

# Weekly Economic Indicators

20 November 2015



Statistics Department

# Real Sector

Inflation, as measured by the change in the Colombo Consumers' Price Index (CCPI) (2006/07=100), which is compiled by the Department of Census and Statistics, increased to 1.7 per cent in October 2015, compared to -0.3 per cent recorded in the previous month, on a year-on-year basis. This increase was mainly due to the removal of the high base effect of downward administrative price revisions effected since September 2014. The recent price increase in several key items in the food category also contributed to the increase in year-on-year inflation in October. Annual average inflation remained unchanged at 0.7 per cent as recorded in September 2015. CCPI increased by 0.4 per cent from September to October 2015.

The GDP grew by 6.7 per cent in real terms during the second quarter of 2015, mainly attributable to 7.9 per cent, 2.0 per cent and 5.0 per cent growth in Services activities, Industry activities and Agriculture activities, respectively, in value added terms.

Tea production during the first eight months of 2015 declined by 0.9 per cent from 226.5 million kg to 224.4 million kg. Meanwhile, coconut production during the first eight months of 2015 recorded an increase of 5.7 per cent. Production of rubber during the first eight months of 2015 declined considerably by 14.6 per cent.

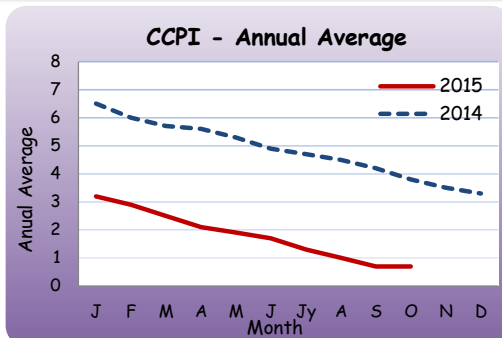
The FIPI increased by 6.7 per cent on a year-on-year basis in June 2015. This growth was mainly facilitated by increased production of beverages, tobacco, chemicals & chemical products and other non-metallic mineral products sectors. They have recorded a significant growth of 13.1, 17.6, 11.7 and 21.4 per cent respectively during this period. This was mainly attributed to increased domestic and international demand.

During the week crude oil spot prices showed mixed performance. At the beginning of the week Brent crude oil price fell on oversupply while WTI crude oil price rose following Paris attacks and the resulting airstrikes in Syria. However, ANZ Bank said the upward movement of prices is limited as Syria's oil output is less than 25,000 barrels per day (bpd). Subsequently, prices were mixed on forecasts on U.S. crude inventories. A Reuters poll forecasted a build of almost 2 million barrels, while the American Petroleum Institute reported a decline of 482,000 barrels. However, prices slightly rose afterwards as U.S. Energy Information Administration later reported a smaller-than-expected build of 252,000 barrels. Towards the end of the week Brent crude oil price rose on weaker dollar while WTI price fell on persistent supply glut. Supply exceeds demand by roughly 0.7 million to 2.5 million barrels per day and analysts say that the glut will last well into 2016. Further, market data suggests another downturn in prices by March 2016, due to an unusually warm winter and resurgence of Iran's crude imports.

# REAL SECTOR

## 1.1 Price Indices

Item	October 2015	Month Ago	Year Ago
(2006 / 07 = 100)			
Colombo Consumers' Price Index (CCPI)	182.1	181.4	179.0
Annual Average Change %	0.7	0.7	3.8
Year - on - Year Change %	1.7	-0.3	1.6
Core Inflation - (CCPI)	180.6	180.2	172.9
Annual Average Change %	2.9	2.8	3.3
Year - on - Year Change %	4.4	4.2	3.6

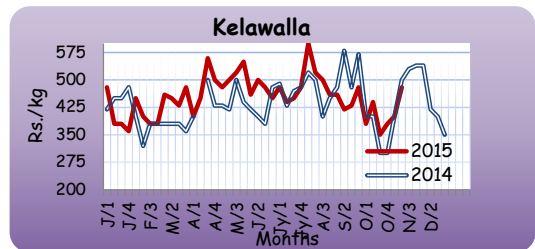
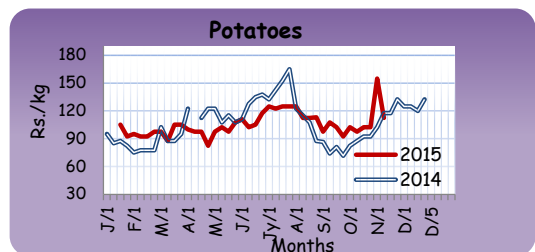
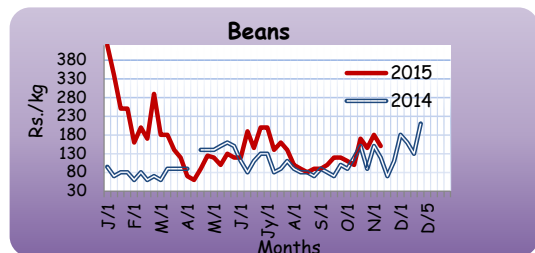
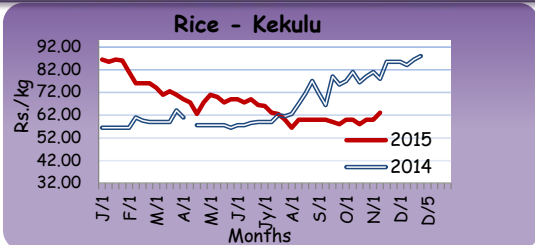


## 1.2 Pettah Market

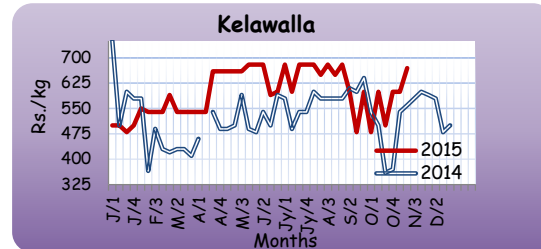
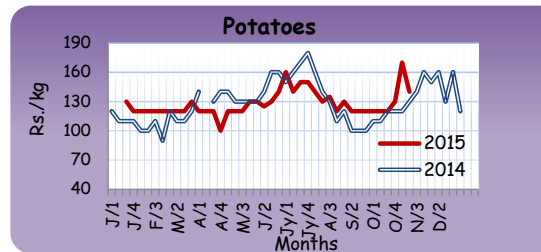
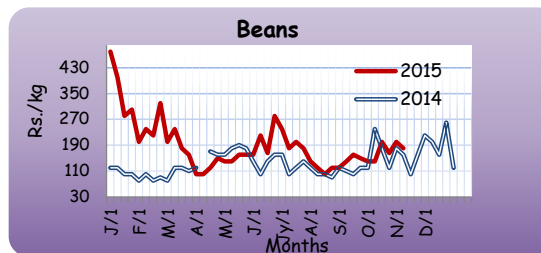
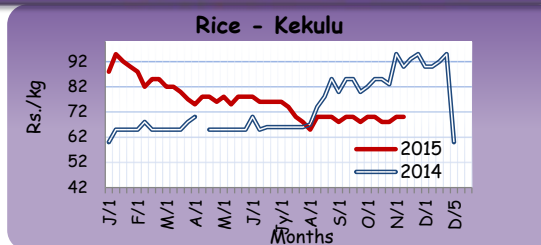
Item	Average Wholesale Prices				Average Retail Prices			
	Week Ending 19 <sup>th</sup> Nov 2015	Week Ago	Month Ago	Year Ago Annual Avg	Week Ending 19 <sup>th</sup> Nov 2015	Week Ago	Month Ago	Year Ago Annual Avg
	Rs / Kg				Rs / Kg			
<b>Rice</b>								
Samba	92.50	88.00	84.10	78.30	98.00	98.00	88.80	84.04
Kekulu (Red)	60.00	60.00	59.60	67.44	70.00	70.00	69.20	74.33
<b>Vegetables</b>								
Beans	210.00	220.00	141.00	113.17	260.00	280.00	169.00	140.96
Cabbage	150.00	150.00	50.00	61.65	180.00	200.00	78.00	90.96
Carrots	120.00	200.00	81.00	109.81	160.00	230.00	111.00	138.08
Tomatoes	110.00	150.00	75.00	90.77	160.00	180.00	109.00	122.31
Pumpkins	40.00	40.00	40.00	37.38	60.00	60.00	64.00	56.83
Snake Gourd	80.00	110.00	71.00	69.90	120.00	140.00	103.00	96.73
Brinjals	80.00	110.00	54.00	71.35	120.00	140.00	86.00	98.65
Ash-Plantains	60.00	60.00	66.00	73.65	100.00	100.00	92.00	95.96
<b>Other Foods</b>								
Red-Onions (Local)	155.00	n.a.	118.00	79.55	200.00	n.a.	142.00	109.59
Big-Onions (Local)	n.a.	n.a.	96.50	75.42	n.a.	n.a.	136.00	99.07
Potatoes (N'Eliya)	125.00	140.00	112.00	104.64	150.00	160.00	132.00	127.69
Dried Chilies (Imported)	315.00	315.00	294.00	193.24	355.00	350.00	344.00	230.38
Dhal (Indian)	175.00	160.00	162.00	140.94	190.00	190.00	184.00	159.23
Eggs (Red)	12.00	12.50	14.00	12.04	13.00	13.00	14.80	12.57
Coconut (Each)	43.00	43.00	39.30	38.63	55.00	55.00	50.20	50.10
<b>Fish*</b>								
Kelawalla	460.00	450.00	390.00	433.85	650.00	600.00	536.00	532.40
Balaya	280.00	300.00	244.00	295.00	350.00	360.00	298.00	349.04
Salaya	120.00	140.00	112.00	112.31	160.00	180.00	150.00	151.35
Paraw (Small)	500.00	480.00	424.00	435.58	550.00	520.00	474.00	487.88

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

### Pettah Market - Wholesale Prices



### Pettah Market - Retail Prices



### 1.3 Dambulla Market

Item (Rs / Kg)	Week Ending 19 <sup>th</sup> Nov 2015	
	Wholesale (Average)	Retail (Average)
<b>Rice</b>		
Samba	88.00	94.50
Kekulu (Red)	63.50	68.00
<b>Vegetables</b>		
Beans	165.00	211.00
Carrot	197.00	244.00
Tomatoes	101.50	147.00
Pumpkins	33.00	51.00
Snake Gourd	71.00	122.00
Ash-Plantains	59.00	90.00
<b>Other Foods</b>		
Red-Onions (Local)	124.50	150.50
Big-Onions (Local)	116.50	149.50
Potatoes (N'Eliya)	124.50	145.00
Dried Chilies(Imported)	305.00	350.00
Coconut (Each)	42.30	55.00

### 1.5 Maradaghamula Market

#### Average wholesale price of Rice

Item (Rs / Kg)	Week Ending 20 <sup>th</sup> Nov	Week Ago	Month Ago	Year Ago
Samba	85.30	84.00	80.69	75.74
Sudu Kekulu	64.70	64.00	60.33	69.11
Raw Red	60.52	59.53	58.96	67.25
Nadu	68.50	65.75	61.95	70.82

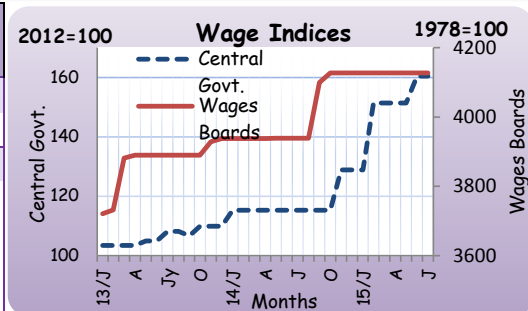
### 1.4 Narahenpita Economic Centre

Item (Rs / Kg)	Average Retail Prices	
	19 <sup>th</sup> Nov 2015	Week Ago
<b>Rice</b>		
Samba	80.00	85.00
Kekulu (Red)	60.00	68.67
<b>Vegetables</b>		
Beans	280.00	276.67
Cabbage	296.67	153.33
Carrots	143.33	236.67
Tomatoes	160.00	176.67
Pumpkins	81.67	80.00
Snake Gourd	116.67	136.67
Brinjals	120.00	116.67
Ash-Plantains	120.00	135.00
<b>Other Foods</b>		
Red-Onions (Imported)	n.a.	n.a.
Big-Onions (Imported)	n.a.	n.a.
Potatoes (Imported)	110.00	100.00
Dried Chilies (Imported)	326.67	306.67
Dhal (Indian)	213.33	180.00
Eggs (Red)(Each)	14.00	15.00
Coconut (Each)	51.67	56.67
<b>Fish</b>		
Kelawalla	686.67	690.00
Balaya	400.00	425.00
Salaya	196.67	225.00
Paraw (Small)	836.67	840.00

## 1.6 Wage rate Indices

Item	2015(a) Sep	2014 Sep	% Change
<b>(2012 = 100)</b>			
Central Government Employees	160.4	115.3	39.1
<b>(1978 = 100)</b>			
Workers in Wages Boards Trades	4,127.1	4,099.2	0.7
Agriculture	4,734.5	4,692.3	0.9
Industry & Commerce	3,459.1	3,459.1	0.0
Services	2,313.2	2,313.2	0.0

(a) Provisional

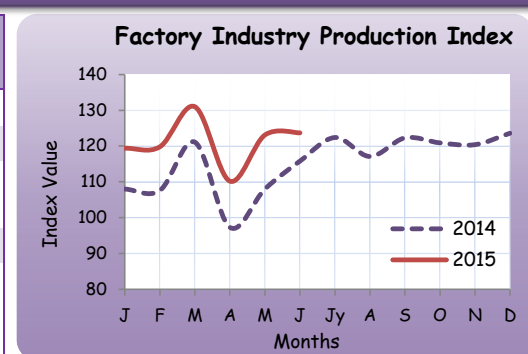


## 1.7 Factory Industry-Production (FIPI) ( 2010 = 100 ) (a)

Item	2015 (b) June	2014 June	% Change
<b>Factory Industry- Production Index</b>	<b>123.7</b>	<b>115.8</b>	<b>6.7</b>
Food products	103.0	102.3	0.7
Beverages	119.6	105.7	13.1
Tobacco products	101.8	86.6	17.6
Wearing apparel	166.6	161.2	3.3
Chemicals and chemical products	95.2	85.3	11.7
Rubber and plastic products	141.2	135.1	4.5
Other non-metallic mineral products	117.4	96.7	21.4

(a) Major 7 sub divisions of FIPI out of 17 sub divisions.

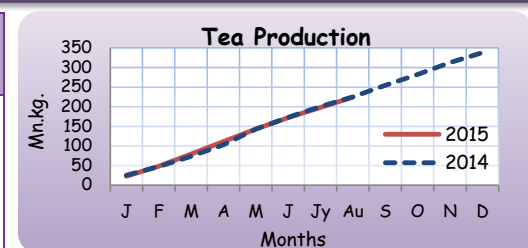
(b) Provisional



## 1.8 Agriculture Production

Item	Unit	2015(a) Jan - Aug	2014 Jan - Aug	% Change
Tea	(Mn Kg)	224.4	226.5	-0.9
Rubber	(Mn Kg)	63.5	74.4	-14.6
Coconuts	(Mn Nuts)	2,024.0	1,914.2	5.7

(a) Provisional

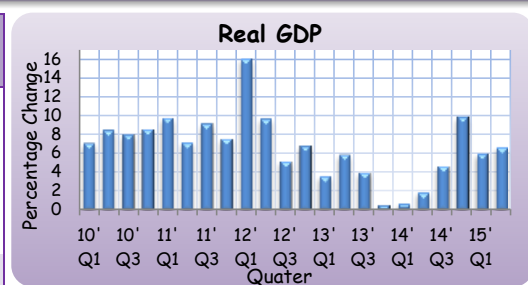


## 1.9 GDP by Industrial Origin at Constant (2010) Prices - Growth Rates in value added terms

Item	2015(a) 2 <sup>nd</sup> Quarter	2014(a) 2 <sup>nd</sup> Quarter	2014(a) Annual
Agriculture	5.0	-0.9	-2.2
Industry	2.0	-5.9	1.2
Services	7.9	5.5	6.5
<b>GDP</b>	<b>6.7</b>	<b>1.9</b>	<b>4.5</b>

(a)Provisional

Source: Department of Census and Statistics



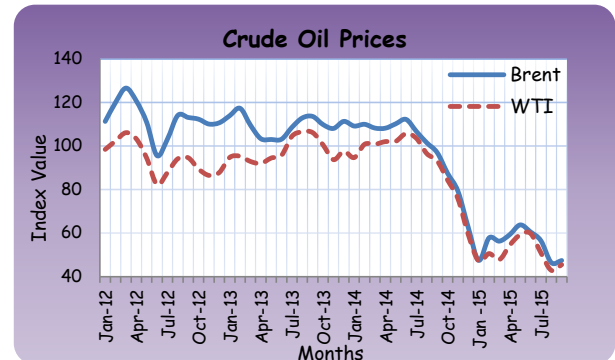
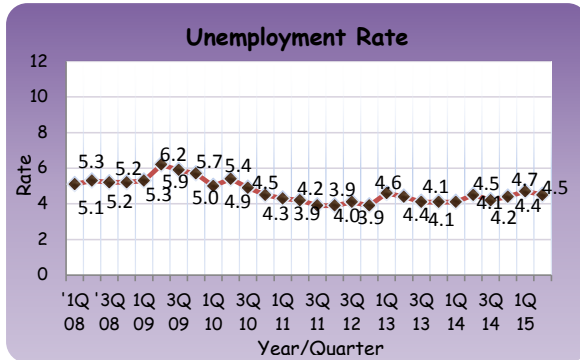
## 1.10 Employment (a)

Item	2015 (b) 2 <sup>nd</sup> Quarter	2014 2 <sup>nd</sup> Quarter	2014 Annual
Labour Force Participation rate	54.3	53.6	53.3
Unemployment rate	4.5	4.5	4.3
<b>Employed Persons by Sectors (c) (as a % of total employment)</b>			
Agriculture	28.4	28.2	28.5
Industry	25.7	26.0	26.5
Services	45.9	45.8	45.0

(a) The working age population aged 15 and above (b) Provisional

Source: Department of Census and Statistics

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



## 1.11 Average Crude Oil Prices

Month	2014			2015		
	Spot Prices (US \$/bbl)		CPC Import Prices (C&F) (US\$/bbl)(*)	Spot Prices (US \$/bbl)		CPC Import Prices (C&F) (US\$/bbl)(*)
	Brent (Benchmark price)	WTI (Benchmark price)		Brent (Benchmark price)	WTI (Benchmark price)	
January	109.21	94.71	113.84	47.46	47.11	55.47
February	110.01	100.82	110.62	57.81	50.58	69.52
March	108.28	100.82	111.17	56.30	47.82	-
April	108.22	102.07	110.25	59.32	54.45	-
May	110.22	102.18	109.80	63.76	59.26	63.09
June	112.27	105.79	113.42	60.53	59.82	66.21
July	106.73	103.54	110.30	56.48	50.90	60.49
August	101.51	96.54	111.21	46.43	42.87	54.92
September	97.02	93.19	100.08	47.41	45.48	48.65
October	87.51	84.40	99.39	48.36	46.22	49.26
November	79.28	75.79	76.82			
December	62.55	59.29	75.98			
	2014			2015		
13 November	77.99	74.13		41.63	40.69	
16 November	-	-		39.93	41.68	
17 November	77.11	75.64		40.93	40.73	
18 November	77.48	74.55		41.10	40.75	
19 November	77.46	74.55		41.67	40.55	

Sources: Reuters  
Energy Information Administration  
Ceylon Petroleum Corporation

(\*) CPC import prices are not directly comparable with spot prices of WTI and Brent as CPC is 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

Weekly AWPR for the week ending 20 November 2015 declined by 4 bps to 7.28 per cent compared to the previous week.

Broad money (M2b) expanded by 16.8 per cent on a year-on-year basis in August 2015.

Net Foreign Assets (NFA) of the banking system declined by Rs. 37.6 billion in August 2015.

Net Credit to the Government (NCG) from the banking system showed a marginal increase of Rs. 57.4 million in August 2015.

Credit extended to the private sector increased by Rs. 64.7 in August 2015.

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

The total outstanding market liquidity increased to Rs. 145.86 bn by end of the week, compared to Rs. 134.87 bn by the end of last week.

By 20 November 2015, All Share Price Index (ASPI) increased by 0.22 per cent to 7,017 points while S&P SL 20 Index declined by 0.34 per cent to 3,774 points, compared to the previous week.

# MONETARY SECTOR

## 2.1 Interest Rates

Item	Week Ending 2015 Nov 20	Week Ago	Year Ago
Commercial Bank Average Weighted Prime Lending Rate (AWPR)	7.28	7.32	6.54
Treasury Bill Yield (Excluding 10% withholding tax)			
- 91 days	-	-	-
- 182 days	6.50	-	5.84
- 364 days	6.93	6.94	6.00
Standing Deposit Facility	6.00	6.00	6.50
Standing Lending Facility	7.50	7.50	8.00
Call Money Weekly Average (CMR)	6.30	6.31	6.00
Sri Lanka Inter Bank Offer Rate ( SLIBOR )			
1 day	6.33	6.33	6.02
7 days	6.49	6.49	6.23
1 Month	6.88	6.79	6.43
3 Months	7.18	7.09	6.65
6 Months	7.45	7.33	6.89
12 Months	7.78	7.62	7.13
Commercial Banks	Sep 2015	Month Ago	Year Ago
Saving Deposits -	0.50-8.50	0.50-8.50	0.75-9.50
One Year Fixed Deposits -	3.50-15.00	3.50-15.00	4.15-12.00
	Oct 2015	Month Ago	Year Ago
Commercial Bank Average Weighted Deposit Rate (AWDR)	6.05	6.00	6.72
Commercial Bank Average Weighted Fixed Deposit Rate (AWFDR)	7.33	7.22	8.09
	Sep 2015	Month Ago	Year Ago
Commercial Bank Average Weighted Lending Rate (AWLR)	11.03	11.08	12.98
NSB	Oct 2015	Month Ago	Year Ago
Saving Deposits -	5.00	5.00	5.00
One Year Fixed Deposits -	6.50	6.50	6.50
Treasury Bonds Auction	(4 Y & 6 Months) 30/10/2015	(8 Y & 2 Months ) 30/10/2015	(14 Y & 6 Months) 30/10/2015
Coupon rate	9.25	11.40	11.00
Weighted Average Yield (Excluding 10% withholding tax)	8.99	-	10.33

Bankwise- AWPR	Week ending 2015 Nov 20	Week Ago
Bank of Ceylon	7.79	7.87
People's Bank	6.80	8.74
Hatton National Bank	7.83	8.13
Commercial Bank of Ceylon	7.50	7.54
Sampath Bank	8.22	7.39
Seylan Bank	7.45	7.73
Union Bank of Colombo	7.82	8.76
Pan Asia Banking Corporation	7.50	7.50
Nations Trust Bank	7.05	7.16
DFCC Bank	8.35	8.49
NDB Bank	7.77	7.80
Amana Bank	8.40	8.38
Cargills Bank	7.56	8.07

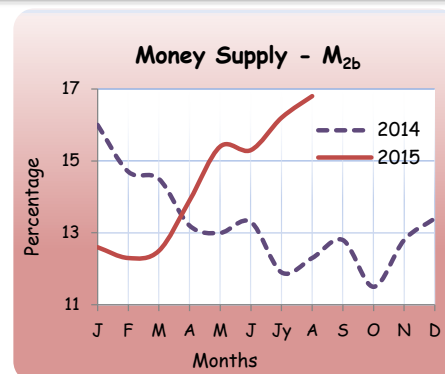
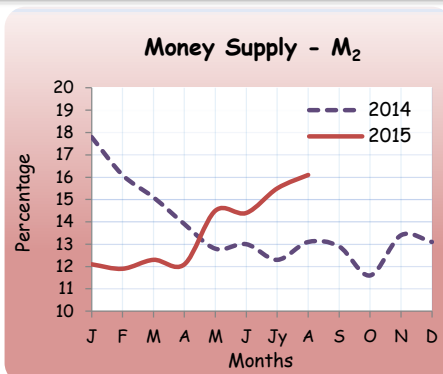
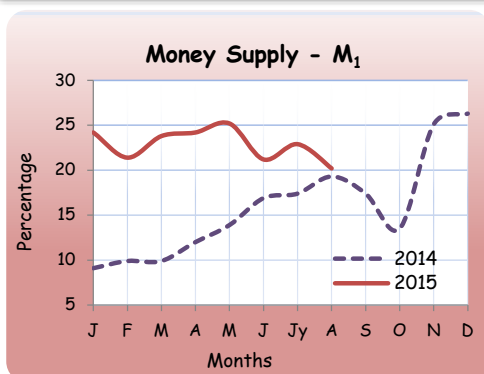
Bankwise- AWPR	Week ending 2015 Nov 20	Week Ago
HSBC	6.30	6.35
Standard Chartered Bank	7.16	7.15
Citi Bank	7.54	7.37
Deutsche Bank	7.95	8.25
Habib Bank	6.18	6.18
Indian Bank	8.68	8.68
Indian Overseas Bank	9.18	9.18
MCB Bank	7.66	8.18
State Bank of India	8.44	8.44
Public Bank	8.55	8.28
ICICI Bank	8.46	8.30
Axis Bank	8.97	8.32



## 2.2 Money Supply

Item	Rs. Bn.			Annual Change (%)		
	2015 (a) August	Month Ago	Year Ago	2015 (a) August	Month Ago	Year Ago
M1	650.0	642.1	540.7	20.2	22.9	19.3
M2	3,783.9	3,732.2	3,259.8	16.1	15.5	13.1
M2b	4,252.5	4,193.9	3,642.2	16.8	16.2	12.3
Net Foreign Assets of the Banking System (b)	-278.8	-241.2	212.7	-231.1	-219.4	198.2
Monetary Authorities	450.9	515.3	791.4	-43.0	-30.7	99.5
Domestic Banking Units (DBUs)	-239.6	-261.7	-237.4	-0.9	-21.8	-31.2
Offshore Banking Units (OBUs)	-490.2	-494.9	-341.3	-43.6	-51.5	21.1
Net Domestic Assets of the Banking System (b)	4,531.3	4,435.1	3,429.5	32.1	30.2	-0.9
Monetary Authorities and DBUs	3,876.8	3,777.2	2,952.0	31.3	28.2	1.7
OBUs	654.6	657.9	477.5	37.1	42.8	-14.4
Net Credit to Government	1,735.6	1,735.6	1,362.2	27.4	23.8	1.5
Monetary Authorities	244.5	218.6	145.7	67.9	54.6	-22.1
DBUs	1,183.6	1,210.6	1,019.2	16.1	14.6	5.7
OBUs	307.5	306.3	197.4	55.8	49.6	3.1
Credit to Public Corporations	482.5	475.8	337.9	42.8	45.6	-7.2
DBUs	222.2	218.4	166.9	33.2	34.2	28.2
OBUs	260.3	257.3	171.0	52.2	56.8	-26.9
Credit to the Private Sector	3,068.7	3,004.1	2,529.6	21.3	21.0	2.6
DBUs	2,833.6	2,766.5	2,286.2	23.9	21.9	1.6
OBUs	235.1	237.5	243.4	-3.4	12.1	13.9
Reserve Money	637.2	630.3	532.1	19.8	20.2	14.0

(a) Provisional (b) In relation to M2b

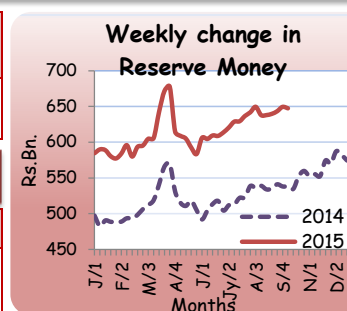


## 2.3 Weekly change in Reserve Money

Item	19 Nov 2015	Week Ago	Change
Reserve Money (Rs.Mn.)	648,744	653,648	-4,904

## 2.4 Money Market Activity (Overnight)

Item	16.11.2015	17.11.2015	18.11.2015	19.11.2015	20.11.2015
<b>Call Money Market</b>					
Weighted Average Rate (% p.a.)	6.30	6.31	6.31	6.30	6.30
Gross Volume (Rs. Mn)	19,627	18,205	14,965	17,360	13,255
<b>Repo Market</b>					
Weighted Average Rate (% p.a.)	6.07	6.05	6.05	6.04	6.01
Gross Volume (Rs. Mn)	15,252	14,046	15,043	14,008	12,425



## 2.5 CBSL Security Portfolio

Item	16.11.2015	17.11.2015	18.11.2015	19.11.2015	20.11.2015
CBSL T-Bill Holding (Rs. Mn)	108,418	108,431	108,457	108,484	118,332

## 2.6 Open Market Operations

Item	16.11.2015	17.11.2015	18.11.2015	19.11.2015	20.11.2015
<b>Short-Term Auction</b>					
Repo Amount Offered (Rs. bn)	0.00	0.00	0.00	0.00	0.00
Reverse Repo Amount Offered (Rs. bn)	0.00	0.00	0.00	0.00	0.00
Tenure (No. of Days)	0	0	0	0	0
Bids Received (Rs. bn)	0.00	0.00	0.00	0.00	0.00
Amount Accepted (Rs. bn)	0.00	0.00	0.00	0.00	0.00
Weighted Average Yield Rate (% p.a.)	0.00	0.00	0.00	0.00	0.00
<b>Term Auction</b>					
Repo Amount Accepted (Rs. bn)	0.00	0.00	0.00	0.00	0.00
Reverse Repo Amount Accepted (Rs. bn)	0.00	0.00	0.00	0.00	0.00
<b>Standing Facility</b>					
Standing Deposit Facility (Rs. bn)	143.87	140.00	141.15	138.44	145.86
Standing Lending Facility (Rs. bn)	0.00	0.00	0.00	0.00	0.00
<b>Total Outstanding Market Liquidity (Rs. bn)</b>	<b>143.87</b>	<b>140.00</b>	<b>141.15</b>	<b>138.44</b>	<b>145.86</b>

## 2.7 Credit Cards (a)

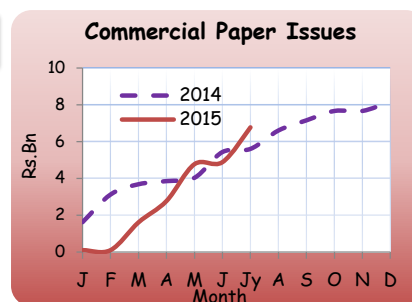
Item	2015 (b) End August	2015 End July	2014 End Dec
<b>Total Number of Active Cards</b>	1,105,193	1,046,030	1,032,833
Local (accepted only locally)	31,459	31,600	32,874
Global (accepted globally)	1,073,734	1,014,430	999,959
<b>Outstanding balance (Rs. Mn.)</b>	<b>58,661</b>	<b>55,452</b>	<b>57,621</b>
Local (accepted only locally)	1,198	1,177	1,234
Global (accepted globally)	57,463	54,275	56,387

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

## 2.8 Commercial Paper Issues (a)

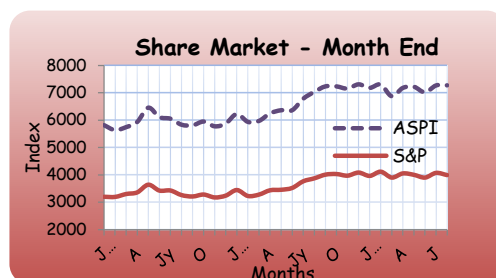
Item (Rs. bn.)	2015 End Aug(b)	2015 End July	2014 End Dec
Total Issues - Cumulative	6.9	6.8	8.2
Outstanding (as at end of the period)	7.4	7.6	3.5

(a) Based on the information provided by Licensed Commercial Banks and Licensed Specialised Banks (b) provisional



## 2.9 Share Market

Item	Week Ending 20 Nov 2015	Week Ago	Year Ago
All Share Price Index (1985 = 100) (ASPI)	7,017	7,002	7,530
S & P Sri Lanka 20 Index (S&P SL20)	3,774	3,787	4,191
Average Daily Turnover (Rs. Mn)	737	599	2,438
Market Capitalisation (Rs.Bn.)	2,980	2,972	3,199



## Fiscal Sector

During the first half of 2015, government revenue as a percentage of estimated GDP increased marginally to 5.4 per cent from 5.2 per cent in the corresponding period in 2014. In nominal terms, total revenue increased by 12.9 per cent to Rs. 605.7 billion during the first half of the year from Rs. 536.4 billion recorded during the same period in 2014. The total revenue collection during this period was only 40.3 per cent of the annual estimate of Rs. 1,504.7 billion in comparison to 37.3 per cent in the corresponding period of 2014. Average monthly revenue during this period was around Rs. 100.9 billion compared to the estimate of Rs. 125.4 billion in the Interim Budget for 2015.

Total expenditure and net lending during the first half of 2015 declined to 8.9 per cent of estimated GDP from 9.0 per cent during the same period in 2014. The recurrent expenditure increased significantly to 6.8 per cent of estimated GDP from 6.1 per cent of GDP recorded in the same period in 2014. Capital expenditure and net lending as a percentage of GDP declined to 2.1 per cent during the first half of 2015 from 2.7 per cent in the corresponding period in 2014.

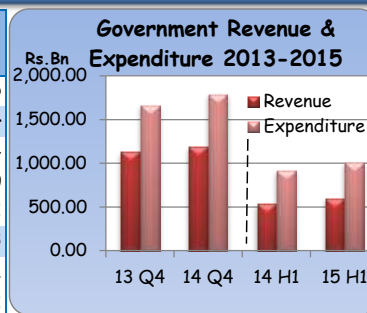
Total outstanding debt increased by Rs. 546.6 billion to Rs. 7,937.5 billion as at end June 2015 from Rs. 7,390.9 billion at end 2014. Foreign debt increased only by Rs. 68.6 billion to Rs. 3,181.8 billion and domestic debt increased by Rs. 477.9 billion to Rs. 4,755.7 billion.

Special Commodity Levy (SCL) was revised from time to time during the year, providing necessary protection for domestic agricultural producers while reducing volatility in commodity prices in the domestic market. Accordingly, SCL on several essential goods was revised during the months of June 2015. SCL on potatoes was reduced to Rs. 30 per kg from Rs. 50 per kg while SCL on B'Onions was reduced to Rs. 10 per kg from Rs. 30 per kg with effect from 6 June 2015. Meanwhile, SCL on Masoor dhal was reduced to Rs. 0.25 per kg from Rs. 5 per kg and SCL on crude oil for cooking purposes increased to Rs. 105 per kg from Rs. 90 per kg.

# FISCAL SECTOR

## 3.1 Government Finance (Rs.bn)

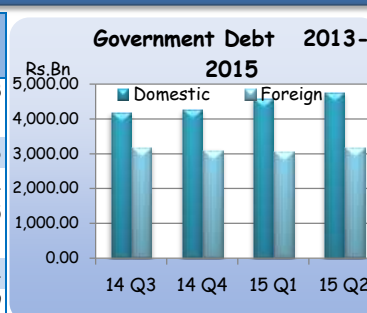
Item	2015 (a)	2014
	First Half	First Half
<b>Revenue and Grants</b>	<b>605.8</b>	<b>543.6</b>
<b>Revenue</b>	<b>605.7</b>	<b>536.4</b>
Tax	557.6	484.4
Non tax	48.1	52.0
<b>Grants</b>	<b>0.2</b>	<b>7.2</b>
<b>Expenditure &amp; Lending Minus Repayments</b>	<b>1,007.5</b>	<b>921.3</b>
Current	769.3	643.1
Capital & Lending Minus Repayments	238.2	278.2



(a) Provisional

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

Item	End June	End
	2015 (a)	2014
<b>Total domestic debt</b>	<b>4,755.7</b>	<b>4,277.8</b>
of which		
Treasury bills	757.3	694.8
Treasury bonds	3,104.4	2,844.1
Rupee loans	28.2	55.5
<b>Total foreign debt</b>	<b>3,181.8</b>	<b>3,113.1</b>
<b>Total outstanding govt. debt</b>	<b>7,937.5</b>	<b>7,390.9</b>



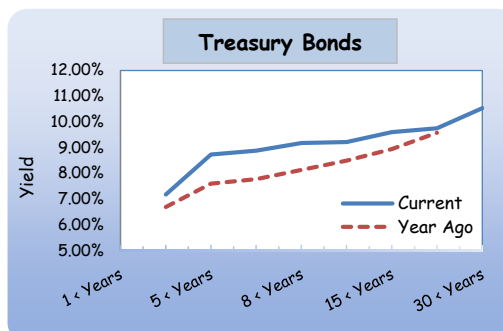
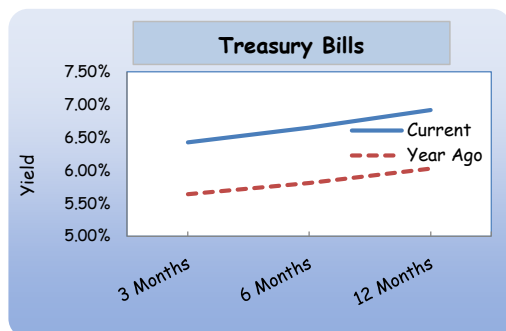
(a) Provisional

## 3.3 Government Securities - Primary and Secondary Market Yield Rates as for the week ending - 18<sup>th</sup> November 2015

Security	Maturity	Primary Market(a)		Secondary Market			Last Week Average
		This Week	Last Week	This Week			
				Buying	Selling	Average	
Treasury Bills	3 Months	-	-	6.49%	6.36%	6.43%	6.52%
	6 Months	6.50%	-	6.71%	6.58%	6.65%	6.81%
	12 Months	6.93%	6.94%	6.99%	6.86%	6.92%	6.96%
Treasury Bonds	2 < Years	-	-	7.26%	7.11%	7.18%	7.19%
	5 < Years	-	-	8.79%	8.66%	8.73%	8.74%
	6 < Years	-	-	8.92%	8.83%	8.88%	8.92%
	8 < Years	-	-	9.24%	9.12%	9.18%	9.12%
	10 < Years	-	-	9.27%	9.15%	9.21%	9.34%
	15 < Years	-	-	9.67%	9.52%	9.60%	9.68%
	20 < Years	-	-	9.82%	9.69%	9.75%	9.96%
30 < Years	-	-	10.71%	10.35%	10.53%	10.61%	

(a) Primary market transactions during the week ending 18/11/2015

The secondary market yield rates of T-bills and T-bonds adjusted downward during the week compared against yield rates of the previous week.



### 3.4 Government Securities - Weekly Summary of Primary and Secondary Market Transactions (Week Ended - 18<sup>th</sup> November 2015 )

Item	Volume in Rs Mn	
	This Week	Last Week
Outstanding Stock of Government Securities		
Treasury Bills	692,428.27	692,384.45
Treasury Bonds (a)	3,503,842.96	3,503,842.96
<b>Total</b>	<b>4,196,271.23</b>	<b>4,196,227.41</b>
Government Securities held by Foreigners	303,869.06	303,401.09
Sri Lanka Development Bonds (SLDB)	660,254.55	658,429.15

Outstanding stock of T-bills and T-bonds held by Foreigners increased during the week .

Primary Market Activities	Volume in Rs Mn	
	This Week	Last Week
<b>Treasury Bills</b>		
Amount Offered	15,000.00	20,000.00
Total Bids Received	83,302.00	88,987.00
Total Bids Accepted	12,429.00	5,780.00
<b>Treasury Bonds</b>		
Amount Offered		
Total Bids Received	No auction held	No auction held
Total Bids Accepted		

Weekly T-bill auction was substantially oversubscribed by 5.6 times during the week compared to the 4.4 times of the last week, as the preference for government securities increased.

Secondary Market Activities	Volume in Rs Mn	
	This Week	Last Week
<b>Treasury Bills</b>		
Outright Transaction (Sales / Purchases)	15,168.65	17,878.31
Repo Transaction (Sales / Purchases)	164,629.17	131,989.62
<b>Treasury Bonds</b>		
Outright Transaction (Sales / Purchases)	113,582.13	129,144.56
Repo Transaction (Sales / Purchases)	731,289.14	594,208.32

Secondary market repo transactions increased by 23 per cent during the week.

a) Excludes Treasury bonds amounting to Rs.4,397 million issued to CWE in November 2003, Rs. 78,441 million issued to settle dues to CPC in January 2012, Rs. 13,125 million issued to capitalize Sri Lankan Airlines in March 2013.

### 3.5 Two way Quotes (Treasury Bills) - 20/11/2015

Remaining Maturity	Average Buying Price	Yield %	Average Selling Price	Yield %	Buying & Selling Spread
1-7 Days	99.88	6.21	99.88	6.05	0.00
1 Month	99.48	6.27	99.50	6.13	0.01
2 Month	98.96	6.34	98.98	6.20	0.02
3 Month	98.42	6.42	98.45	6.29	0.03
4 Month	97.87	6.49	97.91	6.38	0.04
5 Month	97.31	6.57	97.36	6.44	0.05
6 Month	96.73	6.65	96.80	6.52	0.06
7 Month	96.17	6.68	96.23	6.58	0.06
8 Month	95.58	6.74	95.65	6.63	0.07
9 Month	94.99	6.79	95.08	6.67	0.09
10 Month	94.38	6.86	94.47	6.75	0.09
11 Month	93.78	6.90	93.89	6.77	0.11
12 Month	93.14	6.97	93.28	6.83	0.14

### 3.6 Two way Quotes (Treasury Bonds)- 20/11/2015

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
07.25%2016A	6	1-Apr-16	133	100.17	6.71	100.22	6.56	0.05
08.00%2016B	4	1-Jun-16	194	100.61	6.80	100.68	6.67	0.07
06.40%2016A	6	1-Aug-16	255	99.60	6.97	99.71	6.82	0.10
08.00%2016A	5	1-Sep-16	286	100.72	7.02	100.82	6.88	0.10
06.40%2016B	6	1-Oct-16	316	99.47	7.03	99.57	6.91	0.10
08.00%2017A	5	1-Jan-17	408	100.76	7.26	100.91	7.12	0.15
05.80%2017A	6	15-Jan-17	422	98.52	7.15	98.62	7.06	0.10
08.25%2017A	3	1-Mar-17	467	100.96	7.43	101.13	7.29	0.17
08.75%2017A	4	15-May-17	542	101.83	7.42	102.04	7.28	0.21
08.00%2017B	5	15-Jun-17	573	100.73	7.49	100.94	7.35	0.21
05.80%2017B	6	15-Jul-17	603	97.12	7.68	97.39	7.50	0.27
08.50%2018A	15	1-Feb-18	804	100.84	8.06	101.16	7.90	0.32
08.50%2018C	5	1-Apr-18	863	100.61	8.20	100.92	8.06	0.30
08.50%2018D	5	1-Jun-18	924	100.41	8.32	100.76	8.16	0.36
08.50%2018B	15	15-Jul-18	968	100.26	8.38	100.55	8.26	0.29
07.50%2018A	15	15-Aug-18	999	97.84	8.39	98.15	8.26	0.32
08.75%2018A	4	15-Oct-18	1,060	101.17	8.28	101.50	8.15	0.33
08.00%2018A	6	15-Nov-18	1,091	99.10	8.35	99.43	8.22	0.33
05.65%2019A	8	15-Jan-19	1,152	92.50	8.40	92.83	8.28	0.33
08.50%2019A	10	1-May-19	1,258	99.57	8.65	99.92	8.52	0.35
10.60%2019A	5	1-Jul-19	1,319	105.74	8.71	106.06	8.61	0.32
10.60%2019B	5	15-Sep-19	1,395	105.92	8.73	106.40	8.59	0.48
08.00%2019A	8	1-Nov-19	1,442	97.53	8.75	97.83	8.66	0.30
09.25%2020A	5	1-May-20	1,624	101.42	8.85	101.78	8.76	0.36
08.00%2020A	8	1-Jun-20	1,655	97.11	8.78	97.62	8.64	0.51
06.20%2020A	10	1-Aug-20	1,716	89.94	8.86	90.47	8.71	0.53
09.00%2021A	8	1-May-21	1,989	100.35	8.92	100.80	8.81	0.45
09.45%2021A	7	15-Oct-21	2,156	102.75	8.84	103.10	8.76	0.35
11.00%2021A	7	1-Aug-21	2,081	108.49	9.05	108.95	8.95	0.46
08.00%2022A	10	1-Jan-22	2,234	94.85	9.11	95.39	8.99	0.54
11.20%2022A	9	1-Jul-22	2,415	109.69	9.21	110.32	9.09	0.63
10.00%2022A	8	1-Oct-22	2,507	103.90	9.22	104.45	9.11	0.54
09.00%2023A	10	1-Sep-23	2,842	98.47	9.28	98.93	9.19	0.46
11.20%2023A	9	1-Sep-23	2,842	110.56	9.26	111.06	9.18	0.50
07.00%2023A	20	1-Oct-23	2,872	87.18	9.33	87.65	9.24	0.47
11.40%2024A	10	1-Jan-24	2,964	111.11	9.41	111.85	9.29	0.74
06.00%2024A	10	1-Dec-24	3,299	80.57	9.22	81.09	9.12	0.52
10.25%2025A	10	15-Mar-25	3,403	106.46	9.20	107.05	9.11	0.59
09.00%2025A	12	1-May-25	3,450	98.40	9.26	99.08	9.15	0.68
11.00%2025A	10	1-Aug-25	3,542	109.67	9.45	110.50	9.33	0.83
09.00%2026A	13	1-Feb-26	3,726	95.99	9.62	96.76	9.50	0.77
05.35%2026A	15	1-Mar-26	3,754	73.88	9.36	74.52	9.24	0.64
11.00%2026A	11	1-Jun-26	3,846	110.90	9.35	111.62	9.25	0.72
09.00%2028B	15	1-May-28	4,546	95.13	9.68	96.17	9.53	1.04
09.00%2028A	15	1-Jul-28	4,607	94.27	9.80	95.25	9.66	0.97
11.50%2028A	13	1-Sep-28	4,669	112.86	9.72	114.28	9.54	1.42
13.00%2029A	15	1-Jan-29	4,791	122.28	9.92	123.25	9.81	0.97
13.00%2029B	15	1-May-29	4,911	121.88	10.00	123.01	9.87	1.13
11.00%2030A	15	15-May-30	5,290	110.82	9.60	112.15	9.44	1.32
08.00%2032A	20	1-Jan-32	5,886	85.88	9.75	86.55	9.66	0.67
09.00%2032A	20	1-Oct-32	6,160	90.66	10.17	91.92	10.00	1.25
09.00%2033A	20	1-Jun-33	6,403	93.46	9.79	94.23	9.69	0.78
13.25%2033A	20	1-Jul-33	6,433	128.41	9.82	129.36	9.73	0.95
09.00%2033B	20	1-Nov-33	6,556	92.75	9.87	93.62	9.76	0.87
13.25%2034A	20	1-Jan-34	6,617	127.60	9.93	128.79	9.82	1.19
11.50%2035A	20	15-Mar-35	7,055	113.72	9.89	115.27	9.73	1.54
09.00%2043A	30	1-Jun-43	10,055	88.28	10.29	89.43	10.15	1.16
13.50%2044A	30	1-Jan-44	10,269	124.77	10.70	128.37	10.37	3.60
13.50%2044B	30	1-Jun-44	10,421	125.83	10.61	130.29	10.21	4.47
12.50%2045A	30	1-Mar-45	10,694	109.49	11.37	114.63	10.84	5.13

## External Sector

During the year so far (up to 20 November 2015) the rupee depreciated against the US dollar (7.91 per cent). Given the cross currency exchange rate movements, the Sri Lanka rupee appreciated against the euro (4.49 per cent) and depreciated against the pound sterling (6.22 per cent), Japanese yen (5.18 per cent) and the Indian rupee (4.02 per cent) during this period.

On cumulative basis, exports earnings recorded a decline of 3.4 per cent, year-on-year, to US dollars 7,147 million during the first eight months of 2015. The decline was driven by 9.8 per cent reduction recorded in agricultural exports due to a significant drop in tea and sea food exports.

On a cumulative basis, expenditure on imports during the first eight months of 2015, increased by US dollars 4 million to US dollars 12,559 million compared to the corresponding period of the previous year. Substantial increase in demand for imported goods, especially vehicles offset the gain from lower international commodity prices specially fuel.

The reduction in import price index year-on-year, over the decline in export price index resulted in an improvement of 2.4% in the terms of trade in August 2015.

The export unit value index declined by 12.1 per cent in August 2015 mainly due to a 48.8 per cent unit value decline recorded in petroleum products exports.

The import unit value index, declined by 14.1 per cent, year-on-year, in August 2015 mainly due to a substantial price reduction recorded in intermediate goods, particularly, Fuel, Plastic and articles thereof, Fertilizers, Textile and textile articles and wheat and maize.

India, China, UK, Germany and France were the top five sources of tourist arrivals in October 2015, accounting for 51 per cent of total tourist arrivals of first ten months of 2015.

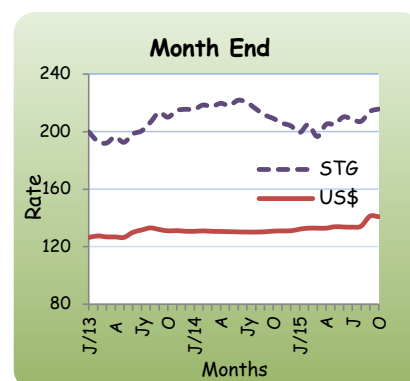
The average price of tea further declined to US dollars 2.87 per kg in August 2015 from US dollars 3.00 per kg (in the Colombo auction) in July 2015 and from US dollars 3.49 per kg in August 2014.

Further, the import prices of sugar, wheat and crude oil declined compared to the corresponding month of 2014.

# EXTERNAL SECTOR

## 4.1 Exchange Rates

Item (Rs Per Unit)(a)	Week Ending - 20 Nov 2015			Average Rate	
	Buying Rate	Selling Rate	Average Rate	Week Ago	Year Ago
US\$	140.16	144.48	142.32	141.93	131.05
STG	213.30	221.52	217.41	215.92	205.36
Yen	1.13	1.18	1.16	1.16	1.11
Euro	149.16	155.66	152.41	153.02	164.25
INR <sup>(1)</sup>			2.15	2.15	2.11
SDR (As at 19 Nov 2015)			196.47	195.88	192.15
<b>Central Bank purchases and sales(b) (US\$ Mn. )</b>			<b>October 2015</b>	<b>Month Ago</b>	<b>Year Ago</b>
Purchases			27.60	0.00	1.50
Sales			305.55	523.80	200.15



	Week Ending 20 Nov 2015	Week Ago	Year Ago
Average Daily Interbank Volume (US\$ Mn.) (spot, tom and cash transactions among commercial banks)	52.23	45.38	18.78
<b>Forward Transactions</b>			
Forward Rates (US\$) <sup>(2)</sup>			
1 Month	142.57	142.16	131.48
3 Months	143.40	143.11	132.62
Average Daily Interbank Forward Volume (US\$ mn)	28.40	28.44	24.41
Outstanding Forward Volume (US\$ mn) (As at 19 Nov 2015)	1,432.37	1,455.35	1,222.39

(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

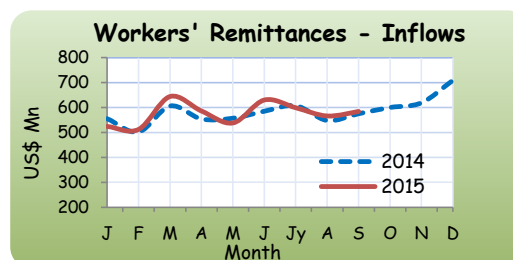
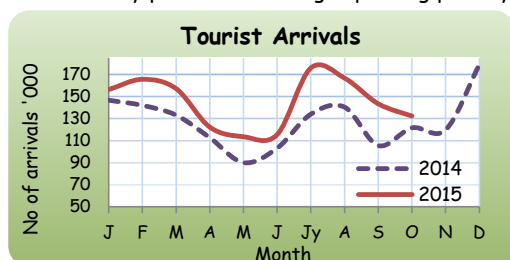
(1) Central Bank indicative rate (2) Weekly average based on actual transactions.

## 4.2 Tourism & Workers' Remittances

Item		2014	2015	2014	2015(b)	% Change
		Oct (a)	Oct (b)(c)	Jan-Oct (a)	Jan-Oct (c)	
Tourist Arrivals	Number	121,576	132,280	1,228,754	1,448,119	17.9
Earnings from Tourism	US\$ Mn.	193.5	210.6	1,956.1	2,305.30	17.9
	Rs.bn.	25.3	29.7	255.3	309.8	21.4
Workers' Remittances (Inflows)	US\$ Mn. Rs. bn.	2014	2015	2014	2015 Jan-	% Change
		Sep	Sep (b)	Jan-Sep	Sep(a)	
		575.0	584.2	5,089.7	5,182.2	1.8
		74.9	81.1	664.0	693.4	4.4

(a) Revised

(b) Provisional (c) May be revised based on Sri Lanka Tourism Development Authority survey results on average stay period and average spending per day estimates for 2015





#### 4.3 Official Reserve Assets as at 31<sup>st</sup> October 2015<sup>(a)</sup>

Official Reserve Assets (USD Mn)		6,484.48
(1)	Foreign currency reserves	5,590.89
(2)	Reserve position in the IMF	66.80
(3)	SDRs	9.10
(4)	Gold	816.60
(5)	Other reserve assets	1.09

(a) Provisional

#### 4.4 International Reserves & Foreign Currency Liquidity as at 30<sup>th</sup> September 2015 <sup>(a)</sup>

Official Reserve Assets (USD mn)		6,783.68
<b>Official Reserve Assets</b>		<b>6,783.68</b>
(1)	Foreign currency reserves	5,908.00
	(a) Securities	2,628.00
	(b) Total currency and deposits with	3,280.00
	(i) other national central banks, BIS	2,803.99
	(ii) banks headquartered inside the reporting country of which located abroad	1.01
	(iii) banks headquartered outside the reporting country	475.00
(2)	Reserve position in the IMF	67.18
(3)	SDRs	9.10
(4)	Gold	798.31
(5)	Other reserve assets	1.09

#### Predetermined Short-Term Net Drains on Foreign Currency Assets<sup>(b)</sup>

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
1. Foreign currency loans, securities, and deposits				
outflows (-) Principal	-3,310.79	-153.81	-491.04	-2,665.94
Interest	-1,080.53	-102.28	-84.96	-893.28
inflows (+) Principal				
Interest				
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)				
(a) Short positions (-) <sup>(c)</sup>	-3,583.31	-1031.31	-205.00	-2,347.00
(b) Long positions (+)				
3. Other (specify)	-3.67	-3.67		
inflows related to reverse repos (+)				
other accounts payable (-)	-3.67	-3.67		

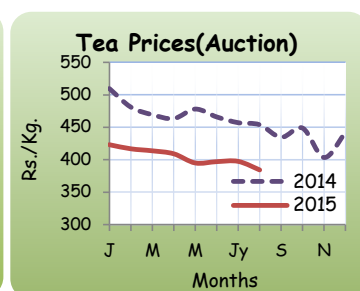
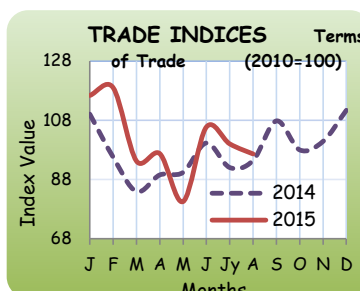
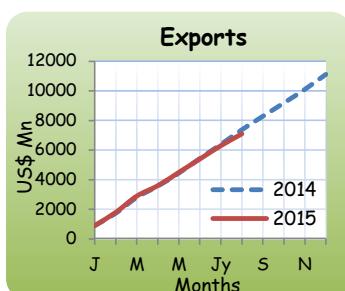
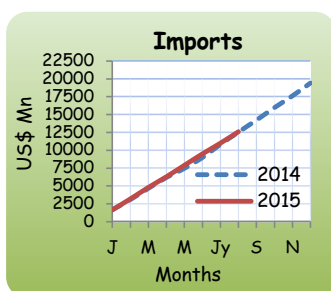
(a) Provisional

(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\$ Bn			Rs Bn		
	Jan-Aug 2015	Jan-Aug 2014	% Change	Jan-Aug 2015	Jan-Aug 2014	% Change
<b>Exports</b>	<b>7.1</b>	<b>7.4</b>	<b>-3.4</b>	<b>951.4</b>	<b>965.5</b>	<b>-1.5</b>
Agricultural	1.7	1.8	-9.8	222.1	241.2	-7.9
Industrial	5.4	5.5	-0.8	725.0	716.6	1.2
Food, Beverages and Tobacco	0.2	0.2	-10.5	23.2	25.4	-8.6
Textiles and Apparel	3.2	3.3	-1.1	428.5	424.9	0.9
Petroleum Products	0.3	0.2	21.7	38.5	31.0	24.0
Leather, Rubber etc	0.6	0.7	-10.5	82.5	90.3	-8.6
Other	1.1	1.1	3.0	152.2	144.9	5.0
Mineral	0.0	0.1	-55.4	3.0	6.6	-54.5
Other	0.0	0.0	13.8	1.4	1.2	16.1
<b>Imports</b>	<b>12.6</b>	<b>12.6</b>	<b>0.0</b>	<b>1,671.8</b>	<b>1,638.2</b>	<b>2.0</b>
Consumer Goods	3.1	2.3	37.3	418.4	298.6	40.1
Intermediate Goods	6.4	7.7	-17.3	851.6	1,009.9	-15.7
Investment Goods	3.0	2.5	19.4	400.3	328.7	21.8
Other	0.0	0.0	34.3	1.5	1.1	36.9
<b>Trade Balance</b>	<b>-5.4</b>	<b>-5.2</b>	<b>5.0</b>	<b>-720.4</b>	<b>-672.8</b>	<b>7.1</b>

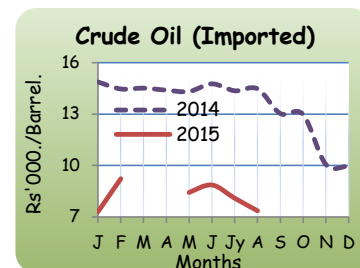
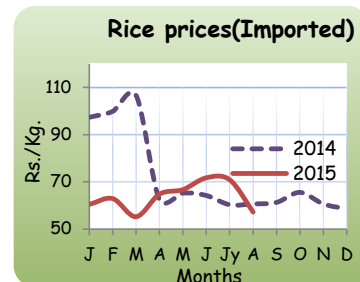


## 4.6 Trade Indices (2010= 100 ) (a)

Item	2015 Aug (b)	Month Ago	Year Ago
<b>Total Exports</b>			
Value	111.2	129.7	138.2
Quantity	118.3	134.5	129.3
Unit Value	94.0	96.4	106.9
<b>Total Imports</b>			
Value	136.3	137.3	154.3
Quantity	140.2	142.3	136.3
Unit Value	97.2	96.5	113.2
<b>Terms of Trade</b>	96.6	100.0	94.4

(a) In US\$ Terms

(b) Provisional



## 4.7 International Commodity Prices

Item	August 2015	August 2014	% Change	August 2015	August 2014	% Change
<b>Colombo Auction Price</b>	US\$ / Kg			Rs / Kg		
Tea Prices	2.87	3.49	-17.7	384.35	453.95	-15.3
<b>Imports (C I F)</b>	US\$ / MT			Rs / MT		
Rice	427.23	465.87	-8.3	57,199.30	60,650.69	-5.7
White Sugar	367.15	499.71	-26.5	49,154.83	65,056.08	-24.4
Wheat	267.22	313.51	-14.8	35,776.45	40,815.06	-12.3
	US\$ / Barrel			Rs / Barrel		
Crude Oil	54.92	111.21	-50.6	7,352.65	14,477.72	-49.2