

Foreign Exchange:**READY:**

- ✓ Dollar continued to outshine against the rupee in the interbank market. It started the day's trading at 104.55/60, made another record high of 104.57 and then closed at 104.49/54. Trading remained range bound between 104.50-104.60. Today the market remained stable in comparison to yesterday though the uptrend still persists. Also, it is expected to continue its current trend in the days to come.

View at a Glance:

- ✓ As per today's activity, we expect the market to remain range bound between **104.40/65** for tomorrow, or if market break the level of **105.00** and resistance at the same level we might see the market at a level of **105** figure.

SWAP MARKET:

- ✓ Today in the Swap market we have witnessed sharp rise up to 1-month tenor premiums, whereas gains in longer tenors' premiums also observed which narrate easy supply of USD in the money market. As we noticed the market players are less interested in the longer-tenors'.

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.

Money Market:

- ✓ The market was remained range-bound due to yesterday OMO as the cut-off of the OMO came in at 8.55%. Today market opened the day at a level of 8.25% and then later-on as expected that market would pegged to the top level rose to a level of 9.0% and closed at a same level of 9% with all eyes on the upcoming monetary policy.

T-Bills	Range %
7 Days	8.50%-8.60%
14 Days	8.50%-8.60%
28 Days	8.65%-8.75%
42 Days	8.60%-8.70%
56 Days	8.65%-8.70%
70 Days	8.80%-8.90%
6 Month	8.95%-9.05%

PIBs	Range %
3 Year	11.22% - 11.25%
5 Year	11.50% - 11.60%
10 Year	11.95% - 12.05%

Currency	Ask	MoM % Change
PKR-USD	104.50	+1.96%
PKR-EUR	138.34	+2.79%
PKR-JPY	1.0640	+3.31%
PKR-GBP	161.78	+3.09%

Parity

TENOR	SWAP	MONEY	Swap Implied PKR Yield
1-WEEK	0.1413	8.25%	7.2%
2-WEEK	0.2385	8.45%	6.1%
1-MONTH	0.4357	8.60%	5.1%
2-MONTH	0.9514	8.75%	5.6%
3-MONTH	1.4689	8.88%	5.9%
4-MONTH	2.0012	8.90%	6.0%
5-MONTH	2.5445	8.95%	6.1%
6-MONTH	3.1248	9.00%	6.4%
12-MONTH	6.4242	9.05%	6.8%

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
KIBOR 30 Aug 2013		
1 Month	8.97%	8.47%
3 Month	9.06%	8.81%
6 Month	9.17%	8.92%
12 Month	9.58%	9.08%
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%