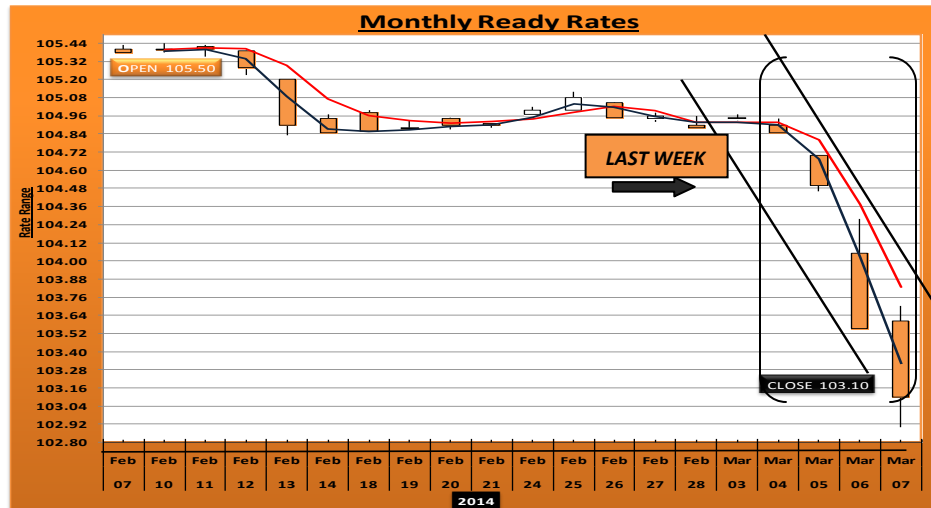




Market Recap: Currency Analysis:



Technical Snapshot:

Last week PKR has witnessed a very strong recovery against the USD and hit this week low at **(102.90)** level. Dollar shed strength against the rupee where it ended at a level of **(103.10)**. The weekly candlestick depicts a tweezer bearish marubozu bottom formation suggesting that the PKR may mount further higher on the intraday chart in the coming day's. The intraday chart perspective the greenback is in a continuous downtrend and we expect PKR to trade on a positive note on the back of upcoming foreign fund inflows acted as a desirable factor for the currency. We might see a break under the level of **(102.00)** could trigger a continued correction in the coming week.

RATES	MONTH	DATE	DAY	OPEN	HIGH	LOW	CLOSE
READY	FEB	2/28/2014	Friday	104.9000	104.9600	104.8800	104.8800
READY	MAR	3/3/2014	Monday	104.9400	104.9700	104.9300	104.9500
READY	MAR	3/4/2014	Tuesday	104.9000	104.9400	104.8500	104.8500
READY	MAR	3/5/2014	Wednesday	104.7000	104.7000	104.4600	104.5000
READY	MAR	3/6/2014	Thursday	104.0500	104.2800	103.5500	103.5500
READY	MAR	3/7/2014	Friday	103.6000	103.7000	102.9000	103.1000

Swap Analysis

Date		1-Week	2-Week	1-Month	2-Month	3-Month	4-Month	5-Month	6-Month	12-Month
28-Feb-14	SWAPS	0.1681	0.3150	0.6396	1.2175	1.7495	2.2685	2.7883	3.3402	6.4708
	SIMY	8.50%	8.00%	7.30%	7.10%	6.90%	6.80%	6.70%	6.70%	6.70%
3-Mar-14	SWAPS	0.1242	0.2350	0.5421	1.1149	1.6783	2.2184	2.7224	3.3216	6.3360
	SIMY	6.30%	6.00%	6.20%	6.40%	6.60%	6.60%	6.50%	6.60%	6.60%
4-Mar-14	SWAPS	0.1504	0.2650	0.5770	1.1653	1.7046	2.2816	2.7685	3.3002	6.4034
	SIMY	7.60%	6.80%	6.60%	6.60%	6.70%	6.80%	6.60%	6.60%	6.70%
5-Mar-14	SWAPS	0.1436	0.2550	0.6052	1.1238	1.7207	2.2607	2.7599	3.2970	6.3519
	SIMY	7.30%	6.50%	6.60%	6.60%	6.80%	6.70%	6.70%	6.60%	6.60%
6-Mar-14	SWAPS	0.1552	0.2850	0.6142	1.1682	1.7304	2.2767	2.8171	3.3724	6.4653
	SIMY	7.90%	7.30%	6.90%	6.90%	6.90%	6.80%	6.90%	6.70%	6.80%
7-Mar-14	SWAPS	0.1477	0.2850	0.5902	1.1511	1.7621	2.2697	2.7834	3.3535	6.4334
	SIMY	7.60%	7.40%	6.70%	6.90%	7.00%	6.80%	6.80%	6.70%	6.80%

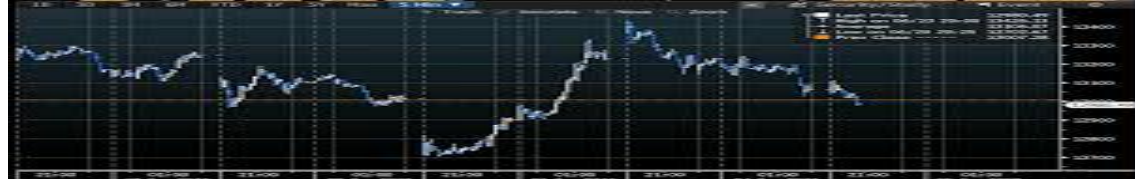
Technical Snapshot:

* SIMY= SWAP Implied Yield

Technically SWAP market persisted with a bumpy ride in all tenors amid the rise in country Foreign reserve position up-to US **\$8.73bn** at the end of 28 Feb, 2014 and moving towards the target level as Financial Minister said that country's reserves would touch US **\$10bn** level by end of March 2014. We see consolidation pattern/corrective phase appears to be forming in the coming week. The downward sloping trend-line on the monthly charts continues to bode well for the rupee. Considering the aforementioned we could expect this trend to be continued for the coming week also.

Money Market:

Last week, SBP hold its MTB auction and raised Rs **274bn** out of total bid participated of amount around **Rs 308bn** for 3M, 6M and 12M tenor, against the target has been set at Rs 500bn while the Yields stood at **9.9564%**, **9.9791%** whereas 12M is at **9.99%**. Also M2 growth showed an increase of **4.89%** in FY14TD to stand at **Rs 9.29** trn as of Feb-14. Last Friday OMO failed to ease off the money market after SBP injected only **Rs.42 bn** out of Rs.96 bn at a rate of **9.96%** for 7 days.



Commodity Snapshot:

GOLD:



OIL:



Technical Snapshot:

Gold: Gold futures ended Friday with their biggest one-day point and percentage loss in more than a week due to the better-than-expected US jobs report.

Gold for April delivery fell US \$5.40, or 0.4%, to US \$1332.80 an ounce in electronic trade, while May silver SIK4 -0.09% shed 15 cents, or 0.7%, to US \$20.78 an ounce.

Crude oil: WTI crude for delivery in April rose by 1% on Friday to US \$102.64 per barrel. The US benchmark added 0.1% on Thursday, but settled the week 1 cent lower, marking its first weekly decline in eight weeks. Prices surged by the most in three months on Monday, spiking to a 5-1/2-month high of US \$105.22.

GOLD (\$/oz)

MONTH	DATE	DAY	OPEN	HIGH	LOW	CLOSE
FEB	2/28/2014	Friday	1331.1	1333.26	1325.7	1330.56
FEB	3/3/2014	Monday	1326.18	1350.08	1325.83	1344.88
FEB	3/4/2014	Tuesday	1350.31	1352.43	1336.84	1333.43
FEB	3/5/2014	Wednesday	1334.95	1337.96	1332.59	1334.13
FEB	3/6/2014	Thursday	1336.49	1338.94	1331.06	1335.83
FEB	3/7/2014	Friday	1350.39	1352.06	1346.23	1348.19

SILVER (\$/oz)

MONTH	DATE	DAY	OPEN	HIGH	LOW	CLOSE
FEB	2/28/2014	Friday	21.25	21.33	21.12	21.29
FEB	3/3/2014	Monday	21.2	21.70	21.19	21.42
FEB	3/4/2014	Tuesday	21.40	21.50	21.14	21.25
FEB	3/5/2014	Wednesday	21.15	21.25	21.12	21.24
FEB	3/6/2014	Thursday	21.40	21.25	21.07	21.15
FEB	3/7/2014	Friday	21.45	21.57	21.27	21.31

CRUDE (\$/bbl)

MONTH	DATE	DAY	OPEN	HIGH	LOW	CLOSE
FEB	2/28/2014	Friday	102.04	102.36	101.84	102.27
FEB	3/3/2014	Monday	102.50	104.61	102.50	103.96
FEB	3/4/2014	Tuesday	104.73	104.93	104.59	103.75
FEB	3/5/2014	Wednesday	103.35	103.50	102.79	102.85
FEB	3/6/2014	Thursday	100.93	101.40	100.85	101.26
FEB	3/7/2014	Friday	101.93	102.00	101.60	101.79

Analyst Certification:

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