

# ECONOMIC INDICATORS

01 - 07 - 2011

## EXCHANGE RATES (Rs. per unit)

Week ending July 01	Week ending July 01	Year ago	Month ago
Commercial Bank	105.55	109.59	113.59
Mid Rate (prevailing @ 20.30 m.)	175.72	175.59	169.45
USD	1.26	1.26	1.28
EUR	156.74	156.20	138.72
INR (1)	2.45	2.45	2.45
SDR (As at 30 June '11)	175.42	174.12	167.88

Item	May	Month	Year
Volume (US\$ Mn)	3005	3000	3000
(spot, term and cash transactions among commercial banks)	106.41	87.87	46.81
Forward Transactions			
1 month	109.88	109.85	114.03
3 months	110.39	110.28	114.59
Average Daily Interbank Forward Volume (US\$ Mn)	43.08	23.89	14.92
Outstanding Forward Volume (US\$ Mn) (As at 30 June '11)	1,389.59	1,310.32	571.60

(1) Central Bank approved at the weekly. (2) Weekly average based on actual transactions.

## GOVERNMENT DEBT SECURITIES MARKET

Weekly Summary of Primary and Secondary Market Transactions and Weighted Average Yield Rates

Item/Week ended	Week ending June 29 2011	Week ending July 01 2011	Year ago
Outstanding Stock of Government Securities	Rs. Mn.	Rs. Mn.	
T-bills			
Outstanding	678,983	679,697	
o/w, amounts held by PDR	88,949	85,417	
o/w, amounts held by Foreign Investors	63,570	63,570	
T-bonds			
Outstanding	1,825,241	1,882,202	
o/w, amounts held by PDR	52,559	54,748	
o/w, amounts held by Foreign Investors	187,200	187,200	
Primary Issues			
Amount offered	10,000	10,000	
Total bids received	16,966	19,382	
Total bids accepted	8,871	9,880	
T-bills			
Amount offered	0	0	
Total bids received	0	0	
Total bids accepted	0	0	

91 days 7.12% 7.12%  
182 days 7.25% 7.25%  
364 days 7.35% 7.35%

Last issue 04.11.2010 20.42% 20.43%  
2 year 7.77% 7.77%  
3 year 7.95% 7.95%  
4 year 8.30% 8.30%  
5 year 8.50% 8.50%  
6 year 8.75% 8.75%  
10 year 9.15% 9.15%  
12 year 9.25% 9.25%

Secondary Market Activities  
T-bills  
Outright transactions  
Purchased 3,679 2,517  
Sold 8,389 7,133

Repo transactions  
Repurchase 33,547 32,394  
Reverse Repurchase 3,544 3,039

T-bonds  
Outright transactions  
Purchased 3,166 16,355  
Sold 3,934 14,287

Repo transactions  
Repurchase 9,184 91,874  
Reverse Repurchase 5,907 7,049

Item/Week Ended  
Secondary Market

Weighted Average Yield Rates  
Treasury Bills  
Purchased

91 days 7.14% 7.14%  
182 days 7.25% 7.25%  
364 days 7.35% 7.35%

91 days 7.12% 7.06%  
182 days 7.25% 7.17%  
364 days 7.35% 7.32%

Treasury Bonds  
Purchased

1 year 7.54% 7.58%  
2 year 7.75% 7.75%  
3 year 8.13% 8.14%  
4 year 8.39% 8.73%  
5 year 8.69% 8.80%  
10 year 9.12% 9.00%  
12 year 9.20% 9.00%

1 year 7.50% 7.54%  
2 year 7.70% 7.68%  
3 year 8.05% 8.12%  
4 year 8.55% 8.71%  
5 year 8.85% 8.75%  
10 year 9.07% 9.00%  
12 year 9.15% 9.00%

Source: Primary Auctions and Primary Dealer Weekly Reporting System

## DAMBULLA MARKET

Food Item Wholesale Retail (Rs./Kg)

Item	Wholesale (Average)	Retail (Average)
Samba	60.00	64.00
Kulaku (Red)	49.50	55.00

Vegetables  
15.50 32.50  
Sneagourd 18.00 35.00  
Pumpkins 25.00 38.00  
Beans 107.50 141.25  
Carrots 51.88 80.83  
Onions 90.00 131.63

Other Foods (Imported)  
n.a. n.a.  
n.a. n.a.  
n.a. n.a.  
n.a. n.a.

Big-Onions (Local) n.a. n.a.  
Red-Onions (Local) n.a. n.a.  
Coconut (Each) 25.75 32.50

## BUYING AND SELLING PRICES OF TREASURY BONDS

Quoted by primary dealers on 30/06/2011

Bond Series	Maturity Period (Years)	Maturity B/M/Y	Average Buying Price*	Yield**	Average Selling Price*	Yield**
12.00% 2011 A	2	15/07/11	101.19	7.08	100.19	6.99
06.00% 2011 A	2	01/02/12	99.47	7.34	99.44	7.44
06.00% 2011 A	2	01/02/14	96.68	8.04	96.30	7.55
14.50% 2011 C	3	15/09/11	101.46	7.13	101.47	7.08
14.50% 2011 A	3	15/01/12	103.78	7.23	103.81	7.18
14.50% 2011 B	3	15/02/12	104.34	7.25	104.38	7.19
06.75% 2011 A	3	01/09/13	97.18	7.88	97.37	7.78
13.50% 2011 A	4	01/04/12	104.41	7.35	104.43	7.28
13.50% 2011 B	4	01/07/12	101.62	7.53	101.67	7.39
13.50% 2011 C	4	01/03/13	108.39	7.77	108.50	7.70
07.00% 2011 A	4	01/03/14	97.87	8.34	97.17	8.19
06.50% 2011 B	4	01/05/14	97.24	8.32	95.76	8.20
06.20% 2011 A	4	15/01/15	92.94	8.55	93.28	8.43
07.00% 2011 B	5	01/09/11	99.57	7.14	99.59	7.02
07.00% 2011 C	5	15/01/2011	99.93	7.14	99.95	7.06

\* Provisional  
\*\* Provisional

## AVERAGE WHOLESALE PRICE OF RICE MARANDAGAHAMULA

Item	Week Ending 01.07.11	Week Ending 01.07.11	Month Ago	Year Ago
Samba	54.70	56.54	57.86	64.12
Samba Kulaku	48.00	49.00	50.12	56.02
Raw Red	48.74	49.42	51.42	54.35
Kulaku (Red)	40.14	40.56	41.35	46.31

## AVERAGE WHOLESALE PRICES PETTAM MARKET

Week Ending 30.06.11	Month Ago	Year Ago	
Rice (Rs/Kg)	60.00	62.00	62.40
Kulaku (Red)	53.50	55.00	53.50
Beans	120.00	120.00	124.00
Carrots	60.00	70.00	62.83
Onions	90.00	102.00	75.85
Pumpkins	16.50	18.00	17.30
Tomatoes	20.00	20.00	20.00
Brinjals	45.00	40.00	40.00
Ash-Plantains	140.00	130.00	140.00
Red-Onions (Local)	160.00	150.00	129.50
Big-Onions (Imported)	60.00	60.00	60.00
Drumsticks (P/Ely)	120.00	110.00	114.00
Drumsticks (I/ly)	200.00	280.00	282.00
Drumsticks (S/ly)	60.00	60.00	60.00
Egg (Red) (Each)	11.00	11.00	10.16
Coconut (Each)	38.00	38.00	37.88
Fish (Rs/Kg)			
Katavala	480.00	490.00	490.00
Kelambu	180.00	200.00	200.00
Parar (Small)	560.00	560.00	565.00

## MONEY MARKET ACTIVITY - VOLUMES (Rs. Mn)

Item	Week ending 30 June '11	Week ending 30 June '11	Year ago
Inter-Bank Call Money	11,862	16,232	4,344
Central Bank Holdings (a)			
1. Treasury Bills	1,014	1,045	19,716
(a) Daily average for week			

## AVERAGE RETAIL PRICES PETTAM MARKET

Week Ending 30.06.11	Month Ago	Year Ago	
Rice (Rs/Kg)	60.00	60.00	70.00
Kulaku (Red)	60.00	60.00	60.00
Beans	140.00	160.00	134.00
Cabbage	60.00	80.00	74.00
Carrots	70.00	90.00	82.00
Tomatoes	40.00	50.00	40.00
Onions	50.00	60.00	52.00
Sneagourd	40.00	40.00	40.00
Ash-Plantains	60.00	60.00	60.00
Red-Onions (Local)	160.00	150.00	148.00
Big-Onions (Imported)	60.00	60.00	60.00
Drumsticks (P/Ely)	120.00	110.00	114.00
Drumsticks (I/ly)	200.00	280.00	282.00
Drumsticks (S/ly)	60.00	60.00	60.00
Egg (Red) (Each)	11.00	11.00	10.16
Coconut (Each)	38.00	38.00	37.88
Fish (Rs/Kg)			
Katavala	480.00	490.00	490.00
Kelambu	180.00	200.00	200.00
Parar (Small)	560.00	560.00	565.00

## PRICE INDICES

Non-Ferrous Metals (CPI) 2010=100  
2009=100  
2008=100  
Annual Average Change % 15.1 18.5 14.2  
Year-on-Year Change % 7.1 8.2 8.1

Cost Inflation - (CPI) 2010=100  
2009=100  
2008=100  
Annual Average Change % 15.1 19.0 13.0  
Year-on-Year Change % 8.7 8.4 5.7

Wholesale Price Index (WPI) 2010=100  
1974=100  
Annual Average Change % 13.0 12.2 1.8

Central Government Expenditure (1978=100) 4,965.5 4,651.6 4.7  
Wages & Salaries (1978=100) 2,896.3 2,813.9 6.3  
Agriculture 3,398.9 3,319.9 0.5  
Services & Commerce 1,450.1 2,054.9 19.8  
Private Sector 1,851.8 1,545.8 19.8

(a) Provisional  
(b) The indices were updated to reflect wages rates given in the Public Accounts Committee's Report.

## MONEY SUPPLY

2010(Apr) 2010(March) 2010(March) 2010(March)

M1 (Rs. bn) 423.5 419.1 351.9  
M2 (Rs. bn) 1,958.7 1,899.8 1,603.3  
Net Foreign Assets of the Banking System (Rs. bn) 333.9 334.2 364.2

Net Domestic Assets of the Banking System (Rs. bn) 1,878.1 1,842.0 1,504.7

Net Credit to Government (Rs. bn) 697.7 682.0 655.6  
Credit to Corporations 207.0 215.1 106.1  
Credit to the Private Sector (Rs. bn) 1,605.0 1,624.6 1,240.6  
Reserve Money (Rs. bn) 405.5 382.1 325.0

Net Foreign Assets of the Banking System (Rs. bn) 20.3 15.5 30.0  
Net Domestic Assets of the Banking System (Rs. bn) 18.4 17.5 16.4  
Net Credit to Government (Rs. bn) 6.3 7.8 40.4  
Credit to Corporations 13.8 25.4 92.1  
Private Sector 31.4 30.1 1.6  
Reserve Money 24.8 18.2 24.4

(a) Provisional  
(b) In relation to M2

## WEEKLY CHANGE IN RESERVE MONEY

30 Jun.11 Week Change

Reserve Money (Rs.Mn) 397.180 408.370 -11.900

## INDUSTRIAL PRODUCTION

2011 2010 Jan-Apr 2010 Jan-Apr

Private Sector Industrial Production (1987=100) 205.0 186.7 9.8

Public Sector Major Industrial Output Index (1987=100) 87.0 94.3 -7.8

\* Provisional

## EXTERNAL FINANCE

2011	2010	End Apr/11	End Dec. 2010	Change
External Assets				
Total Reserves (b)(c)	US\$ Mn	8,650.0	8,034.6	8.2
Reserves (b)	US\$ Mn	6,643.7	8,914.7	7.1
Official	US\$ Mn	7,103.6	6,102.4	8.4
Reserves (b)	US\$ Mn	7,365.964	7,342.485	7.3
Workout Remittances				
Inflows	US\$ Mn	1,273.7	998.5	27.8
Outflows	US\$ Mn	14.5	11.9	27.7
Net	US\$ Mn	1,133.8	882.7	27.6
	US\$ Mn	143,939.0	109,914.0	23.8

(a) Provisional  
(b) Excluding A/R receipts  
(c) By end of April 2011, the total level of foreign reserves was equivalent to 6.8 months of imports and the gross official reserves were equivalent to 5.6 months of imports.

## INTERNATIONAL COMMODITY PRICES

2011	2010	March	March	Change
Colombo Auction Price				
US\$ Kg	396.16	440.00	379.20	4.5
US\$ Kg	3.58	3.31	3.80	8.0
Imports (CIF)				
Rs/Mt	86,822.9	63,245.9	37.4	
White Sugar	US\$ Mt	797.6	553.9	23.8
Tomatoes	US\$ Mt	85,402.2	80,589.6	6.0
Cocoa	US\$ Mt	11,424.1	705.9	9.6
Crude Oil	Rs/Barel	12,549.4	11,544.4	23.6
Wheat	US\$ Mt	37,214.8	29,427.7	27.6
	US\$ Mt	398.5	236.3	52.1

## GOVERNMENT DEBT

2011	Month	Year	2010	Month	Year
Total domestic debt	Rs. bn	2,720.0	2,674.7	2,504.8	
of which:					
Treasury bills	626.7	582.0	511.7		
Treasury bonds	1,699.1	1,670.2	1,819.7		
Reserve bonds	81.2	95.3	105.8		
Total foreign debt	Rs. bn	2,081.5	2,062.3	1,778.1	
Total outstanding Govt debt	Rs. bn	4,801.5	4,737.1	4,282.9	

\* Provisional  
Total outstanding Government debt increased by 12.1 percent compared to end April 2010.

## GOVERNMENT FINANCE