

FX - INTERBANK:

READY MARKET:

9-Apr	OPEN	HIGH	LOW	CLOSE	LDC
READY	98.08	98.12	97.75	97.75/80	98.08

Last day Close=LDC

Forecast for tomorrow:

- ✓ In the light of today's activity, tomorrow we expect the market to remain range-bound between **97.60/97.80** levels.

SWAP MARKET:

- ✓ The SWAP rates registered gains in all tenors today which were expected due to Euro bond issue will lift Pakistan's external account (FX reserve jump to US \$ 12bn or 3.4 months import cover); which was seen as a reverse continuation of a market direction. As we mention yesterday the trend continue with marked difference between money market and forex rates.

MONEY MARKET:

- ✓ Today Pakistan has sold Eurobond amounting US \$ 2bn in 5 & 10 year maturity. The size of Eurobond and price range (7.25% & 8.25% for 5 & 10 year) far exceeded initial expectations. Whereas according to SBP, M2 growth showed an increase of 5.14% in FY14TD to stand at PkR 9.31tn as of Mar 28'14.

COMMODITIES MARKET:

- ✓ **GOLD:** Yellow metal reached at US \$1314 yesterday and faced some resistance and we see buying position due to Ukraine tension would lead to higher technical's which is in favor of buying closing above US \$1312 would be clear of sign of strong.
- ✓ **CRUDE:** On Monday, after making a low of \$99.90, crude closed at \$100.75. The supply issues due to the civil war tension in Ukraine led crude to make new highs. We would suggest remaining neutral and wait for the inventory data before taking any positions.

9-Apr	OPEN	HIGH	LOW	CLOSE	LTP	% CHG	TIME
CRUDE (\$/bbl)	102.33	102.59	102.08	102.58	100.74	1.83%	3:35 p.m
GOLD (\$/oz)	1308.31	1313.85	1307.94	1309.10	1312.00	-0.22%	3:35 p.m
SILVER (\$/oz)	20.01	20.09	19.88	19.91	20.06	-0.75%	3:35 p.m

LTP= Last trade Price

Currency	Ask	MoM % Change
PKR-USD	97.77	-3.59%
PKR-EUR	134.82	-4.19%
PKR-JPY	0.9575	-2.46%
PKR-GBP	163.60	-3.16%

Parity			
TENOR	SWAP	MONEY	Swap Implied PKR Yield
1-WEEK	0.1223	9.99%	6.6%
2-WEEK	0.2200	10.06%	6.0%
1-MONTH	0.4414	10.04%	5.6%
2-MONTH	0.9353	9.99%	5.9%
3-MONTH	1.4179	9.99%	6.0%
4-MONTH	1.8926	9.99%	6.0%
5-MONTH	2.4005	9.99%	6.2%
6-MONTH	2.9038	9.99%	6.3%
12-MONTH	6.1677	9.99%	6.9%

Economic Indicators			
Forex Reserves	03-April-14	USD bn	10.06
CPI- MoM	1-Mar-14		0.96%
CPI- YoY	1-Mar-14		8.53%
M2 Growth	FY14 YTD		5.14%
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 8 April 2014		
1 Month	10.38%	9.88%
3 Month	10.19%	9.94%
6 Month	10.17%	9.92%
12 Month	10.47%	9.97%
Auction 2 April 2014		
T-bill Yield	Weg.Average	Cut-off
3M T-bill	9.9564%	9.9564%
6M T-bill	9.9791%	9.9791%
12M T-bill	9.9900%	9.9900%
Auctions 26 Mar 2014		
PIB Yield		
3Year	11.9928%	12.0951%
5Year	12.4531%	12.5508%
10Year	12.8271%	12.9014%