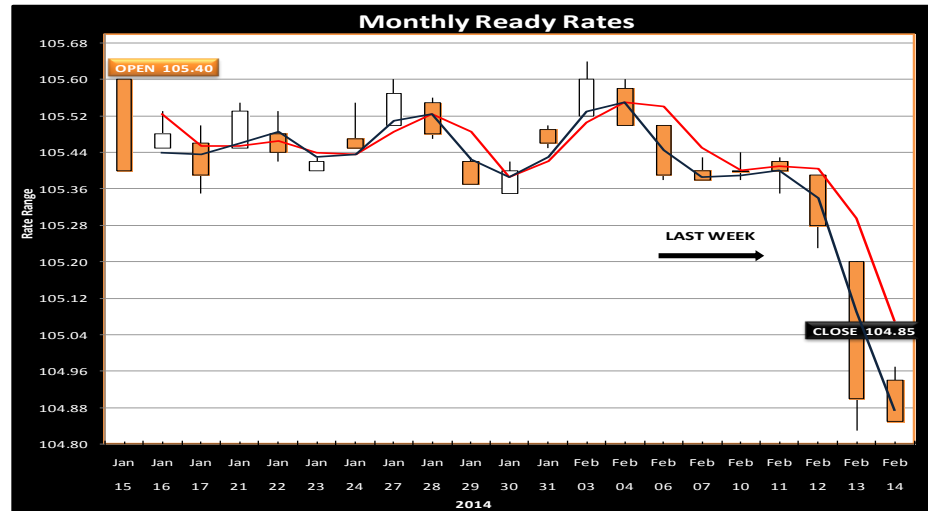


## Market Recap: Currency Analysis:



### Technical Snapshot:

Technically, the PKR ended the week another persisted higher against the greenback at **(104.85)** level over the prior week closing **(105.38)**. Last week the rupee has witnessed a very strong recovery, It depicts a tweezer bearish marubozu bottom formation suggesting that the low seen **(104.85)** on the intraday chart perspective the greenback is in a continuous downtrend. Markets participants were hesitant to build on existing positions and instead either made few changes to positions or in a few cases took some risk off. However the doji candle on **(Feb 13, 2014)** indicates a strong support at these levels and a strong rise confirms the same as well.

RATES	MONTH	DATE	DAY	OPEN	HIGH	LOW	CLOSE
READY	FEB	2/7/2014	Friday	105.4000	105.4300	105.3800	105.3800
READY	FEB	2/10/2014	Monday	105.4000	105.4400	105.3800	105.4000
READY	FEB	2/11/2014	Tuesday	105.4200	105.4300	105.3500	105.4000
READY	FEB	2/12/2014	Wednesday	105.3900	105.3900	105.2300	105.2800
READY	FEB	2/13/2014	Thursday	105.2000	105.2000	104.8300	104.9000
READY	FEB	2/14/2014	Friday	104.9400	104.9700	104.8500	104.8500

## Swap Analysis

Date		1-Week	2-Week	1-Month	2-Month	3-Month	4-Month	5-Month	6-Month	12-Month
7-Feb-14	SWAPS	0.1485	0.255	0.4291	0.898	1.374	1.8875	2.3764	2.8798	6.0289
	SIMY	7.10%	6.30%	5.30%	5.10%	5.50%	5.80%	5.80%	5.80%	6.30%
10-Feb-14	SWAPS	0.1712	0.28	0.475	0.9515	1.463	1.9683	2.4501	2.9799	6.1634
	SIMY	7.5%	7.10%	6.00%	5.80%	5.80%	6.00%	6.00%	6.00%	6.40%
11-Feb-14	SWAPS	0.1662	0.29	0.5275	1.0027	1.5542	2.0825	2.5739	3.1253	6.3500
	SIMY	8.30%	7.10%	6.00%	5.80%	5.90%	6.00%	6.00%	6.00%	6.40%
12-Feb-14	SWAPS	0.1602	0.275	0.5354	1.0639	1.5824	2.1394	2.6842	3.1785	6.3705
	SIMY	8.10%	7.00%	6.80%	6.20%	6.40%	6.50%	6.50%	6.40%	6.60%
13-Feb-14	SWAPS	0.1512	0.27	0.5445	1.0789	1.6053	2.166	2.6886	3.207	6.3964
	SIMY	7.60%	6.90%	6.90%	6.50%	6.50%	6.60%	6.60%	6.50%	6.70%
14-Feb-14	SWAPS	0.1855	0.315	0.6183	1.1826	1.7448	2.3235	2.8566	3.3732	6.5661
	SIMY	9.30%	8.00%	7.80%	7.20%	7.10%	7.00%	7.00%	6.80%	6.80%

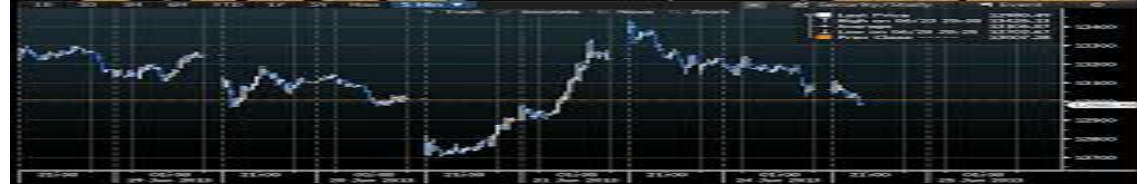
### Technical Snapshot:

\* SIMY= SWAP Implied Yield

Technically SWAP market witnessed a bumpy ride in all tenor amid a fresh USD demand in the market in coming weeks. Last week, SBP FX reserves tumbled down to a historic US \$ **2.8** bn the lowest since 2001 and stand at US \$ **7.589** bn for the week ended February 7, 2014. The downward sloping trend-line on the monthly charts continues to bode well for the rupee. Though it traded sideways for most part of the week, there was however a rebound seen at the end which was more of a technical retracement. Considering the aforementioned we could expect the green to open on a positive note on Tuesday against the PKR and could witness appreciation for the coming week.

### Money Market:

Last week Money market remained flat and traded in the range of **7.50%-10%** then later-on market remained range-bound while some activity was witnessed in T-Bills 7 & 63 day paper at a level around with a range-bound **9.70-80 & 9.82-88**. Last Friday SBP OMO auction for 7 day (Injection) at a rate of 9.90% with amount accepted Rs 63 billion out of Rs 63 billion.



## Commodity Snapshot:

### GOLD:



### OIL:



### Technical Snapshot:

**Gold:** Held near the highest level in three months as investors weighed prospects for further cuts to U.S. stimulus and signs of waning physical demand. Yellow metal rose 4.4% last week to US **\$1318.60** an ounce posting eight straight gains, the best streak since July 2011.

**Crude oil:** New York's main contract, West Texas Intermediate for March delivery, rose 18 cents to **\$100.48** in late morning trade. Black-Gold are expected to move in a range to lower for the day, as closure of US markets today would reduce the volumes and mixed bag of data coming from US and China can keep the prices in range to lower. While US Crude oil futures remained in a range on Friday as poor US data and fear of unrest in Middle East kept the prices in range. Oil is expected to find support at US **\$ 99.57**, and a fall through could take it to the next support level of US **\$ 98.86**.

#### GOLD (\$/oz)

MONTH	DATE	DAY	OPEN	HIGH	LOW	CLOSE
FEB	2/7/2014	Friday	1257.86	1264.26	1256.12	1260.3
FEB	2/10/2014	Monday	1266.73	1276.08	1264.9	1273.04
FEB	2/11/2014	Tuesday	1274.41	1287.43	1273.72	1283.37
FEB	2/12/2014	Wednesday	1290.7	1290.75	1283.94	1287.1
FEB	2/13/2014	Thursday	1290.82	1293.11	1286.15	1290.5
FEB	2/14/2014	Friday	1301.45	1312.34	1299.8	1310.88

#### SILVER (\$/oz)

MONTH	DATE	DAY	OPEN	HIGH	LOW	CLOSE
FEB	2/7/2014	Friday	19.94	19.94	19.75	19.79
FEB	2/10/2014	Monday	20.00	20.19	19.96	20.17
FEB	2/11/2014	Tuesday	20.06	20.23	20.04	20.16
FEB	2/12/2014	Wednesday	20.21	20.21	20.08	20.17
FEB	2/13/2014	Thursday	20.21	20.29	20.12	20.19
FEB	2/14/2014	Friday	20.46	20.94	20.44	20.88

#### CRUDE (\$/bbl)

MONTH	DATE	DAY	OPEN	HIGH	LOW	CLOSE
FEB	2/7/2014	Friday	97.91	97.96	97.20	97.31
FEB	2/10/2014	Monday	100.06	100.41	99.09	99.48
FEB	2/11/2014	Tuesday	99.90	100.46	99.86	100.30
FEB	2/12/2014	Wednesday	100.42	100.66	100.19	100.55
FEB	2/13/2014	Thursday	100.28	100.33	99.38	99.65
FEB	2/14/2014	Friday	100.33	100.44	99.76	99.88

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