

FX - INTERBANK:

READY MARKET:

28-Jan	OPEN	HIGH	LOW	CLOSE	LDC
READY	105.50	105.60	105.50	105.48/50	105.57

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 to yesterday, with slightly gains in the initial stages up to 1-month and then correction was seen in the latter tenors. As we mention earlier the trend continue with marked difference between money market and forex rates.

MONEY MARKET:

- ✓ Trading in PIBs today "when-issue" at a level of 11.78%, 12.18% and 12.60% for 3, 5 and 10 year tenors respectively. Whereas the money market remained pegged to the top level of 10.00%-10.10% for most part of the day with an intra-day high of 10.25% and remained range-bound towards the end. While Market possessed some volatility, while at the end of the day it closes at around 10.00%.

COMMODITIES MARKET:

- ✓ **Gold:** Yellow metal keep coming down as we expected. Gold will face major support around US \$ **1230**; we suggest selling on higher side. Tomorrow FOMC would clear further position but it doesn't look breakage of last year low. Technically Gold is in selling position but we suggest buyers to wait until it reach in the range of US \$ **1230-1218** for buying.
- ✓ **Crude:** Black-Gold is not in a clear position right now facing support around US \$ 95.00 and resistance at US \$ **97.50**. We suggest stay-out of Crude until FOMC.

28-Jan	OPEN	HIGH	LOW	CLOSE	LTP	% CHG	TIME
CRUDE (\$/bbl)	95.69	96.25	95.59	96.14	96.88	-0.76%	3:50 p.m
GOLD (\$/oz)	1256.55	1261.05	1252.51	1253.84	1268.6	-1.16%	3:50 p.m
SILVER (\$/oz)	19.67	19.83	19.63	19.7	19.9	-1.01%	3:50 p.m

*LTP= Last trade Price

Currency	Ask	MoM % Change
PKR-USD	105.47	0.04%
PKR-EUR	144.08	-0.11%
PKR-JPY	1.0228	1.69%
PKR-GBP	174.94	1.34%

Parity

TENOR	SWAP	MONEY	Swap Implied PKR Yield
1-WEEK	0.1233	10.09%	6.2%
2-WEEK	0.2425	10.00%	6.2%
1-MONTH	0.4624	9.95%	5.3%
2-MONTH	0.8656	9.89%	5.3%
3-MONTH	1.4050	9.89%	5.6%
4-MONTH	1.9457	9.89%	5.9%
5-MONTH	2.5384	9.89%	6.1%
6-MONTH	3.0419	9.93%	6.2%
12-MONTH	6.2201	10.01%	6.5%

Economic Indicators

Indicator	Date	Unit	Value
Forex Reserves	17-Jan-14	USD bn	8.16
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

Market	Ask	Bid
KIBOR 28 Jan 2014		
1 Month	10.25%	9.75%
3 Month	10.10%	9.85%
6 Month	10.15%	9.90%
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%
PIB Yield Auctions Dec 18 2013		
3Year	12.0862%	12.0998%
5Year	12.5587%	12.5589%
10Year	12.8685%	12.9492%