

## Foreign Exchange:

### READY:

- ✓ Dollar traded in a similar range as of yesterday. It began the day's trading at 106.85/90; rose by a few paisa's and then closed at 106.90/92. Market remained stable with no major movements. In the upcoming days, we might witness erosion in the value of rupee due to the SBP stance of purchasing \$100 million from the commercial banks and the open market. This stance, which is to support the foreign exchange reserve position, and is very much likely to occur, might further depress the value of rupee.

### View at a Glance:

- ✓ As per today's activity, we expect the market to anticipate at a range bound between **106.85/107** for tomorrow trading.

### SWAP MARKET:

- ✓ Today in the Swap market fresh gains in all tenors was witnessed due to illiquid money market where shorter tenor viewing with some visible change while premiums in longer tenor observed the same pattern as it was close to yesterday levels.

### 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 rising trend with slightly high premiums.

### Money Market:

- ✓ The market was remained range-bound due to yesterday T-bill auction where market participated in 3-month & 6-month only with a total participation of over Rs 340 billion. Today market opened with the OMO (Mop-up) for 8 day tenor at a rate of 8.60% then later-on as expected that market would pegged to the top level rose to a level of 8.25%-8.50% and came-down later at the close of the market 7.50% with all eyes on the Tomorrow inflation numbers.

T-Bills	Range %
7 Days	8.15%-8.25%
14 Days	8.25%-8.40%
28 Days	8.60%-8.70%
42 Days	8.75%-8.85%
56 Days	8.95%-9.05%
70 Days	9.15%-9.25%
6 Month	9.50%-9.60%
1 Year	9.70%-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	146.45	+3.48%
PKR-JPY	1.0877	+2.64%
PKR-GBP	171.30	+1.77%

### Parity

TENOR	SWAP	MONEY	Swap Implied PKR Yield
1-WEEK	0.1358	8.63%	6.8%
2-WEEK	0.2350	8.78%	5.9%
1-MONTH	0.4333	8.89%	5.3%
2-MONTH	0.7895	9.16%	4.6%
3-MONTH	1.1401	9.26%	4.5%
4-MONTH	1.5738	9.30%	4.8%
5-MONTH	2.0714	9.46%	5.1%
6-MONTH	2.5839	9.55%	5.2%
12-MONTH	5.6836	9.70%	5.9%

### 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
<b>KIBOR</b>	<b>31 Oct 2013</b>	
1 Month	9.12%	8.62%
3 Month	9.49%	9.24%
6 Month	9.57%	9.32%
12 Month	9.98%	9.48%
<b>Auction</b>		
<b>30 Oct 2013</b>		
<b>T.Bill Yield</b>	<b>Average</b>	<b>Last Cut-off</b>
3M T-bill	9.4088%	9.4114%
6M T-bill	9.4640%	9.4640%
12M T-bill	8.9745%	8.9808%
<b>Auction.</b>		
<b>23 Oct 2013</b>		
<b>PIB Yield</b>		
3Year	11.6204%	11.6916%
5Year	12.0913%	12.1511 %
10Year	12.5105%	12.5995%