

Foreign Exchange:

READY:

- ✓ Dollar continued to lead the rally against the rupee in the interbank market today. It commenced the day's trading at 106.40/43 and continued its sheer dominance against the local currency. Market touched a high at 106.49 and then closed at 106.47/49.

View at a Glance:

- ✓ As per today's activity, we expect the market to anticipate at a range bound between **106.35/106.55** for tomorrow trading.

SWAP MARKET:

- ✓ Today in the Swap market, gained was persisted in all tenors mainly because of liquidity crunch remained in money market irrespective of yesterday OMO injection that drives the swap premiums rose considerably in shorter 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 rise in shorter tenor while premiums in longer tenor will see some slide as-well. Tomorrow activity will likely show the growing trend with low fluctuation persists in the market.

Money Market:

- ✓ The money we market today remained pegged to the top level though yesterday OMO injection for 3 days against total participation of Rs 117 bn at a rate of 9.20%. Today market opened at a level of 9.40% and 9.50% remained to the top level of 9.60% as of high today. Market possessed some volatility, while at the end of the day it closes at around 9.40%-9.50%.

T-Bills	Range %
7 Days	9.35%-9.45%
14 Days	9.20%-9.25%
28 Days	9.15%-9.20%
42 Days	9.30%-9.35%
56 Days	9.30%-9.35%
70 Days	9.35%-9.40%
6 Month	9.50%-9.60%
1 Year	9.90%-10.00%

PIBs	Range %
3 Year	11.90% - 11.95%
5 Year	12.45% - 12.50%
10 Year	12.90%- 12.95%

Currency	Ask	MoM % Change
PKR-USD	106.47	-0.33%
PKR-EUR	146.52	+2.61%
PKR-JPY	1.0937	+2.95%
PKR-GBP	171.97	+1.59%

Parity

TENOR	SWAP	MONEY	Swap Implied PKR Yield
1-WEEK	0.1619	9.33%	8.1%
2-WEEK	0.2550	9.28%	6.4%
1-MONTH	0.4720	9.23%	5.1%
2-MONTH	0.8352	9.25%	4.9%
3-MONTH	1.2341	9.29%	4.8%
4-MONTH	1.7063	9.31%	5.0%
5-MONTH	2.1887	9.45%	5.3%
6-MONTH	2.7320	9.55%	5.5%
12-MONTH	5.8306	9.70%	6.1%

Economic Indicators

Indicator	Date	Unit	Value
Forex Reserves	11-Oct-13	USD bn	09.20
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

Market	Ask	Bid
KIBOR 23 Oct 2013		
1 Month	9.56%	9.06%
3 Month	9.53%	9.28%
6 Month	9.58%	9.33%
12 Month	10.07%	9.57%
Auction 14 Oct 2013		
T.Bill Yield	Average	Last Cut-off
3M T-bill	9.3967%	9.4114%
6M T-bill	9.4500%	9.4500%
12M T-bill	8.9745%	8.9808%
PIB Yield Auction 23 Oct 2013		
3Year	11.6204%	11.6916%
5Year	12.0913%	12.1511 %
10Year	12.5105%	12.5995%