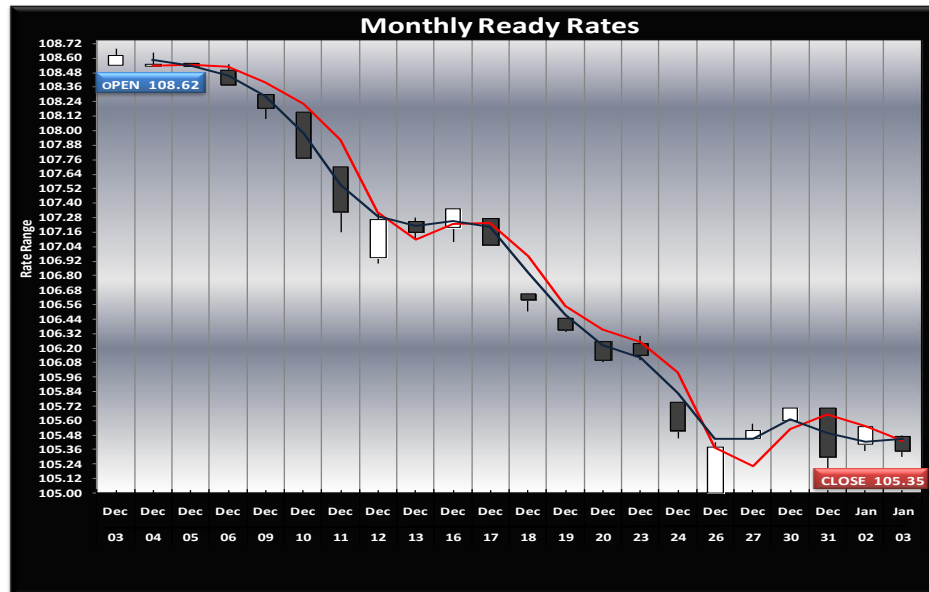


## Market Recap: Currency Analysis:



### Technical Snapshot:

Technically the greenback ended the week lower at a level of **(105.35)**. The weekly candlestick shows a mixed belt hold formation. It depicts a tweezer bearish marubozu bottom formation suggesting that the low seen **(105.20)** on the intraday chart perspective the greenback is in a downtrend but in the coming week we might see a bullish trend of greenback. Doji candle on **(Dec 31, 2013)** indicates a strong support at these levels and a strong rise confirms the same.

RATES	MONTH	DATE	DAY	OPEN	HIGH	LOW	CLOSE
READY	DEC	12/27/2013	Friday	105.4500	105.5700	105.4800	105.5200
READY	DEC	12/30/2013	Monday	105.6000	105.7000	105.6000	105.7000
READY	DEC	12/31/2013	Tuesday	105.7000	105.7000	105.2000	105.3000
READY	DEC	1/2/2014	Thursday	105.4000	105.5200	105.3500	105.5500
READY	DEC	1/3/2014	Friday	105.4700	105.4800	105.3000	105.3500

## Swap Analysis

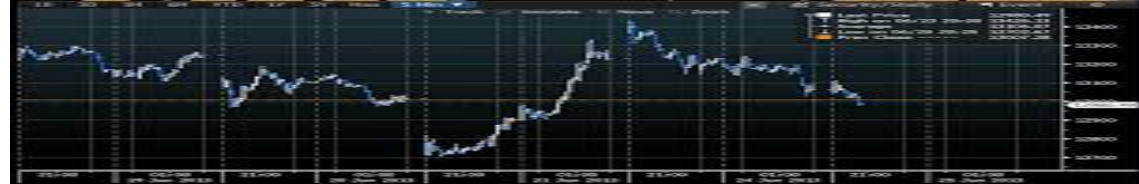
Date		1-Week	2-Week	1-Month	2-Month	3-Month	4-Month	5-Month	6-Month	12-Month
27-Dec-13	MONEY	10.00%	9.98%	9.69%	9.79%	9.84%	9.89%	9.91%	9.93%	10.01%
	SIMY	4.5%	3.5%	3.1%	4.1%	4.8%	5.3%	5.6%	5.7%	5.8%
30-Dec-13	MONEY	10.00%	9.98%	9.69%	9.79%	9.84%	9.89%	9.91%	9.93%	10.01%
	SIMY	0.0%	2.0%	2.4%	3.6%	4.3%	5.0%	5.3%	5.5%	5.7%
31-Dec-13	MONEY	10.16%	10.11%	10.15%	9.79%	9.84%	9.89%	9.91%	9.93%	10.01%
	SIMY	6.4%	5.1%	4.2%	4.6%	5.1%	5.7%	6.1%	6.0%	5.9%
2-Jan-14	MONEY	10.16%	10.11%	10.15%	9.79%	9.84%	9.89%	9.91%	9.93%	10.01%
	SIMY	4.9%	4.1%	3.9%	4.4%	5.0%	5.6%	6.0%	5.9%	5.8%
3-Jan-14	MONEY	9.55%	9.69%	9.78%	9.79%	9.84%	9.89%	9.91%	9.93%	10.01%
	SIMY	5.3%	2.4%	4.0%	4.5%	5.0%	5.5%	6.0%	5.9%	5.8%

### Technical Snapshot:

Technically swap market witnessed a bumpy ride in all tenor amid a fresh USD demand in the market in coming weeks; we might see the waning rupee (PKR) is expected pressure against the USD heavy debt repayment and balance of payment which pointed out in the annual IMF report. They proposed modification on net international reserves (NIR) and the ceiling on the net foreign exchange swap/forward position. This trend to continue in the coming days based on the assumption that the USD continues to strengthen in the local market.

## Money Market:

Last week as inflation for the month Dec-13 surprisingly slowed down to **9.18%** against **10.91%** in Nov-13. On MoM basis, inflation receded by -1.32% on the back of significant decline in perishable food items (weight 4.99%) as it went down by 25.6% MoM. OMO today ease off the money market after Rs.32.3 billion was injected at 9.95% for 7 days.



## Commodity Snapshot:

### GOLD:



### OIL:



### Technical Snapshot:

Gold analysts are the most bullish in a year on speculation that investors are reducing near-record bearish bets after the biggest plunge in prices since 1981. Yellow metal will face resistance around US \$ 1285 to \$ 1300, until then buy on dip. Yellow metal set for best weekly gain since October.

Gold rose for a fourth session on Friday, gaining over 1 % to hit a two-week high as weaker equities spurred demand for the metal as a safe-haven asset.

Oil dropped to its lowest level since 7th Nov 2013 amid a strengthening US dollar. Black Gold closed below 200 DMA of last day of 2013 which pointed-out little slope towards downward movement. We would suggest selling with a stop loss of US \$ 92.70.

#### GOLD (\$/oz)

MONTH	DATE	DAY	OPEN	HIGH	LOW	CLOSE
DEC	12/27/2013	Friday	1210.3	1215.47	1208.86	1210.8
DEC	12/30/2013	Monday	1212.87	1216.1	1200.73	1202.93
DEC	12/31/2013	Tuesday	1197.13	1203.38	1194.61	1202.44
DEC	1/2/2014	Thursday	1209.52	1228.51	1209.52	1220.9
DEC	1/3/2014	Friday	1224.18	1238.5	1222.31	1231.93

#### SILVER (\$/oz)

MONTH	DATE	DAY	OPEN	HIGH	LOW	CLOSE
DEC	12/27/2013	Friday	19.75	20	19.75	19.85
DEC	12/30/2013	Monday	20.04	20.17	19.53	19.66
DEC	12/31/2013	Tuesday	19.59	19.37	19.37	19.52
DEC	1/2/2014	Thursday	19.62	20.11	19.62	19.99
DEC	1/3/2014	Friday	19.99	20.26	19.98	20.2

#### CRUDE (\$/bbl)

MONTH	DATE	DAY	OPEN	HIGH	LOW	CLOSE
DEC	12/27/2013	Friday	99.64	99.74	99.35	99.58
DEC	12/30/2013	Monday	100.19	100.41	100.11	100.28
DEC	12/31/2013	Tuesday	99.23	99.36	99.78	98.88
DEC	1/2/2014	Thursday	98.44	98.93	98.44	98.73
DEC	1/3/2014	Friday	95.45	95.70	95.15	95.76

**Analyst Certification:**

The following analyst economist(s), who is(are) primarily responsible for this report, certifies(y) that the opinion(s) on the subject security(ies) or issuer(s) and/or any other views or forecasts expressed herein accurately reflect their personal view(s) and that no part of their compensation was, is or will be directly or indirectly related to the specific recommendation(s) or views contained in this research report:

**Disclaimer**

The report has been prepared by *Research Department of C&M Management (Pvt) Ltd* and is for information purpose only. The information and opinions contained herein have been compiled or arrived at based upon information obtained from sources, believed to be reliable and in good faith. Such information has not been independently verified and no guaranty, representation or warranty, expressed or implied is made as to its accuracy, completeness or correctness. All such information and opinions are subject to change without notice.

***ANIQ AHMED***

*Financial Analyst*

8<sup>st</sup> Floor, Saima Trade Centre I.I Chundrigar Road | Karachi | Pakistan

Tel: +92 21 32625171 Cell: +92333-2357606

***SYED BILAL-UL-HAQ***

*Research Analyst*

8<sup>st</sup> Floor, Saima Trade Centre I.I Chundrigar Road | Karachi | Pakistan

Tel: +92 21 32625170 Cell: +92343-3521211