

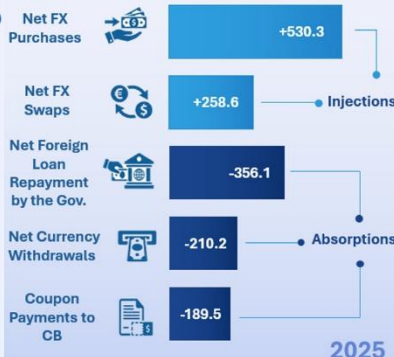
Snapshot of the Monetary Operations and Market Dynamics

Money Market Trends

Central Bank Liquidity (Weekly average/ Rs. bn)



Key Factors Contributed to Change in Central Bank Liquidity (Rs.bn)



Money Market remained in a continued surplus throughout 2025...

...AWCMR picked up in the 2nd half 2025, but was reversed in January 2026

Liquidity Distribution

A persistent asymmetry in liquidity distribution was observed in 2025

Domestic Banks



Domestic banks showed a mixed liquidity condition

Foreign Banks



Major foreign banks held the largest share of liquidity

Standalone Primary Dealers



Liquidity of Standalone Primary Dealers improved

Reserve Money & Currency in Circulation

2025 : Rs. 1,796.5 bn | Growth : 17% y-o-y



Reserve Money grew notably

2024 : Rs. 1,539.3 bn | Growth : 16% y-o-y

2025 : Rs. 1,568.9 bn | Growth : 15% y-o-y

Currency in Circulation (CIC) increased



2024 : Rs. 1,358.7 bn | Growth : 15% y-o-y

Exchange Rate Movements, FX Intervention and Gross Official Reserves

Movement of LKR per 1 US\$

Over the year, Sri Lanka rupee depreciated by 5.6 % against US\$



Gross Official Reserves increased to

US\$ 6.8 bn by end of 2025

(with PBOC swap proceeds of US\$ 1.4 bn)



CBSL FX Intervention on Value Date Basis (US\$)



Net foreign exchange purchases of **US\$ 2 bn** helped gross official reserves to reach **highest level since crisis**