

# ECONOMIC INDICATORS

07 - 10 - 2011

## EXCHANGE RATES (Rs. per unit)

	Week ending Oct 07	Week ago	Year ago
Commercial Bank Avg. Middle Rate (prevailing at 9.30 a.m.)			
US\$	110.23	110.23	111.70
STG	170.42	171.99	177.07
Yen	1.44	1.44	1.35
Euro	147.97	149.37	155.28
INR (1)	2.24	2.25	2.53
SDR (As at 06 Oct '11)	171.28	172.70	174.78

## Central Bank purchases and sales of foreign exchange from commercial banks at market rates (US\$ Mn.) - total for Month

	August	Month Ago	Year Ago
Purchases	0.00	0.00	87.00
Sales	197.60	416.99	65.40
	Week ending Oct 07	Week ago	Year ago
Average Daily Interbank Volume (US\$ Mn.)	76.26	65.62	59.46
(spot, tom and cash transactions among commercial banks)			

**Forward Transactions**  
Forward Rates (US\$)(/2)

	1 month	3 months
1 month	110.86	110.85
3 months	111.96	111.67

Average Daily Interbank Forward Volume (US\$ Mn)

	27.26	17.42	17.28
Outstanding Forward Volume (US\$ Mn) (As at 06 Oct '11)	1,331.76	1,325.22	887.19

In nominal terms the Rupee appreciated against the STG, Euro, INR and SDR.  
(1) Central Bank indicative rate. (2) Weekly average based on actual transactions.

## INTEREST RATES (%)

	Week ending Oct 07	Week ago	Year ago
Commercial Bank Average Weighted Prime Lending Rate (AWPR)	9.16	9.13	9.91
Treasury Bill Yield (Excluding 10% withholding tax)			
- 91 days	7.21	7.15	7.13
- 182 days	7.27	7.23	6.99
- 364 days	7.34	7.31	7.10
Central Bank Overnight Repurchase rate (Repo)	7.00	7.00	7.25
Central Bank Overnight Reverse Repurchase rate	8.50	8.50	9.00
Call Money Weekly Average (CMR)	8.23	8.03	8.49
Sri Lanka Inter Bank Offer Rate (SLIBOR)			
1 day	8.11	8.05	8.77
7 days	8.16	8.10	8.98
1 month	8.23	8.16	9.05
3 months	8.33	8.25	9.25
6 months	8.45	8.39	9.49
12 months	8.62	8.51	9.74
	July 2011	Month ago	Year ago
Saving Deposits - Commercial Banks	1.50-8.00	1.50-8.50	1.50-9.50
One Year Fixed Deposits - Commercial Banks	5.05-10.50	5.05-10.65	6.50-22.00
	September 2011	Month ago	Year ago
Commercial Bank Average Weighted Deposit Rate (AWDR)	6.48	6.40	6.58
Commercial Bank Average Weighted Lending Rate (AWLR)	13.74	13.72	16.08
Saving Deposits - NSB	5.00	5.00	5.00
One Year Fixed Deposits - NSB	8.50	8.50	9.50
Treasury Bonds Auction	(05 Y & 10 mths) 13.09.11	(07 Y & 11 mths) 13.09.11	(8 Y & 11 mths) 13.09.11
Coupon rate	5.80	5.65	6.20
Weighted Average Yield (Excluding 10% withholding tax)	8.70	8.92	9.00
Call money rates remained between 8.00 to 8.75 percent during the week.			
* AWPR - Average for the month of September 2011 - 9.36			

**Bankwise-AWPR**

	Week ending Oct 07	Week ago	Year ago
Bank of Ceylon	9.32	9.65	
People's Bank	11.19	10.65	
Hatton National Bank	9.45	9.02	
Commercial Bank of Ceylon	8.30	10.46	
Sampath Bank	9.31	9.98	
Seylan Bank	10.10	9.88	
Union Bank of Colombo	10.13	10.57	
Pan Asia Banking Corporation	12.00	10.75	
Nations Trust Bank	9.26	9.42	
DFCC Vardhana Bank	9.20	9.20	
NDB Bank	9.18	9.25	
Amana Bank	-	-	
HSBC	9.31	9.41	
Standard Chartered Bank	8.71	8.06	
Citi Bank	8.09	7.71	
Deutsche Bank	8.24	8.74	
Habib Bank	10.25	10.21	
Indian Bank	10.86	10.94	
Indian Overseas Bank	11.50	11.50	
MCB Bank	9.19	10.18	
State Bank of India	11.71	11.64	
Public Bank	10.50	10.50	
ICICI Bank	9.25	8.31	

## GOVERNMENT DEBT SECURITIES MARKET

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

Item/Week ended	Week ending Oct 05 2011	Week ending Sep 28 2011
<b>Outstanding Stock of Government Securities</b>		
<b>T-bills</b>		
Outstanding	694,335	695,632
o/w, amounts held by PDs	80,607	83,854
Foreign Investors	67,580	66,670
<b>T-bonds</b>		
Outstanding	2,010,760	1,996,013
o/w, amounts held by PDs	57,060	57,771
<b>Primary Issues</b>		
o/w, amounts held by Foreign Investors	198,740	198,450
Amount offered	10,000	10,000
Total Bids received	16,958	18,670
Total bids accepted	7,665	10,135
<b>T-bonds</b>		
Amount offered	0	0
Total bids received	0	0
Total bids accepted	0	0
<b>Latest Primary Issues</b>		
<b>T-bills</b>		
= 91 days	7.21%	7.15%
= 182 days	7.27%	7.23%
= 364 days	7.34%	7.31%
<b>T-bonds</b>		
Last Issue	0.00%	0.00%
Last Issue 15.02.11	7.77%	7.77%
Last Issue 17.01.11	7.99%	7.99%
Last Issue 15.07.11	8.20%	8.20%
Last Issue 16.06.11	8.60%	8.60%
Last Issue 15.09.11	8.70%	8.70%
Last Issue 06.08.11	9.30%	9.30%
Last Issue 01.03.11	9.30%	9.30%
Last Issue 23.10.11	6.08%	6.08%
<b>Secondary Market Activities</b>		
<b>T-bills</b>		
Outright transactions	Purchased 5,481	5,008
	Sold 6,141	5,695
<b>Repo transactions</b>		
Repurchase	27,047	18,852
Reverse Repurchase	4,290	1,094
<b>T-bonds</b>		
Outright transactions	Purchased 8,557	4,988
	Sold 6,433	6,682
<b>Repo transactions</b>		
Repurchase	88,270	82,851
Reverse Repurchase	15,566	16,033
<b>Item/Week Ended</b>		
Secondary Market		
	Week ending Oct 05 2011	Week ending Sep 28 2011
	After tax	After tax
<b>Weighted Average Yield Rates</b>		
<b>Treasury Bills</b>		
Purchased	= 91 days 7.20%	7.15%
	= 182 days 7.20%	7.23%
	= 364 days 7.40%	7.34%
<b>Sold</b>	= 91 days 7.15%	7.13%
	= 182 days 7.25%	7.21%
	= 364 days 7.30%	7.30%
<b>Treasury Bonds</b>		
Purchased	= 1 year 0.00%	0.00%
	= 2 year 7.60%	7.78%
	= 3 year 8.20%	8.20%
	= 4 year 8.87%	8.72%
	= 5 year 9.02%	8.80%
	= 10 year 0.00%	0.00%
	= 15 year 9.00%	9.35%
<b>Sold</b>	= 1 year 0.00%	0.00%
	= 2 year 7.50%	7.68%
	= 3 year 8.10%	8.15%
	= 4 year 8.80%	8.68%
	= 5 year 8.92%	8.75%
	= 10 year 0.00%	0.00%
	= 15 year 9.00%	9.25%
	= 15 year 0.00%	0.00%

Source: Primary Auctions and Primary Dealer Weekly Reporting System

## BUYING AND SELLING PRICES OF TREASURY BONDS Quoted by primary dealers on 06/10/2011

Bond Series	Maturity Period (Years)	Maturity D/M/Y	Average Buying Price*	Yield**	Average Selling Price*	Yield**
06.90% 2012 A	2	01/08/12	99.59	7.40	99.66	7.32
08.84% 2013 A	2	05/10/13	101.85	7.82	101.98	7.75
06.60% 2014 A	2	01/02/14	97.02	8.02	97.18	7.95
14.50% 2012 A	3	15/01/12	101.90	7.22	101.93	7.10
14.50% 2012 B	3	15/02/12	102.47	7.27	102.52	7.15
06.75% 2013 A	3	01/09/13	98.15	7.81	98.30	7.72
13.50% 2012 A	4	01/04/12	102.89	7.33	102.94	7.23
13.50% 2012 B	4	01/07/12	104.28	7.37	104.34	7.30
13.50% 2013 A	4	01/02/13	107.28	7.58	107.41	7.48
11.50% 2013 A	4	15/06/13	105.86	7.72	106.00	7.63
07.00% 2014 A	4	01/03/14	97.60	8.11	97.77	8.04
06.60% 2014 B	4	01/06/14	96.32	8.16	96.51	8.08
06.20% 2015 A	4	15/01/15	93.94	8.35	94.17	8.26
06.20% 2015 B	4	15/06/15	92.48	8.62	92.73	8.53
07.00% 2011 C	5	15/10/11	99.99	7.13	99.99	7.02
06.85% 2012 C	5	01/03/12	99.80	7.31	99.84	7.21

## AVERAGE WHOLESALE PRICE OF RICE MARANDAGAHAMULA

Item	Week Ending 07.10.11	Week Ago	Month Ago	Rs/Kg Year Ago
Samba	55.08	53.36	53.10	64.12
Sudu Kekulu	46.50	42.96	46.03	55.62
Raw Red	44.00	42.62	42.10	54.35
Nadu	47.50	45.74	47.88	56.31

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

(Rs. Mn)	Week ending 06 Oct.11	Week ago	Year ago
Inter-Bank Call Money turnover(a)	11,589	11,607	7,277
Central Bank Holdings (a)			
- Treasury Bills	68,296	56,413	21,378
(a) Daily average for week			

## CREDIT CARDS \*

	2011 End Aug**	2011 End July	2010 End Dec.
Total number of Active Cards	829,573	822,153	778,474
Local (accepted only locally)	61,711	61,614	58,771
Global (accepted globally)	767,862	760,539	719,703
Outstanding balance (Rs. Mn.)	34,711	33,917	31,616
Local (accepted only locally)	1,044	1,022	840
Global (accepted globally)	33,667	32,895	30,775

\* Issued by licensed commercial banks  
\*\* Provisional

## SHARE MARKET

	Week ending 06 Oct	Week ago	Year ago
All Share Price Index (1985=100) (ASPI)	6,678	6,748	6,863
Milanka Price Index (31.12.1998 = 1000) (MPI)	5,939	5,998	7,521
Average Daily Turnover (Rs. Mn)	1,790	1,655	7,041
Market Capitalization (Rs. bn)	2,398.1	2,422.7	2,265.3

The All Share Price Index and the Milanka Price Index have decreased by 70 and 59 index points respectively. The average daily turnover has increased by Rs. 135 mn.

## COMMERCIAL PAPER ISSUES (1)

	2011* End Aug	2011 End July	2010 End Dec.
Total issues (Rs. bn.)	4.1	3.1	12.3
Outstanding (at the end of the period) (Rs. bn.)	2.5	1.8	4.3

\* Provisional  
(1) Based on the information provided by Licensed Commercial Banks and Licensed Specialised Banks.

## MONEY SUPPLY

	2011(a) July	Month ago	Year ago
M1 (Rs. bn)	433.0	421.0	351.2
M2 (Rs. bn)	2,025.9	1,992.5	1,651.0
M2b (Rs. bn)	2,312.3	2,270.9	1,916.4
Net Foreign Assets of the Banking System (Rs. bn) (b)	324.4	271.3	335.0
Net Domestic Assets of the Banking System (Rs. bn) (b)	1,987.9	1,999.6	1,581.4
Net Credit to Government (Rs. bn)	731.2	734.8	689.8
Credit to Corporations (Rs. bn)	137.9	149.5	105.6
Credit to the Private Sector (Rs. bn)	1,730.3	1,703.4	1,290.8
Reserve Money (Rs. bn)	413.2	397.2	331.8
<b>Annual Change(%)</b>			
M1	23.3	20.8	26.7
M2	22.7	21.6	16.9
M2b	20.7	20.7	13.9
Net Foreign Assets of the Banking System (b)	-3.1	-20.7	100.8
Net Domestic Assets of the Banking System (b)	25.7	29.9	4.3
Net Credit to Government	6.0	7.4	-11.6
Credit to Corporations	30.6	37.9	139.7
Credit to the Private Sector	34.0	34.4	8.9
Reserve Money	24.5	23.0	20.4

(a) Provisional  
(b) In relation to M2b

## NOMINAL WAGES

	2011(a) June	2010 June	% Change
Central Government Employees (1978=100)(b)	4,964.5	4,651.6	6.7
Workers in Wages Boards			
Trades (1978=100)	2,936.4	2,813.8	4.4
Agriculture	3,337.0	3,319.8	0.5
Industry & Commerce	2,402.1	2,054.0	16.9
Services	1,851.8	1,545.8	19.8

(a) Provisional  
(b) Non-executive officers and minor employees

## INDUSTRIAL PRODUCTION

	2011* Jan-Aug	2010 Jan-Aug	% Change
Private Sector Industrial Production Index (1997=100)	201.9	185.2	9.0
Public Sector Major Industrial Output Index (1997=100)	83.8	57.8	44.9

\* Provisional

## OPEN MARKET OPERATIONS

	03.10.2011	04.10.2011	05.10.2011	06.10.2011	07.10.2011
Repo Auction					
Amount offered (Rs.bn)	14.00	20.00	15.00	15.00	7.00
Bids received (Rs.bn)	16.02	13.68	1.25	7.29	3.58
Amount accepted (Rs.bn)	14.00	4.13	1.25	7.29	1.30
Weighted Average Yield (% p.a.)	7.08	7.08	8.25	7.26	7.25
<b>Standing Facilities (Volumes)</b>					