

## Foreign Exchange:

### READY:

- ✓ Dollar continued to set new records against the rupee in the local currency market. It started the day's trading at 103.60/65, made a high of 103.68 and then closed at 103.60/70. The market remained stable with minimal variations. According to SBP weekly statement at the end of Aug 16,2013 foreign reserves of the country slightly increased to \$ 10.399 bn against previous weekly balance of \$ 10.326 bn, which denote WoW increases 0.7%.

### View at a Glance:

- ✓ As per today's activity, we expect the market to remain range bound between **103.65/85** for tomorrow trading.

### SWAP MARKET:

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

### View at a Glance:

- ✓ Looking at the current market standing 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 slightly volatil as it opened the day at a level of 8.30%-8.50% and then later-on rose to a level of 8.60% and closed at 8.50% with persist follow-up its trend in the market.

T-Bills	Range %
7 Days	8.50%-8.60%
14 Days	8.50%-8.60%
28 Days	8.65%-8.70%
42 Days	8.60%-8.70%
56 Days	8.65%-8.70%
70 Days	8.80%-8.90%
6 Month	8.95%-9.05%
1 Year	9.40%-9.60%

PIBs	Range %
3 Year	10.82% - 10.94%
5 Year	11.45% - 11.55%
10 Year	12.00% - 12.10%

Currency	Ask	MoM % Change
PKR-USD	103.63	+2.45%
PKR-EUR	137.93	+3.71%
PKR-JPY	1.0501	+5.18%
PKR-GBP	161.37	+4.82%

### Parity

TENOR	SWAP	MONEY	Swap Implied PKR Yield
1-WEEK	0.0042	8.53%	0.4%
2-WEEK	0.0625	8.56%	1.7%
1-MONTH	0.1972	8.68%	2.4%
2-MONTH	0.7239	8.75%	4.4%
3-MONTH	1.3195	8.80%	5.3%
4-MONTH	1.8817	8.85%	5.7%
5-MONTH	2.4880	8.90%	6.1%
6-MONTH	3.1279	8.95%	6.3%
12-MONTH	6.6517	9.05%	7.1%

### Economic Indicators

Indicator	Date	Unit	Value
Forex Reserves	16-Aug-13	USD bn	10.39
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	July-13	USD bn	1.404

### Money Markets

Market	Ask	Bid
<b>KIBOR 22 Aug 2013</b>		
1 Month	8.99%	8.49%
3 Month	9.08%	8.83%
6 Month	9.17%	8.92%
12 Month	9.62%	9.12%

### Auction 21 Aug 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%

### Auction. 17 July 2013

PIB Yield	Average	Last Cut-off
3Year	10.3253%	10.4366%
5Year	10.7762%	10.9018%
10Year	11.5271%	11.6517%