

Foreign Exchange:

READY:

- ✓ Dollar eased a little against the rupee in the interbank market. It started the day's trading at 104.80/85 and traded in the same range throughout the day with minimal variations. A similar trend continued as witnessed yesterday. The market made a high at 104.87 and then closed at 104.80/82.

View at a Glance:

- ✓ As per today's activity, we expect the market to remain range bound between **104.70/90** for tomorrow.

SWAP MARKET:

- ✓ Today in the Swap market we have witnessed a fresh gain in all tenor premiums mainly up to 2 week tenors; due to liquidity crunch remain in the money market that drives the swap premiums in longer tenor raised a little as it suggested the indecision between buyers and sellers.

View at a Glance:

- ✓ Looking at the current market standing the swap points gain in shorter tenor while premiums in longer tenor also remain waning. Tomorrow activity will likely show the waning trend with slightly low premiums.

Money Market:

- ✓ The market was started at the floor level of 6.50%-6.75% till OMO auction today then later-on the day market rose to a level of 8.00% and 8.25% then remains constant and ended at the same level of 8.0%-8.25%.

| T-Bills | Range % |
|---------|-------------|
| 7 Days | 7.50%-7.60% |
| 14 Days | 7.50%-7.70% |
| 28 Days | 7.80%-8.00% |
| 42 Days | 8.30%-8.35% |
| 56 Days | 8.30%-8.40% |
| 70 Days | 8.50%-8.60% |
| 6 Month | 8.70%-8.80% |
| 1 Year | 9.10%-9.20% |

| PIBs | Range % |
|---------|-----------------|
| 3 Year | 10.85% - 10.90% |
| 5 Year | 11.32% - 11.37% |
| 10 Year | 11.85%- 11.90% |

| Currency | Ask | MoM % Change |
|----------|--------|--------------|
| PKR-USD | 104.79 | +2.48% |
| PKR-EUR | 139.05 | +2.81% |
| PKR-JPY | 1.0454 | +3.19% |
| PKR-GBP | 165.29 | +3.29% |

| Parity | | | |
|----------|--------|-------|------------------------|
| TENOR | SWAP | MONEY | Swap Implied PKR Yield |
| 1-WEEK | 0.1116 | 8.35% | 5.7% |
| 2-WEEK | 0.2100 | 8.40% | 5.4% |
| 1-MONTH | 0.3697 | 8.19% | 4.5% |
| 2-MONTH | 0.9254 | 8.50% | 5.4% |
| 3-MONTH | 1.3892 | 8.70% | 5.6% |
| 4-MONTH | 1.9131 | 8.80% | 5.7% |
| 5-MONTH | 2.4534 | 9.00% | 6.0% |
| 6-MONTH | 3.0239 | 9.00% | 6.2% |
| 12-MONTH | 6.2463 | 9.06% | 6.6% |

| Economic Indicators | | | |
|---------------------|-----------|--------|--------|
| Forex Reserves | 30-Aug-13 | USD bn | 9.99 |
| CPI- MoM | 1-Aug-13 | | 1.2% |
| CPI- YoY | 1-Aug-13 | | 8.55% |
| M2 Growth | FY13 YTD | | 15.93% |
| SBP Policy Rate | FY13 YTD | | 9.00% |
| Home Remittance | Aug-13 | USD bn | 1.404 |

| Money Markets | Ask | Bid |
|---------------------|----------------|---------------------|
| KIBOR | | |
| 11 Sep 2013 | | |
| 1 Month | 8.79% | 8.29% |
| 3 Month | 8.96% | 8.71% |
| 6 Month | 9.03% | 8.78% |
| 12 Month | 9.44% | 8.94% |
| Auction | | |
| 4 Sep 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% |