

## Foreign Exchange:

### READY:

- ✓ Dollar breached the level of **107** against the rupee at the start of today's trading session. It started the day's trading at 106.97/107.02, made a high of 107.11 and then closed at 107.07/10. The resurgence of the dollar versus the local currency was mostly due to the inflation figures (CPI) released last week, which clocked in at 9.08% (YOY) and showed an increment of 1.68% as compared to last month's 7.40% (YOY). This had led to depreciation of the local currency.

### View at a Glance:

- ✓ As per today's activity, we expect the market to anticipate at a range bound between **107/107.20** for tomorrow trading.

### SWAP MARKET:

- ✓ Today in the Swap market sharp gains in shorter tenors was witnessed due to hikes in inflation numbers which indicate the sigh of possible push in the upcoming MPS that reflected in all day trading we witnessed which drive the swap premium rose in shorter tenor while 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:

- ✓ Today market opened with high volatility would pegged to the top level rose to a level of 8.50%-8.60% then later-on as expected that the market came down at the close of the market at a level of 7.25%- 7.50%. Generally Market participant interested in 10 year bond with a range-of 12.55%-12.75%.

T-Bills	Range %
7 Days	8.20%-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	11.55% - 11.60%
5 Year	12.05% - 12.10%
10 Year	12.70%- 12.75%

Currency	Ask	MoM % Change
PKR-USD	107.08	0.88%
PKR-EUR	144.65	+0.191%
PKR-JPY	1.0851	-0.62%
PKR-GBP	170.86	-0.08%

### Parity

TENOR	SWAP	MONEY	Swap Implied PKR Yield
1-WEEK	0.1741	8.46%	7.5%
2-WEEK	0.2700	8.51%	6.7%
1-MONTH	0.4446	8.86%	5.2%
2-MONTH	0.7829	9.16%	4.4%
3-MONTH	1.0943	9.23%	4.3%
4-MONTH	1.5514	9.30%	4.7%
5-MONTH	2.0402	9.46%	5.0%
6-MONTH	2.5429	9.55%	5.1%
12-MONTH	5.6510	9.70%	5.9%

### Economic Indicators

Indicator	Date	Unit	Value
Forex Reserves	25-Oct-13	USD bn	09.49
CPI- MoM	1-Oct-13		1.96%
CPI- YoY	1-Oct-13		9.08%
M2 Growth	FY13 YTD		0.32%
SBP Policy Rate	FY13 YTD		9.50%
Home Remittance	July -Sep-13	USD bn	3.90

### Money Markets

Market	Ask	Bid
<b>KIBOR 4 Nov 2013</b>		
1 Month	9.14%	8.64%
3 Month	9.50%	9.25%
6 Month	9.58%	9.33%
12 Month	10.03%	9.53%
<b>Auction 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>PIB Yield Auction 23 Oct 2013</b>		
3Year	11.6204%	11.6916%
5Year	12.0913%	12.1511 %
10Year	12.5105%	12.5995%