

Foreign Exchange:

READY:

- ✓ Dollar surged up against the rupee in the interbank market today as it neared the mark of 107. It started the day's trading at 106.82/86, made a high of 106.95 and then closed at 106.89/92. Rupee is expected to remain under pressure in the coming days due to the diminishing foreign exchange reserves and the upcoming oil payments.

View at a Glance:

- ✓ As per today's activity, we expect the market to remain range bound between **106.85/107** tomorrow. If market breaks the level of **107.00** we likely see strong resistance supports will be at **106.85** at the bottom or if the market move uplift with the level of **107.05** and if it breaks we might see the market at a level of **107.20** at the top.

SWAP MARKET:

- ✓ Today in the Swap market persist in its trend by falling in all tenors' premiums where shorter tenor market felt lower premiums which narrate sufficient enough money supply in the money market while in longer tenor premiums it fell as-well in-contrast with yesterday levels that suggested the indecision between buyers and sellers.

View at a Glance:

- ✓ Looking at the current market standing the swap points follow-up the falling trend in shorter tenor while premiums in longer tenor will see some slide as-well. Tomorrow activity will likely show the emergent trend with low fluctuation persists in the market.

Money Market:

- ✓ The market was witnessed slight volatility today as it opened the day at a level of 7.50% and 8.0% then later-on rose to a level of 8.50% as of low of today and at the came-down at a level of 8.25% at the end of the market.

T-Bills	Range %
7 Days	8.10%-8.30%
14 Days	8.50%-8.65%
28 Days	8.75%-8.80%
42 Days	9.05%-9.08%
56 Days	9.12%-9.20%
70 Days	9.45%-9.50%
6 Month	9.60%-9.65%
1 Year	9.75%-9.80%

PIBs	Range %
3 Year	11.50% - 11.55%
5 Year	12.00% - 12.05%
10 Year	12.50%- 12.55%

Currency	Ask	MoM % Change
PKR-USD	106.89	0.66%
PKR-EUR	147.07	+3.48%
PKR-JPY	1.0883	+2.64%
PKR-GBP	171.62	+1.77%

Parity

TENOR	SWAP	MONEY	Swap Implied PKR Yield
1-WEEK	0.1105	8.49%	5.5%
2-WEEK	0.2100	8.68%	5.0%
1-MONTH	0.3503	8.89%	3.9%
2-MONTH	0.7414	9.16%	4.2%
3-MONTH	1.0911	9.26%	4.3%
4-MONTH	1.5542	9.30%	4.6%
5-MONTH	2.0681	9.46%	5.0%
6-MONTH	2.5347	9.55%	5.1%
12-MONTH	5.5922	9.70%	5.8%

Economic Indicators

		USD bn	
Forex Reserves	11-Oct-13	09.20	
CPI- MoM	1-Sep-13	-0.3%	
CPI- YoY	1-Sep-13	7.40%	
M2 Growth	FY13 YTD	0.32%	
SBP Policy Rate	FY13 YTD	9.50%	
Home Remittance	July -Aug-13	2.637	USD bn

Money Markets

	Ask	Bid
KIBOR 30 Oct 2013		
1 Month	9.15%	8.65%
3 Month	9.49%	9.24%
6 Month	9.57%	9.32%
12 Month	9.99%	9.49%
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%
Auction. 23 Oct 2013		
PIB Yield		
3Year	11.6204%	11.6916%
5Year	12.0913%	12.1511 %
10Year	12.5105%	12.5995%