

Foreign Exchange:

READY:

- ✓ Dollar continued its stable trend in the local currency market. The range in which the dollar operated today remained almost unchanged as observed yesterday. The greenback started the day's trading at 105.90/95, touched a high at 105.96 and then closed at 105.90/94.

View at a Glance:

- ✓ As per today's activity, we expect the market to anticipate at a range bound between **105.80/106.10** for tomorrow trading.

SWAP MARKET:

- ✓ Today in the swap market, gains in all tenor was persisted due to illiquid money market and up-coming Oil payment that was one of the factors that drives the swap premiums rose in short tenor while premiums in longer tenor observed faintly increase 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 low fluctuation persists in the market.

Money Market:

- ✓ The money market today remained pegged to the top level. Today market opened at a level of 9.00%-9.25% and remained to the top level of 9.40% as of high today. Market possessed some volatility at the end of the market due to T-bills auction today, while at the end of the day it closes at around 9.25% - 9.40%.

T-Bills	Range %
7 Days	9.35%-9.45%
14 Days	9.25%-9.30%
28 Days	8.95%-9.00%
42 Days	9.00%-9.05%
56 Days	9.00%-9.05%
70 Days	9.25%-9.30%
6 Month	9.40%-9.50%
1 Year	9.65%-9.70%

PIBs	Range %
3 Year	12.20% - 12.25%
5 Year	12.60% - 12.65%
10 Year	12.95%- 13.05%

Currency	Ask	MoM % Change
PKR-USD	105.91	+0.86%
PKR-EUR	143.32	+3.47%
PKR-JPY	1.0859	+2.52%
PKR-GBP	171.75	+5.32%

Parity

TENOR	SWAP	MONEY	Swap Implied PKR Yield
1-WEEK	0.1393	9.19%	7.0%
2-WEEK	0.2400	9.14%	4.5%
1-MONTH	0.4712	9.13%	5.1%
2-MONTH	0.9628	9.13%	5.7%
3-MONTH	1.4427	9.14%	5.7%
4-MONTH	1.9816	9.19%	5.8%
5-MONTH	2.5383	9.30%	6.1%
6-MONTH	3.1380	9.33%	6.3%
12-MONTH	6.2308	9.45%	6.5%

Economic Indicators

Indicator	Date	Unit	Value
Forex Reserves	20-Sep-13	USD bn	10.21
CPI- MoM	1-Sep-13		-0.3%
CPI- YoY	1-Sep-13		7.40%
M2 Growth	FY13 YTD		15.93%
SBP Policy Rate	FY13 YTD		9.50%
Home Remittance	July -Aug-13	USD bn	2.637

Money Markets

Markets	Ask	Bid
KIBOR 2 Oct 2013		
1 Month	9.47%	8.97%
3 Month	9.44%	9.17%
6 Month	9.52%	9.27%
12 Month	9.99%	9.49%
Auction 02 Oct 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%
PIB Yield Auction. 25 Sep 2013		
3Year	11.6204%	11.6916%
5Year	12.0913%	12.1511%
10Year	12.5105%	12.5995%