

## Foreign Exchange:

### READY:

- ✓ Dollar rebounded against the rupee in the interbank market today. It started off at 106.10/15, made a high of 106.25 and then closed at 106.17/22. Falling foreign exchange reserves mostly accounted for the rise in rupee-dollar parity. Reserves fell to \$9.923 billion in the week ending on October 3 from \$10.210 billion against the previous week.

### View at a Glance:

- ✓ As per today's activity, we expect the market to anticipate at a range bound between **106.00/25** for tomorrow trading.

### SWAP MARKET:

- ✓ Today in the swap market, continuous gains in all tenor was persisted due to illiquid money market and decline in forex reserve that drives the swap premiums rose in short tenor while premiums in longer tenor observed faintly increase as well.

### View at a Glance:

- ✓ Looking at the current market standing the swap points may gain in shorter tenor while premiums in longer tenor also rise as well. Tomorrow activity will likely show the growing trend with low fluctuation persists in the market.

## Money Market:

- ✓ The money market today remained pegged to the top level. Today market opened at a level of 8.75%-9.25% and remained to the top level of 9.0% as of high today. Market possessed some volatility, while at the end of the day it closes at around 9.25% -9.40%.

T-Bills	Range %
7 Days	9.00%-9.05%
14 Days	8.85%-9.00%
28 Days	8.95%-9.00%
42 Days	9.00%-9.10%
56 Days	9.00%-9.05%
70 Days	9.25%-9.30%
6 Month	9.40%-9.50%
1 Year	9.65%-9.70%

PIBs	Range %
3 Year	12.20% - 12.25%
5 Year	12.60% - 12.65%
10 Year	12.95%- 13.05%

Currency	Ask	MoM % Change
PKR-USD	106.14	+1.20%
PKR-EUR	144.44	+4.03%
PKR-JPY	1.0919	+3.66%
PKR-GBP	171.01	+4.36%

## Parity

TENOR	SWAP	MONEY	Swap Implied PKR Yield
1-WEEK	0.1503	9.01%	7.5%
2-WEEK	0.2750	9.05%	6.9%
1-MONTH	0.4427	9.05%	5.1%
2-MONTH	0.9423	9.11%	5.5%
3-MONTH	1.4277	9.14%	5.5%
4-MONTH	1.9456	9.19%	5.8%
5-MONTH	2.4922	9.30%	6.0%
6-MONTH	3.0576	9.33%	6.1%
12-MONTH	6.2746	9.45%	6.5%

## Economic Indicators

Indicator	Date	Unit	Value
Forex Reserves	04-Oct-13	USD bn	09.92
CPI- MoM	1-Sep-13		-0.3%
CPI- YoY	1-Sep-13		7.40%
M2 Growth	FY13 YTD		15.93%
SBP Policy Rate	FY13 YTD		9.50%
Home Remittance	July -Aug-13	USD bn	2.637

## Money Markets

Market	Ask	Bid
<b>KIBOR 4 Oct 2013</b>		
1 Month	9.45%	8.95%
3 Month	9.46%	9.21%
6 Month	9.52%	9.27%
12 Month	10.01%	9.51%

## Auction 02 Oct 2013

T.Bill Yield	Average	Last Cut-off
3M T-bill	9.3967%	9.4114%
6M T-bill	9.4500%	9.4500%
12M T-bill	8.9745%	8.9808%

## Auction. 25 Sep 2013

PIB Yield	Average	Last Cut-off
3Year	11.6204%	11.6916%
5Year	12.0913%	12.1511%
10Year	12.5105%	12.5995%