

**FX - INTERBANK:**

**READY MARKET:**

| 3-Apr | OPEN  | HIGH  | LOW   | CLOSE    | LDC   |
|-------|-------|-------|-------|----------|-------|
| READY | 98.10 | 98.28 | 98.10 | 98.17/20 | 98.17 |

Last day Close=LDC

**Forecast for tomorrow:**

- ✓ In the light of today's activity, tomorrow we expect the market to remain range-bound between **98.05/98.35** levels.

**SWAP MARKET:**

- ✓ The SWAP rates as we forecasted yesterday report witnessed depressed in all tenors today which were expected due to easy supply of USD in the market strengthens the PKR to look ahead. Looking at the current market standing tomorrow activity will likely show the follow-up trend with further low premiums as no big-payment is expected in this week.

**MONEY MARKET:**

- ✓ Today the market (overnight) remained pegged to the top level of **10.00%-10.15%** for most part of the day with an intra-day high of **10.10%** and remained range-bound. While at the end of the day it closes at around **10.00%-10.10%**. Whereas in T-bills market, participant generally interested in shorter tenor from **14** to **56** days with a range-bound between **10.05%-10.15%** at close of the day and in PIBs trading today market trade in **12.02%, 12.50%** and **12.88%** for 3, 5 and 10 year tenors respectively.

**COMMODITIES MARKET:**

- ✓ **GOLD:** Yellow metal changed slightly after receiving some support from physical demand from China on Wednesday with all eyes focusing on the ECB monetary decision and US data. We would prefer to remain neutral waiting for new confirmation signals.
- ✓ **CRUDE:** There is plenty of noise towards the upside, and because of this we feel that the market will struggle to make a smooth move higher, but it should none the less. We suggest selling below US **\$100** targeting US **\$99.05**, then US **\$98.40** with a stop loss above US **\$100.90**.

| 2-Apr          | OPEN   | HIGH    | LOW    | CLOSE   | LTP     | % CHG  | TIME     |
|----------------|--------|---------|--------|---------|---------|--------|----------|
| CRUDE (\$/bbl) | 99.65  | 99.81   | 99.02  | 99.26   | 101.35  | -2.06% | 4:05 p.m |
| GOLD (\$/oz)   | 1279.5 | 1284.60 | 1279.5 | 1283.36 | 1284.10 | -0.06% | 4:05 p.m |
| SILVER (\$/oz) | 19.75  | 19.89   | 19.74  | 19.80   | 19.80   | 0.00%  | 4:05 p.m |

| Currency | Ask    | MoM % Change |
|----------|--------|--------------|
| PKR-USD  | 98.15  | -6.47%       |
| PKR-EUR  | 135.12 | -6.53%       |
| PKR-JPY  | 0.9441 | -8.84%       |
| PKR-GBP  | 162.95 | -7.24%       |

| TENOR    | SWAP   | MONEY  | Swap Implied PKR Yield |
|----------|--------|--------|------------------------|
| 1-WEEK   | 0.0718 | 10.10% | 3.9%                   |
| 2-WEEK   | 0.1450 | 10.10% | 4.0%                   |
| 1-MONTH  | 0.3434 | 10.00% | 4.1%                   |
| 2-MONTH  | 0.7586 | 9.99%  | 4.8%                   |
| 3-MONTH  | 1.2162 | 9.99%  | 5.2%                   |
| 4-MONTH  | 1.7034 | 9.99%  | 5.5%                   |
| 5-MONTH  | 2.1970 | 9.99%  | 5.7%                   |
| 6-MONTH  | 2.7155 | 9.99%  | 5.8%                   |
| 12-MONTH | 5.9279 | 9.99%  | 6.6%                   |

| Economic Indicators |              |        |        |
|---------------------|--------------|--------|--------|
| Forex Reserves      | 28-Mar-14    | USD bn | 10.06  |
| CPI- MoM            | 1-Mar-14     |        | 0.96%  |
| CPI- YoY            | 1-Mar-14     |        | 8.53%  |
| M2 Growth           | FY14 YTD     |        | 5.48%  |
| 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            |
|-----------------------------|--------------------|----------------|
| <b>KIBOR 3 April 2014</b>   |                    |                |
| 1 Month                     | 10.41%             | 9.91%          |
| 3 Month                     | 10.18%             | 9.93%          |
| 6 Month                     | 10.17%             | 9.92%          |
| 12 Month                    | 10.45%             | 9.95%          |
| <b>Auction 2 April 2014</b> |                    |                |
| <b>T-bill Yield</b>         | <b>Weg.Average</b> | <b>Cut-off</b> |
| 3M T-bill                   | 9.9564%            | 9.9564%        |
| 6M T-bill                   | 9.9791%            | 9.9791%        |
| 12M T-bill                  | 9.9900%            | 9.9900%        |
| <b>Auctions 26 Mar 2014</b> |                    |                |
| <b>PIB Yield</b>            |                    |                |
| 3Year                       | 11.9928%           | 12.0951%       |
| 5Year                       | 12.4531%           | 12.5508 %      |
| 10Year                      | 12.8271%           | 12.9014%       |