

FX - INTERBANK:

READY MARKET:

7-Mar	OPEN	HIGH	LOW	CLOSE	LDC
READY	103.60	103.70	102.90	103.10/20	103.55

Last day Close=LDC

Forecast for tomorrow:

- ✓ We expect the market to be range bound between **102.40/103.15** for tomorrow's trading.

SWAP MARKET:

- ✓ The SWAP rates made persisted slide in all tenors towards downwards. Today market felt some lower premiums which narrate sufficient enough money supply in the money market through OMO injection .The trend is expected to continue with marked difference between money market and forex rates. Another reason for this slide in all tenors' premiums was mainly due to recent gain in country's foreign exchange reserves position came-up to US \$ **8.73** billion at the end of 28 Feb, 2014.

MONEY MARKET:

- ✓ The OMO today failed to ease off the money market after SBP injected **Rs.42 bn** out of Rs.96 bn was injected at **9.96%** for 7 days. Money market traded at the top level of 9.90% -9.95% for most part of the day with an intra-day high of 9.95% and remained flat throughout the day and ended at 9.80% to 9.90% to follow-up its incessant same pattern

COMMODITIES MARKET:

- ✓ **GOLD:** Yellow metal went-up yesterday after ECB President Dragi speech and faced resistance around US \$ **1352**. Today US payroll data would clear further movement because market waiting for US payroll data.
- ✓ **CRUDE:** Black-gold technically in pressure MACD suggesting strong Selling. We would suggest sell on strength after US payroll.

7-Mar	OPEN	HIGH	LOW	CLOSE	LTP	% CHG	TIME
CRUDE (\$/bbl)	101.93	102.00	101.60	101.79	101.26	0.52%	3:40 p.m
GOLD (\$/oz)	1350.39	1352.06	1346.23	1348.19	1335.83	0.93%	3:40 p.m
SILVER (\$/oz)	21.45	21.57	21.27	21.31	21.15	0.76%	3:40 p.m

*LTP= Last trade Price

Currency	Ask	MoM % Change
PKR-USD	103.05	-0.31%
PKR-EUR	142.99	0.33%
PKR-JPY	1.0007	-3.61%
PKR-GBP	172.56	0.49%

Parity

TENOR	SWAP	MONEY	Swap Implied PKR Yield
1-WEEK	0.1477	9.84%	7.6%
2-WEEK	0.2850	9.88%	7.4%
1-MONTH	0.5902	9.90%	6.7%
2-MONTH	1.1511	9.99%	6.9%
3-MONTH	1.7621	10.03%	7.0%
4-MONTH	2.2697	9.99%	6.8%
5-MONTH	2.7834	9.99%	6.8%
6-MONTH	3.3535	10.00%	6.7%
12-MONTH	6.4334	10.01%	6.8%

Economic Indicators

Indicator	Date	Unit	Value
Forex Reserves	28-Feb-14	USD bn	8.73
CPI- MoM	1-Feb-14		0.32%
CPI- YoY	1-Feb-14		7.93%
M2 Growth	FY14 YTD		4.89%
SBP Policy Rate	FY14 YTD		10.00%
Home Remittance	July -Jan-14	USD bn	9.03
Current A/C Def.	July-Jan-14	USD bn	2.00
Trade -Deficit	July-Jan-14	USD Bn	11.10

Money Markets

Market	Ask	Bid
KIBOR 7 Mar 2014		
1 Month	10.24%	9.74%
3 Month	10.12%	9.87%
6 Month	10.14%	9.89%
12 Month	10.45%	9.95%
Auction 5 Mar 2014		
T-bill Yield	Weg.Average	Cut-off
3M T-bill	9.9563%	9.9564%
6M T-bill	9.9790%	9.9791%
12M T-bill	9.9900%	9.9900%
Auctions 26 Feb 2013		
PIB Yield		
3Year	12.0362%	12.0962%
5Year	12.4912%	12.5562%
10Year	12.8678%	12.9093%