

Foreign Exchange:

READY:

20-Dec	OPEN	HIGH	LOW	CLOSE	LDC
READY	106.25	106.25	106.08	106.10/15	106.35

Last day Close=LDC

Forecast for tomorrow:

- ✓ We expect the market to be range bound between **106.00/106.25** for tomorrow's trading.

SWAP MARKET:

- ✓ The SWAP rates remained persists with gains in all tenors. As continuous fall in greenback made the premium rose mainly in shorter tenors. This trend is expected due to foreign inflow push in country forex reserve by \$ 430 million. At the end of 13 Dec, 2013 SBP reserve surge to \$ 3.46 bn whereas bank reserves have posted a slight decline of \$ 39 mn to \$ 5.058 bn.

Money Market:

- ✓ The money market initiated at the top level of 10.00%-10.10% and remained the same with an intra-day high 10.00% and came-down slightly at the end with 9.50%-9.75%. Earlier today as expected the SBP injected an OMO for 7 day (Rev-Repo) at a rate of 9.99% with amount accepted Rs 40.1 billion out of Rs 90 billion.

Commodities:

- ✓ GOLD metal still down after FOMC, Gold hit its new low in this year today at a level of \$ 1180, and still in the doji-range. We might see a little gain in the range of \$ 1201 to \$ 1209. Major indicators suggested a mix signal, follow the trend unless proper buy signal has comes up.
- ✓ Crude went up a little around \$ 99.50 but it closed below 200 days trading average \$ 98.70, so that we still in favor of selling with a stop-loss of \$ 99.70.

20-Dec	OPEN	HIGH	LOW	CLOSE	LTP	% CHG	TIME
CRUDE (\$/bbl)	98.69	98.91	98.58	98.83	97.94	0.91%	3:50 p.m
GOLD (\$/oz)	1189.68	1198.7	1188.43	1195.8	1204.82	-0.75%	3:50 p.m
SILVER (\$/oz)	19.34	19.40	19.32	19.36	19.31	0.26%	3:50 p.m

*LTP= Last trade Price

Currency	Ask	MoM % Change
PKR-USD	106.12	-1.38%
PKR-EUR	144.74	-0.62%
PKR-JPY	1.0159	-5.50%
PKR-GBP	173.43	-0.04%

TENOR	SWAP	MONEY	Swap Implied PKR Yield
1-WEEK	0.1598	10.00%	8.0%
2-WEEK	0.2350	10.00%	5.9%
1-MONTH	0.4431	9.80%	4.9%
2-MONTH	0.9106	9.80%	5.3%
3-MONTH	1.4223	9.80%	5.7%
4-MONTH	1.9157	9.80%	5.7%
5-MONTH	2.3845	9.90%	5.8%
6-MONTH	3.0287	9.90%	6.1%
12-MONTH	5.8244	10.00%	6.1%

Economic Indicators			
Forex Reserves	13-Dec-13	USD bn	8.52
CPI- MoM	1-Novt-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	Ask	Bid
KIBOR 20 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.
Auctions Dec 18 2013		
PIB Yield		
3Year	12.0862%	12.0998%
5Year	12.5587%	12.5589 %
10Year	12.8685%	12.9492%