

Foreign Exchange:

READY:

- ✓ Dollar began the day's trading at 104.60/65; made a high of 104.87 and then closed at 104.88/92. The rupee further drifted lower by 39 paise on the buying counter and 38 paise on the selling counter against the dollar from the preceding week's close of 104.49/54. There was no trading in READY today as the US market was closed.

View at a Glance:

- ✓ As per today's activity, we expect the market to remain range bound between **104.70/98** for tomorrow, or if market break the level of **105.00** and resistance at the same level we might see the market at a level of **105** figure.

SWAP MARKET:

- ✓ Today in the Swap market we have witnessed sharp slide in all tenor premiums, liquidity crunch remained in money market that drives the swap premiums slide in shorter tenor while premiums in longer tenor decline slightly as-well as it suggested the indecision between buyers and sellers.

View at a Glance:

- ✓ Looking at the current market standing the swap points slightly moves upward in all tenors. Tomorrow activity will likely show the waning trend with slightly high premiums.

Money Market:

- ✓ The market was remained range-bound. Today market opened the day at a level of 8.50% and then later-on as expected that market would pegged to the top level rose to a level of 8.90% and closed at a level of 8.75% with all eyes on the upcoming monetary policy.

T-Bills	Range %
7 Days	8.50%-8.60%
14 Days	8.50%-8.60%
28 Days	8.65%-8.75%
42 Days	8.60%-8.70%
56 Days	8.65%-8.70%
70 Days	8.80%-8.90%
6 Month	8.95%-9.05%
1 Year	9.25%-9.35%

PIBs	Range %
3 Year	11.22% - 11.25%
5 Year	11.50% - 11.60%
10 Year	11.95% - 12.05%

Currency	Ask	MoM % Change
PKR-USD	104.87	+1.96%
PKR-EUR	138.61	+2.79%
PKR-JPY	1.0559	+3.31%
PKR-GBP	163.32	+3.09%

Parity			
TENOR	SWAP	MONEY	Swap Implied PKR Yield
1-WEEK	0.0800	8.25%	4.1%
2-WEEK	0.1600	8.45%	4.1%
1-MONTH	0.3365	8.60%	4.1%
2-MONTH	0.8946	8.75%	5.2%
3-MONTH	1.3835	8.88%	5.6%
4-MONTH	1.9252	8.90%	5.8%
5-MONTH	2.4819	8.95%	6.0%
6-MONTH	3.0328	9.00%	6.2%
12-MONTH	6.2507	9.05%	6.6%

Economic Indicators			
Forex Reserves	23-Aug-13	USD bn	10.39
CPI- MoM	1-July-13		2.0%
CPI- YoY	1-July-13		8.3%
M2 Growth	FY13 YTD		15.93%
SBP Policy Rate	FY13 YTD		9.00%
Home Remittance	July-13	USD bn	1.404

Money Markets	Ask	Bid
KIBOR 2 Sep 2013		
1 Month	9.02%	8.52%
3 Month	9.06%	8.81%
6 Month	9.15%	8.90%
12 Month	9.54%	9.04%
Auction 21 Aug 2013		
T.Bill Yield	Average	Last Cut-off
3M T-bill	8.9583%	8.9583%
6M T-bill	8.9892%	8.9892%
12M T-bill	8.9745%	8.9808%
Auction. 17 July 2013		
PIB Yield		
3Year	10.3253%	10.4366%
5Year	10.7762%	10.9018%
10Year	11.5271%	11.6517%