

Foreign Exchange:**READY:**

- ✓ Dollar breached the level of **103** for the first time as it opened the trading at 102.93/103 in the interbank market today. Dollar continued its uptrend against the local currency causing it to depreciate further. Trading activity remained low due to a highly volatile market. Dollar hit another record high of 103.25 and then closed at 103.17.

View at a Glance:

- ✓ As per today's activity, we expect the market to remain range bound between **103.10/35** for tomorrow trading.

SWAP MARKET:

- ✓ Today In the swap market sharp slides in all tenor was witnessed due to liquidity crunch remained in money market that drives the swap premiums fell in shorter tenor while premiums in longer tenor also fall as-well as it suggested the indecision between buyers and sellers.

View at a Glance:

- ✓ Owing to the money market condition, the swap points slightly moves upward 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 remain peg range-bound today as it opened the day at a level of 8.25%-8.50% and then later-on comedown slightly near the level at 8.25% and closed at 8.50% with persist follow-up its trend in the market.

T-Bills	Range %
7 Days	8.25%-8.50%
14 Days	8.30%-8.40%
28 Days	8.40%-8.50%
42 Days	8.50%-8.60%
56 Days	8.65%-8.70%
70 Days	8.80%-8.90%
6 Month	8.95%-9.05%
1 Year	9.50%-9.60%

PIBs	Range %
3 Year	10.82% - 10.94%
5 Year	11.35% - 11.45%
10 Year	12.00% - 12.10%

Currency	Ask	MoM % Change
PKR-USD	103.16	+2.45%
PKR-EUR	137.88	+3.71%
PKR-JPY	1.0557	+5.18%
PKR-GBP	161.59	+4.82%

Parity

TENOR	SWAP	MONEY	Swap Implied PKR Yield
1-WEEK	(0.0139)	8.20%	-0.6%
2-WEEK	0.0652	8.35%	1.7%
1-MONTH	0.2247	8.55%	2.7%
2-MONTH	0.7868	8.75%	4.6%
3-MONTH	1.3533	8.80%	5.5%
4-MONTH	1.9681	8.85%	6.0%
5-MONTH	2.6810	8.90%	6.5%
6-MONTH	3.1915	8.95%	6.5%
12-MONTH	6.6745	9.05%	7.1%

Money Markets

	Ask	Bid
KIBOR 19 Aug 2013		
1 Month	8.99%	8.49%
3 Month	9.03%	8.78%
6 Month	8.85%	9.10%
12 Month	9.51%	9.01%
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%

PIB Yield

	Auction. 17 July 2013	
3Year	10.3253%	10.4366%
5Year	10.7762%	10.9018 %
10Year	11.5271%	11.6517%

Economic Indicators

		USD bn	
Forex Reserves	19-Aug-13	10.23	
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	14.04	