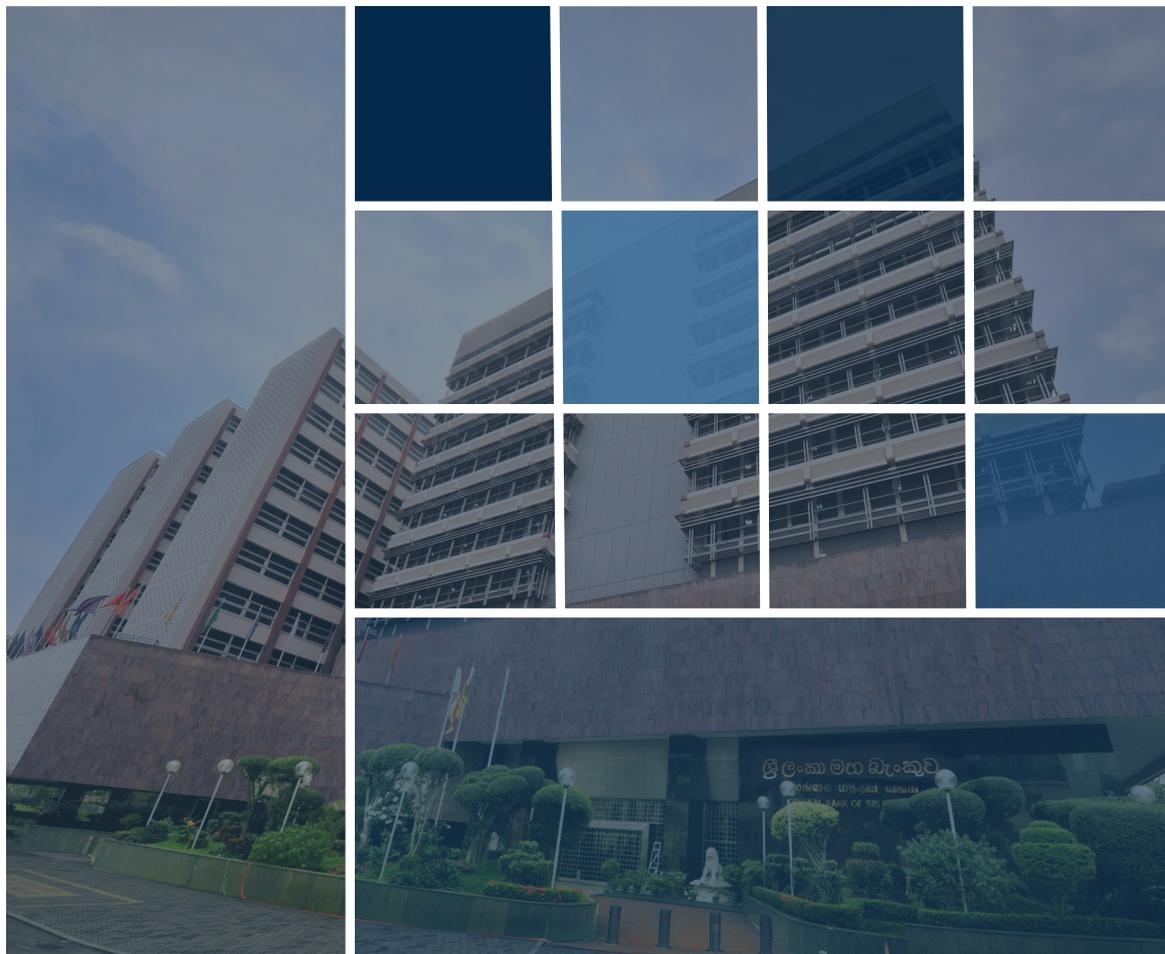


# Weekly Economic Indicators

05<sup>th</sup> January 2018



# Highlights of the Week

## Real Sector

During the first eleven months of 2017, the domestic tea production increased due to the increasing trend in prices at the Colombo Tea Auction and production of rubber increased marginally due to the increasing global demand. Meanwhile, the coconut production declined considerably during the similar period.

At the beginning of the week WTI crude oil price rose due to strong demand while Brent price fell as the U.S. production is set to rise further. However, subsequently prices rose to their highest levels seen since late 2014 amid political tensions in Iran and due to the ongoing OPEC-led production cuts. Price increases were further supported by a severe winter storm that disrupted services at refineries in the U.S. Atlantic coast. Overall, both Brent and WTI prices rose by US\$ 1.3 and US\$ 1.7 per barrel, respectively, within the week.

## Monetary Sector

Weekly AWPR for the week ending 05 January 2018 declined by 09 bps to 11.46% compared to the previous week.

Broad money (M2b) expanded by 17.9 %, on a year-on-year basis, in November 2017. Net Credit to the Government from the banking system showed a decline of Rs. 51.9 bn in November 2017. Credit to public corporations recorded an increase of Rs. 7.0 bn in November 2017. Credit extended to the private sector increased by Rs. 61.6 bn in November 2017.

The reserve money decreased compared to the previous week mainly due to decrease in currency in circulation.

The total outstanding market liquidity decreased to a surplus of Rs. 73.85 bn by end of the week, compared to Rs. 9.73 bn by the end of last week.

By 05 January 2018, the All Share Price Index (ASPI) increased by 2.28% to 6,515 points and the S&P SL20 Index increased by 3.06% to 3,784 points, compared to the previous week.

## Fiscal Sector

Government revenue as a percentage of estimated GDP increased to 10.2 per cent during the first nine months of 2017 from 9.6 per cent recorded in the corresponding period of 2016. As a result, the average monthly revenue (AMR) increased to Rs. 147.6 billion during the period under review from Rs. 131.0 billion recorded in the corresponding period of 2016.

The total expenditure and net lending during the first nine months of 2017 increased to 14.5 per cent of estimated GDP from 13.7 per cent recorded in the corresponding period of 2016. Accordingly, recurrent expenditure increased to 11.1 per cent of GDP during the first nine months of 2017 from 10.6 per cent in the corresponding period of 2016 while capital expenditure and net lending also increased to 3.5 per cent from 3.1 per cent in 2016.

The overall budget deficit as a per cent of GDP increased to 4.3 per cent during the first nine months of 2017 from 4.1 per cent in the corresponding period of 2016. The primary account was in surplus of Rs. 15.8 billion during first nine months of 2017 compared to the deficit of Rs. 34.2 billion during the same period of 2016.

Net domestic financing during the first nine months of 2017 declined to Rs. 244.0 billion compared to Rs. 285.1 billion in the corresponding period of 2016, whereas net foreign financing increased to Rs. 315.4 billion in comparison to Rs. 220.9 billion recorded in the corresponding period of 2016. Further, net financing from domestic banking sector increased to Rs. 218.2 billion for the period under review of 2017 and Rs. 141.1 billion recorded in the corresponding period of the previous year.

Total outstanding debt increased by Rs. 881.8 billion to Rs. 10,269.1 billion as at end September 2017 from Rs. 9,387.3 billion as at end 2016.

## External Sector

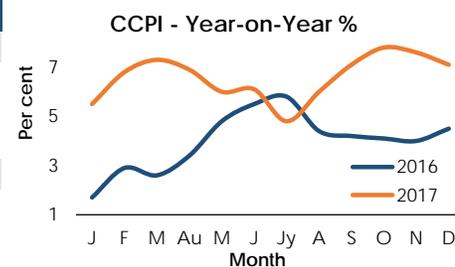
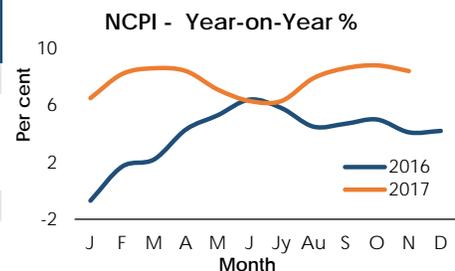
During the year up to 05 January 2018 the Sri Lanka rupee depreciated against the US dollar (0.5 per cent). Given the cross currency exchange rate movements, the Sri Lanka rupee depreciated against the pound sterling (1.3 per cent), euro (1.6 per cent), Japanese yen (0.5 per cent) and Indian rupee (1.6 per cent) during this period.

The gross official reserves were estimated at US dollars 7,952.58 million as at 31<sup>st</sup> December 2017.

# Real Sector

## 1.1 Price Indices

Item (2013=100)	Nov 2017	Month Ago	Year Ago
National Consumer Price Index (NCPI) - Headline	126.4	124.8	116.6
Monthly Change %	1.3	1.2	1.7
Annual Average Change %	7.5	7.1	4.0
Year - on - Year Change %	8.4	8.8	4.1
National Consumer Price Index (NCPI) - Core	123.8	123.1	120.4
Annual Average Change %	5.2	5.6	5.8
Year - on - Year Change %	2.8	4.1	6.8
Item (2013=100)	Dec 2017	Month Ago	Year Ago
Colombo Consumer Price Index (CCPI) - Headline	122.9	122.2	114.7
Monthly Change %	0.6	1.2	1.0
Annual Average Change %	6.6	6.4	4.0
Year - on - Year Change %	7.1	7.6	4.5
National Consumer Price Index (CCPI) - Core	124.9	124.7	119.8
Annual Average Change %	5.9	6.0	4.4
Year - on - Year Change %	4.3	5.2	5.8



Source: Department of Census and Statistics

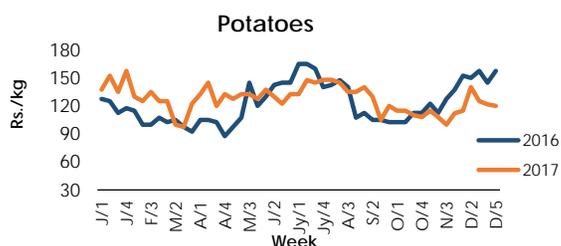
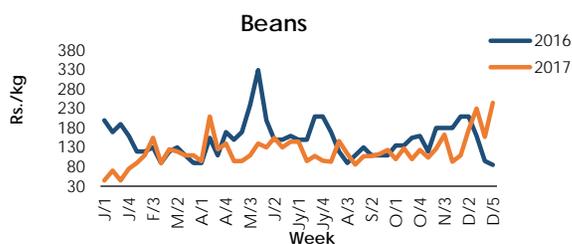
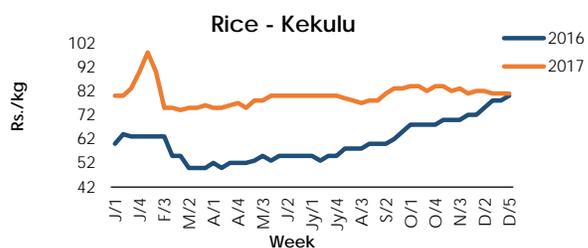
## 1.2 Prices

### 1.2.1 Pettah Market

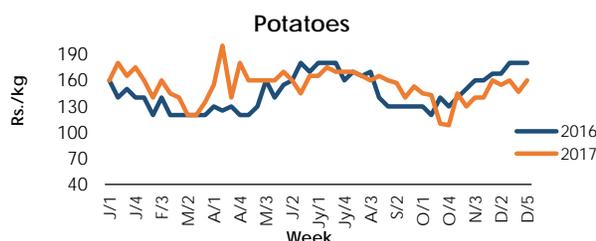
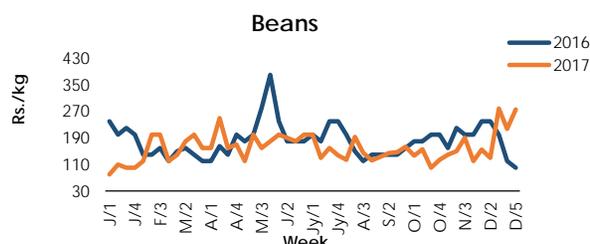
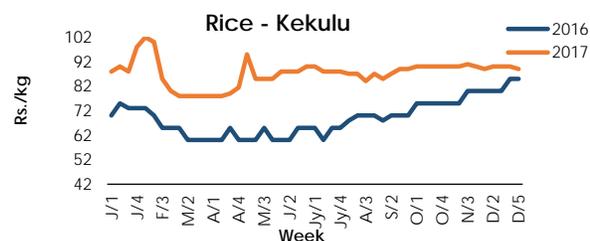
Food Item	Average Wholesale Prices				Average Retail Prices			
	Week Ending	Week	Month	Year	Week	Week	Month	Year
	05 <sup>th</sup> Jan 2018	Ago	Ago	Ago Annual Avg	05 <sup>th</sup> Jan 2018	Ago	Ago	Ago Annual Avg
	Rs / Kg				Rs / Kg			
<b>Rice</b>								
Samba	106.00	104.00	104.75	94.82	110.00	110.00	110.00	99.92
Kekulu (Red)	81.00	82.00	81.50	80.30	88.00	89.00	89.75	86.84
<b>Vegetables</b>								
Beans	132.00	245.00	202.00	118.56	198.00	275.00	250.00	163.50
Cabbage	68.00	80.00	87.00	75.37	115.00	140.00	142.50	119.69
Carrots	100.00	100.00	106.00	120.95	138.00	140.00	150.75	163.42
Tomatoes	50.00	115.00	84.75	93.73	80.00	150.00	120.50	134.12
Pumpkins	48.00	45.00	52.50	61.84	74.00	75.00	78.75	83.33
Snake Gourd	100.00	100.00	115.00	96.74	130.00	140.00	156.75	134.00
Brinjals	160.00	220.00	159.25	94.90	195.00	260.00	193.75	132.54
Ash-Plantains	90.00	n.a.	91.67	73.41	123.00	n.a.	121.25	108.67
<b>Other Foods</b>								
Red-Onions (Local)	365.00	460.00	456.75	250.84	450.00	510.00	515.00	303.56
Big-Onions (Local)	n.a.	n.a.	n.a.	110.80	n.a.	n.a.	n.a.	137.20
Potatoes (N'Eliya)	118.00	120.00	120.50	127.34	160.00	160.00	155.50	155.00
Dried Chillies (Imported)	210.00	235.00	222.50	189.80	255.00	270.00	261.25	236.54
Dhal (Indian)	113.00	115.00	115.25	135.31	130.00	130.00	129.50	151.46
Eggs	11.00	12.00	12.75	11.96	12.00	13.00	13.75	12.63
Coconut (Each)	74.00	80.00	79.75	61.72	85.00	85.00	87.25	74.31
<b>Fish*</b>								
Kelawalla	480.00	600.00	555.00	540.63	700.00	900.00	800.00	807.87
Balaya	320.00	330.00	317.50	301.46	420.00	420.00	425.00	404.68
Salaya	140.00	160.00	140.00	116.88	200.00	200.00	193.33	179.79
Paraw (Small)	500.00	550.00	500.00	538.02	600.00	650.00	606.67	647.62

\* Prices collected from the Fisheries Trade Centre, Peliyagoda.

## Pettah Market-Wholesale Prices



## Pettah Market-Retail Prices



### 1.2.2 Dambulla Market

Item (Rs / Kg)	Week Ending 04 <sup>th</sup> Jan 2018	
	Wholesale (Average)	Retail (Average)
<b>Rice</b>		
Samba	109.00	113.00
Kekulu (Red)	85.00	88.20
<b>Vegetables</b>		
Beans	177.50	197.50
Carrot	111.00	131.00
Tomatoes	44.00	64.00
Pumpkins	41.25	61.25
Snake Gourd	65.63	85.63
Ash-Plantains	81.00	101.00
<b>Other Foods</b>		
Red-Onions (Local)	n.a.	n.a.
Big-Onions (Local)	n.a.	n.a.
Potatoes (N'Eliya)	113.75	125.00
Dried Chillies(Imported)	205.00	218.00
Coconut (Each)	66.50	72.60

### 1.2.3 Narahenpita Economic Centre

Item (Rs / Kg)	Average Retail Prices	
	04 <sup>th</sup> Jan 2018	Week Ago
<b>Rice</b>		
Samba	110.00	108.00
Kekulu (Red)	88.00	87.00
<b>Vegetables</b>		
Beans	240.00	240.00
Cabbage	180.00	180.00
Carrots	160.00	140.00
Tomatoes	140.00	120.00
Pumpkins	100.00	120.00
Snake Gourd	180.00	240.00
Brinjals	280.00	200.00
Ash-Plantains	160.00	160.00
<b>Other Foods</b>		
Red-Onions (Imported)	360.00	480.00
Big-Onions (Imported)	100.00	140.00
Potatoes (Imported)	70.00	80.00
Dried Chillies (Imported)	245.00	230.00
Dhal (Indian)	130.00	125.00
Eggs (Red)(Each)	13.00	14.00
Coconut (Each)	70.00	90.00
<b>Fish</b>		
Kelawalla	650.00	500.00
Balaya	480.00	380.00
Salaya	140.00	140.00
Paraw (Small)	650.00	650.00

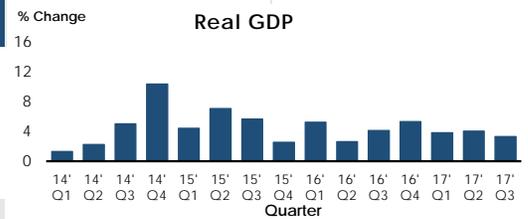
### 1.2.4 Marandagahamula Market

Average wholesale price of Rice				
Item (Rs / Kg)	Week Ending 05 <sup>th</sup> Jan 2018	Week Ago	Month Ago	Year Ago
Samba	104.00	104.63	104.33	92.96
Sudu Kekulu	90.13	90.75	89.89	83.16
Raw Red	81.75	83.25	83.67	80.21
Nadu	95.38	96.75	96.36	87.93

### 1.3 GDP by Industrial Origin at Constant (2010) Prices - Growth Rates in value added terms

Item	2015 Annual (a)(b)	2016 Annual (a)	2016 3 <sup>rd</sup> Qtr (a)(b)	2017 3 <sup>rd</sup> Qtr (a)
Agriculture	4.8	-4.2	-2.0	-3.3
Industry	2.1	6.7	5.9	1.9
Services	5.7	4.2	4.8	4.3
Taxes less subsidies on products	7.5	6.2	5.6	5.5
<b>GDP</b>	<b>4.8</b>	<b>4.4</b>	<b>4.6</b>	<b>3.3</b>

(a) Provisional (b) Revised

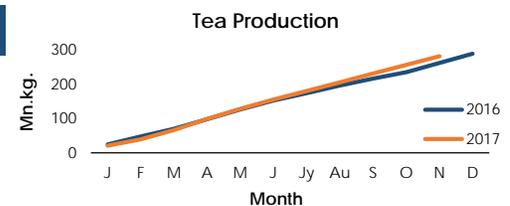


Source: Department of Census and Statistics

### 1.4 Agriculture Production

Item	Unit	2017(a) Jan - Nov	2016 Jan - Nov	% Change
Tea	(Mn Kg)	281.49	265.39	6.06
Rubber	(Mn Kg)	75.50	73.99	2.03
Coconut	(Mn Kg)	2,273.79	2,767.08	-17.83

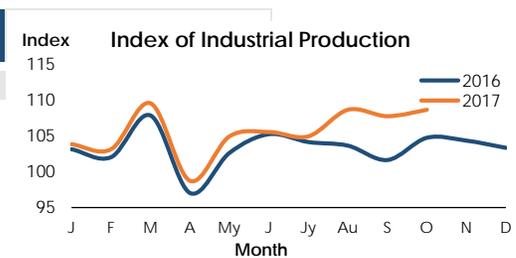
(a) Provisional



### 1.5 Index of Industrial Production (IIP) ( 2015 = 100 ) (a)

Item	2017 Oct(b)	2016 Oct (c)	% Change
<b>Index of Industrial Production (IIP)</b>	<b>108.6</b>	<b>104.7</b>	<b>3.7</b>
Food products	104.7	100.2	4.5
Wearing apparel	113.0	106.2	6.4
Other non-metallic mineral products	110.6	113.9	-2.9
Coke and refined petroleum products	105.4	98.0	7.5
Rubber and plastic products	112.7	106.0	6.3
Chemicals and chemical products	99.3	98.5	0.9
Beverages	99.5	117.2	-15.1

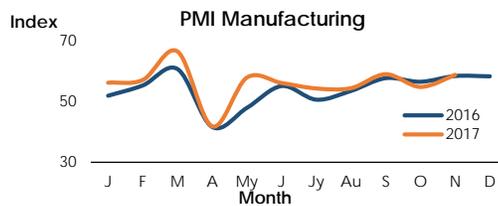
(a) Major 7 sub divisions (b) Provisional (c) Revised



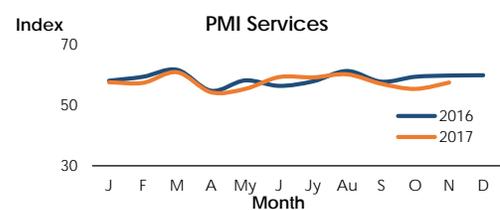
Source: Department of Census and Statistics

### 1.6 Purchasing Managers' Index (PMI)

Month/Year	PMI Manufacturing			
	Nov. 2017	Oct. 2017	Nov. 2016	Oct. 2016
Index	58.8	54.8	58.4	56.5



Month/Year	PMI Services			
	Nov. 2017	Oct. 2017	Nov. 2016	Oct. 2016
Index	57.4	55.3	59.7	59.3



### 1.7 Wages and Employment

#### 1.7.1 Wages rate Indices

Item	2017 October	2016 October	% Change
Public Sector Employees (2012 = 100)	160.8	160.8	0.0
Informal Private Sector Employees (2012 = 100)	155.3	140.1	10.9
Agriculture	159.5	139.1	14.6
Industry	161.0	144.6	11.3
Services	148.0	136.1	8.7



## 1.7.2 Employment (a)

Item	2016 2 <sup>nd</sup> Quarter	2017 (b) 2 <sup>nd</sup> Quarter	2016 (b) Annual
Labour Force Participation rate	53.3	53.9	53.8
Unemployment rate	4.6	4.5	4.4

### Employed Persons by Sectors (c) (as a % of total employment)

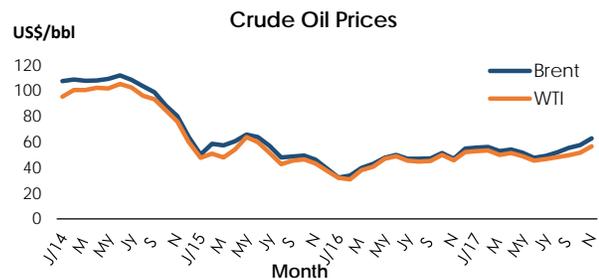
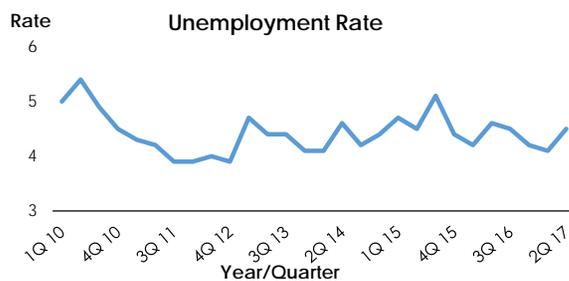
Agriculture	25.1	26.0	27.1
Industry	27.1	28.3	26.4
Services	47.8	45.7	46.5

(a) The working age population aged 15 and above

Source: Department of Census and Statistics

(b) Provisional

(c) Based on the International Standard Industrial Classification (ISIC) - Revision 4



# Monetary Sector

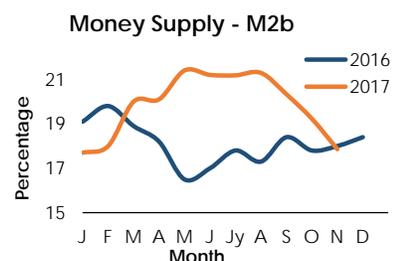
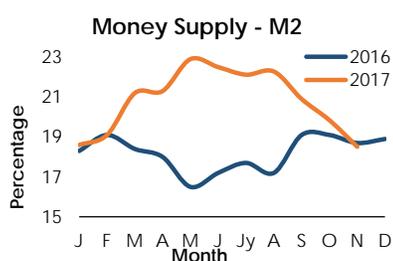
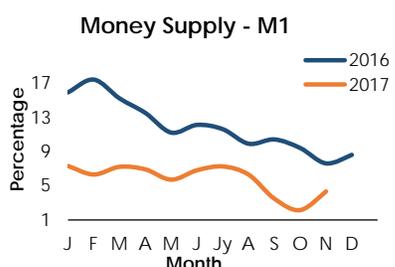
## 2.1 Interest Rates

Item	Week Ending 05 Jan 2018	Week Ago	Year Ago		
<b>Policy Interest Rates</b>					
Standing Deposit Facility Rate	7.25	7.25	7.00		
Standing Lending Facility Rate	8.75	8.75	8.50		
Average Weighted Call Money Rate (AWCMR) (Weekly Average)	8.15	8.15	8.38		
<b>Sri Lanka Inter Bank Offered Rate (SLIBOR)</b>					
1-day	8.15	8.15	8.38		
7-day	8.39	8.40	9.36		
1-Month	9.28	9.25	10.58		
3-Month	10.05	10.05	11.00		
6-Month	11.77	11.77	11.53		
12-Month	12.17	12.18	12.02		
<b>Treasury Bill Yields (Excluding 10% withholding tax)</b>					
91-day	-	-	8.78		
182-day	8.24	8.30	9.79		
364-day	8.90	8.90	10.22		
<b>Licensed Commercial Banks</b>					
Average Weighted Prime Lending Rate (AWPR)	11.46	11.55	11.52		
	Nov-17	Month Ago	Year Ago		
Savings Deposits	0.50-09.50	0.50-09.50	0.50-9.00		
One Year Fixed Deposits	4.89-15.00	4.89-15.00	4.50-15.00		
	Dec-17	Month Ago	Year Ago		
Average Weighted Deposit Rate (AWDR)	9.07	9.19	8.17		
Average Weighted Fixed Deposit Rate (AWFDR)	11.48	11.69	10.46		
	Nov-17	Month Ago	Year Ago		
Average Weighted Lending Rate (AWLR)	13.89	13.89	13.11		
<b>National Savings Bank (NSB)</b>					
	Nov-17	Month Ago	Year Ago		
Savings Deposits	4.00	4.00	4.25		
One Year Fixed Deposits	11.00	11.00	11.00		
<b>Treasury Bond Auction</b>					
	02 Y & 11 Months		08 Y & 05 Months		
	28/12/2017		28/12/2017		
Coupon rate	9.50		11.00		
Weighted Average Yield (Excluding 10% withholding tax)	9.55		10.06		
Bankwise- AWPR	Week ending 05 Jan 2018	Week Ago	Bankwise- AWPR	Week ending 05 Jan 2018	Week Ago
Bank of Ceylon	12.38	12.04	HSBC	9.21	9.21
People's Bank	13.21	12.31	Standard Chartered Bank	10.74	10.88
Hatton National Bank	12.50	11.63	Citi Bank	9.34	11.12
Commercial Bank of Ceylon	12.07	11.58	Deutsche Bank	10.50	10.21
Sampath Bank	12.85	11.34	Habib Bank	11.90	11.40
Seylan Bank	12.37	12.57	Indian Bank	12.83	12.90
Union Bank of Colombo	14.12	13.94	Indian Overseas Bank	13.33	13.40
Pan Asia Banking Corporation	12.06	16.05	MCB Bank	13.97	12.08
Nations Trust Bank	12.19	11.51	State Bank of India	11.84	11.99
DFCC Bank	12.89	13.12	Public Bank	13.00	13.28
NDB Bank	12.50	14.00	ICICI Bank	10.76	10.76
Amana Bank	12.60	12.60	Axis Bank	11.23	11.00
Cargills Bank	13.99	13.03			

## 2.2 Money Supply

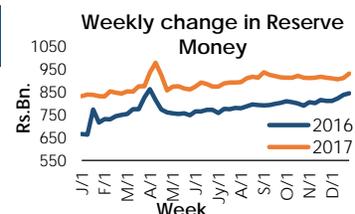
Item	Rs. bn			Annual Change (%)		
	2017 Nov(a)	Month Ago	Year Ago	2017 Nov(a)	Month Ago	Year Ago
Reserve Money	911.62	915.38	798.97	14.10	15.47	22.71
M1	751.29	743.19	720.20	4.32	2.14	7.59
M2	5,549.95	5,532.51	4,683.23	18.51	19.84	18.69
M2b	6,183.94	6,159.24	5,246.72	17.86	19.23	17.97
Net Foreign Assets of the Banking System (b)	67.39	37.34	-286.93	123.49	113.16	8.47
Monetary Authorities	824.66	792.20	476.26	73.15	63.71	-15.83
Commercial Banks	-757.27	-754.86	-763.19	0.78	1.65	13.21
Domestic Banking Units (DBUs)	-308.22	-298.39	-331.76	7.10	4.82	-6.83
Offshore Banking Units (OBUs)	-449.05	-456.46	-431.42	-4.09	-0.54	24.14
Net Domestic Assets of the Banking System (b)	6,116.55	6,121.90	5,533.65	10.53	12.34	16.23
Net Credit to the Government	2,165.87	2,217.75	1,960.27	10.49	13.26	14.99
Monetary Authorities	210.08	246.88	417.30	-49.66	-39.73	55.44
Commercial Banks	1,955.79	1,970.87	1,542.97	26.76	27.27	7.43
DBUs	1,586.47	1,602.01	1,256.52	26.26	27.72	17.69
OBUs	369.32	368.86	286.45	28.93	25.38	-22.31
Credit to Public Corporations	482.86	475.82	469.06	2.94	3.48	-10.48
DBUs	295.99	298.95	274.39	7.87	9.65	6.57
OBUs	186.88	176.87	194.67	-4.00	-5.51	-26.95
Credit to the Private Sector	4,761.96	4,700.36	4,125.74	15.42	16.22	21.13
DBUs	4,438.00	4,373.89	3,826.60	15.98	16.57	21.85
OBUs	323.95	326.47	299.14	8.29	11.66	12.68
Other Items (Net)	-1,294.13	-1,272.02	-1,021.42	-26.70	-25.56	-16.91

(a) Provisional (b) In relation to M2b



## 2.3 Weekly change in Reserve Money

Item	04 Jan 2018	Week Ago	Change
Reserve Money (Rs.Mn.)	933,875.70	940,305.94	-6,430.24



## 2.4 Money Market Activity( Overnight)

Item	02.01.2018	03.01.2018	04.01.2018	05.01.2018
Call Money Market				
Weighted Average Rate (% p.a.)	8.16	8.15	8.15	8.16
Gross Volume (Rs. Mn)	13,720	17,600	11,960	13,025
Repo Market				
Weighted Average Rate (% p.a.)	7.54	7.51	7.52	7.55
Gross Volume (Rs. Mn)	20,715	17,798	24,190	22,742

## 2.5 CBSL Securites Portfolio

Item	02.01.2018	03.01.2018	04.01.2018	05.01.2018
CBSL Treasury Bill Holdings -Face Value (Rs. Mn)	9,907.50	126,277.06	10,068.61	37,711.24
CBSL Treasury Bill Holdings -Book Value (Rs. Mn)	9,755.79	124,727.25	9,920.14	36,987.84

## 2.6 Open Market Operations

Item	02.01.2018		03.01.2018		04.01.2018		05.01.2018		
<b>Short-Term Auction</b>									
Repo Amount Offered (Rs. bn)	20.00	16.00	10.00	12.00	18.00		37.00	10.00	
Reverse Repo Amount Offered (Rs. bn)	0.00	0.00	0.00	0.00	0.00		0.00	0.00	
Tenure (No. of Days)	1	7	1	1	1		1	7	
Bids Received (Rs. bn)	14.31	17.50	12.30	6.50	12.94		9.99	5.05	
Amount Accepted (Rs. bn)	14.31	16.00	10.00	6.50	12.94		9.99	5.00	
Minimum Aaccepted Rate ( % p.a)	7.25	7.30	7.25	7.31	7.25		7.25	7.31	
Maximum Aaccepted Rate ( % p.a)	7.25	7.32	7.25	7.31	7.25		7.25	7.31	
Weighted Average Yield Rate ( % p.a.)	7.25	7.31	7.25	7.31	7.25		7.25	7.31	
<b>Outright Auctions</b>									
Outright Sales Amount Offered (Rs. bn)	0.00		0.00		3.00	4.50	4.50	2.50	6.00
Outright Purchase Amount Offered (Rs. bn)	0.00		0.00		0.00	0.00	0.00	0.00	0.00
Settlement Date	-		-		05.01.2018	05.01.2018	08.01.2018	08.01.2018	08.01.2018
Maturity Date	-		-		16.03.2018	23.03.2018	16.02.2018	09.03.2018	16.03.2018
Tenure (No. of Days)	0		0		70	77	39	60	67
Bids Received (Rs. bn)	0.00		0.00		1.00	2.00	4.50	2.50	6.00
Amount Accepted (Rs. bn)	0.00		0.00		1.00	2.00	4.50	2.50	6.00
Minimum Aaccepted Rate ( % p.a)	0.00		0.00		7.60	7.62	7.50	7.58	7.60
Maximum Aaccepted Rate ( % p.a)	0.00		0.00		7.60	7.62	7.50	7.58	7.60
Weighted Average Yield Rate ( % p.a.)	0.00		0.00		7.60	7.62	7.50	7.58	7.60
<b>Long Term Auction</b>									
Repo Amount Accepted (Rs. bn)	0.00		0.00		0.00			16.00	
Reverse Repo Amount Accepted (Rs. bn)	0.00		0.00		0.00			0.00	
Settlement Date	-		-		-			08.01.2018	
Maturity Date	-		-		-			22.01.2018	
Tenure (No. of Days)	0		0		0			14	
Bids Received (Rs. bn)	0.00		0.00		0.00			0.00	
Amount Accepted (Rs. bn)	0.00		0.00		0.00			0.00	
Minimum Aaccepted Rate ( % p.a)	0.00		0.00		0.00			0.00	
Maximum Aaccepted Rate ( % p.a)	0.00		0.00		0.00			0.00	
Weighted Average Yield Rate ( % p.a.)	0.00		0.00		0.00			0.00	
<b>Standing Facility</b>									
Standing Deposit Facility (Rs. bn)	8.812		8.032		4.944			32.231	
Standing Lending Facility (Rs. bn)	2.100		5.002		3.900			0.000	
<b>Total Outstanding Market Liquidity (Rs. bn)</b>	<b>37.023</b>		<b>35.53</b>		<b>36.479</b>			<b>73.846</b>	

## 2.7 Credit Cards (a)

Item	2017 End Nov (b)	2017 End Oct	2016 End Dec
Total Number of Active Cards	1,446,502	1,427,854	1,309,248
Local (accepted only locally)	24,260	24,432	29,109
Global (accepted globally)	1,422,242	1,403,422	1,280,139
Outstanding balance (Rs.mn)	84,863.15	83,267.54	74,892.00
Local (accepted only locally)	731.76	744.60	839.00
Global (accepted globally)	84,131.39	82,522.94	74,053.00

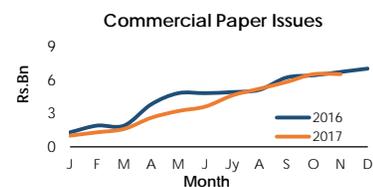
(a) Issued by Licensed Commercial Banks (LCBs) (b) Provisional

## 2.8 Commerical Paper Issues (a)

Item (Rs. bn.)	2017 End Nov (b)	2017 End Oct	2016 End Dec
Total Issues - Cumulative (c)	6.5	6.5	7.0
Outstanding (as at end of the period)	1.7	2.0	2.2

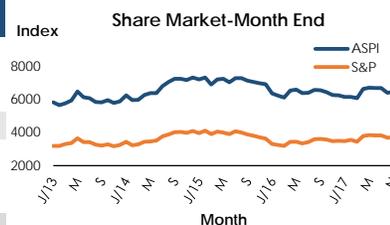
(a) Based on the information provided by LCBs and Licensed Specialised Banks (LSBs)

(b) Provisional (c) During the year



## 2.9 Share Market

Item	Week Ending 05 Jan 2018	Week Ago	Year Ago
All Share Price Index (1985 = 100) (ASPI)	6,514.7	6,369.3	6,147.5
S&P Sri Lanka 20 Index (2004 = 1,000) (S&P SL20)	3,783.9	3,671.7	3,447.0
Average Daily Turnover (Rs. mn)	921.8	254.5	529.2
Market Capitalisation (Rs.bn)	2,973.1	2,899.3	2,709.8
Foreign Purchases (Rs. mn)	799.3	205.8	320.3
Foreign Sales (Rs. mn)	442.3	62.4	502.0
Net Foreign Purchases (Rs. mn)	357.1	143.4	-181.7

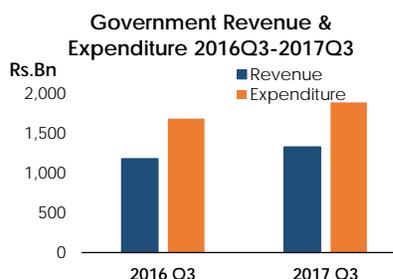


# Fiscal Sector

## 3.1 Government Finance (Rs.bn)

Item	2016 Q3	2017 Q3(a)
<b>Revenue and Grants</b>	<b>1,180.0</b>	<b>1,330.6</b>
Revenue	1,179.3	1,328.1
Tax	1,067.3	1,240.0
Non tax	112.0	88.2
Grants	0.7	2.4
<b>Expenditure &amp; Lending Minus Repayments</b>	<b>1,686.0</b>	<b>1,890.0</b>
Recurrent	1,308.3	1,437.8
Capital & Lending Minus Repayments	377.7	452.1

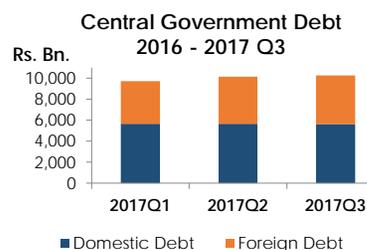
(a) Provisional



## 3.2 Outstanding Central Government Debt (Rs.bn)

Item	End 2016	2017 Q3(a)
<b>Total domestic debt</b>	<b>5,341.5</b>	<b>5,630.9</b>
of which		
Treasury bills	779.6	761.4
Treasury bonds	3,714.8	3,774.2
Rupee loans	24.1	24.1
<b>Total foreign debt</b>	<b>4,045.8</b>	<b>4,638.3</b>
<b>Total outstanding govt. debt</b>	<b>9,387.3</b>	<b>10,269.1</b>

(a) Provisional



## 3.3 Government Securities - Primary and Secondary Market Yield Rates for the week ending -03<sup>rd</sup> January 2018

Security	Maturity	Primary Market(a)		Secondary Market			
		This Week	Last Week	This Week			Last Week Average
				Buying	Selling	Average	
Treasury Bills	3 Months	-	-	7.75%	7.55%	7.65%	7.65%
	6 Months	8.24%	8.30%	8.35%	8.19%	8.27%	8.35%
	12 Months	8.90%	8.90%	8.97%	8.77%	8.87%	8.93%
Treasury Bonds(b)	< 2 Years	-	-	9.34%	9.23%	9.29%	9.33%
	< 5 Years	-	-	9.91%	9.77%	9.84%	9.97%
	< 6 Years	-	-	9.94%	9.83%	9.89%	10.02%
	< 8 Years	10.06%	-	10.06%	9.97%	10.02%	10.10%
	< 10 Years	-	-	10.12%	10.03%	10.08%	10.16%
	< 15 Years	-	-	10.33%	10.23%	10.28%	10.33%
	< 20 Years	-	-	10.51%	10.41%	10.46%	10.46%
< 30 Years	-	-	10.76%	10.51%	10.64%	10.62%	

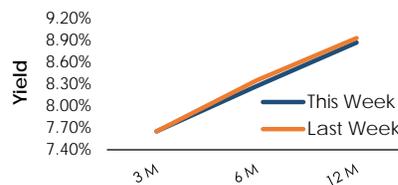
(a) Primary market transactions during the week ending 03/01/2018

(b) Weighted Average Yield Rate is calculated, if there are two or more yield rates within same maturity period

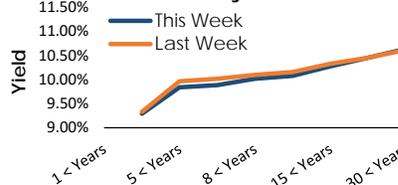
*The secondary market yield rates of T-bills have decreased and secondary market yield rates of T-Bonds have shown a mixed behaviour during the reporting week.*

Security	Maturity Date	Coupon Rate	Secondary Market	
			This Week	Last Week
International Sovereign Bonds	4-Oct-20	6.250%	4.09%	4.10%
	27-Jul-21	6.250%	4.27%	4.25%
	18-Jan-22	5.750%	4.48%	4.47%
	25-Jul-22	5.875%	4.50%	4.51%
	14-Jan-19	6.000%	3.51%	3.48%
	11-Apr-19	5.125%	3.65%	3.67%
	3-Jun-25	6.125%	5.16%	5.18%
3-Nov-25	6.850%	5.21%	5.24%	
Sovereign Bonds	18-Jul-26	6.825%	5.30%	5.32%
	11-May-27	6.200%	5.38%	5.41%

### Treasury Bills



### Treasury Bonds



### 3.4 Government Securities - Weekly Summary of Primary and Secondary Market Transactions (Week Ended - 03<sup>rd</sup> January 2018)

Item	Volume in Rs Mn	
	This Week	Last Week
<b>Outstanding Stock of Government Securities</b>		
Treasury Bills	841,075.07	807,119.98
Treasury Bonds (a)	4,147,679.19	4,117,679.19
<b>Total</b>	<b>4,988,754.25</b>	<b>4,924,799.17</b>
T-bills and T-bonds held by Foreigners	321,954.26	324,315.66
Sri Lanka Development Bonds (SLDB)	641,153.17	637,563.42

*The outstanding stock of T-bills and T-bonds held by foreigners has decreased by 0.73 per cent during the reporting week.*

Primary Market Activities	Volume in Rs Mn	
	This Week	Last Week
<b>Treasury Bills</b>		
Amount Offered	23,500.00	12,500.00
Total Bids Received	57,063.00	36,230.00
Total Bids Accepted	23,500.00	12,500.00
<b>Treasury Bonds</b>		
Amount Offered	30,000.00	-
Total Bids Received	81,252.00	-
Total Bids Accepted	30,000.00	-

*The weekly T-bill auction was over subscribed by 2.4 times and T-bond auction was over subscribed by 2.7 during the reporting week*

Secondary Market Activities	Volume in Rs Mn	
	This Week	Last Week
<b>Treasury Bills</b>		
Outright Transaction (Sales / Purchases)	15,578.24	18,279.26
Repo Transaction (Sales / Purchases)	119,770.75	156,113.44
<b>Treasury Bonds</b>		
Outright Transaction (Sales / Purchases)	36,519.20	30,999.78
Repo Transaction (Sales / Purchases)	590,818.38	492,608.12

*The total secondary market transactions of T bills and T bonds increased by 9.27 per cent in the reporting week compared to the previous week.*

(a) Excludes Treasury bonds amounting to Rs. 69,787 million issued to settle dues of CPC and to capitalize Sri Lankan Airlines.

### 3.5 Two way Quotes ( Treasury Bills ) - 05/01/2017

Remaining Maturity	Average Buying Price	Yield %	Average Selling Price	Yield %	Buying & Selling Spread
1-7 Days	99.86	7.45	99.86	7.25	0.00
1 Month	99.38	7.54	99.40	7.34	0.02
2 Month	98.74	7.64	98.77	7.46	0.03
3 Month	98.09	7.75	98.14	7.56	0.05
4 Month	97.37	7.99	97.44	7.77	0.07
5 Month	96.65	8.14	96.73	7.96	0.08
6 Month	95.92	8.28	95.98	8.16	0.06
7 Month	95.13	8.46	95.23	8.29	0.10
8 Month	94.36	8.58	94.49	8.38	0.13
9 Month	93.57	8.69	93.72	8.49	0.14
10 Month	92.81	8.75	92.97	8.56	0.16
11 Month	92.03	8.81	92.20	8.63	0.17
12 Month	91.17	8.95	91.34	8.78	0.17

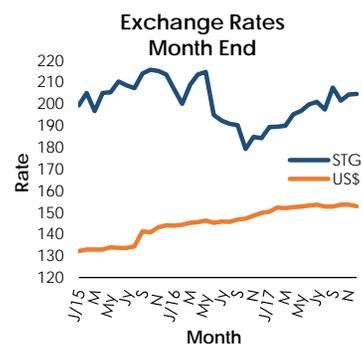
### 3.6 Two way Qoutes ( Treasury Bonds ) - 05/01/2018

Treasury Bond By Series	Maturity Period (Years)	Maturity Date (DD/MM/YY)	Days to Maturity	Average Buying Price	Yield %	Average Selling Price	Yield %	Buying & Selling Spread
08.50%2018A	15	1-Feb-18	27	100.00	8.14	100.01	8.04	0.01
08.50%2018C	5	1-Apr-18	86	100.08	7.96	100.11	7.83	0.03
08.50%2018D	5	1-Jun-18	147	99.97	8.50	100.02	8.38	0.05
08.50%2018B	15	15-Jul-18	191	99.95	8.59	99.99	8.51	0.04
07.50%2018A	15	15-Aug-18	222	99.30	8.68	99.37	8.56	0.07
08.75%2018A	4	15-Oct-18	283	99.91	8.85	100.02	8.70	0.11
08.00%2018A	6	15-Nov-18	314	99.31	8.83	99.45	8.66	0.14
05.65%2019A	8	15-Jan-19	375	96.59	9.20	96.70	9.08	0.11
10.75%2019A	2	15-Jan-19	375	101.54	9.14	101.68	9.00	0.14
08.50%2019A	10	1-May-19	481	99.15	9.18	99.31	9.05	0.16
10.60%2019A	5	1-Jul-19	542	101.86	9.23	102.05	9.09	0.20
10.60%2019B	5	15-Sep-19	618	102.27	9.10	102.46	8.98	0.19
08.00%2019A	8	1-Nov-19	665	97.71	9.39	97.87	9.29	0.16
09.25%2020A	5	1-May-20	847	99.77	9.35	100.03	9.22	0.27
08.00%2020A	8	1-Jun-20	878	96.77	9.53	96.99	9.42	0.22
06.20%2020A	10	1-Aug-20	939	92.47	9.57	92.70	9.46	0.23
09.50%2020A	5	15-Dec-20	1,075	100.02	9.49	100.38	9.34	0.36
10.75%2021A	5	1-Mar-21	1,151	103.29	9.51	103.57	9.41	0.27
09.00%2021A	8	1-May-21	1,212	98.41	9.56	98.71	9.45	0.30
11.00%2021A	7	1-Aug-21	1,304	104.39	9.52	104.73	9.41	0.34
09.45%2021A	7	15-Oct-21	1,379	99.22	9.69	99.44	9.62	0.23
11.50%2021A	5	15-Dec-21	1,440	106.43	9.50	106.85	9.38	0.41
08.00%2022A	10	1-Jan-22	1,457	94.17	9.80	94.50	9.69	0.33
11.20%2022A	9	1-Jul-22	1,638	104.78	9.86	105.32	9.71	0.55
10.00%2022A	8	1-Oct-22	1,730	101.07	9.71	101.63	9.56	0.56
11.50%2023A	6	15-May-23	1,956	106.76	9.84	107.42	9.69	0.66
09.00%2023A	10	1-Sep-23	2,065	96.44	9.83	96.88	9.73	0.44
11.20%2023A	9	1-Sep-23	2,065	106.09	9.77	106.63	9.64	0.54
07.00%2023A	20	1-Oct-23	2,095	87.58	9.88	88.02	9.77	0.44
11.40%2024A	10	1-Jan-24	2,187	107.02	9.82	107.67	9.68	0.65
11.00%2024A	8	1-Aug-24	2,400	105.51	9.84	106.32	9.68	0.81
06.00%2024A	10	1-Dec-24	2,522	80.70	9.93	81.03	9.85	0.33
10.25%2025A	10	15-Mar-25	2,626	101.97	9.86	102.55	9.74	0.58
09.00%2025A	12	1-May-25	2,673	94.59	10.06	94.99	9.98	0.39
11.00%2025A	10	1-Aug-25	2,765	106.15	9.83	106.80	9.71	0.65
10.35%2025A	8	15-Oct-25	2,840	101.96	9.98	102.33	9.91	0.38
09.00%2026A	13	1-Feb-26	2,949	94.52	10.00	94.83	9.94	0.32
05.35%2026A	15	1-Mar-26	2,977	74.46	10.00	74.72	9.95	0.26
11.00%2026A	11	1-Jun-26	3,069	106.19	9.89	106.56	9.83	0.36
11.50%2026A	10	1-Aug-26	3,130	109.15	9.89	109.73	9.79	0.58
11.75%2027A	10	15-Jun-27	3,448	111.02	9.92	111.72	9.82	0.70
11.25%2027A	10	15-Dec-27	3,631	107.25	10.08	107.90	9.98	0.65
09.00%2028B	15	1-May-28	3,769	93.00	10.10	93.30	10.05	0.30
09.00%2028A	15	1-Jul-28	3,830	93.06	10.09	93.73	9.98	0.67
11.50%2028A	13	1-Sep-28	3,892	108.80	10.13	109.96	9.96	1.16
13.00%2029A	15	1-Jan-29	4,014	118.47	10.17	118.94	10.11	0.47
13.00%2029B	15	1-May-29	4,134	118.66	10.18	119.14	10.12	0.48
11.00%2030A	15	15-May-30	4,513	106.00	10.13	106.83	10.02	0.84
08.00%2032A	20	1-Jan-32	5,109	82.48	10.41	82.76	10.36	0.29
09.00%2032A	20	1-Oct-32	5,383	89.43	10.42	89.70	10.38	0.28
09.00%2033A	20	1-Jun-33	5,626	89.00	10.45	89.41	10.39	0.42
13.25%2033A	20	1-Jul-33	5,656	121.00	10.48	121.52	10.42	0.53
09.00%2033B	20	1-Nov-33	5,779	88.41	10.52	88.83	10.46	0.42
13.25%2034A	20	1-Jan-34	5,840	120.64	10.55	121.18	10.49	0.53
11.50%2035A	20	15-Mar-35	6,278	109.22	10.34	110.84	10.15	1.62
12.00%2041A	25	1-Jan-41	8,397	111.51	10.65	111.98	10.60	0.47
09.00%2043A	30	1-Jun-43	9,278	85.14	10.71	86.02	10.60	0.88
13.50%2044A	30	1-Jan-44	9,492	123.89	10.75	124.79	10.67	0.90
13.50%2044B	30	1-Jun-44	9,644	123.16	10.83	130.10	10.19	6.95
12.50%2045A	30	1-Mar-45	9,917	115.55	10.73	118.22	10.46	2.67

# External Sector

## 4.1 Exchange Rates

Item (Rs Per Unit)(a)	Week Ending - 05 Jan 2018			Average Rate	
	Buying Rate	Selling Rate	Average Rate	Week Ago	Year Ago
US\$	151.58	155.34	153.46	153.23	149.83
STG	204.77	211.58	208.18	206.20	184.81
Yen	1.34	1.39	1.36	1.36	1.29
Euro	181.90	188.63	185.27	183.00	157.58
INR(1)			2.42	2.39	2.21
SDR	(As at 04 Jan 2018)		219.55	216.83	201.01
Central Bank purchases and sales(b) (US\$ Mn.)			Nov	Month	Year
			2017	Ago	Ago
Purchases			206.00	97.00	9.45
Sales			-	-	116.91



Item	Week Ending	Week Ago	Year Ago
	05 Jan 2018		

Average Daily Interbank Volume (US\$ Mn.) 39.28 52.30 22.29

(spot, tom and cash transactions among commercial banks)

### Forward Transactions

Forward Rates (US\$) (2)

1 Month	-	154.03	150.98
3 Months	156.40	155.93	152.66

Average Daily Interbank Forward Volume (US\$ mn)

10.97 26.63 27.60

Outstanding Forward Volume (US\$ mn) (As at 04 Jan 2018) 1,383.75 1,466.69 1,308.31

(a) Commercial Bank Avg. Middle Rate (prevailing at 9.30a.m.)

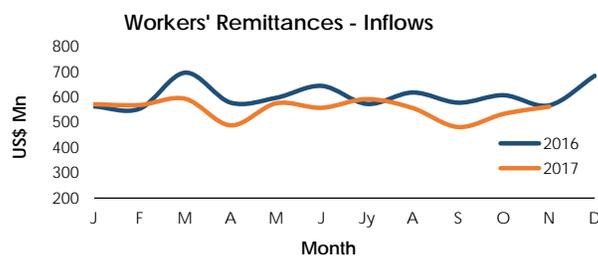
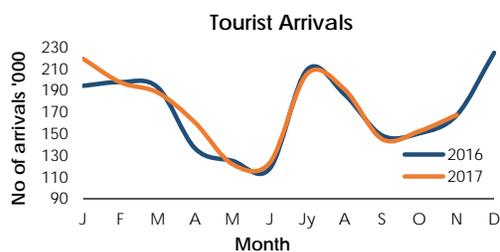
(b) Central Bank purchases and sales of foreign exchange from commercial banks at market rates total for the Month

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

## 4.2 Tourism & Workers' Remittances

Item		2016	2017	2016	2017	% Change
		Nov (a)(b)	Nov (c)(d)	Jan-Nov (a)(b)	Jan-Nov (c)(d)	
Tourist Arrivals	Number	167,217	167,511	1,826,041	1,871,871	2.51
Earnings from Tourism(d)	US\$ Mn.	286.88	287.39	3,132.83	3,211.46	2.51
	Rs.bn.	42.39	44.16	454.96	489.10	7.50
Workers' Remittances (Inflows)	US\$ Mn.	567.38	562.19	6,556.93	6,080.38	-7.27
	Rs. bn.	83.84	86.39	952.56	926.48	-2.74

(a) Revised (b) Revised based on Sri Lanka Tourism Development Authority survey results on average stay period and average spending per day estimates for 2016 (c) Provisional (d) May be revised based on Sri Lanka Tourism Development Authority survey results on average stay period and average spending per day estimates for 2017



#### 4.3 Official Reserve Assets as at 31<sup>st</sup> December 2017 (a)

Official Reserve Assets (USD Mn)	<b>7,952.58</b>
(1) Foreign Currency Reserves	6,952.87
(2) Reserve position in the IMF	68.15
(3) SDRs	2.42
(4) Gold	928.07
(5) Other Reserve Assets	1.07

(a) Provisional

#### 4.4 International Reserves & foreign Currency Liquidity as at 30<sup>th</sup> November 2017 (a)

Official Reserve Assets (USD mn)	
Official Reserve Assets	<b>7,335.12</b>
(1) Foreign currency reserves	6,346.84
(a) Securities	3,809.76
(b) Total currency and deposits with	2,537.07
(i) other national central banks, BIS	918.44
(ii) banks headquartered inside the reporting country of which located abroad	1.21
(iii) banks headquartered outside the reporting country	1,617.43
(2) Reserve position in the IMF	67.74
(3) SDRs	2.40
(4) Gold	917.07
(5) Other reserve assets	1.07

Predetermined Short-Term Net Drains on Foreign Currency Assets (b)				
Item	Total	Maturity breakdown (residual maturity)		
		Up to 1 month	More than 1 and up to 3 months	More than 3 months and up to 1 year
<b>1. Foreign currency loans, securities, and deposits</b>				
outflows (-) Principal	-4,406.68	-230.04	-886.98	-3,289.65
Interest	-1,231.28	-58.99	-257.19	-915.10
inflows (+) Principal				
Interest				
<b>2. Aggregate short and long positions in forwards and futures in foreign currencies vis-à-vis the domestic currency (including the forward leg of currency swaps)</b>				
(i) Short positions (-)(c)	-1,785.24	-585.93	-674.31	-525.00
(ii) Long positions (+)				
<b>3. Other (specify)</b>				
inflows related to reverse repos (+)	-0.09	-0.09		
other accounts payable (-)	-0.09	-0.09		

(a) Provisional

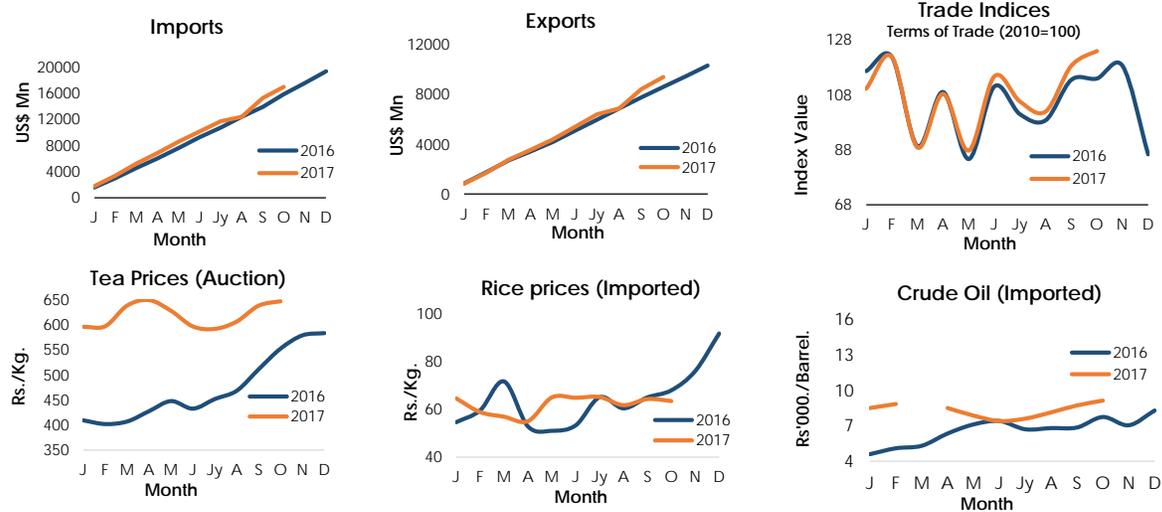
(b) This mainly includes only the predetermined outflows

(c) A major share of SWAP outstanding will be rolled over. This mainly includes SWAP arrangements with state banks which mobilised long-term foreign finance from international bond issuances

## 4.5 External Trade

Item	US\$ Mn			Rs Mn		
	2017 Jan - Oct (a)	2016 Jan - Oct (b)	% Change	2017 Jan - Oct (a)	2016 Jan - Oct (b)	% Change
<b>Exports</b>	<b>9,399.72</b>	<b>8,641.06</b>	<b>8.78</b>	<b>1,431,677.54</b>	<b>1,253,228.45</b>	<b>14.24</b>
Agricultural	2,323.39	1,942.33	19.62	353,954.34	281,795.01	25.61
Industrial	7,031.81	6,661.42	5.56	1,070,938.72	966,023.36	10.86
Food, Beverages and Tobacco	331.41	276.83	19.72	50,523.52	40,133.88	25.89
Textiles and Garments	4,137.63	4,107.47	0.73	630,071.89	595,569.00	5.79
Petroleum Products	327.76	231.62	41.51	49,934.29	33,595.88	48.63
Leather, Rubber products etc.	824.84	784.89	5.09	125,660.41	113,853.92	10.37
Other	1,410.17	1,260.62	11.86	214,748.61	182,870.67	17.43
Mineral	30.37	24.95	21.74	4,630.54	3,619.21	27.94
Other	14.15	12.35	14.54	2,153.94	1,790.87	20.27
<b>Imports</b>	<b>16,990.91</b>	<b>15,634.67</b>	<b>8.67</b>	<b>2,586,684.22</b>	<b>2,268,057.85</b>	<b>14.05</b>
Consumer Goods	3,661.24	3,576.84	2.36	557,368.78	518,805.12	7.43
Intermediate Goods	9,169.56	7,983.60	14.86	1,396,100.11	1,158,281.42	20.53
Investment Goods	4,016.17	4,063.10	-1.15	611,396.06	589,354.99	3.74
Other	143.94	11.13	1193.60	21,819.26	1,616.32	1,249.93
<b>Trade Balance</b>	<b>-7,591.20</b>	<b>-6,993.61</b>	<b>-</b>	<b>-1,155,006.68</b>	<b>-1,014,829.41</b>	<b>-</b>

(a) Provisional (b) Revised



## 4.6 Trade Indices (2010=100) (a)

Item	2017 Oct (b)	Month Ago (b)	Year Ago (c)
<b>Total Exports</b>			
Value	135.78	140.71	119.00
Quantity	132.04	133.27	123.18
Unit Value	102.83	105.59	96.61
<b>Total Imports</b>			
Value	154.58	149.16	154.25
Quantity	186.25	167.43	187.40
Unit Value	83.00	89.09	82.31
<b>Terms of Trade</b>	123.90	118.51	117.37

(a) In US\$ Terms (b) Provisional (c) Revised

## 4.7 Commodity Prices

Item	2017 Sep (a)	2016 Sep	% Change	2017 Sep (a)	2016 Sep	% Change
	US\$ / Kg			Rs / Kg		
Colombo Tea Auction	4.22	3.77	12.04	647.66	553.01	17.12
<b>Imports (C I F)</b>	US\$ / MT			Rs / MT		
Rice	413.30	462.45	-10.63	63,451.81	67,920.83	-6.58
Sugar	452.78	606.07	-25.29	69,513.15	89,014.42	-21.91
Wheat	245.61	251.05	-2.17	37,707.89	36,872.08	2.27
<b>Crude Oil</b>	US\$ / Barrel			Rs / Barrel		
	59.53	52.70	12.95	9,139.18	7,740.68	18.07

(a) Provisional