

Foreign Exchange:

READY:

- ✓ Dollar regained its strength against the rupee in today's trading session. The greenback started off at 105.65/70 in the interbank market. It made a high of 105.86 and then closed at 105.83/85. The present plight of the PKR shows a clear failure to manage market expectations.

View at a Glance:

- ✓ As per today's activity, we expect the market to anticipate at a range bound between **105.55/105.85** for tomorrow trading.

SWAP MARKET:

- ✓ Today In the swap market drastic drift toward fall in all tenor was witnessed due to liquidity crunch persisted in money market that drives the swap premiums slides in shorter tenor while premiums in longer tenor fell 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 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, it opened the market at a level of 8.00%-8.50% and remained to the top level of 8.50% as of high today after eventually coming down near the floor level and traded in the range of 6.50- 7.00% and closes at 7.00%.

T-Bills	Range %
7 Days	8.90%-9.10%
14 Days	9.00%-9.10%
28 Days	9.10%-9.15%
42 Days	9.10%-9.15%
56 Days	9.20%-9.25%
70 Days	9.30%-9.35%
6 Month	9.40%-9.45%
1 Year	9.50%-9.65%

PIBs	Range %
3 Year	11.35% - 11.40%
5 Year	11.90% - 12.00%
10 Year	12.45%- 12.50%

Currency	Ask	MoM % Change
PKR-USD	106.83	+2.06%
PKR-EUR	142.79	+3.10%
PKR-JPY	1.0623	0.08%
PKR-GBP	169.27	+4.48%

Parity			
TENOR	SWAP	MONEY	Swap Implied PKR Yield
1-WEEK	0.0200	9.05%	1.1%
2-WEEK	0.1100	9.09%	2.9%
1-MONTH	0.2862	9.09%	3.5%
2-MONTH	0.9180	9.18%	5.2%
3-MONTH	1.4649	9.19%	5.8%
4-MONTH	2.0231	9.23%	6.0%
5-MONTH	2.5858	9.30%	6.2%
6-MONTH	3.1277	9.35%	6.3%
12-MONTH	6.4649	9.45%	6.7%

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 23 Sep 2013		
1 Month	9.22%	8.72%
3 Month	9.11%	9.36%
6 Month	9.21%	9.46%
12 Month	9.48%	9.98%
Auction 18 Sep 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		
3Year	10.3253%	10.4366%
5Year	10.7762%	10.9018 %
10Year	11.5271%	11.6517%