

Foreign Exchange:

READY:

- ✓ Dollar gained a few paisa's against the rupee in today's trading session. It started the trading at 104.82/86, strengthened by six paisa's and then closed at 104.88/90. Steadiness persisted in the market and trading volumes remained low. Investors were less interested in trade as they awaited the upcoming monetary policy in which the decision regarding the discount rate was uncertain.

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 sharp drift towards downward in all tenor premiums; due to high liquidity remain in the market that drives the swap premiums in all tenor fallout which observed the same pattern as it was close to yesterday level.

View at a Glance:

- ✓ Looking at the current market standing the swap points gain in shorter tenor while premiums in longer tenor also rose as well. Tomorrow activity will likely show the growing trend with slightly high premiums.

Money Market:

- ✓ The market was remain range-bound and started at the level of 8.00% as it opened today, market rose to a level of 8.25% and 8.50% then remains constant and then later-on came down ended at the level of 7.75%-8.0%.

T-Bills	Range %
7 Days	7.75%-8.00%
14 Days	8.20%-8.30%
28 Days	8.40%-8.50%
42 Days	8.60%-8.65%
56 Days	8.65%-8.70%
70 Days	8.70%-8.75%
6 Month	8.90%-8.95%
1 Year	9.10%-9.20%

PIBs	Range %
3 Year	10.90% - 10.95%
5 Year	11.32% - 11.37%
10 Year	11.88%- 11.92%

Currency	Ask	MoM % Change
PKR-USD	104.87	+2.14%
PKR-EUR	139.37	+2.11%
PKR-JPY	1.0555	-0.49%
PKR-GBP	165.87	+4.39%

Parity			
TENOR	SWAP	MONEY	Swap Implied PKR Yield
1-WEEK	0.0777	7.75%	4.0%
2-WEEK	0.1750	8.00%	4.5%
1-MONTH	0.3544	8.19%	4.3%
2-MONTH	0.8979	8.50%	5.3%
3-MONTH	1.3773	8.70%	5.5%
4-MONTH	1.9112	8.80%	5.7%
5-MONTH	2.4355	9.00%	5.9%
6-MONTH	3.0003	9.00%	6.1%
12-MONTH	6.2030	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 12 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%