

**Foreign Exchange:****READY:**

- ✓ USD/PKR opened the day's trading at 102.25/35 in the interbank market and made another historical high of **102.52** in the interbank market in Pakistan. The market remained highly volatile during today's trading session. The rates remained erratic in the market throughout the day and then closed at 102.29/32.

**View at a Glance:**

- ✓ As per today's activity, we expect the market to remain range bound between **102.15/40** for tomorrow trading.

**SWAP MARKET:**

- ✓ In the Swap market fresh gains in all tenor was witnessed with some visible change in shorter tenor premiums while the market later-on support made the market levels in longer tenor premiums also raised in-contrast with yesterday levels that suggested the indecision between buyers and sellers.

**View at a Glance:**

- ✓ Owing to the money market condition, the swap points slightly moves downward in all tenors. Tomorrow activity will likely show the waning trend with slightly high premiums, but in the later hours we can see some sell/buy pressure in the market due to tight money-market position .

**Money Market:**

- ✓ The market was witnessed a volatility today as it opened the day at a level of 8.0% and then later-on come down near the level at 6.5% and then got 8.55% and ended at the same level.

| T-Bills | Range %     |
|---------|-------------|
| 7 Days  | 8.95%-9.00% |
| 14 Days | 8.65%-8.70% |
| 28 Days | 8.70%-8.75% |
| 42 Days | 8.70%-8.75% |
| 56 Days | 8.70%-8.75% |
| 70 Days | 8.85%-8.90% |
| 6 Month | 8.95%-9.00% |
| 1 Year  | 9.05%-9.15% |

| PIBs    | Range %         |
|---------|-----------------|
| 3 Year  | 10.50% - 10.60% |
| 5 Year  | 11.05% - 11.15% |
| 10 Year | 11.75% - 11.88% |

| Currency | Ask    | MoM % Change |
|----------|--------|--------------|
| PKR-USD  | 102.28 | +1.95%       |
| PKR-EUR  | 135.71 | +4.62%       |
| PKR-JPY  | 1.0533 | +2.28%       |
| PKR-GBP  | 156.93 | +3.12%       |

**Parity**

| TENOR    | SWAP   | MONEY | Swap Implied<br>PKR Yield |
|----------|--------|-------|---------------------------|
| 1-WEEK   | 0.1573 | 8.90% | 7.2%                      |
| 2-WEEK   | 0.2910 | 8.80% | 7.6%                      |
| 1-MONTH  | 0.5546 | 8.75% | 6.2%                      |
| 2-MONTH  | 1.1031 | 8.80% | 6.7%                      |
| 3-MONTH  | 1.7047 | 8.85% | 6.9%                      |
| 4-MONTH  | 2.3256 | 8.85% | 7.0%                      |
| 5-MONTH  | 2.9468 | 8.90% | 7.2%                      |
| 6-MONTH  | 3.5789 | 8.90% | 7.3%                      |
| 12-MONTH | 7.1611 | 9.00% | 7.7%                      |

**Money Markets**

|                         | Ask   | Bid   |
|-------------------------|-------|-------|
| <b>KIBOR 7 Aug 2013</b> |       |       |
| 1 Month                 | 9.01% | 8.51% |
| 3 Month                 | 9.03% | 8.78% |
| 6 Month                 | 8.84% | 9.09% |
| 12 Month                | 9.46% | 8.96% |

**Auction  
24 July 2013**

| T.Bill Yield | Average | Last Cut-off |
|--------------|---------|--------------|
| 3M T-bill    | 8.9484% | 8.9583%      |
| 6M T-bill    | 8.9597% | 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%  |

**Economic Indicators**

|                 |            | USD<br>bn |  |
|-----------------|------------|-----------|--|
| Forex Reserves  | 26-July-13 | 10.22     |  |
| 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 | June-13    | 13.92     |  |