

FX - INTERBANK:

READY MARKET:

| 24-Mar | OPEN | HIGH | LOW | CLOSE | LDC |
|--------|-------|-------|-------|----------|-------|
| READY | 97.80 | 98.05 | 97.55 | 98.00/03 | 98.00 |

Last day Close=LDC

Forecast for tomorrow:

- ✓ In the light of today's activity, tomorrow we expect the market to remain range-bound between **97.50/98.20** levels.

SWAP MARKET:

- ✓ The SWAP rates remained identical but with mild upswing in all tenors premiums were witnessed due to illiquid money-market; but there is no apparent change of direction in the market. Looking at the current market standing tomorrow activity will likely see the inverse trend with lower premiums.

MONEY MARKET:

- ✓ The market initiated within the range of 7.75%-8.25%. Major trading was witnessed in the range of 8.50%-9.00% with a similar closing.

COMMODITIES MARKET:

- ✓ **GOLD:** The price managed to break with the beginning of the week the bullish support of the ascending channel. In fact, the mentioned break favors extending the downside move towards **\$1309**. We suggest selling gold below **\$1330** targeting **\$1309** with a stop-loss of above **\$1350** this week.
- ✓ **CRUDE:** There is significant amount of resistance at the \$100 handle and we still believe that the market will eventually go higher. Contrary to this, the \$97 level is also crucial. We believe that the \$97 level below being supportive is a sign that the buyers are starting to take control again. This being the case we suggest buying on short-term dips.

| 24-Mar | OPEN | HIGH | LOW | CLOSE | LTP | % CHG | TIME |
|----------------|---------|---------|---------|---------|--------|--------|----------|
| CRUDE (\$/bbl) | 99.34 | 99.69 | 99.03 | 99.61 | 99.68 | -0.07% | 3:50 p.m |
| GOLD (\$/oz) | 1333.34 | 1334.71 | 1321.44 | 1322.85 | 1338.6 | -1.18% | 3:50 p.m |
| SILVER (\$/oz) | 20.27 | 20.29 | 20.08 | 20.13 | 20.48 | -1.71% | 3:50 p.m |

*LTP= Last trade Price

| Currency | Ask | MoM % Change |
|----------|--------|--------------|
| PKR-USD | 97.99 | -6.66% |
| PKR-EUR | 134.98 | -6.59% |
| PKR-JPY | 0.9568 | -6.73% |
| PKR-GBP | 161.47 | -7.77% |

| Parity | | | |
|----------|--------|-------|------------------------|
| TENOR | SWAP | MONEY | Swap Implied PKR Yield |
| 1-WEEK | 0.0909 | 9.60% | 5.0% |
| 2-WEEK | 0.1700 | 9.88% | 4.7% |
| 1-MONTH | 0.3776 | 9.99% | 4.7% |
| 2-MONTH | 0.8807 | 9.99% | 5.3% |
| 3-MONTH | 1.3681 | 9.99% | 5.8% |
| 4-MONTH | 1.8166 | 9.99% | 5.9% |
| 5-MONTH | 2.3167 | 9.99% | 6.0% |
| 6-MONTH | 2.8218 | 9.99% | 6.0% |
| 12-MONTH | 6.0469 | 9.99% | 6.7% |

| Economic Indicators | | | |
|---------------------|--------------|--------|--------|
| Forex Reserves | 14-Mar-14 | USD bn | 9.64 |
| 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 24 Mar 2014 | | |
| 1 Month | 10.26% | 9.76% |
| 3 Month | 10.06% | 9.81% |
| 6 Month | 10.09% | 9.84% |
| 12 Month | 10.39% | 9.89% |
| 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% |
| Auctions 26 Feb 2013 | | |
| PIB Yield | | |
| 3Year | 12.0362% | 12.0962% |
| 5Year | 12.4912% | 12.5562% |
| 10Year | 12.8678% | 12.9093% |