

ECONOMIC INDICATORS

24 - 08 - 2012

EXCHANGE RATES (Rs. per unit)

	Week ending Aug 24	Week ago	Year ago
Commercial Bank Avg. Middle Rate (prevailing at 9.30 a.m.)			
US\$	132.34	133.05	109.98
STG	209.84	207.64	181.28
Yen	1.68	1.66	1.43
Euro	166.09	163.02	158.49
INR (1)	2.40	2.37	2.42
SDR (As at 23 August, 2012)	201.17	198.74	177.43

	Jun 2012	Month ago	Year ago
Central Bank purchases and sales of foreign exchange from commercial banks at market rates (US\$ Mn.) - total for Month	325.00	19.00	100.29
Purchases	38.38	62.73	7.70
Sales	Week ending	Week ago	Year ago

	2012	2011	2010
Average Daily Interbank Volume (US\$ Mn.)	43.43	31.13	49.19
(spot, tom and cash transactions among commercial banks)			
Forward Transactions			
Forward Rates (US\$)2			
1 Month	133.53	133.33	110.23
3 Months	135.95	135.40	110.58
Average Daily Interbank Forward Volume (US\$ mn)	12.42	10.58	17.90
Outstanding Forward Volume (US\$ mn) (As at 23 August, 2012)	1,000.45	1,009.09	1,275.69

In nominal terms the Rupee depreciated against the STG, Yen, Euro, INR and SDR while it appreciated against US\$.

(1) Central Bank indicative rate
(2) Weekly average based on actual transactions

BUYING AND SELLING PRICES OF TREASURY BONDS Quoted by primary dealers on 23/08/2012

Bond Series	Maturity Period (Years)	Maturity D/M/Y	Average Buying Price*	Yield**	Average Selling Price*	Yield**
08.84% 2013A	2	05/10/13	95.61	13.17	95.76	13.02
09.22% 2013A	2	21/11/13	95.58	13.15	95.64	13.10
06.60% 2014A	2	01/02/14	91.10	13.60	91.22	13.50
09.00% 2014A	2	01/10/14	91.45	13.80	91.62	13.70
06.75% 2013A	3	01/09/13	94.01	13.19	94.10	13.08
08.50% 2015A	3	01/11/15	86.54	13.85	86.77	13.75
13.50% 2013A	4	01/02/13	100.24	12.82	100.30	12.68
11.50% 2013A	4	15/06/13	98.80	13.05	98.87	12.95
07.00% 2014A	4	01/03/14	91.11	13.65	91.24	13.55
06.60% 2014B	4	01/06/14	89.07	13.74	89.19	13.65
06.20% 2015A	4	15/01/15	84.95	13.78	85.13	13.68
06.20% 2015B	4	15/06/15	82.78	13.79	83.07	13.64
08.00% 2016B	4	01/06/16	82.88	13.98	83.08	13.90
11.25% 2014A	5	15/07/14	95.91	13.75	96.04	13.67
06.50% 2015A	5	15/07/15	82.85	13.89	83.02	13.81
08.00% 2016A	5	01/09/16	81.47	14.20	81.73	14.10

MARANDAGAHAMULA AVERAGE WHOLESALE PRICE OF RICE

Item	Week ending 24.08.12	Week ago	Month ago	Rs/Kg year ago
Samba	62.20	59.90	62.98	61.83
Sudu Kekulu	48.50	47.82	50.37	50.58
Raw Red	45.90	45.50	44.25	51.92
Nadu	49.94	48.60	50.46	52.71

MONEY MARKET ACTIVITY - VOLUMES (Rs. Mn)

	Week ending 23 Aug '12	Week ago	Year ago
Inter-bank Call Money Turnover (a)	13,080	8,839	14,242
Central Bank Holdings(a)			
Treasury Bills	201,731	194,528	1,088

(a) Daily average for week

SHARE MARKET

	Week ending 23 Aug '12	Week ago	Year ago
All Share Price Index (1985 = 100) (ASPI)	5,038	4,909	6,862
Milanka Price Index (31.12.1998 = 1000) (MPI)	4,693	4,521	6,219
Average Daily Turnover (Rs mn)	753	423	3,613
Market Capitalization (Rs bn)	1,926.5	1,877.0	2,460.0

Both the All Share Price Index and Milanka Price Index have increased by 129 and 172 index points respectively. The Average Daily Turnover has increased by Rs 330 mn.

COMMERCIAL PAPER ISSUES (1)

	2012 End May*	2012 End Apr	2011 End Dec
Total issues - Cumulative (Rs bn)	13.2	8.4	13.5
Outstanding (as at end of the period) (Rs bn)	10.2	8.2	8.1

* Provisional

(1) Based on the information provided by Licensed Commercial Banks and Licensed specialised banks.

GOVERNMENT SECURITIES MARKET

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

Item/Week Ended	Week ending Aug 22 2012	Week ending August 15 2012	
Outstanding Stock of Government Securities	Rs. Mn	Rs. Mn	
T-bills	726,212	727,761	
o/w, amounts held by PDs	65,762	62,093	
o/w, amounts held by Foreign Investors	77,404	76,773	
T-bonds	2,428,797	2,420,007	
o/w, amounts held by PDs	23,888	28,772	
Primary Issues	o/w, amounts held by Foreign Investors	308,034	308,034
T-bills	Amount Offered	13,000	18,000
Total Bids Received	23,772	38,431	
Total Bids Accepted	12,737	18,182	
T-bonds	Amount Offered	0	0
Total Bids Received	0	0	
Total Bids Accepted	0	0	
Latest Primary Issues			
T-bills	<= 91 days	11.36%	11.36%
<= 182 days	13.02%	12.95%	
<= 364 days	13.27%	13.23%	
T-bonds	<2 year	0.00%	0.00%
Last Issue (02.08.12)	13.62%	13.62%	
3 year	Last Issue (11.05.12)	13.50%	13.50%
4 year	Last Issue (02.08.12)	14.10%	14.10%
5 year	Last Issue (02.07.12)	14.15%	14.15%
6 year	Last Issue (02.08.12)	14.25%	14.25%
10 year	Last Issue (02.07.12)	14.75%	14.75%
15 year	Last Issue (01.03.11)	9.30%	9.30%
20 year	Last Issue (01.02.12)	11.00%	11.00%
Secondary Market Activities			
T-bills			
Outright Transactions	Purchased	9,226	4,569
Sold	9,795	10,791	
Repo Transactions	Repurchase	26,213	40,090
Reverse Repurchase	4,577	3,591	
T-bonds			
Outright Transactions	Purchased	5,012	3,060
Sold	5,975	4,976	
Repo Transactions	Repurchase	77,851	70,453
Reverse Repurchase	6,939	6,450	

MONEY SUPPLY

	2012(a) June	Month ago	Year ago
M1 (Rs. bn)	432.8	434.9	421.0
M2 (Rs. bn)	2,381.3	2,351.4	1,992.5
M2b (Rs. bn)	2,737.1	2,707.2	2,270.9
Net Foreign Assets of the Banking System (Rs. bn) (b)	-68.8	-27.8	271.3
Net Domestic Assets of the Banking System (Rs. bn)(b)	2,805.9	2,734.9	1,999.6
Net Credit to Government (Rs. bn)	1,010.3	1,024.8	734.8
Credit to Corporations (Rs. bn)	275.6	266.9	155.0
Credit to the Private Sector (Rs. bn)	2,234.9	2,215.9	1,697.9
Reserve Money (Rs. bn)	457.5	449.5	397.2

	2012	2011	%
Annual Change (%)			
M1	2.8	2.8	20.8
M2	19.5	20.1	21.6
M2b	20.5	20.9	20.7
Net Foreign Assets of the Banking System (b)	-125.3	-109.0	-20.7
Net Domestic Assets of the Banking System (b)	40.3	41.7	29.9
Net Credit to Government	37.5	44.7	7.4
Credit to Corporations	77.8	107.7	38.8
Credit to the Private Sector	31.6	33.5	34.3
Reserve Money	15.2	12.4	23.0

(a) Provisional

(b) In relation to M2b

Item/Week Ended	Week ending August 22 2012	Week ending August 15 2012	
Secondary Market Weighted Average Yield Rates	After tax	After tax	
Treasury Bills Purchased	<= 91 days	11.35%	11.38%
<= 182 days	12.96%	12.90%	
<= 364 days	13.24%	13.17%	
Sold	<= 91 days	11.30%	11.30%
<= 182 days	12.92%	12.85%	
<= 364 days	13.20%	13.12%	
Treasury Bonds Purchased	<= 1 year	0.00%	0.00%
<= 2 year	13.82%	13.68%	
<= 3 year	13.95%	13.79%	
<= 4 year	14.28%	14.18%	
<= 5 year	14.35%	14.30%	
<= 10 year	0.00%	0.00%	
<= 15 year	0.00%	0.00%	
> 15 year	0.00%	0.00%	
Sold	<= 1 year	0.00%	0.00%
<= 2 year	13.78%	13.64%	
<= 3 year	13.87%	13.73%	
<= 4 year	14.22%	14.10%	
<= 5 year	14.25%	14.25%	
<= 10 year	0.00%	0.00%	
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Source: Primary Auctions and Primary Dealer Weekly Reporting System

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Source: Primary Auctions and Primary Dealer Weekly Reporting System

(a) IPI based on ISIC Revision 4 Classification

OPEN MARKET OPERATIONS

	20.08.2012	21.08.2012	22.08.2012	23.08.2012	24.08.2012
Repo Auction					
Amount Offered (Rs bn)	4.00	3.00	4.00	6.00	4.00
Bids received (Rs bn)	5.05	1.77	2.65	1.04	4.38
Amount accepted (Rs bn)	4.00	1.77	2.65	1.04	4.00
Weighted Average Yield (% p.a.)	9.43	9.42	9.43	9.43	9.43
Standing Facilities (Volumes)					
Repo (Rs bn)	0.65	0.15	1.46	5.58	0.84
Reverse Repo (Rs bn)	0.70	-	-	-	-

AVERAGE WHOLESALE PRICES PETTAH MARKET

	Week ending 23.08.12	Week ago	Month ago	Year Ago Annual Avg
Rice (Rs/Kg)				
Samba	64.00	66.00	67.13	63.26
Kekulu (Red)	47.50	47.00	49.75	51.52
Beans	90.00	90.00	90.00	124.23
Cabbage	52.50	60.00	51.25	60.04
Carrots	90.00	120.00	100.00	105.29
Tomatoes	25.00	50.00	127.50	84.35
Pumpkins				