

Foreign Exchange:

READY:

22-Jan	OPEN	HIGH	LOW	CLOSE	LDC
READY	105.48	105.53	105.42	105.44/46	105.53

Last day Close=LDC

Forecast for tomorrow:

- ✓ We expect the market to be range bound between **105.35/105.50** 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:

- ✓ Today MTB auction bit participated of Rs 713 mn more than expected mainly in 3M and 6M tenor, with cut-off yields remain stagnant. Yields for 3M and 6M tenor remained stagnant at 9.95% and 9.97% respectively, while yields for 12M tenor stood at 9.99%.

Commodities:

- ✓ Gold yesterday closing showed some further downward pressure and expected to reach in the range of US \$ 1228 to 1218. We suggest for buyers to wait until yellow metal comes around US \$ **1218**. For sellers, sell on high somewhere between US \$ **1243 to 1247**.
- ✓ Crude closing came above at US \$ **95** which indicates further upside movement as per major technical's indicators, but we would recommend making sure gain on first profit target at US \$ **96.30** for buyers.

22-Jan	OPEN	HIGH	LOW	CLOSE	LTP	% CHG	TIME
CRUDE (\$/bbl)	95.23	95.66	95.09	95.54	94.83	0.75%	3:40 p.m
GOLD (\$/oz)	1241.16	1243.49	1237.99	1239.33	1246.8	-0.60%	3:40 p.m
SILVER (\$/oz)	19.86	19.93	19.76	19.82	20.06	-1.20%	3:40 p.m

*LTP= Last trade Price

Currency	Ask	MoM % Change
PKR-USD	105.43	-0.67%
PKR-EUR	142.73	-1.39%
PKR-JPY	1.0109	-0.49%
PKR-GBP	174.38	-0.55%

Parity

TENOR	SWAP	MONEY	Swap Implied PKR Yield
1-WEEK	0.1408	9.61%	7.1%
2-WEEK	0.2600	9.69%	6.2%
1-MONTH	0.5124	9.71%	5.5%
2-MONTH	0.9409	9.83%	5.5%
3-MONTH	1.4755	9.83%	5.9%
4-MONTH	2.0323	9.89%	6.2%
5-MONTH	2.5898	9.89%	6.3%
6-MONTH	3.1590	9.93%	6.4%
12-MONTH	6.3296	10.01%	6.6%

Economic Indicators

		USD	
Forex Reserves	10-Jan-14	bn	8.31
CPI- MoM	1-Dec-13		1.32%
CPI- YoY	1-Dec-13		9.18%
M2 Growth	FY14 YTD		5.74%
SBP Policy Rate	FY14 YTD		10.00%
Home Remittance	July -Dec-13	USD bn	7.79

Money Markets

	Ask	Bid
KIBOR 21 Jan 2014		
1 Month	10.09%	9.59%
3 Month	10.09%	9.84%
6 Month	10.14%	9.89%
12 Month	10.45%	9.95%
Auction 22 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%