

Foreign Exchange:**READY:**

- ✓ Dollar once again opened the trading session on a high note by trading at 103.70/78 in the interbank market. Trading during the day remained range bound between 103.70-103.75. Market made another record high of 103.75 and then closed at 103.70/73. A similar trend continued as witnessed for the past few days which reflected stability in the market. Also, it is expected to persist till the next monetary policy announcement which has been delayed until the 13th of September.

View at a Glance:

- ✓ As per today's activity, we expect the market to remain range bound between **103.70/90** for tomorrow trading.

SWAP MARKET:

- ✓ Today In the swap market fresh gains in all tenor was witnessed due to illiquid money market that drives the swap premiums little upward in short 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 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 range-bound due. Today as it opened the day at a level of 8.50%-8.60% and then later-on rose to a level of 8.75% and closed at 8.75% 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	10.88% - 10.94%
5 Year	11.50% - 11.60%
10 Year	12.00% - 12.10%

Currency	Ask	MoM % Change
PKR-USD	103.70	+2.86%
PKR-EUR	138.69	+4.31%
PKR-JPY	1.0517	+3.18%
PKR-GBP	161.52	+4.65%

Parity			
TENOR	SWAP	MONEY	Swap Implied PKR Yield
1-WEEK	0.0043	8.50%	0.4%
2-WEEK	0.0633	8.56%	1.8%
1-MONTH	0.2306	8.70%	2.8%
2-MONTH	0.7652	8.75%	4.6%
3-MONTH	1.3624	8.88%	5.4%
4-MONTH	1.9365	8.85%	5.9%
5-MONTH	2.5037	8.90%	6.1%
6-MONTH	3.1321	8.95%	6.4%
12-MONTH	6.6441	9.05%	7.1%

Economic Indicators			
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	Ask	Bid
KIBOR 26 Aug 2013		
1 Month	8.96%	8.56%
3 Month	9.10%	8.85%
6 Month	9.19%	8.94%
12 Month	9.64%	9.14%
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		
3Year	10.3253%	10.4366%
5Year	10.7762%	10.9018%
10Year	11.5271%	11.6517%