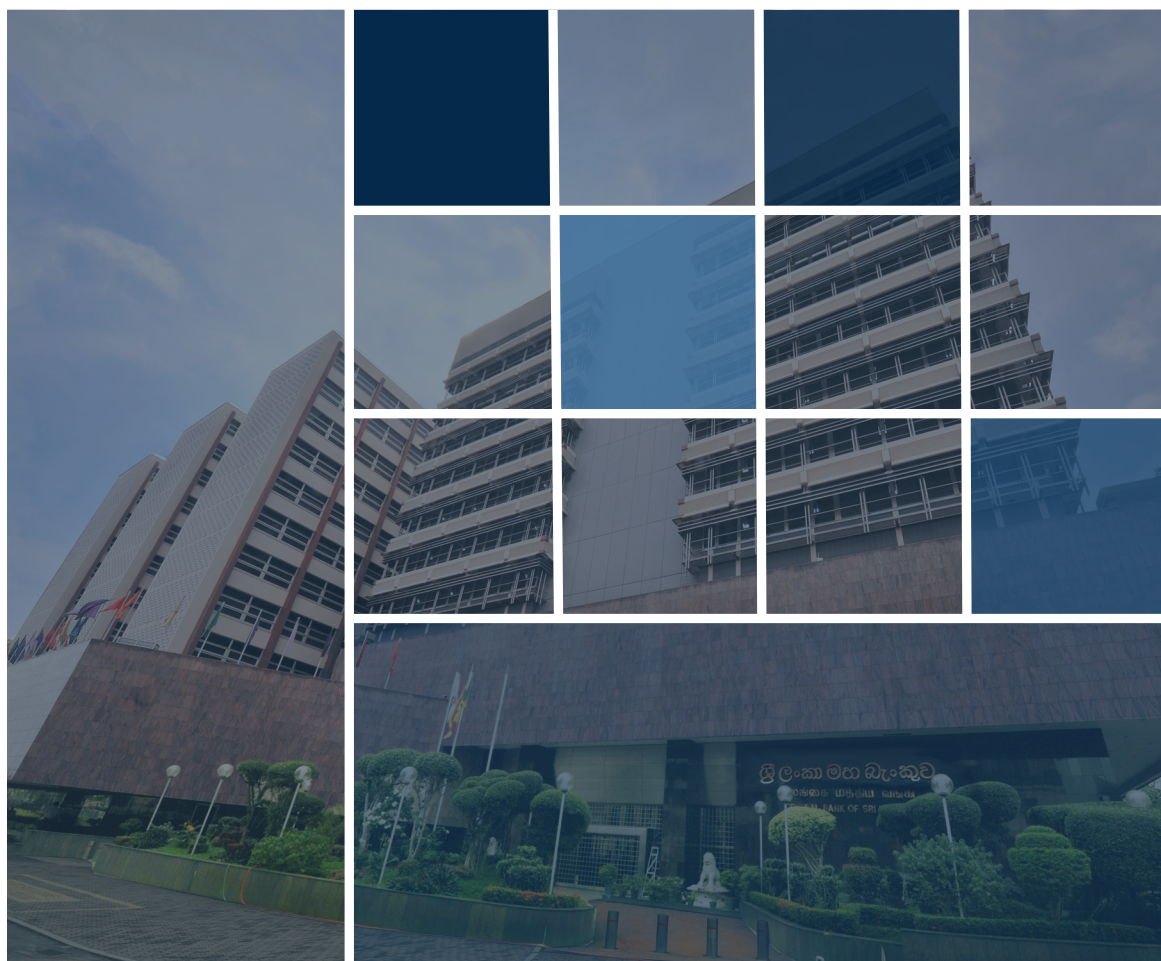


# Weekly Economic Indicators

10<sup>th</sup> August 2018



# Highlights of the Week

## Real Sector

During the first half of 2018, domestic tea production marginally increased with the support of favourable weather conditions. Meanwhile, production of rubber declined considerably due to lower auction prices. Coconut production continued to decline considerably during the period, due to lagged effect of the drought that prevailed during 2016 -2017 period.

The Index of Industrial Production (IIP) in June 2018 has increased by 0.4 per cent in comparison with the corresponding month of 2017. Among the major sub divisions of the manufacturing industries; volume of products of 'Coke and refined petroleum products' (33.7%); 'Beverages' (8.7%); 'Rubber & plastic products' (5.6%) and ' Food products' (0.8%) have contributed to the overall increase in production during the month of June, 2018 compared to that of June, 2017 and 'Wearing apparels', 'Chemicals & chemical products' and 'Non metallic mineral products' decreased by 3.6%, 2.7%, 2.1% respectively during this period.

During the period, crude oil prices showed mixed performance. Prices rose at the beginning of the period due to the re-introduction of US sanctions against Iran. However, subsequently, crude oil prices declined due to escalating trade dispute between the US and China would stall economic growth and fuel demand. Overall, Brent and WTI prices fell by US\$ 1.6 per barrel and US\$ 1.9 per barrel, respectively, within the period.

## Monetary Sector

Weekly AWPR for the week ending 10 August 2018 decreased by 11 bps to 11.41% compared to the previous week.

The reserve money decreased compared to the previous week mainly due to decrease in deposits held by commercial banks.

The total outstanding market liquidity increased to a surplus of Rs. 55.09 bn by end of the week, compared to Rs. 51.97 bn by the end of last week.

By 10 August 2018, the All Share Price Index (ASPI) decreased by 0.04% to 6,142 points and the S&P SL 20 Index decreased by 0.17% to 3,316 points, compared to the previous week.

## External Sector

During the year up to 10 August 2018 the Sri Lanka rupee depreciated against the US dollar (4.5 per cent). Given the cross currency exchange rate movements, the Sri Lanka rupee depreciated against the euro (1.1 per cent) and the Japanese yen (6.0 per cent) while appreciated against the pound sterling (0.1 per cent and the Indian rupee (2.5 per cent) during this period.

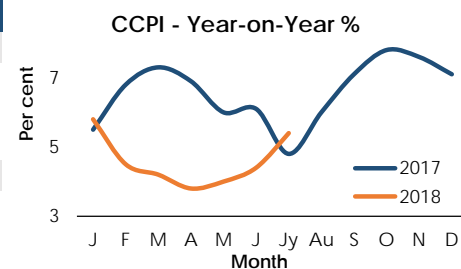
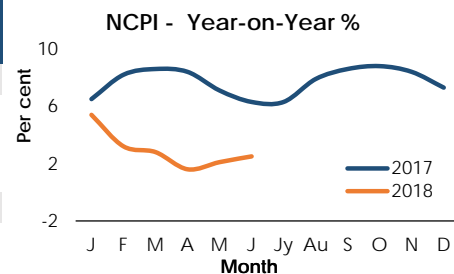
India, China, UK, Germany and France were the top five sources of tourist arrivals, accounting for 51.5 per cent of total tourist arrivals upto the month of July 2018.

The gross official reserves were estimated at US dollars 8,438.7 million as at 31st July 2018.

# Real Sector

## 1.1 Price Indices

Item (2013=100)	Jun 2018	Month Ago	Year Ago
National Consumer Price Index (NCPI) - Headline	126.5	124.3	123.4
Monthly Change %	1.8	1.1	1.3
Annual Average Change %	5.3	5.7	6.1
Year - on - Year Change %	2.5	2.1	6.3
National Consumer Price Index (NCPI) - Core	125.3	125.1	123.1
Annual Average Change %	2.9	3.1	6.1
Year - on - Year Change %	1.8	1.7	4.1
Item (2013=100)	Jul 2018	Month Ago	Year Ago
Colombo Consumer Price Index (CCPI) - Headline	125.8	125.4	119.4
Monthly Change %	0.3	2.0	-0.6
Annual Average Change %	5.6	5.6	5.4
Year - on - Year Change %	5.4	4.4	4.8
Colombo Consumer Price Index (CCPI) - Core	127.3	127.0	122.5
Annual Average Change %	4.3	4.4	5.4
Year - on - Year Change %	3.9	3.4	4.9



Source: Department of Census and Statistics

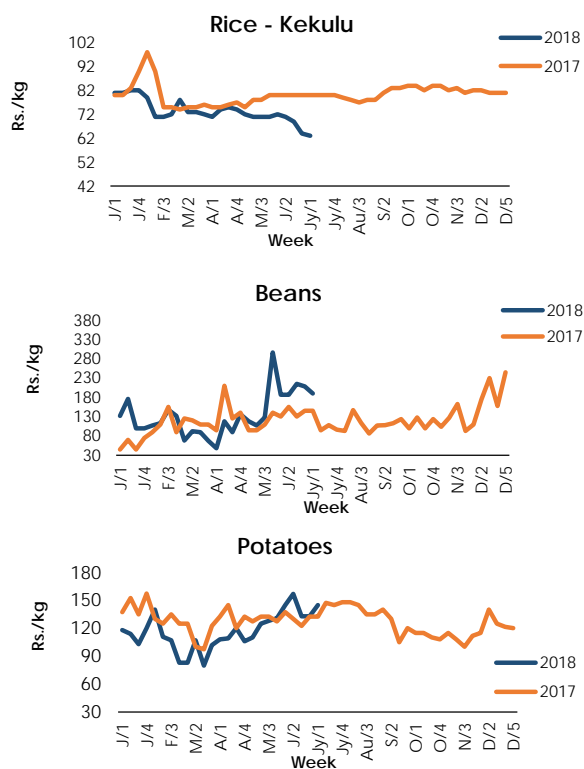
## 1.2 Prices

### 1.2.1 Pettah Market

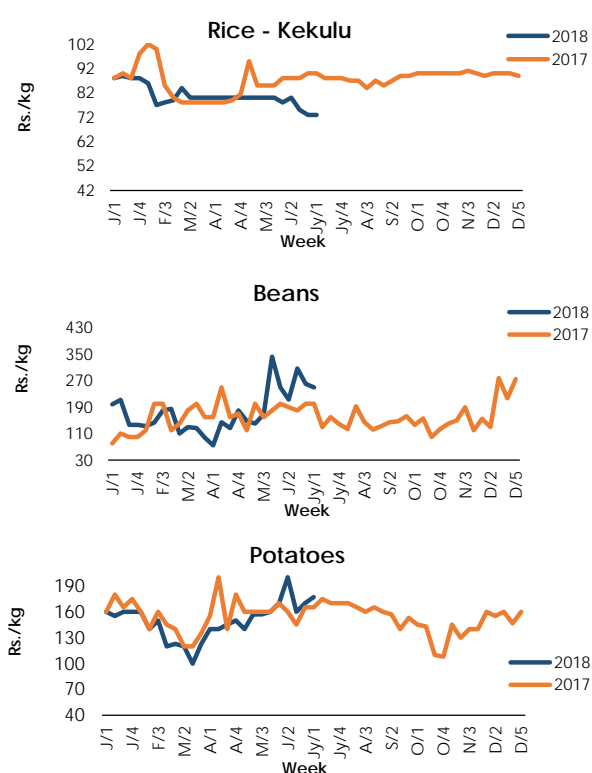
Food Item	Average Wholesale Prices				Average Retail Prices			
	Week Ending	Week Ago	Month Ago	Year Ago Annual Avg	Week Ending	Week Ago	Month Ago	Year Ago Annual Avg
	10 <sup>th</sup> Aug 2018				10 <sup>th</sup> Aug 2018			
	Rs / Kg				Rs / Kg			
<b>Rice</b>								
Samba	106.00	103.00	106.00	94.82	114.00	110.00	114.50	99.92
Kekulu (Red)	67.00	65.00	62.75	80.30	78.00	75.00	73.75	86.84
<b>Vegetables</b>								
Beans	153.00	140.00	206.75	118.56	190.00	177.00	251.25	163.50
Cabbage	90.00	133.00	133.50	75.37	135.00	173.00	187.00	119.69
Carrots	257.00	235.00	178.00	120.95	300.00	280.00	234.75	163.42
Tomatoes	55.00	80.00	158.75	93.73	100.00	117.00	193.25	134.12
Pumpkins	74.00	78.00	51.75	61.84	127.00	98.00	79.75	90.00
Snake Gourd	65.00	103.00	98.25	96.74	120.00	138.00	143.75	134.00
Brinjals	73.00	87.00	70.75	94.90	120.00	120.00	120.50	132.54
Ash-Plantains	75.00	73.00	77.50	73.41	110.00	107.00	113.25	108.67
<b>Other Foods</b>								
Red-Onions (Local)	125.00	130.00	124.75	250.84	175.00	160.00	178.25	303.56
Big-Onions (Local)	n.a.	n.a.	n.a.	110.80	n.a.	n.a.	n.a.	137.20
Potatoes (N'Eliya)	158.00	150.00	159.50	127.34	230.00	175.00	209.25	155.00
Dried Chillies (Imported)	245.00	250.00	252.50	189.80	283.00	300.00	289.00	236.54
Dhal (Indian)	97.00	108.00	103.25	135.31	117.00	120.00	118.50	151.46
Eggs	17.50	17.50	16.63	11.96	18.75	18.50	17.69	12.63
Coconut (Each)	48.00	50.00	54.25	61.72	62.00	60.00	68.25	74.31
<b>Fish*</b>								
Kelawalla	620.00	650.00	650.00	540.63	950.00	920.00	976.67	807.87
Balaya	n.a.	360.00	340.00	301.46	n.a.	460.00	440.00	404.68
Salaya	180.00	160.00	212.50	116.88	240.00	200.00	260.00	179.79
Paraw (Small)	n.a.	n.a.	630.00	538.02	n.a.	n.a.	730.00	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 09 <sup>th</sup> Aug 2018	
	Wholesale (Average)	Retail (Average)
<b>Rice</b>		
Samba	115.20	119.90
Kekulu (Red)	71.00	77.40
<b>Vegetables</b>		
Beans	147.00	167.00
Carrot	257.50	277.50
Tomatoes	51.00	71.00
Pumpkins	67.00	87.00
Snake Gourd	64.50	84.50
Ash-Plantains	66.50	84.50
<b>Other Foods</b>		
Red-Onions (Local)	89.00	100.50
Big-Onions (Local)	n.a	n.a
Potatoes (N'Eliya)	149.38	159.38
Dried Chillies(Imported)	249.50	259.50
Coconut (Each)	42.40	48.00

### 1.2.4 Marandagahamula Market

Average wholesale price of Rice				
Item (Rs / Kg)	Week Ending 10 <sup>th</sup> Aug 2018	Week Ago	Month Ago	Year Ago
Samba	100.30	100.50	101.33	92.96
Sudu Kekulu	72.30	72.10	73.71	83.16
Raw Red	66.70	67.10	69.86	80.21
Nadu	73.90	72.40	74.76	87.93

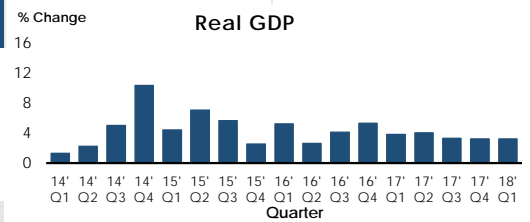
### 1.2.3 Narahenpita Economic Centre

Item (Rs / Kg)	Average Retail Prices	
	09 <sup>th</sup> Aug 2018	Week Ago
<b>Rice</b>		
Samba	111.33	109.33
Kekulu (Red)	78.33	78.67
<b>Vegetables</b>		
Beans	196.67	276.67
Cabbage	236.67	236.67
Carrots	316.67	316.67
Tomatoes	116.67	210.00
Pumpkins	116.67	116.67
Snake Gourd	196.67	196.67
Brinjals	136.67	156.67
Ash-Plantains	136.67	136.67
<b>Other Foods</b>		
Red-Onions (Imported)	146.67	156.67
Big-Onions (Imported)	96.67	86.67
Potatoes (Imported)	93.33	76.67
Dried Chillies (Imported)	266.67	286.67
Dhal (Indian)	106.67	116.67
Eggs (Red)(Each)	18.00	18.00
Coconut (Each)	63.33	66.67
<b>Fish</b>		
Kelawalla	896.67	966.67
Balaya	476.67	426.67
Salaya	320.00	246.67
Paraw (Small)	1,183.33	876.67

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

Item	2016 Annual (a)(b)	2017 Annual (a) (b)	2017 1 <sup>st</sup> Qtr (a)(b)	2018 1 <sup>st</sup> Qtr (a)
Agriculture	-3.8	-0.8	-4.4	4.8
Industry	5.8	4.6	3.7	0.9
Services	4.7	3.2	4.3	4.4
Taxes less subsidies on products	6.3	3.2	2.3	1.2
<b>GDP</b>	<b>4.5</b>	<b>3.3</b>	<b>3.4</b>	<b>3.2</b>

(a) Provisional (b) Revised

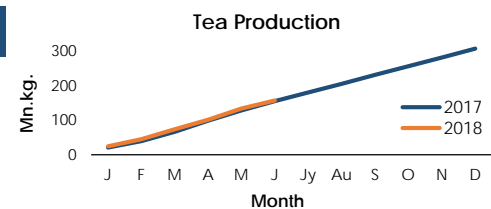


Source: Department of Census and Statistics

### 1.4 Agriculture Production

Item	Unit	2018 Jan-Jun(a)	2017 Jan-Jun	% Change
Tea	(Mn Kg)	157.59	156.78	0.52
Rubber	(Mn Kg)	39.28	45.07	-12.86
Coconut	(Mn Kg)	1,220.25	1,288.63	-5.31

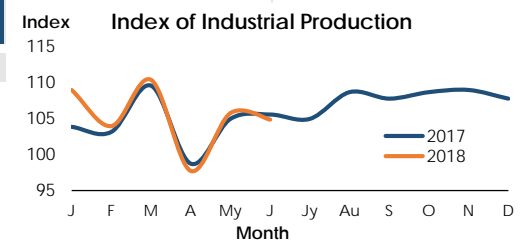
(a) Provisional



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

Item	2017 Jun (b)(c)	2018 Jun (c)	% Change
<b>Index of Industrial Production (IIP)</b>	<b>104.4</b>	<b>104.8</b>	<b>0.4</b>
Food products	101.9	102.7	0.8
Wearing apparel	117.8	113.6	-3.6
Other non-metallic mineral products	103.4	101.2	-2.1
Coke and refined petroleum products	69.4	92.7	33.7
Rubber and plastic products	110.6	116.8	5.6
Chemicals and chemical products	93.7	91.2	-2.7
Beverages	96.2	104.6	8.7

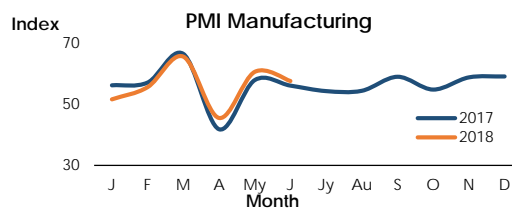
(a) Major 7 sub divisions (b) Revised (c) Provisional



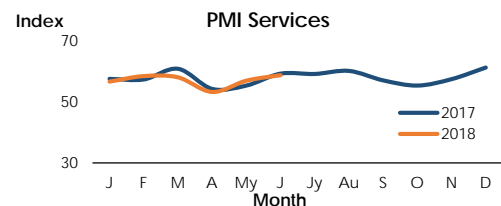
Source: Department of Census and Statistics

### 1.6 Purchasing Managers' Index (PMI)

Month/Year	PMI Manufacturing			
	Jun 2018	May 2018	Jun 2017	May 2017
Index	57.6	60.6	56.1	57.9



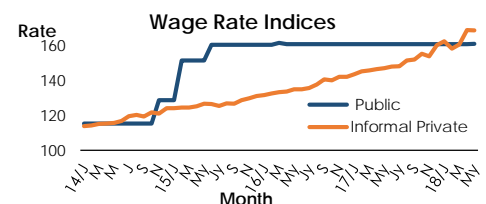
Month/Year	PMI Services			
	Jun 2018	May 2018	Jun 2017	May 2017
Index	58.7	56.9	59.2	55.3



### 1.7 Wages and Employment

#### 1.7.1 Wage Rate Indices

Item	2018 May	2017 May	% Change
Public Sector Employees (2012 = 100)	161.0	160.8	0.0
Informal Private Sector Employees (2012 = 100)	168.6	147.0	14.7
Agriculture	171.8	147.8	16.3
Industry	171.7	152.3	12.8
Services	164.3	141.5	16.1



## 1.7.2 Employment (a)

Item	2017 1 <sup>st</sup> Qtr	2018 1 <sup>st</sup> Qtr (b)	2017 Annual
Labour Force Participation rate	54.7	52.0	54.1
Unemployment rate	4.1	4.5	4.2

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

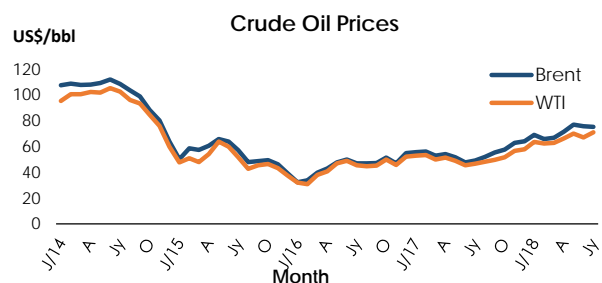
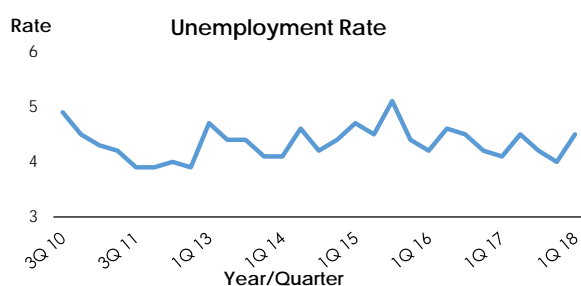
Agriculture	27.0	26.9	26.1
Industry	28.0	27.9	28.4
Services	45.0	45.2	45.5

(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



## 1.8 Average Crude Oil Prices (a)

Month	2017			2018		
	Futures Prices (US\$/bbl)		CPC Import Prices (CIF) (US\$/bbl)(*)	Futures Prices (US\$/bbl)		CPC Import Prices (CIF) (US\$/bbl)(*)
	Brent (Benchmark price)	WTI (Benchmark price)		Brent (Benchmark price)	WTI (Benchmark price)	
January	55.67	52.83	57.39	69.02	63.55	72.04
February	55.99	53.41	58.65	65.80	62.26	-
March	52.76	49.92	-	66.69	62.80	67.97
April	53.98	51.27	56.48	71.55	66.21	74.31
May	51.59	48.77	51.66	76.88	69.92	80.68
June	47.71	45.34	48.47	75.70	66.93	79.80
July	49.02	46.56	49.75	75.17	70.87	-
August	51.87	48.18	53.07	-	-	-
September	55.31	49.65	57.06	-	-	-
October	57.52	51.56	59.53	-	-	-
November	62.79	56.68	65.62	-	-	-
December	63.92	57.82	66.82	-	-	-
	2017			2018		
04 Aug	52.01	49.03	-	-	-	-
05 Aug	-	-	-	-	-	-
06 Aug	-	-	-	73.50	68.66	-
07 Aug	52.38	49.53	-	73.74	68.93	-
08 Aug	52.19	49.26	-	74.64	69.23	-
09 Aug	51.86	48.96	-	72.40	66.89	-
10 Aug	52.72	49.60	-	71.89	66.72	-

Sources: Bloomberg  
Ceylon Petroleum Corporation

(a) Please note that crude oil prices are based on futures prices instead of spot prices, that have been published up to end 2017.

(\*) CPC import prices are not directly comparable with futures prices of WTI and Brent as CPC's import prices include freight charges and the price is weighted for average prices of different types of crude oil. Also part of the imports of CPC are on a term contract basis.

# Monetary Sector

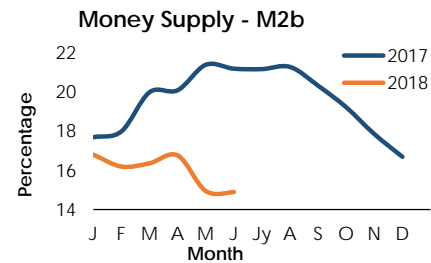
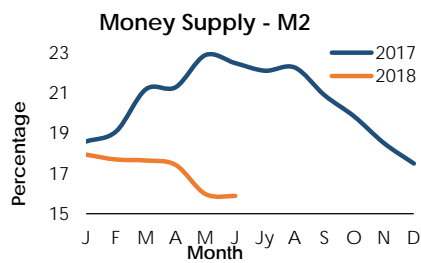
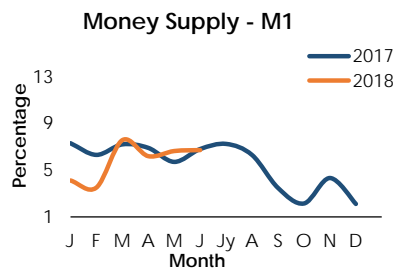
## 2.1 Interest Rates

Item	Week Ending 10 Aug 2018	Week Ago	Year Ago		
<b>Policy Interest Rates</b>					
Standing Deposit Facility Rate	7.25	7.25	7.25		
Standing Lending Facility Rate	8.50	8.50	8.75		
Average Weighted Call Money Rate (AWCMR) (Weekly Average)	8.23	8.40	8.71		
<b>Sri Lanka Inter Bank Offered Rate (SLIBOR)</b>					
1-day	8.24	8.42	8.74		
7-day	8.73	8.75	9.29		
1-Month	9.03	9.06	9.95		
3-Month	10.22	10.22	10.72		
6-Month	10.76	10.76	12.00		
12-Month	11.50	11.50	12.41		
<b>Treasury Bill Yields</b>					
91-day	8.16	8.17	8.87		
182-day	8.70	-	9.02		
364-day	9.16	9.23	9.38		
<b>Licensed Commercial Banks</b>					
Average Weighted Prime Lending Rate (AWPR)	11.41	11.52	11.98		
	Jun-2018	Month Ago	Year Ago		
Savings Deposits (a)	0.50-8.50	0.50-9.50	0.50-9.00		
One Year Fixed Deposits	4.53-15.00	4.53-15.00	4.89-15.00		
	Jul-2018	Month Ago	Year Ago		
Average Weighted Deposit Rate (AWDR)	8.64	8.92	9.19		
Average Weighted Fixed Deposit Rate (AWFDR)	10.82	11.26	11.78		
	Jun-2018	Month Ago	Year Ago		
Average Weighted Lending Rate (AWLR)	14.05	14.06	13.73		
<b>National Savings Bank (NSB)</b>					
	Jul-2018	Month Ago	Year Ago		
Savings Deposits	4.00	4.00	4.00		
One Year Fixed Deposits	10.50	10.50	11.00		
<b>Treasury Bond Auction</b>		<b>07 Y &amp; 03 Months</b>	<b>14 Y &amp; 06 Months</b>		
		12/7/2018	12/7/2018		
Coupon rate	10.35	11.20			
Weighted Average Yield	10.53	10.88			
(a) Revised					
<b>Bankwise- AWPR</b>	<b>Week ending 10 Aug 2018</b>	<b>Week Ago</b>	<b>Bankwise- AWPR</b>	<b>Week ending 10 Aug 2018</b>	<b>Week Ago</b>
Bank of Ceylon	12.33	12.23	HSBC	9.14	9.17
People's Bank	11.71	11.90	Standard Chartered Bank	11.45	10.24
Hatton National Bank	11.80	11.62	Citi Bank	9.68	9.95
Commercial Bank of Ceylon	11.55	11.68	Deutsche Bank	10.64	10.42
Sampath Bank	13.13	12.00	Habib Bank	11.70	11.70
Seylan Bank	12.92	13.04	Indian Bank	12.91	12.88
Union Bank of Colombo	14.45	15.33	Indian Overseas Bank	13.41	13.20
Pan Asia Banking Corporation	15.50	14.80	MCB Bank	11.41	11.95
Nations Trust Bank	11.97	11.77	State Bank of India	9.94	9.94
DFCC Bank	13.53	13.12	Public Bank	13.40	13.15
NDB Bank	12.72	12.25	ICICI Bank	10.70	10.70
Amana Bank	12.04	12.70	Axis Bank	12.20	12.20
Cargills Bank	14.82	14.61			

## 2.2 Money Supply

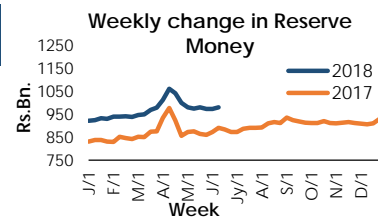
Item	Rs. bn			Annual Change (%)		
	2018 Jun(a)	Month Ago	Year Ago	2018 Jun(a)	Month Ago	Year Ago
Reserve Money	998.63	973.37	891.64	12.00	13.21	17.76
M1	804.51	790.97	753.89	6.71	6.63	6.84
M2	6,120.85	6,047.72	5,281.42	15.89	15.98	22.52
M2b	6,747.65	6,670.95	5,872.51	14.90	14.95	21.24
Net Foreign Assets of the Banking System (b)	101.20	74.40	-246.03	141.13	123.36	49.99
Monetary Authorities	821.43	810.90	598.06	37.35	49.06	44.62
Commercial Banks	-720.22	-736.51	-844.09	14.67	14.61	6.78
Domestic Banking Units (DBUs)	-340.58	-327.35	-309.70	-9.97	-3.26	6.68
Offshore Banking Units (OBUs)	-379.64	-409.16	-534.39	28.96	25.00	6.84
Net Domestic Assets of the Banking System (b)	6,646.44	6,596.55	6,118.54	8.63	7.76	14.67
Net Credit to the Government	2,273.20	2,324.23	2,234.62	1.73	3.77	11.43
Monetary Authorities	307.35	291.38	410.87	-25.19	-29.73	-9.91
Commercial Banks	1,965.84	2,032.84	1,823.76	7.79	11.38	17.71
DBUs	1,615.22	1,650.33	1,454.74	11.03	13.54	25.67
OBUs	350.62	382.52	369.02	-4.99	2.94	-5.80
Credit to Public Corporations (c)	619.24	608.32	570.86	8.47	4.76	15.54
DBUs (c)	381.39	379.35	333.67	14.30	14.63	23.37
OBUs	237.85	228.97	237.19	0.28	-8.32	6.08
Credit to the Private Sector (c)	5,155.88	5,073.26	4,485.55	14.94	15.14	18.39
DBUs (c)	4,801.96	4,721.95	4,167.07	15.24	15.16	18.58
OBUs	353.92	351.31	318.48	11.13	14.95	15.89
Other Items (Net)	-1,401.87	-1,409.26	-1,172.50	-19.56	-27.56	-23.07

(a) Provisional (b) In relation to M2b (c) Revised



## 2.3 Weekly change in Reserve Money

Item	09 Aug 2018	Week Ago	Change
Reserve Money (Rs.Mn.)	1,000,948.98	1,004,949.29	-4,000.30



## 2.4 Money Market Activity( Overnight)

Item	06.08.2018	07.08.2018	08.08.2018	09.08.2018	10.08.2018
Call Money Market					
Weighted Average Rate (% p.a.)	8.29	8.30	8.26	8.18	8.14
Gross Volume (Rs. Mn)	17,850	16,227	15,600	13,575	11,330
Repo Market					
Weighted Average Rate (% p.a.)	8.19	8.16	8.17	8.11	8.03
Gross Volume (Rs. Mn)	13,648	21,045	13,977	10,570	12,985

## 2.5 CBSL Securites Portfolio

Item	06.08.2018	07.08.2018	08.08.2018	09.08.2018	10.08.2018
CBSL Treasury Bill Holdings -Face Value (Rs. Mn)	41,038.94	41,038.94	41,038.94	41,038.94	41,038.94
CBSL Treasury Bill Holdings -Book Value (Rs. Mn)	40,571.96	40,598.55	40,609.17	40,619.43	40,630.88



## 2.6 Open Market Operations

Item	06.08.2018	07.08.2018	08.08.2018	09.08.2018	10.08.2018
<b>Short-Term Auction</b>					
Repo Amount Offered (Rs. bn)	-	-	-	-	-
Reverse Repo Amount Offered (Rs. bn)	-	-	-	-	-
Tenure (No. of Days)	-	-	-	-	-
Bids Received (Rs. bn)	-	-	-	-	-
Amount Accepted (Rs. bn)	-	-	-	-	-
Minimum Accepted Rate ( % p.a)	-	-	-	-	-
Maximum Accepted Rate ( % p.a)	-	-	-	-	-
Weighted Average Yield Rate (% p.a.)	-	-	-	-	-
<b>Outright Auctions</b>					
Outright Sales Amount Offered (Rs. bn)	-	-	-	-	-
Outright Purchase Amount Offered (Rs. bn)	-	-	-	-	-
Settlement Date	-	-	-	-	-
Maturity Date	-	-	-	-	-
Tenure (No. of Days)	-	-	-	-	-
Bids Received (Rs. bn)	-	-	-	-	-
Amount Accepted (Rs. bn)	-	-	-	-	-
Minimum Accepted Rate ( % p.a)	-	-	-	-	-
Maximum Accepted Rate ( % p.a)	-	-	-	-	-
Weighted Average Yield Rate (% p.a.)	-	-	-	-	-
<b>Long Term Auction</b>					
Repo Amount Offered (Rs. bn)	-	-	-	-	-
Reverse Repo Amount Offered (Rs. bn)	-	-	-	-	-
Settlement Date	-	-	-	-	-
Maturity Date	-	-	-	-	-
Tenure (No. of Days)	-	-	-	-	-
Bids Received (Rs. bn)	-	-	-	-	-
Amount Accepted (Rs. bn)	-	-	-	-	-
Minimum Accepted Rate ( % p.a)	-	-	-	-	-
Maximum Accepted Rate ( % p.a)	-	-	-	-	-
Weighted Average Yield Rate (% p.a.)	-	-	-	-	-
<b>Standing Facility</b>					
Standing Deposit Facility (Rs. bn)	45.454	50.729	59.040	54.763	55.248
Standing Lending Facility (Rs. bn)	2.206	2.061	0.624	0.591	0.163
<b>Total Outstanding Market Liquidity (Rs. bn)</b>	<b>53.248</b>	<b>48.668</b>	<b>58.416</b>	<b>54.172</b>	<b>55.085</b>

## 2.7 Credit Cards (a)

Item	2018 End Jun(b)	2018 End May	2017 End Dec
Total Number of Active Cards	1,557,069	1,541,902	1,459,883
Local (accepted only locally)	23,656	23,793	24,258
Global (accepted globally)	1,533,413	1,518,109	1,435,625
Outstanding balance (Rs.mn)	95,055	93,884	88,487
Local (accepted only locally)	705	703	725
Global (accepted globally)	94,351	93,181	87,762

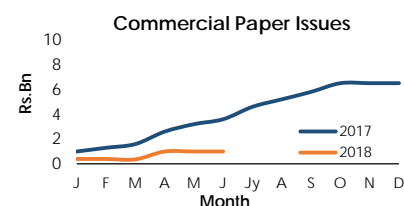
(a) Issued by Licensed Commercial Banks (LCBs) (b) Provisional

## 2.8 Commercial Paper Issues (a)

Item (Rs. bn.)	2018 End Jun (b)	2018 End May	2017 End Dec
Total Issues - Cumulative (c)	1.0	1.0	6.5
Outstanding (as at end of the period )	1.7	1.7	1.7

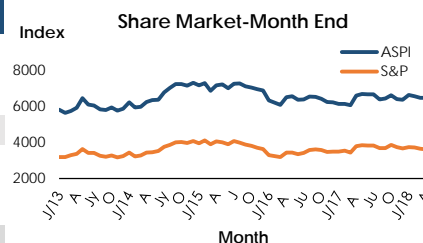
(a) Based on the information provided by LCBs and Licensed Specialised Banks (LSBs)

(b) Provisional (c) During the year



## 2.9 Share Market

Item	Week Ending 10 Aug 2018	Week Ago	Year Ago
All Share Price Index (1985 = 100) (ASPI)	6,141.6	6,143.9	6,155.4
S&P Sri Lanka 20 Index (2004 = 1,000) (S&P SL20)	3,316.5	3,322.3	3,332.3
Average Daily Turnover (Rs. mn)	855.3	290.7	961.1
Market Capitalisation (Rs.bn)	2,875.9	2,877.0	2,882.4
Foreign Purchases (Rs. mn)	252.7	62.1	246.5
Foreign Sales (Rs. mn)	151.2	12.2	180.5
Net Foreign Purchases (Rs. mn)	101.5	49.9	66.0

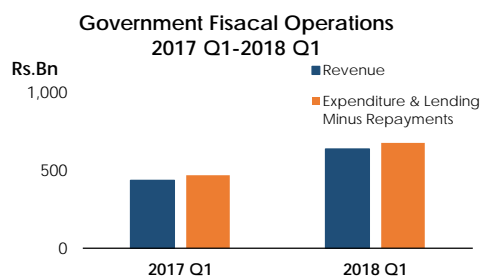


# Fiscal Sector

## 3.1 Government Finance (Rs.bn)

Item	2017 Q1	2018 Q1 (a)
<b>Revenue and Grants</b>	<b>436.7</b>	<b>469.4</b>
Revenue	436.0	469.1
Tax	415.1	425.3
Non tax	20.9	43.8
Grants	0.7	0.3
<b>Expenditure &amp; Lending Minus Repayments</b>	<b>636.3</b>	<b>675.2</b>
Recurrent	484.2	527.5
Capital & Lending Minus Repayments	152.1	147.7

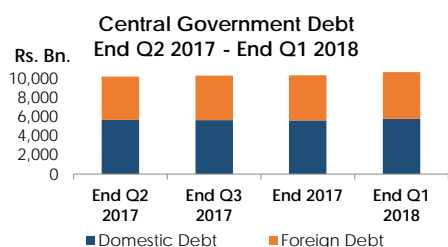
(a) Provisional



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

Item	End 2017	End 2018 Q1(a)
<b>Total domestic debt</b>	<b>5,594.4</b>	<b>5,770.9</b>
of which		
Treasury bills	697.2	787.7
Treasury bonds	3,822.6	3,872.8
Rupee loans	24.1	24.1
<b>Total foreign debt</b>	<b>4,718.6</b>	<b>4,883.2</b>
Total outstanding govt. debt	10,313.0	10,654.1

(a) Provisional



## 3.3 Government Securities - Primary and Secondary Market Yield Rates for the week ending - 08<sup>th</sup> August 2018

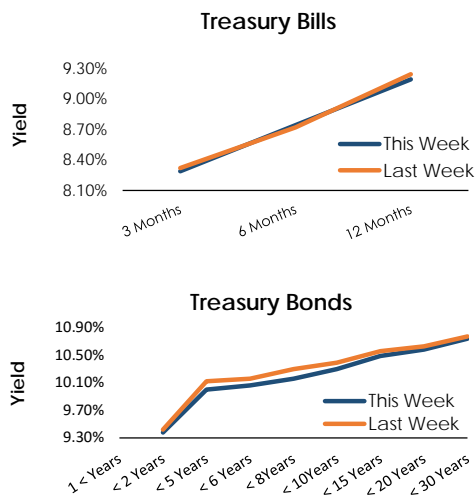
Security	Maturity	Primary Market(a)		Secondary Market			
		This Week	Last Week	This Week			Last Week Average
				Buying	Selling	Average	
Treasury Bills	3 Months	8.16%	8.17%	8.36%	8.22%	8.29%	8.32%
	6 Months	8.70%	-	8.81%	8.66%	8.74%	8.72%
	12 Months	9.16%	9.23%	9.24%	9.14%	9.19%	9.24%
Treasury Bonds(b)	< 2 Years	-	-	9.43%	9.32%	9.38%	9.42%
	< 5 Years	-	-	10.04%	9.96%	10.00%	10.12%
	< 6 Years	-	-	10.09%	10.03%	10.06%	10.16%
	< 8 Years	-	-	10.21%	10.11%	10.16%	10.30%
	< 10 Years	-	-	10.35%	10.24%	10.30%	10.39%
	< 15 Years	-	-	10.55%	10.43%	10.49%	10.56%
	< 20 Years	-	-	10.65%	10.50%	10.58%	10.63%
	< 30 Years	-	-	10.81%	10.66%	10.74%	10.77%

(a) Primary market transactions during the week ending 08/08/2018

(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 shown a mixed behaviour whereas secondary market yield rates of T-Bonds have shown a decrease during the reporting week.**

Security	Maturity Date	Coupon Rate	Secondary Market	
			This Week	Last Week
International Sovereign Bonds	4-Oct-20	6.250%	5.16%	5.10%
	27-Jul-21	6.250%	5.41%	5.38%
	18-Jan-22	5.750%	5.65%	5.60%
	25-Jul-22	5.875%	5.81%	5.74%
	14-Jan-19	6.000%	4.04%	4.12%
	11-Apr-19	5.125%	4.14%	4.22%
	3-Jun-25	6.125%	6.64%	6.55%
	3-Nov-25	6.850%	6.70%	6.65%
	18-Jul-26	6.825%	6.78%	6.72%
	11-May-27	6.200%	6.80%	6.72%



### 3.4 Government Securities - Weekly Summary of Primary and Secondary Market Transactions (Week Ended - 08<sup>th</sup> August 2018)

Item	Volume in Rs Mn	
	This Week	Last Week
Outstanding Stock of Government Securities		
Treasury Bills	797,938.00	797,904.00
Treasury Bonds (a)	4,178,644.04	4,178,644.04
<b>Total</b>	<b>4,976,582.03</b>	<b>4,976,548.03</b>
T-bills and T-bonds held by Foreigners	285,250.22	287,807.28
Sri Lanka Development Bonds (SLDB)	584,257.85	584,061.88

*The outstanding stock of T-bills and T-bonds held by foreigners has marginally decreased by 0.89 per cent during the reporting week.*

Primary Market Activities	Volume in Rs Mn	
	This Week	Last Week
Treasury Bills		
Amount Offered	20,500.00	24,500.00
Total Bids Received	82,835.00	80,104.00
Total Bids Accepted	20,500.00	24,500.00
Treasury Bonds		
Amount Offered	-	-
Total Bids Received	-	-
Total Bids Accepted	-	-

*The weekly T-bill auction was over subscribed by 4 times during the reporting week.*

Secondary Market Activities	Volume in Rs Mn	
	This Week	Last Week
Treasury Bills		
Outright Transaction (Sales / Purchases)	17,002.67	18,749.84
Repo Transaction (Sales / Purchases)	146,709.67	99,857.48
Treasury Bonds		
Outright Transaction (Sales / Purchases)	57,389.11	32,110.15
Repo Transaction (Sales / Purchases)	668,972.63	601,868.59

*The total secondary market transactions of T bills and T bonds increased by 18.27 per cent in the reporting week compared to the previous week.*

(a) Excludes Treasury bonds amounting to Rs. 56,662 million issued to settle dues of CPC.

### 3.5 Two way Quotes ( Treasury Bills ) - 10/08/2018

Remaining Maturity	Average Buying Price	Yield %	Average Selling Price	Yield %	Buying & Selling Spread
1-7 Days	99.85	7.98	99.85	7.82	0.00
1 Month	99.33	8.15	99.35	7.97	0.02
2 Month	98.64	8.27	98.67	8.09	0.03
3 Month	97.95	8.33	97.98	8.18	0.04
4 Month	97.21	8.49	97.25	8.36	0.04
5 Month	96.47	8.60	96.51	8.48	0.05
6 Month	95.68	8.77	95.74	8.63	0.07
7 Month	94.90	8.87	94.97	8.74	0.07
8 Month	94.10	8.97	94.19	8.84	0.09
9 Month	93.32	9.03	93.41	8.91	0.09
10 Month	92.53	9.08	92.62	8.98	0.09
11 Month	91.75	9.12	91.84	9.03	0.09
12 Month	90.95	9.18	91.06	9.06	0.12

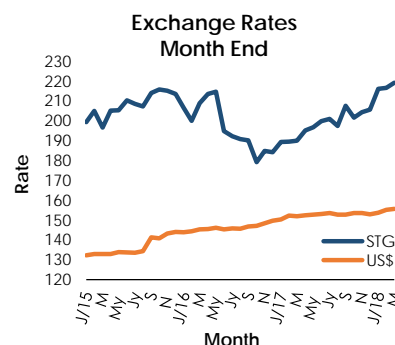
### 3.6 Two way Quotes ( Treasury Bonds ) - 10/08/2018

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
07.50%2018A	15	15-Aug-18	5	99.98	8.29	99.99	8.16	0.00
08.75%2018A	4	15-Oct-18	66	100.01	8.48	100.03	8.34	0.03
08.00%2018A	6	15-Nov-18	97	99.81	8.57	99.85	8.42	0.04
05.65%2019A	8	15-Jan-19	158	98.65	8.89	98.72	8.72	0.07
10.75%2019A	2	15-Jan-19	158	100.77	8.82	100.84	8.66	0.07
08.50%2019A	10	1-May-19	264	99.56	9.11	99.65	8.98	0.09
10.60%2019A	5	1-Jul-19	325	101.20	9.15	101.29	9.04	0.09
10.60%2019B	5	15-Sep-19	401	101.39	9.22	101.49	9.12	0.10
08.00%2019A	8	1-Nov-19	448	98.50	9.30	98.64	9.18	0.14
09.25%2020A	5	1-May-20	630	99.69	9.43	99.85	9.33	0.16
08.00%2020A	8	1-Jun-20	661	97.63	9.44	97.79	9.34	0.16
06.20%2020A	10	1-Aug-20	722	94.25	9.46	94.42	9.36	0.17
09.50%2020A	5	15-Dec-20	858	99.93	9.53	100.18	9.40	0.26
10.75%2021A	5	1-Mar-21	934	102.53	9.60	102.74	9.51	0.20
09.00%2021A	8	1-May-21	995	98.51	9.62	98.72	9.54	0.21
11.00%2021A	7	1-Aug-21	1,087	103.36	9.67	103.65	9.56	0.29
09.45%2021A	7	15-Oct-21	1,162	99.29	9.71	99.56	9.61	0.27
11.50%2021A	5	15-Dec-21	1,223	104.89	9.74	105.17	9.65	0.28
08.00%2022A	10	1-Jan-22	1,240	94.72	9.86	94.98	9.77	0.26
11.20%2022A	9	1-Jul-22	1,421	104.13	9.89	104.53	9.77	0.40
10.00%2022A	8	1-Oct-22	1,513	100.33	9.89	100.73	9.77	0.40
10.00%2023A	6	15-Mar-23	1,678	100.30	9.91	100.59	9.83	0.29
11.50%2023A	6	15-May-23	1,739	105.82	9.93	106.18	9.84	0.36
09.00%2023A	10	1-Sep-23	1,848	96.22	9.97	96.52	9.89	0.31
11.20%2023A	9	1-Sep-23	1,848	104.63	10.01	105.05	9.90	0.43
07.00%2023A	20	1-Oct-23	1,878	88.07	10.02	88.30	9.96	0.23
11.40%2024A	10	1-Jan-24	1,970	105.68	10.01	106.09	9.91	0.42
11.00%2024A	8	1-Aug-24	2,183	104.50	9.98	104.84	9.91	0.34
06.00%2024A	10	1-Dec-24	2,305	81.38	10.05	81.64	9.99	0.26
10.25%2025A	10	15-Mar-25	2,409	100.55	10.13	101.11	10.01	0.56
09.00%2025A	12	1-May-25	2,456	94.44	10.16	94.97	10.04	0.53
11.00%2025A	10	1-Aug-25	2,548	104.12	10.16	104.74	10.04	0.62
10.35%2025A	8	15-Oct-25	2,623	100.92	10.16	101.42	10.06	0.50
09.00%2026A	13	1-Feb-26	2,732	93.95	10.17	94.37	10.09	0.41
05.35%2026A	15	1-Mar-26	2,760	74.97	10.17	75.31	10.10	0.33
11.00%2026A	11	1-Jun-26	2,852	104.30	10.18	104.88	10.08	0.57
11.50%2026A	10	1-Aug-26	2,913	107.14	10.17	107.66	10.08	0.51
11.75%2027A	10	15-Jun-27	3,231	108.52	10.26	109.13	10.16	0.62
11.25%2027A	10	15-Dec-27	3,414	105.93	10.24	106.47	10.16	0.54
10.75%2028A	10	15-Mar-28	3,505	103.01	10.25	103.60	10.15	0.59
09.00%2028B	15	1-May-28	3,552	91.95	10.33	92.72	10.19	0.78
09.00%2028A	15	1-Jul-28	3,613	92.18	10.28	92.82	10.17	0.64
11.50%2028A	13	1-Sep-28	3,675	107.42	10.30	108.05	10.20	0.63
13.00%2029A	15	1-Jan-29	3,797	116.60	10.35	117.26	10.26	0.66
13.00%2029B	15	1-May-29	3,917	116.63	10.39	117.29	10.29	0.67
11.00%2030A	15	15-May-30	4,296	103.41	10.48	104.61	10.31	1.20
08.00%2032A	20	1-Jan-32	4,892	82.14	10.51	82.84	10.40	0.70
09.00%2032A	20	1-Oct-32	5,166	88.87	10.53	89.59	10.42	0.72
11.20%2033A	15	15-Jan-33	5,272	104.47	10.59	105.65	10.43	1.17
09.00%2033A	20	1-Jun-33	5,409	88.33	10.57	89.17	10.45	0.84
13.25%2033A	20	1-Jul-33	5,439	119.13	10.66	120.65	10.48	1.51
09.00%2033B	20	1-Nov-33	5,562	87.96	10.61	88.83	10.48	0.87
13.25%2034A	20	1-Jan-34	5,623	119.53	10.64	120.71	10.50	1.19
11.50%2035A	20	15-Mar-35	6,061	107.07	10.58	108.03	10.47	0.96
12.00%2041A	25	1-Jan-41	8,180	110.62	10.74	111.87	10.60	1.25
09.00%2043A	30	1-Jun-43	9,061	84.72	10.78	85.85	10.63	1.13
13.50%2044A	30	1-Jan-44	9,275	123.14	10.81	124.71	10.66	1.57
13.50%2044B	30	1-Jun-44	9,427	122.84	10.85	124.40	10.70	1.57
12.50%2045A	30	1-Mar-45	9,700	114.76	10.80	116.25	10.65	1.49

# External Sector

## 4.1 Exchange Rates

Item (Rs Per Unit)(a)	Week Ending - 10 Aug 2018			Average Rate	
	Buying Rate	Selling Rate	Average Rate	Week Ago	Year Ago
US\$	158.15	161.35	159.75	159.53	153.14
STG	201.90	208.25	205.08	207.69	199.20
Yen	1.42	1.47	1.44	1.43	1.39
Euro	181.15	187.31	184.23	184.87	179.94
INR(1)			2.33	2.33	2.40
SDR (As at 09 Aug 2018)			223.48	223.39	215.94
Central Bank purchases and sales(b) (US\$ Mn.)		Jul 2018	Month Ago	Year Ago	
Purchases		25.50	10.00	344.75	
Sales		33.00	137.00	-	



Item	Week Ending	Week Ago	Year Ago
	10 Aug 2018		

Average Daily Interbank Volume (US\$ Mn.) 40.03 43.68 52.46

(spot, tom and cash transactions among commercial banks)

### Forward Transactions

Forward Rates (US\$) (2)

1 Month	160.70	160.53	154.16
3 Months	-	-	155.95

Average Daily Interbank Forward Volume (US\$ mn) 31.85 24.78 37.78

Outstanding Forward Volume (US\$ mn) (As at 09 Aug 2018) 2,319.93 2,278.93 1,437.30

(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

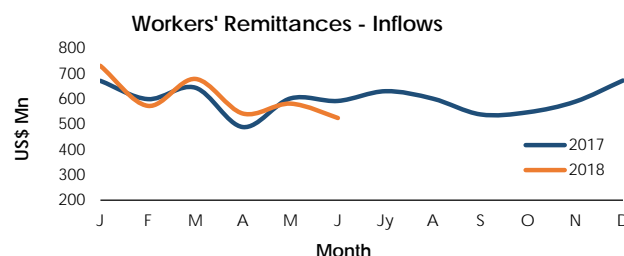
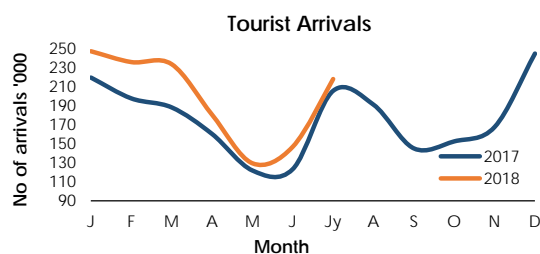
Item		2017	2018	2017	2018	% Change
		Jul	Jul (a)(b)	Jan - Jul	Jan - Jul (a)(b)	
Tourist Arrivals	Number	205,482	217,829	1,215,926	1,382,476	13.7
Earnings from Tourism(d)	US\$ Mn.	381.1 (c)	404.0	2,255.0 (c)	2,563.8	13.7
	Rs.bn.	58.6 (c)	64.4	342.2 (c)	401.1	17.2
		2017 Jun (d)	2018 Jun (a)	2017 Jan - Jun (d)	2018 Jan - Jun (a)	% Change
Workers' Remittances (Inflows)	US\$ Mn.	590.9	523.6	3,591.0	3,623.8	0.9
	Rs. bn.	90.3	83.3	544.0	565.7	4.0

(a) Provisional

(b) May be revised based on Sri Lanka Tourism Development Authority survey results on average stay period and average spending per day estimates for 2018

(c) Revised based on Sri Lanka Tourism Development Authority survey results on average stay period and average spending per day estimates for 2017

(d) Revised



#### 4.3 Official Reserve Assets as at 31<sup>st</sup> July 2018 (a)

Official Reserve Assets (USD Mn)	<b>8,438.72</b>
(1) Foreign Currency Reserves	7,582.13
(2) Reserve position in the IMF	67.23
(3) SDRs	6.23
(4) Gold	781.80
(5) Other Reserve Assets	1.33

(a) Provisional

#### 4.4 International Reserves & foreign Currency Liquidity as at 29<sup>th</sup> June 2018 (a)

Official Reserve Assets (USD mn)	
Official Reserve Assets	<b>9,267.02</b>
(1) Foreign currency reserves	8,392.15
(a) Securities	4,778.57
(b) Total currency and deposits with	3,613.59
(i) other national central banks, BIS	2,001.65
(ii) banks headquartered inside the reporting country of which located abroad	1.17
(iii) banks headquartered outside the reporting country	1,610.77
(2) Reserve position in the IMF	67.31
(3) SDRs	6.24
(4) Gold	799.98
(5) Other reserve assets	1.33

#### Predetermined Short-Term Net Drains on Foreign Currency Assets (USD mn)(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	-5,406.63	-1,196.69	-648.54	-3,561.40
Interest	-1,453.68	-227.17	-146.59	-1,079.91
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)	-885.24	-50.00	-333.43	-501.81
(ii) Long positions (+)				
<b>3. Other (specify)</b>				
inflows related to reverse repos (+)	-0.12	-0.12		
other accounts payable (-)	-0.12	-0.12		

(a) Provisional

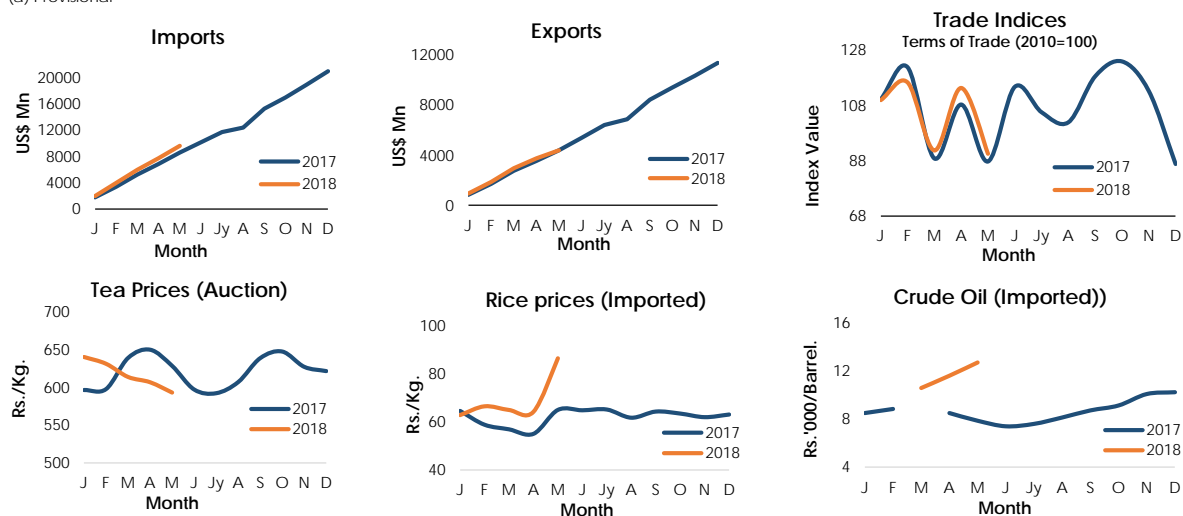
(b) This mainly includes only the predetermined outflows

(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		
	Jan-May 2018(a)	Jan-May 2017	% Change	Jan-May 2018(a)	Jan-May 2017	% Change
<b>Exports</b>	<b>4,707.49</b>	<b>4,410.25</b>	<b>6.74</b>	<b>732,762.95</b>	<b>667,177.74</b>	<b>9.83</b>
Agricultural	1,052.95	1,074.39	-2.00	163,933.71	162,575.72	0.84
Industrial	3,632.93	3,315.95	9.56	565,464.52	501,588.45	12.73
Food, Beverages and Tobacco	193.56	131.95	46.70	30,121.41	19,972.37	50.82
Textiles and Garments	2,065.49	1,985.50	4.03	321,466.65	300,291.36	7.05
Petroleum Products	219.31	147.74	48.45	34,127.70	22,350.73	52.69
Leather, Rubber products etc.	414.14	377.72	9.64	64,461.95	57,149.48	12.80
Other	740.43	673.05	10.01	115,286.82	101,824.51	13.22
Mineral	13.54	12.62	7.27	2,108.54	1,910.25	10.38
Other	8.08	7.29	10.80	1,256.18	1,103.31	13.86
<b>Imports</b>	<b>9,621.59</b>	<b>8,608.06</b>	<b>11.77</b>	<b>1,497,513.93</b>	<b>1,302,212.42</b>	<b>15.00</b>
Consumer Goods	2,194.83	1,899.14	15.57	341,633.18	287,357.30	18.89
Intermediate Goods	5,372.53	4,556.92	17.90	836,180.52	689,300.34	21.31
Investment Goods	1,988.91	2,041.87	-2.59	309,581.50	308,911.14	0.22
Other	65.32	110.12	-40.68	10,118.73	16,643.64	-39.20
<b>Trade Balance</b>	<b>-4,914.10</b>	<b>-4,197.81</b>	<b>-</b>	<b>-764,750.98</b>	<b>-635,034.68</b>	<b>-</b>

(a) Provisional



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

Item	2018(b) May	Month Ago (b)	Year Ago
<b>Total Exports</b>			
Value	128.6	110.7	117.1
Quantity	144.6	101.3	139.0
Unit Value	88.9	109.2	84.2
<b>Total Imports</b>			
Value	166.2	160.5	154.4
Quantity	169.2	168.0	160.0
Unit Value	98.2	95.5	96.5
<b>Terms of Trade</b>	90.5	114.3	87.3

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

## 4.6 Commodity Prices

Item	2018 May (a)	2017 May	% Change	2018 May (a)	2017 May	% Change
	US\$ / Kg			Rs / Kg		
Colombo Tea Auction	3.76	4.13	-8.9	593.36	628.71	-5.6
<b>Imports (C I F)</b>	<b>US\$ / MT</b>			<b>Rs / MT</b>		
Rice	547.74	426.51	28.4	86,487.05	64,971.41	33.1
Sugar	392.63	551.60	-28.8	61,996.02	84,027.16	-26.2
Wheat	256.17	239.90	6.8	40,449.67	36,545.50	10.7
<b>Crude Oil</b>	<b>US\$ / Barrel</b>			<b>Rs / Barrel</b>		
	80.68	51.66	56.2	12,739.72	7,869.99	61.9

(a) Provisional