

Foreign Exchange:**READY:**

19-Dec	OPEN	HIGH	LOW	CLOSE	LDC
READY	106.45	106.45	106.33	106.35/40	106.60

Last day Close=LDC

Forecast for tomorrow:

- ✓ We expect the market to be range bound between **106.20/106.40** for tomorrow's trading.

SWAP MARKET:

- ✓ The SWAP rates remained persists with gains in all tenors. As sharp fall in greenback made the premium rose mainly in shorter tenors. This trend is expected to continue with marked difference between money market and forex rates.

Commodities:

- ✓ GOLD swung between gains and losses after sliding to the lowest level in almost two weeks as the Federal Reserve said that it will trim its monthly bond purchases on an improved outlook for the U.S. jobs market. We suggest waiting until market might touch new low around \$ 1190-to -\$ 1195 with a stop-loss below \$ 1180.
- ✓ Once again black gold traded near to resistance level \$ 98.90, we would suggest to sell-off there with a stop-loss of \$ 99.65. Inventory data was not as it was expected so we might see black gold came-down a little from a level of \$ 99.

19-Dec	OPEN	HIGH	LOW	CLOSE	LTP	% CHG	TIME
CRUDE (\$/bbl)	97.88	98.13	97.74	97.94	97.50	0.45%	4:09 p.m
GOLD (\$/oz)	1217.99	1226.42	1199.76	1204.82	1232.09	-2.21%	4:09 p.m
SILVER (\$/oz)	19.71	19.90	19.14	19.31	19.96	-3.26%	4:09 p.m

*LTP= Last trade Price

Money Market:

- ✓ After yesterday PIB-auction with the majority of bids received in the 10 year tenor (66%).Bids accepted were worth Rs 55.94 bn (face value), out of the total bids of Rs 114.09 bn (face value) received for 3, 5, 10 and 20 years combined.

Currency	Ask	MoM % Change
PKR-USD	106.36	-1.12%
PKR-EUR	145.50	0.08%
PKR-JPY	1.0359	-3.96%
PKR-GBP	174.17	0.60%

Parity

TENOR	SWAP	MONEY	Swap Implied PKR Yield
1-WEEK	0.1679	10.00%	8.4%
2-WEEK	0.1700	10.00%	4.3%
1-MONTH	0.3814	9.90%	4.1%
2-MONTH	0.7634	9.89%	4.4%
3-MONTH	1.2356	9.88%	5.0%
4-MONTH	1.7290	9.89%	5.1%
5-MONTH	2.2413	9.91%	5.5%
6-MONTH	2.8371	9.93%	5.7%
12-MONTH	5.4578	10.01%	5.7%

Economic Indicators

Indicator	Date	Unit	Value
Forex Reserves	06-Dec-13	USD bn	8.06
CPI- MoM	1-Nov-13		1.27%
CPI- YoY	1-Nov-13		10.90%
M2 Growth	FY13 YTD		3.76%
SBP Policy Rate	FY13 YTD		10.00%
Home Remittance	July -Nov-13	USD bn	6.40

Money Markets

Market	Ask	Bid
KIBOR 19 Dec 2013		
1 Month	10.21%	9.71%
3 Month	10.09%	9.84%
6 Month	10.14%	9.89%
12 Month	10.46%	9.96%
Auction 11 Dec 2013		
T-bill Yield	Weg.Average	Cut-off
3M T-bill	9.8830%	9.9109%
6M T-bill	9.9791.	9.9791
12M T-bill	No-Bid.	No-Bid.
PIB Yield Auctions Dec 18 2013		
3Year	12.0862%	12.0998%
5Year	12.5587%	12.5589 %
10Year	12.8685%	12.9492%