's payments. Looking at the current market standing tomorrow activity will likely seen a rising trend with slightly high premiums.

MONEY MARKET:

- ✓ Whereas yesterday SBP raised an amount of **Rs 232bn** against the target of **Rs 500bn**. As expected heavy participation in 12M paper was seen, with cut-off yields remained stagnant at 9.9564% and 9.9791% respectively, while yields for 12M tenor stood at 9.9900%. The bulk of the interest **Rs 171bn** was in the 12M paper, **Rs 43bn** in the 6M, and mere **Rs 18bn** in the 3M paper. This marks a U-turn from the previous auction conducted just a fortnight back.

COMMODITIES MARKET:

- ✓ **GOLD:** Yellow metal came down yesterday and made low US \$ **1327.53** technical's showing more pressure and could see further downside till US \$ **1311**; we suggest buying from US \$ **1320** to US \$ **1311**. But wait for today as US data set the good level of buying.
- ✓ **CRUDE:** Inventory of US increases this week crude might come down further till US \$ **97.30** that would be good level of buying at 100 DMA holding crude for past week US \$ **97.30** looking at a good level.

20-Mar	OPEN	HIGH	LOW	CLOSE	LTP	% CHG	TIME
CRUDE (\$/bbl)	99.10	99.44	98.76	98.81	99.68	-0.87%	3:18 p.m
GOLD (\$/oz)	1329.32	1334.52	1325.29	1327.11	1345.97	-1.40%	3:18 p.m
SILVER (\$/oz)	20.59	20.70	20.22	20.3	20.72	-2.03%	3:18 p.m

Currency	Ask	MoM % Change
PKR-USD	98.14	-5.51%
PKR-EUR	137.62	-4.20%
PKR-JPY	0.9769	-4.66%
PKR-GBP	164.48	-5.87%

TENOR	SWAP	MONEY	Swap Implied PKR Yield
1-WEEK	0.0763	9.90%	4.2%
2-WEEK	0.1650	9.89%	4.6%
1-MONTH	0.3796	9.86%	4.6%
2-MONTH	0.7983	9.88%	5.1%
3-MONTH	1.3124	9.87%	5.5%
4-MONTH	1.7582	9.86%	5.6%
5-MONTH	2.2499	9.88%	5.8%
6-MONTH	2.7668	9.89%	5.9%
12-MONTH	6.0363	9.89%	6.7%

Economic Indicators			
Forex Reserves	7-Mar-14	USD bn	9.37
CPI- MoM	1-Feb-14		0.32%
CPI- YoY	1-Feb-14		7.93%
M2 Growth	FY14 YTD		5.68%
SBP Policy Rate	FY14 YTD		10.00%
Home Remittance	July -Feb-14	USD bn	10.24
Current A/C Def.	July-Feb-14	USD bn	2.02
Trade -Deficit	July-Feb-14	USD Bn	12.54

Money Markets	Ask	Bid
KIBOR 20 Mar 2014		
1 Month	10.26%	9.76%
3 Month	10.06%	9.81%
6 Month	10.09%	9.84%
12 Month	10.41%	9.91%
Auction 19 Mar 2014		
T-bill Yield	Weg.Average	Cut-off
3M T-bill	9.9550%	9.9564%
6M T-bill	9.9787%	9.9791%
12M T-bill	9.9833%	9.9900%
PIB Yield Auctions 26 Feb 2013		
3Year	12.0362%	12.0962%
5Year	12.4912%	12.5562%
10Year	12.8678%	12.9093%