

Foreign Exchange:

READY:

- ✓ After receiving a heavy battering against the dollar yesterday, rupee value stabilized to some extent in today's trading session. Greenback started trading at a floor at 105.75/80, made a high of 105.89 and then closed at 105.82/85. It is believed that the appreciation of the local currency was mostly due to the adequate enough USD supply to execute market need.

View at a Glance:

- ✓ As per today's activity, we expect the market to anticipate at a range bound between **105.70/106.90** for tomorrow trading.

SWAP MARKET:

- ✓ Today In the swap market fresh gains in all tenor was witnessed due to illiquid money market that drives the swap premiums little upward in short tenor while premiums in longer tenor also witnessed a raised as well.

View at a Glance:

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

Money Market:

- ✓ Today market remained pegged to the top level, a rising trend was witnessed today it opened the market at 9.10%-9.20% and touched to the top level of 9.40% after eventually coming down again near the floor level and traded in the range of 9.00- 9.20% and closes at 9.00% level. Yesterday MTB auction cut-off came for the tenors of 3M & 6M as 9.4114% & 9.4500% respectively where market participant were not interested in 12M tenor due to expected upcoming discount rate rise.

T-Bills	Range %
7 Days	8.75%-8.85%
14 Days	9.00%-9.05%
28 Days	9.10%-9.15%
42 Days	9.10%-9.15%
56 Days	9.10%-9.15%
70 Days	9.20%-9.25%
6 Month	9.40%-9.45%
1 Year	9.50%-9.65%

PIBs	Range %
3 Year	11.35% - 11.40%
5 Year	11.95% - 12.00%
10 Year	12.45%- 12.50%

Currency	Ask	MoM % Change
PKR-USD	105.81	+2.56%
PKR-EUR	143.41	+4.01%
PKR-JPY	1.0691	1.26%
PKR-GBP	169.99	+5.19%

Parity			
TENOR	SWAP	MONEY	Swap Implied PKR Yield
1-WEEK	0.1226	8.78%	6.2%
2-WEEK	0.2250	8.96%	5.7%
1-MONTH	0.5147	8.99%	5.7%
2-MONTH	1.0740	9.06%	6.3%
3-MONTH	1.6148	9.11%	6.4%
4-MONTH	2.1367	9.16%	6.3%
5-MONTH	2.7000	9.25%	6.5%
6-MONTH	3.2844	9.30%	6.6%
12-MONTH	6.6042	9.45%	6.9%

Economic Indicators			
Forex Reserves	12-Sep-13	USD bn	10.37
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		9.50%
Home Remittance	July -Aug-13	USD bn	2.637

Money Markets	Ask	Bid
KIBOR 19 Sep 2013		
1 Month	9.44%	8.94%
3 Month	9.19%	9.44%
6 Month	9.26%	9.51%
12 Month	9.47%	9.97%
Auction 18 Sep 2013		
T.Bill Yield	Weighted Average Yield	Last Cut-off
3M T-bill	9.3496%	9.4114%
6M T-bill	9.4500%	9.4500%
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%