

Weekly Economic Indicators

24 June 2016



Statistics Department

Real Sector

Inflation, as measured by the change in the National Consumer Price Index (NCPI) (2013=100), which is compiled by the Department of Census and Statistics, increased to 5.3 per cent in May 2016 from 4.3 per cent in April 2016, on year-on-year basis. Both Food and all Non-food categories except for the Housing, Water, Electricity, Gas, and Other Fuels sub-categories contributed towards the increase in year-on-year inflation. The change in the NCPI measured on an annual average basis increased to 2.7 per cent in May 2016 from 2.6 per cent in April 2016. When the monthly change is considered, the NCPI increased by 1.9 per cent from April 2016 to May 2016. This monthly increase was mainly due to the increase in prices of the items in the Non-food category. Core inflation, which reflects the underlying inflation in the economy increased to 7.2 per cent in May 2016 from 5.9 per cent in April 2016, on a year-on-year basis. Annual average NCPI Core inflation increased to 5.0 per cent in May 2016 from 4.7 per cent in April 2016.

Inflation, as measured by the change in the Colombo Consumers' Price Index (CCPI), 2006/07=100, increased to 4.8 per cent in May 2016 from 3.1 per cent in April 2016, on year-on-year basis. Annual average inflation increased to 1.7 per cent from 1.3 per cent for the same period. The monthly change in CCPI in April 2016 was 2.4 per cent. The Core CCPI increased to 6.6 per cent in May 2016 from 4.5 per cent in April 2016, on year-on-year basis.

The GDP grew by 5.5 per cent in real terms in first quarter of 2016, mainly attributable to 4.9 per cent, 8.3 per cent and 1.9 per cent growth in Services activities, Industry activities and Agriculture activities, respectively, in value added terms.

The production of tea and rubber has recorded a decline of 11.4 per cent and 2.4 per cent respectively during the first quarter of 2016. However, the coconut production has recorded an increase of 6.2 per cent during the same period.

The FIPI increased by 3.4 per cent on a year-on-year basis in March 2016. This growth was mainly facilitated by increased production of tobacco products, other non-metallic mineral products and rubber and plastic products sectors. They have recorded significant growths of 19.9, 8.5 and 7.3 per cent respectively during this period. This was mainly attributed to increased domestic and international demand.

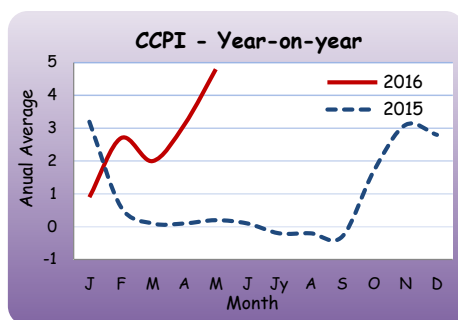
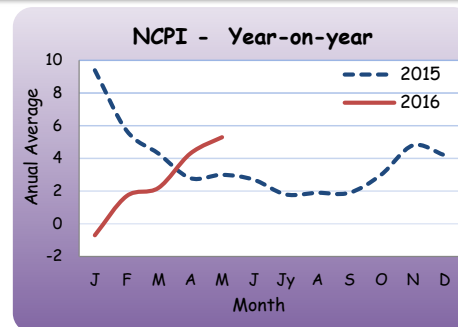
During the week crude oil spot prices followed an increasing trend. Towards the middle of the, prices fell on profit taking after two day rally, but prices were again up slightly, shrugging off a smaller-than-expected decline in U.S. crude stockpiles, as the market nervously awaited the result of Britain's "Brexit" vote. Towards the end of the week prices rose after market intelligence firm Genscape reported a drawdown of nearly 1 million barrels at the Cushing, Oklahoma storage base for U.S. crude futures.

Highlights

REAL SECTOR

1.1 Price Indices

Item	May 2016	Month Ago	Year Ago
(2013 = 100)			
National Consumer Price Index (NCPI)	113.7	111.6	108.0
Monthly Change %	1.9	1.5	0.9
Year - on - Year Change %	5.3	4.3	3.0
Annual Average Change %	2.7	2.6	-
Core Inflation - (NCPI)	117.5	115.7	109.6
Annual Average Change %	5.0	4.7	-
Year - on - Year Change %	7.2	5.9	4.0
Item	May 2016	Month Ago	Year Ago
(2006 / 07 = 100)			
Colombo Consumers' Price Index (CCPI)	188.5	184.1	179.8
Annual Average Change %	1.7	1.3	1.9
Year - on - Year Change %	4.8	3.1	0.2
Core Inflation - (CCPI)	188.1	184.0	176.5
Annual Average Change %	4.5	4.1	2.9
Year - on - Year Change %	6.6	4.5	2.6

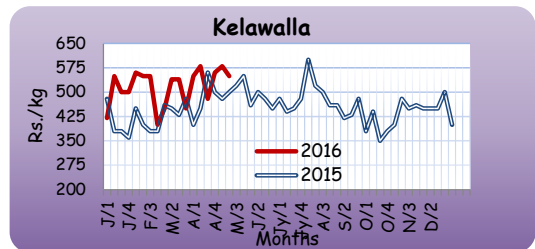
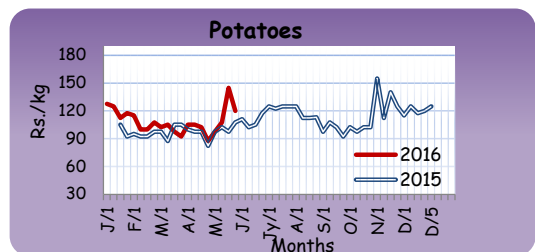
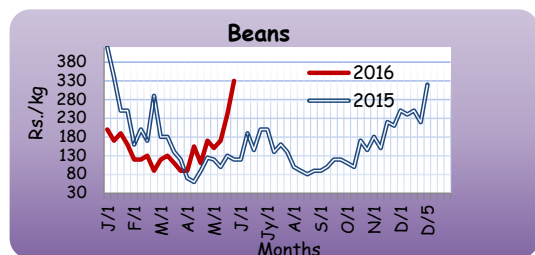
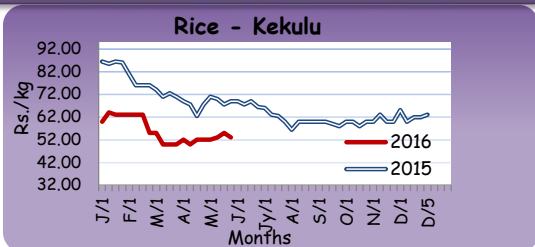


1.2 Pettah Market

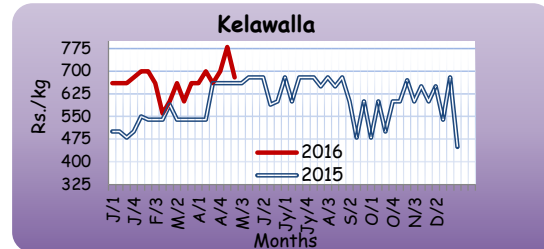
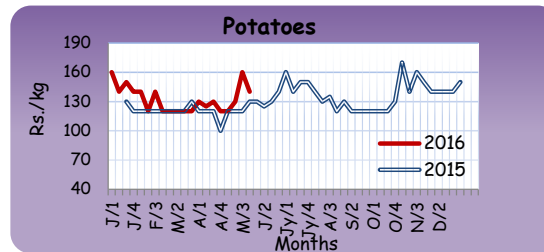
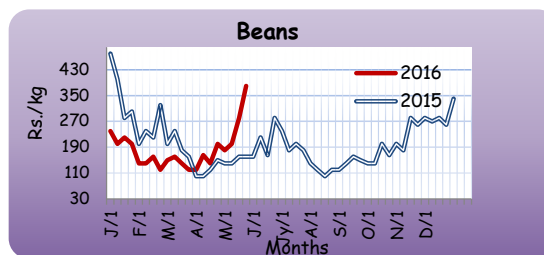
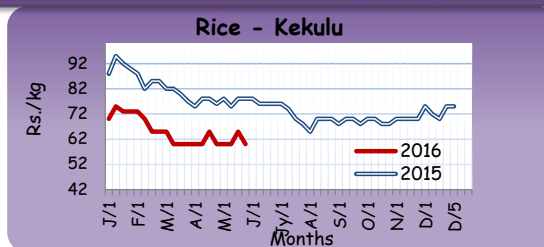
Item	Average Wholesale Prices				Average Retail Prices			
	Week Ending 22 nd June 2016	Week Ago	Month Ago	Year Ago Annual Avg	Week Ending 22 nd June 2016	Week Ago	Month Ago	Year Ago Annual Avg
	Rs / Kg				Rs / Kg			
Rice								
Samba	80.00	80.00	78.25	83.22	88.00	88.00	88.25	90.10
Kekulu (Red)	55.00	55.00	53.25	66.15	65.00	65.00	61.25	75.20
Vegetables								
Beans	160.00	150.00	222.50	160.49	180.00	180.00	260.00	196.86
Cabbage	140.00	150.00	95.00	79.31	180.00	200.00	140.00	117.94
Carrots	250.00	200.00	127.50	146.27	300.00	240.00	160.00	184.90
Tomatoes	160.00	160.00	162.50	89.80	180.00	200.00	205.00	126.18
Pumpkins	120.00	60.00	47.50	49.12	140.00	100.00	67.50	72.94
Snake Gourd	130.00	120.00	117.50	73.73	180.00	160.00	150.00	106.57
Brinjals	90.00	90.00	82.50	72.56	140.00	120.00	120.00	105.69
Ash-Plantains	100.00	70.00	60.00	81.08	120.00	100.00	85.00	110.59
Other Foods								
Red-Onions (Local)	125.00	142.50	130.62	105.28	180.00	190.00	162.50	135.34
Big-Onions (Local)	n.a.	n.a.	n.a.	95.17	n.a.	n.a.	n.a.	124.67
Potatoes (N'Eliya)	145.00	145.00	117.50	107.98	170.00	180.00	137.50	130.80
Dried Chilies (Imported)	320.00	320.00	305.00	248.90	360.00	360.00	350.00	291.08
Dhal (Indian)	165.00	165.00	168.75	161.98	180.00	180.00	180.00	177.43
Eggs (Red)	13.50	13.50	13.50	14.17	14.00	14.00	14.00	14.77
Coconut (Each)	29.00	30.00	31.63	41.00	40.00	45.00	47.50	53.18
Fish*								
Kelawalla	430.00	500.00	560.00	453.14	540.00	680.00	713.33	598.24
Balaya	n.a.	320.00	350.00	295.00	n.a.	420.00	443.33	361.20
Salaya	200.00	200.00	150.00	114.71	240.00	240.00	200.00	156.08
Paraw (Small)	560.00	n.a.	603.33	484.69	620.00	n.a.	676.67	547.96

* 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 23 rd June 2016	
	Wholesale (Average)	Retail (Average)
Rice		
Samba	79.50	83.50
Kekulu (Red)	56.75	62.25
Vegetables		
Beans	121.25	172.50
Carrot	236.25	288.75
Tomatoes	137.50	183.75
Pumpkins	86.88	112.50
Snake Gourd	80.63	132.50
Ash-Plantains	57.50	75.63
Other Foods		
Red-Onions (Local)	126.25	168.75
Big-Onions (Local)	n.a.	n.a.
Potatoes (N'Eliya)	136.25	152.50
Dried Chilies(Imported)	321.88	360.00
Coconut (Each)	28.25	40.00

1.5 Maradaghamula Market

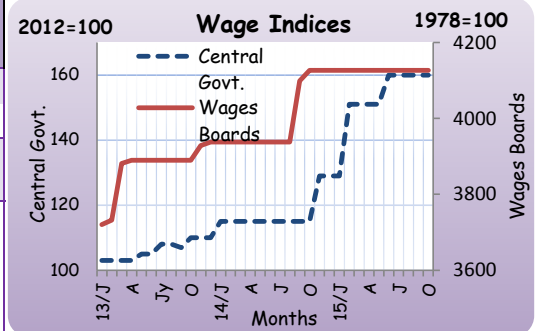
Average wholesale price of Rice				
Item (Rs / Kg)	Week Ending 24 th June	Week Ago	Month Ago	Year Ago
Samba	79.50	80.60	76.88	79.56
Sudu Kekulu	63.00	62.70	62.15	62.37
Raw Red	58.53	58.90	58.23	66.17
Nadu	66.25	68.30	65.35	64.24

1.4 Narahenpita Economic Centre

Item (Rs / Kg)	Average Retail Prices	
	24 th June 2016	Week Ago
Rice		
Samba	89.67	90.00
Kekulu (Red)	69.67	69.67
Vegetables		
Beans	236.67	236.67
Cabbage	156.67	160.00
Carrots	336.67	316.67
Tomatoes	236.67	233.33
Pumpkins	116.67	113.33
Snake Gourd	200.00	200.00
Brinjals	153.33	200.00
Ash-Plantains	133.33	116.67
Other Foods		
Red-Onions (Imported)	160.00	83.33
Big-Onions (Imported)	80.00	156.67
Potatoes (Imported)	100.00	100.00
Dried Chilies (Imported)	346.67	346.67
Dhal (Indian)	170.00	166.67
Eggs (Red)(Each)	13.17	13.33
Coconut (Each)	53.33	53.33
Fish		
Kelawalla	886.67	890.00
Balaya	460.00	413.33
Salaya	200.00	285.00
Paraw (Small)	916.67	920.00

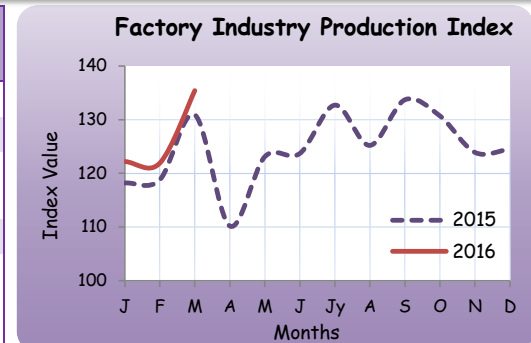
1.6 Wage rate Indices

Item	2016 Mar	2015 Mar	% Change
(2012 = 100)			
Central Government Employees	161.5	151.4	6.7
(1978 = 100)			
Workers in Wages Boards Trades	4,127.1	4,127.2	0.0
Agriculture	4,734.5	4,734.5	0.0
Industry & Commerce	3,459.1	3,459.1	0.0
Services	2,313.2	2,313.2	0.0



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

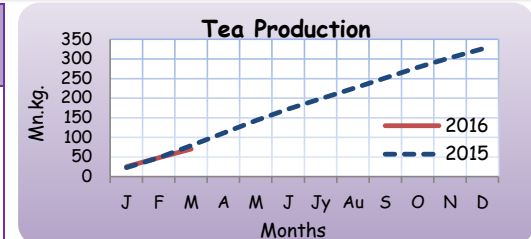
Item	2016 (b) Mar	2015 Mar	% Change
Factory Industry- Production Index	135.4	130.9	3.4
Food products	115.8	113.4	2.2
Beverages	151.0	143.6	5.2
Tobacco products	101.1	84.3	19.9
Wearing apparel	175.3	189.0	-7.2
Chemicals and chemical products	87.5	87.2	0.4
Rubber and plastic products	147.7	137.6	7.3
Other non-metallic mineral products	139.2	128.3	8.5



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

1.8 Agriculture Production

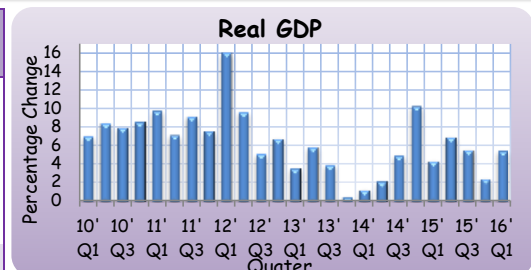
Item	Unit	2016(a) Jan-Mar	2015 Jan-Mar	% Change
Tea	(Mn Kg)	70.0	79.0	-11.4
Rubber	(Mn Kg)	28.2	28.9	-2.4
Coconuts	(Mn Nuts)	778.8	733.1	6.2



- (a) Provisional

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

Item	2016(a) 1 st Quarter	2015(a) 1 st Quarter	2015(a) Annual
Agriculture	1.9	5.9	5.5
Industry	8.3	1.4	3.0
Services	4.9	5.4	5.3
GDP	5.5	4.4	4.8



- (a) Provisional

Source: Department of Census and Statistics

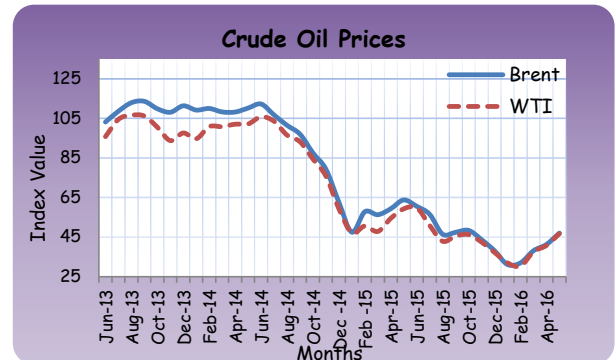
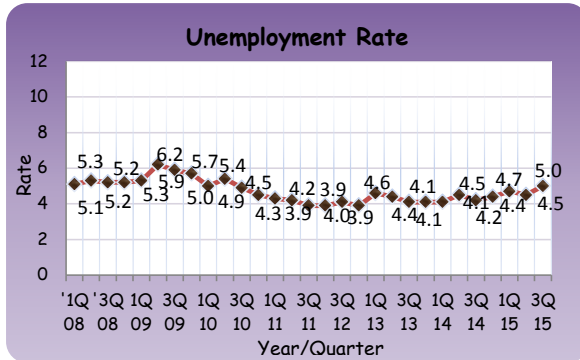
1.10 Employment (a)

Item	2015 (b) 4 th Quarter	2014 4 th Quarter	2015 Annual
Labour Force Participation rate	53.6	52.9	53.8
Unemployment rate	4.3	4.4	4.6
Employed Persons by Sectors (c) (as a % of total employment)			
Agriculture	27.5	30.4	28.2
Industry	25.3	25.4	26.0
Services	47.2	44.2	45.8

(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	2015			2016		
	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	47.46	47.11	55.47	31.10	31.96	31.87
February	57.81	50.58	69.52	31.93	30.32	35.36
March	56.30	47.82	-	38.06	37.55	36.85
April	59.32	54.45	-	41.25	40.75	44.05
May	63.76	59.26	63.09	47.00	46.69	
June	60.53	59.82	66.17			
July	56.48	50.90	60.49			
August	46.43	42.87	54.92			
September	47.41	45.48	48.65			
October	48.36	46.22	49.26			
November	43.68	42.44	45.46			
December	38.08	37.21	41.21			
	2015			2016		
17 June	59.30	59.89		45.97	48.00	
20 June	-	-		48.08	49.40	
21 June	-	-		47.58	48.95	
22 June	59.09	60.01		47.83	49.16	
23 June	60.22	61.05		48.03	49.34	

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 24 June 2016 declined by 27 bps to 10.23 per cent compared to the previous week.

Broad money (M2b) expanded by 18.9 per cent on a year-on-year basis in March 2016.

NFA of the banking system declined by Rs. 38.1 billion in March 2016.

NCG from the banking system showed an increase of Rs. 33.2 billion in March 2016.

Credit extended to the private sector increased by Rs. 87.7 billion in March 2016.

The reserve money increased compared to the previous week mainly due to increase in currency in circulation.

The total outstanding market liquidity increased to a short position of Rs. 29.37 bn by end of the week, compared to an short position of Rs. 13.35 bn by the end of last week.

By 24 June 2016, All Share Price Index (ASPI) declined by 1.48 per cent to 6,370 points while S&P SL 20 Index declined by 1.78 per cent to 3,342 points, compared to the previous week.

MONETARY SECTOR

2.1 Interest Rates

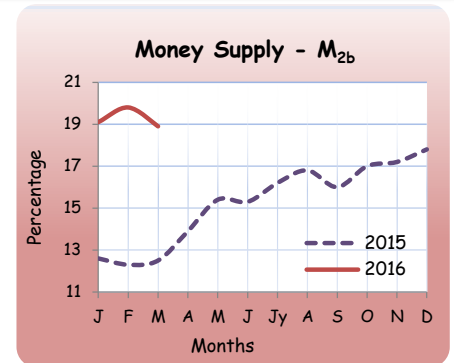
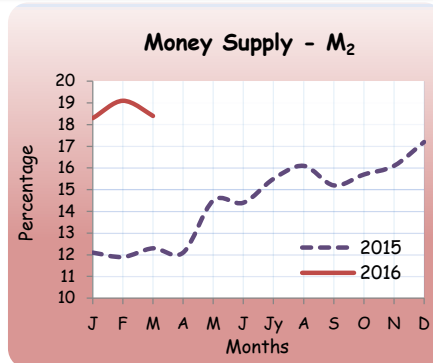
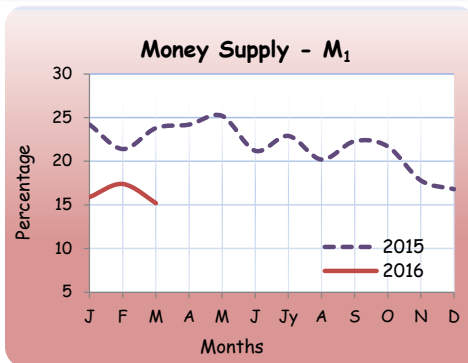
Item	Week Ending 2016 June 24	Week Ago	Year Ago	
Policy Interest Rates				
Standing Deposit Facility Rate	6.50	6.50	6.00	
Standing Lending Facility Rate	8.00	8.00	7.50	
Average Weighted Call Money Rate (AWCMR)(Weekly Average)	8.18	8.18	6.10	
Sri Lanka Inter Bank Offered Rate (SLIBOR)				
1 day	8.19	8.19	6.12	
7 days	8.76	8.75	6.27	
1 Month	9.50	9.48	6.49	
3 Months	9.92	9.91	6.74	
6 Months	10.42	10.39	7.01	
12 Months	10.93	10.85	7.31	
Treasury Bill Yields (Excluding 10% withholding tax)				
91 days	8.86	8.84	6.08	
182 days	9.83	9.80	6.18	
364 days	10.55	10.54	6.28	
Licensed Commercial Banks				
Average Weighted Prime Lending Rate (AWPR)	10.23	10.50	6.93	
	March 2016	Month Ago	Year Ago	
Saving Deposits	0.50-8.00	0.50-8.50	0.50-8.00	
One Year Fixed Deposits	3.95-15.00	3.95-15.00	3.95-15.00	
	May 2016	Month Ago	Year Ago	
Average Weighted Deposit Rate (AWDR)	6.72	6.58	5.83	
Average Weighted Fixed Deposit Rate (AWFDR)	8.40	8.18	6.87	
	April 2016	Month Ago	Year Ago	
Average Weighted Lending Rate (AWLR)	11.66	11.45	11.53	
National Savings Bank (NSB)				
	March 2016	Month Ago	Year Ago	
Saving Deposits	4.50	4.50	5.00	
One Year Fixed Deposits	8.25	8.25	6.50	
Treasury Bonds Auction				
	(2 Y & 4 Months) 09/06/2016	(5 Y & 4 Months) 09/06/2016	(7 Y & 7 Months) 09/06/2016	(10 Years) 09/06/2016
Coupon rate	8.75	9.45	11.40	11.00
Weighted Average Yield (Excluding 10% withholding tax)	11.42	11.97	12.36	12.50

Bankwise- AWPR	Week ending 2016 June 24	Week Ago	Bankwise- AWPR	Week ending 2016 June 24	Week Ago
Bank of Ceylon	10.15	10.17	HSBC	8.07	7.48
People's Bank	10.40	10.12	Standard Chartered Bank	9.68	9.52
Hatton National Bank	10.79	11.03	Citi Bank	8.87	10.60
Commercial Bank of Ceylon	11.09	11.20	Deutsche Bank	8.47	8.41
Sampath Bank	11.38	11.85	Habib Bank	8.55	8.55
Seylan Bank	10.81	11.12	Indian Bank	11.57	11.57
Union Bank of Colombo	12.37	12.57	Indian Overseas Bank	12.10	12.10
Pan Asia Banking Corporation	13.83	13.54	MCB Bank	11.95	11.10
Nations Trust Bank	10.57	10.55	State Bank of India	11.62	11.62
DFCC Bank	11.92	11.87	Public Bank	10.25	10.25
NDB Bank	12.65	10.80	ICICI Bank	11.58	11.58
Amana Bank	11.23	11.13	Axis Bank	11.61	11.70
Cargills Bank	10.25	11.87			

2.2 Money Supply

Item	Rs. Bn.			Annual Change (%)		
	2016 (a)	Month	Year	2016 (a)	Month	Year
	March	Ago	Ago	March	Ago	Ago
Reserve Money	791.6	739.3	619.6	27.8	26.8	18.8
M1	729.6	700.5	633.3	15.2	17.4	23.8
M2	4,206.4	4,158.4	3,553.6	18.4	19.1	12.3
M2b	4,731.6	4,703.8	3,980.7	18.9	19.8	12.5
Net Foreign Assets of the Banking System (b)	-439.9	-401.8	-162.0	-171.5	-230.5	-268.5
Monetary Authorities	473.9	468.6	578.1	-18.0	-24.3	-3.7
Commercial Banks	-913.8	-870.4	-740.2	-23.5	-17.6	-46.8
Domestic Banking Units (DBUs)	-324.4	-305.9	-224.4	-44.6	-29.4	-27.2
Offshore Banking Units (OBUs)	-589.4	-564.5	-515.8	-14.3	-12.0	-57.3
Net Domestic Assets of the Banking System (b)	5,171.5	5,105.6	4,142.7	24.8	26.1	20.4
Net Credit to the Government	1,954.1	1,920.8	1,613.1	21.1	16.8	15.8
Monetary Authorities	406.6	384.5	223.7	81.8	56.4	54.0
Commercial Banks	1,547.5	1,536.3	1,389.5	11.4	9.8	11.3
DBUs	1,141.2	1,141.5	1,126.8	1.3	1.9	6.8
OBUs	406.3	394.8	262.7	54.6	41.7	36.1
Credit to Public Corporations	514.9	526.4	484.7	6.2	9.3	46.9
DBUs	253.8	254.4	198.1	28.1	27.8	43.6
OBUs	261.1	272.0	286.6	-8.9	-3.7	49.3
Credit to the Private Sector	3,634.6	3,546.8	2,845.1	27.7	26.5	13.9
DBUs	3,368.7	3,275.3	2,608.9	29.1	28.7	13.5
OBUs	265.8	271.5	236.2	12.5	5.1	18.5
Other Items (Net)	-931.9	-888.4	-800.3	-16.5	-0.7	-2.7

(a) Provisional (b) In relation to M2b

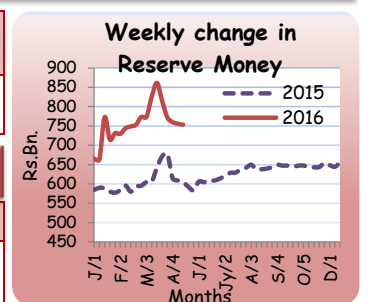


2.3 Weekly change in Reserve Money

Item	23 June 2016	Week Ago	Change
Reserve Money (Rs.Mn.)	770,927	770,386	541

2.4 Money Market Activity (Overnight)

Item	20.06.2016	21.06.2016	22.06.2016	23.06.2016	24.06.2016
Call Money Market					
Weighted Average Rate (% p.a.)	8.18	8.18	8.18	8.18	8.18
Gross Volume (Rs. Mn)	16,775	13,995	13,890	14,255	14,345
Repo Market					
Weighted Average Rate (% p.a.)	8.07	8.07	8.03	8.04	8.04
Gross Volume (Rs. Mn)	26,786	27,185	37,905	37,828	37,057



2.5 CBSL Security Portfolio

Item	20.06.2016	21.06.2016	22.06.2016	23.06.2016	24.06.2016
CBSL T-Bill Holding (Rs. Mn)	241,686	255,282	245,840	250,929	245,839

2.6 Open Market Operations

Item	20.06.2016	21.06.2016	22.06.2016	23.06.2016	24.06.2016
Short-Term Auction					
Repo Amount Offered (Rs. bn)	0.00	0.00	0.00	0.00	0.00
Reverse Repo Amount Offered (Rs. bn)	25.00	20.00	20.00	30.00	28.00
Tenure (No. of Days)	1	1	1	1	1
Bids Received (Rs. bn)	17.08	35.57	37.03	30.03	38.16
Amount Accepted (Rs. bn)	17.08	20.00	20.00	30.00	28.00
Weighted Average Yield Rate (% p.a.)	7.96	7.97	7.97	7.97	7.97
Term Auction					
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
Standing Facility					
Standing Deposit Facility (Rs. bn)	4.85	15.11	7.48	5.63	11.92
Standing Lending Facility (Rs. bn)	19.06	25.47	16.02	11.11	13.30
Total Outstanding Market Liquidity (Rs. bn)	-31.30	-30.35	-28.55	-35.49	-29.37

2.7 Credit Cards (a)

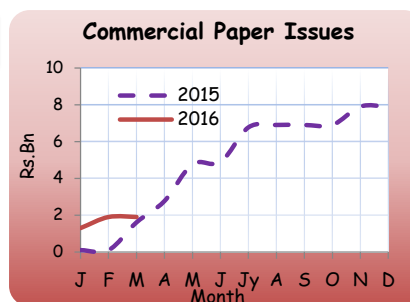
Item	2016 (b) End Mar	2016 End Feb	2015 End Dec
Total Number of Active Cards	1,169,321	1,157,280	1,142,231
Local (accepted only locally)	30,488	30,630	30,902
Global (accepted globally)	1,138,833	1,126,650	1,111,329
Outstanding balance (Rs. Mn.)	63,646	63,639	63,010
Local (accepted only locally)	806	804	1,226
Global (accepted globally)	62,841	62,836	61,784

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

2.8 Commercial Paper Issues (a)

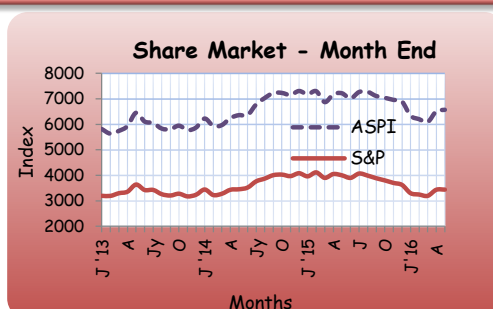
Item (Rs. bn.)	2016 End Mar(b)	2016 End Feb	2015 End Dec
Total Issues - Cumulative	1.9	1.9	7.9
Outstanding (as at end of the period)	4.0	4.8	4.5

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



2.9 Share Market

Item	Week Ending 24 June 2016	Week Ago	Year Ago
All Share Price Index (1985 = 100) (ASPI)	6,370	6,466	7,054
S & P Sri Lanka 20 Index (S&P SL20)	3,342	3,402	3,927
Average Daily Turnover (Rs. Mn)	502	489	621
Market Capitalisation (Rs.Bn.)	2,714	2,755	2,997



Fiscal Sector

During the first quarter of 2016, government revenue as a percentage of estimated GDP increased to 2.8 per cent from 2.5 per cent in the corresponding period in 2015. Average monthly revenue during this period was around Rs. 115.2 billion compared to Rs. 95.2 billion recorded in the same period of 2015. Tax revenue increased by 26.3 per cent to Rs. 325.4 billion during the first quarter of 2016 from Rs. 257.7 billion in the corresponding period of 2015 mainly due to increase in revenue from excise taxes, income taxes and import related taxes. Non tax revenue declined by 27.5 per cent to Rs. 20.2 billion during the first quarter of 2016 compared to Rs. 27.9 billion in the corresponding period of 2015 mainly due to decline in profits and dividend from State Owned Business Enterprises (SOBEs).

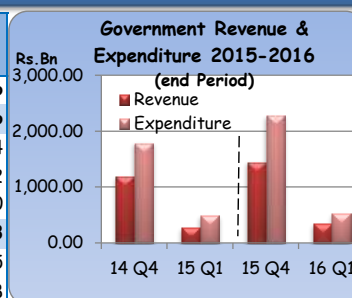
Total expenditure and net lending during the first quarter of 2016 is estimated to be declined to 4.3 per cent of estimated GDP from 4.4 per cent of GDP during the same period in 2015 mainly due to decline in recurrent expenditure to 3.5 per cent of estimated GDP from 3.6 per cent of GDP recorded in the same period in 2015. However, in nominal terms, total expenditure and net lending is estimated to be increased by 6.7 per cent to Rs. 526.3 billion during the first quarter of 2016 in comparison to Rs. 493.4 billion recorded in the same period of 2015, due to a considerable increase in expenditure on salaries and wages and pension.

In nominal terms, total outstanding government debt increased to Rs. 8,772.4 billion as at end March 2016 from Rs. 8,503.2 billion at end 2015. Foreign debt decreased by Rs. 38.9 billion to Rs. 3,505.1 billion while domestic debt increased by Rs. 308.1 billion to Rs. 5,267.3 billion.

FISCAL SECTOR

3.1 Government Finance (Rs.bn)

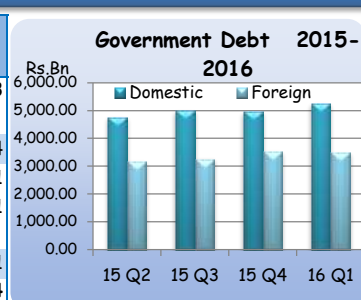
Item	2015	2016(a)
	1 st Quarter	1 st Quarter
Revenue and Grants	285.6	345.6
Revenue	285.6	345.6
Tax	257.7	325.4
Non tax	27.9	20.2
Grants	0.1	0.0
Expenditure & Lending Minus Repayments	493.4	526.3
Current	410.9	426.5
Capital & Lending Minus Repayments	82.5	99.8



(a) Provisional

3.2 Outstanding Central Government Debt (Rs.bn)

Item	End 2015	2016(a)
		1 st Quarter
Total domestic debt	4,959.2	5,267.3
of which		
Treasury bills	658.2	649.4
Treasury bonds	3,305.2	3,493.1
Rupee loans	24.1	24.1
Total foreign debt	3,544.0	3,505.1
Total outstanding govt. debt	8,503.2	8,772.4



(a) Provisional

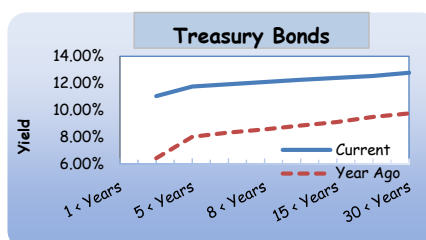
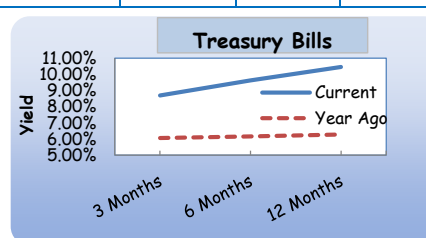
3.3 Government Securities - Primary and Secondary Market Yield Rates as for the week ending - 22nd June 2016

Security	Maturity	Primary Market(a)		Secondary Market			
		This Week	Last Week	This Week			Last Week Average
				Buying	Selling	Average	
Treasury Bills	3 Months	8.86%	8.84%	8.81%	8.59%	8.70%	8.70%
	6 Months	9.83%	9.80%	9.76%	9.55%	9.66%	9.64%
	12 Months	10.55%	10.54%	10.55%	10.38%	10.46%	10.46%
Treasury Bonds	< 2 Years	-	-	11.15%	10.97%	11.06%	11.03%
	< 5 Years	-	11.42%	11.88%	11.75%	11.82%	11.75%
	< 6 Years	-	11.97%	12.09%	11.94%	12.02%	11.92%
	< 8 Years	-	12.36%	12.26%	12.14%	12.20%	12.09%
	< 10 Years	-	12.50%	12.42%	12.30%	12.36%	12.26%
	< 15 Years	-	-	12.57%	12.45%	12.51%	12.40%
	< 20 Years	-	-	12.69%	12.52%	12.60%	12.53%
	< 30 Years	-	-	12.91%	12.69%	12.80%	12.78%

(a) Primary market transactions during the week ending 22/06/2016

The secondary market yield rates of 91-day and 364-day T-bills have remained unchanged while the secondary market yield rate of 182-day T-bills and T-bonds increased during the reporting week, compared to the secondary market yield rates of the previous week.

Security	Maturity Date	Coupon Rate	Secondary Market	
			This Week	Last Week
International Sovereign Bonds	4-Oct-20	6.250%	5.69%	5.59%
	27-Jul-21	6.250%	6.14%	6.05%
	25-Jul-22	5.875%	6.52%	6.41%
	14-Jan-19	6.000%	5.09%	5.05%
	11-Apr-19	5.125%	5.09%	4.99%
	3-Jun-25	6.125%	7.09%	7.00%
	3-Nov-25	6.850%	7.22%	7.12%



3.4 Government Securities - Weekly Summary of Primary and Secondary Market Transactions (Week Ended - 22nd June 2016)

Item	Volume in Rs Mn	
	This Week	Last Week
Outstanding Stock of Government Securities		
Treasury Bills	679,561.17	678,936.62
Treasury Bonds (a)	3,858,284.11	3,858,284.11
Total	4,537,845.28	4,537,220.73
T-bills and T-bonds held by Foreigners	252,149.97	245,037.51
Sri Lanka Development Bonds (SLDB)	740,454.91	738,065.66

The outstanding stock of T-bills and T-bonds held by foreigners, increased by 2.90 per cent during the reporting week compared to the previous week.

Primary Market Activities	Volume in Rs Mn	
	This Week	Last Week
Treasury Bills		
Amount Offered	29,000.00	30,000.00
Total Bids Received	60,304.00	64,448.00
Total Bids Accepted	23,940.00	18,278.00
Treasury Bonds		
Amount Offered		18,000.00
Total Bids Received	No auction held	145,886.00
Total Bids Accepted		20,623.00

The weekly T-bill auctions were over subscribed by 2.1 times.

Secondary Market Activities	Volume in Rs Mn	
	This Week	Last Week
Treasury Bills		
Outright Transaction (Sales / Purchases)	42,467.92	21,519.13
Repo Transaction (Sales / Purchases)	115,660.98	110,160.68
Treasury Bonds		
Outright Transaction (Sales / Purchases)	38,626.55	69,990.65
Repo Transaction (Sales / Purchases)	772,667.50	916,001.71

The secondary market activities in T-bills increased by 20.09 per cent, while the secondary market activities in T-bonds decreased by 17.72 per cent in the reporting week compared to the previous 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) - 24/06/2016

Remaining Maturity	Average Buying Price	Yield %	Average Selling Price	Yield %	Buying & Selling Spread
1-7 Days	99.84	8.26	99.85	8.08	0.00
1 Month	99.31	8.43	99.32	8.25	0.01
2 Month	98.59	8.60	98.62	8.44	0.03
3 Month	97.83	8.84	97.88	8.63	0.05
4 Month	97.02	9.10	97.11	8.83	0.09
5 Month	96.14	9.41	96.23	9.19	0.09
6 Month	95.19	9.79	95.29	9.59	0.10
7 Month	94.32	9.87	94.41	9.71	0.09
8 Month	93.44	9.97	93.56	9.79	0.12
9 Month	92.52	10.11	92.65	9.94	0.12
10 Month	91.60	10.22	91.72	10.08	0.12
11 Month	90.63	10.37	90.77	10.21	0.14
12 Month	89.58	10.56	89.75	10.39	0.17

3.6 Two way Quotes (Treasury Bonds)- 24/06/2016

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
06.40%2016A	6	1-Aug-16	38	99.70	9.06	99.72	8.87	0.02
08.00%2016A	5	1-Sep-16	69	99.73	9.22	99.77	9.00	0.04
06.40%2016B	6	1-Oct-16	99	99.19	9.34	99.25	9.11	0.06
08.00%2017A	5	1-Jan-17	191	99.03	9.96	99.12	9.77	0.10
05.80%2017A	6	15-Jan-17	205	97.75	10.04	97.85	9.84	0.10
08.25%2017A	3	1-Mar-17	250	98.70	10.22	98.83	10.01	0.14
08.75%2017A	4	15-May-17	325	98.59	10.43	98.78	10.20	0.19
08.00%2017B	5	15-Jun-17	356	97.77	10.46	97.92	10.29	0.16
05.80%2017B	6	15-Jul-17	386	95.38	10.52	95.57	10.32	0.19
08.50%2018A	15	1-Feb-18	587	96.48	10.94	96.91	10.63	0.43
08.50%2018C	5	1-Apr-18	646	96.02	11.02	96.28	10.85	0.26
08.50%2018D	5	1-Jun-18	707	95.56	11.10	95.85	10.93	0.28
08.50%2018B	15	15-Jul-18	751	95.30	11.11	95.51	10.99	0.21
07.50%2018A	15	15-Aug-18	782	93.09	11.21	93.37	11.05	0.28
08.75%2018A	4	15-Oct-18	843	94.83	11.34	95.11	11.20	0.28
08.00%2018A	6	15-Nov-18	874	93.10	11.37	93.40	11.21	0.30
05.65%2019A	8	15-Jan-19	935	87.69	11.32	87.93	11.20	0.24
08.50%2019A	10	1-May-19	1,041	93.18	11.35	93.44	11.24	0.26
10.60%2019A	5	1-Jul-19	1,102	97.69	11.53	98.02	11.39	0.33
10.60%2019B	5	15-Sep-19	1,178	97.56	11.51	97.84	11.41	0.28
08.00%2019A	8	1-Nov-19	1,225	90.35	11.54	90.64	11.43	0.29
09.25%2020A	5	1-May-20	1,407	92.39	11.75	92.75	11.63	0.36
08.00%2020A	8	1-Jun-20	1,438	88.65	11.67	88.98	11.56	0.33
06.20%2020A	10	1-Aug-20	1,499	82.39	11.72	82.73	11.60	0.34
09.50%2020A	5	15-Dec-20	1,635	92.46	11.71	92.79	11.61	0.33
09.00%2021A	8	1-May-21	1,772	89.65	11.86	90.12	11.72	0.47
11.00%2021A	7	1-Aug-21	1,864	96.68	11.88	97.17	11.75	0.48
09.45%2021A	7	15-Oct-21	1,939	90.13	12.01	90.62	11.87	0.50
08.00%2022A	10	1-Jan-22	2,017	84.32	11.96	84.74	11.84	0.42
11.20%2022A	9	1-Jul-22	2,198	96.28	12.09	96.93	11.93	0.65
10.00%2022A	8	1-Oct-22	2,290	90.65	12.17	91.23	12.02	0.59
09.00%2023A	10	1-Sep-23	2,625	84.95	12.20	85.49	12.07	0.54
11.20%2023A	9	1-Sep-23	2,625	94.97	12.26	95.69	12.11	0.72
07.00%2023A	20	1-Oct-23	2,655	75.66	12.13	76.09	12.02	0.44
11.40%2024A	10	1-Jan-24	2,747	94.85	12.47	95.33	12.37	0.48
06.00%2024A	10	1-Dec-24	3,082	67.67	12.25	68.15	12.13	0.47
10.25%2025A	10	15-Mar-25	3,186	88.41	12.46	88.97	12.34	0.56
09.00%2025A	12	1-May-25	3,233	82.37	12.32	82.96	12.20	0.59
11.00%2025A	10	1-Aug-25	3,325	92.10	12.47	92.73	12.35	0.63
09.00%2026A	13	1-Feb-26	3,509	81.28	12.38	81.83	12.27	0.55
05.35%2026A	15	1-Mar-26	3,537	61.00	12.36	61.31	12.29	0.32
11.00%2026A	11	1-Jun-26	3,629	90.98	12.61	91.51	12.51	0.53
09.00%2028B	15	1-May-28	4,329	79.02	12.42	79.53	12.32	0.51
09.00%2028A	15	1-Jul-28	4,390	78.77	12.45	79.31	12.35	0.54
11.50%2028A	13	1-Sep-28	4,452	92.63	12.70	93.58	12.53	0.95
13.00%2029A	15	1-Jan-29	4,574	103.19	12.49	103.75	12.40	0.56
13.00%2029B	15	1-May-29	4,694	102.98	12.52	103.50	12.44	0.53
11.00%2030A	15	15-May-30	5,073	88.37	12.81	89.43	12.63	1.06
08.00%2032A	20	1-Jan-32	5,669	69.02	12.59	69.53	12.49	0.50
09.00%2032A	20	1-Oct-32	5,943	75.29	12.60	75.84	12.50	0.55
09.00%2033A	20	1-Jun-33	6,186	74.90	12.62	75.47	12.52	0.58
13.25%2033A	20	1-Jul-33	6,216	104.06	12.66	104.97	12.54	0.92
09.00%2033B	20	1-Nov-33	6,339	74.30	12.70	75.11	12.55	0.81
13.25%2034A	20	1-Jan-34	6,400	103.46	12.75	104.53	12.60	1.07
11.50%2035A	20	15-Mar-35	6,838	90.49	12.85	93.11	12.45	2.62
12.00%2041A	25	1-Jan-41	8,957	93.07	12.94	96.51	12.46	3.44
09.00%2043A	30	1-Jun-43	9,838	71.06	12.85	71.78	12.72	0.72
13.50%2044A	30	1-Jan-44	10,052	104.67	12.88	105.51	12.77	0.85
13.50%2044B	30	1-Jun-44	10,204	104.37	12.91	105.26	12.80	0.89
12.50%2045A	30	1-Mar-45	10,477	96.20	13.00	98.88	12.64	2.68

External Sector

During the year up to 24 June 2016 the rupee depreciated against the US dollar (0.3 per cent). Given the cross currency exchange rate movements, the Sri Lanka rupee appreciated against the pound sterling (4.8 per cent), Indian rupee (0.4 per cent) and depreciated against Japanese yen (14.7 per cent), euro (3.0 per cent) during this period.

Earnings from exports declined by 1.7 per cent, year-on-year, to US dollars 888 million in February 2016 reflecting lower commodity prices in the international market. The largest contribution to this decline was from the petroleum products exports, followed by gems, diamonds and jewellery and spices exports. On a cumulative basis, earnings from exports declined by 2.0 per cent to US dollars 1,783 million during the first two months of 2016.

Expenditure on imports declined by 5.9 per cent, year-on-year, to US dollars 1,439 million in February 2016. The largest contribution to this decline came from fuel imports, which declined by 43.7 per cent to US dollars 149 million, as average crude oil import price declined to US dollars 35.36 per barrel in February 2016 compared to US dollars 69.52 per barrel recorded in February 2015. On a cumulative basis, expenditure on imports during the first two months of 2016 decreased by 5.7 per cent to US dollars 3,028 million, driven by fuel imports.

The terms of trade in February 2016 improved by 4.1 per cent compared to the corresponding month of previous year due to worsening of import prices compared to export prices.

The export unit value index decreased by 3.4 per cent in February 2016 on a year-on-year basis, due to price reductions in all major categories of exports.

The import unit value index in February 2016, declined by 7.2 per cent, year-on-year, reflecting price reduction in intermediate goods.

India, China, UK, Germany and France were the top five sources of tourist arrivals in May 2016, accounting for 52.2 per cent of total tourist arrivals upto the month of May 2016

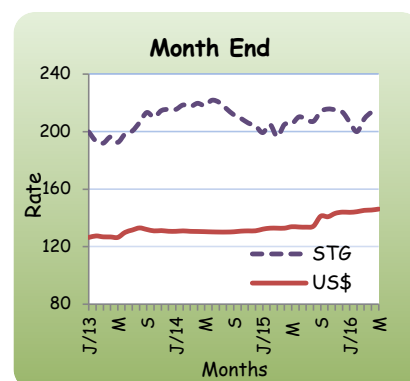
The average price of tea declined to US dollars 2.79 per kg in February 2016 from US dollars 3.14 per kg (in the Colombo auction) in February 2015.

Further, the import prices of rice, wheat and crude oil prices declined compared to the corresponding month of 2015.

EXTERNAL SECTOR

4.1 Exchange Rates

Item (Rs Per Unit)(a)	Week Ending - 24 June 2016			Average Rate	
	Buying Rate	Selling Rate	Average Rate	Week Ago	Year Ago
US\$	145.01	148.81	146.91	144.74	133.95
STG	191.17	209.03	200.10	206.59	210.78
Yen	1.41	1.48	1.45	1.39	1.08
Euro	155.00	169.48	162.24	163.08	149.63
INR ⁽¹⁾			2.16	2.15	2.10
SDR (As at 23 June 2016)			206.52	203.69	188.47
Central Bank purchases and sales(b) (US\$ Mn.)			May 2016	Month Ago	Year Ago
Purchases			123.83	14.95	8.80
Sales			36.20	266.45	157.83



	Week Ending 24 June 2016	Week Ago	Year Ago
Average Daily Interbank Volume (US\$ Mn.) (spot, tom and cash transactions among commercial banks)	33.54	36.90	29.71
Forward Transactions			
Forward Rates (US\$) ⁽²⁾			
1 Month	145.87	145.57	134.66
3 Months	147.45	146.98	135.70
Average Daily Interbank Forward Volume (US\$ mn)	39.59	34.58	17.95
Outstanding Forward Volume (US\$ mn) (As at 23 June 2016)	1,538.60	1,464.67	1,307.57

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

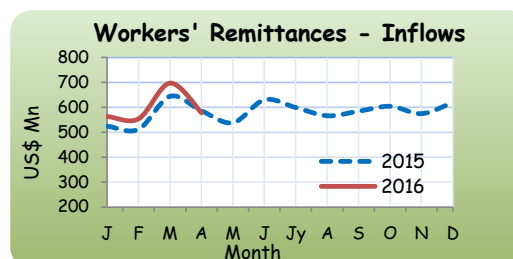
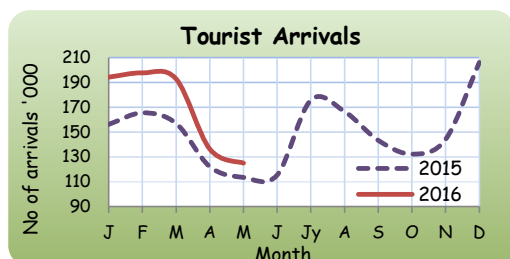
(b) Central Bank purchases and sales of foreign exchange from commercial banks at market rates total for the Month

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

4.2 Tourism & Workers' Remittances

Item		2015	2016	2015(a)	2016(b)	% Change
		May (a)(c)	May (b)(d)	Jan-May (c)	Jan-May (d)	
Tourist Arrivals	Number	113,529	125,044	714,584	846,229	18.4
Earnings from Tourism(d)	US\$ Mn.	188.2	207.2	1,184.4	1,402.50	18.4
	Rs.bn.	25.1	30.2	157.1	202.2	28.7
Workers' Remittances (Inflows)		2015	2016	2015	2016	% Change
		Apr (a)	Apr (b)	Jan-Apr(a)	Jan-Apr(b)	
	US\$ Mn.	585.9	578	2,265.4	2,392.7	5.6
	Rs. bn.	77.9	83.2	300.3	344.4	14.7

(a) Revised (b) Provisional (c) revised based on Sri Lanka Tourism Development Authority survey results on average stay period and average spending per day estimates for 2015 (d) May be revised based on Sri Lanka Tourism Development Authority survey results on average stay period and average spending per day estimates for 2016



4.3 Official Reserve Assets as at 31st May 2016^(a)

Official Reserve Assets (USD Mn)	5,620.71
(1) Foreign currency reserves	4,679.33
(2) Reserve position in the IMF	67.14
(3) SDRs	6.92
(4) Gold	866.34
(5) Other reserve assets	0.98

(a) Provisional

4.4 International Reserves & Foreign Currency Liquidity as at 30th April 2016 ^(a)

Official Reserve Assets (USD mn)	
Official Reserve Assets	6,068.53
(1) Foreign currency reserves	5,079.22
(a) Securities	2,125.37
(b) Total currency and deposits with	2,953.85
(i) other national central banks, BIS	843.96
(ii) banks headquartered inside the reporting country of which located abroad	1.34
(iii) banks headquartered outside the reporting country	2,108.54
(2) Reserve position in the IMF	67.83
(3) SDRs	6.98
(4) Gold	913.51
(5) Other reserve assets	0.98

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
1. Foreign currency loans, securities, and deposits				
outflows (-) Principal	-4,548.70	-63.14	-1,126.63	-3,358.93
Interest	-960.29	-71.02	-225.07	-664.20
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 (-) ^(c)	-3,334.81	-324.38	-1,374.00	-1,636.43
(b) Long positions (+)				
3. Other (specify)	-10.67	-10.67		
inflows related to reverse repos (+)				
other accounts payable (-)	-10.67	-10.67		

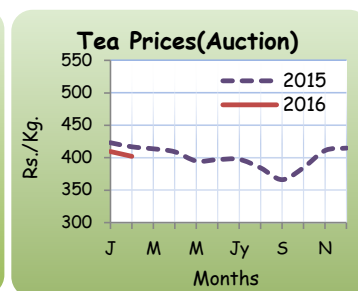
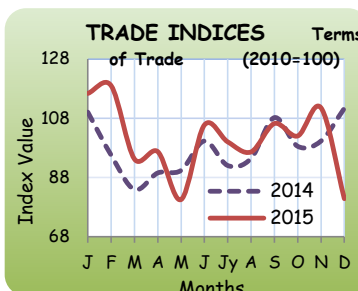
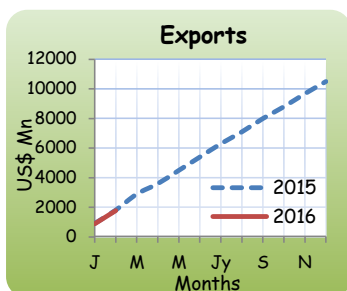
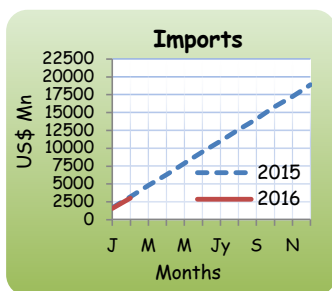
(a) Provisional

(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\$ Mn			Rs Mn		
	Jan - Feb 2016	Jan - Feb 2015	% Change	Jan - Feb 2016	Jan - Feb 2015	% Change
Exports	1,782.6	1,819.7	-2.0	256,576.9	240,444.9	6.7
Agricultural	361.6	404.8	-10.7	52,042.5	53,496.2	-2.7
Industrial	1,413.9	1,405.7	0.6	203,513.9	185,743.5	9.6
Food, Beverages and Tobacco	52.4	42.1	24.6	7,543.1	5,559.1	35.7
Textiles and Apparel	927.5	829.7	11.8	133,501.6	109,647.6	21.8
Petroleum Products	47.1	102.8	-54.2	6,776.0	13,577.5	-50.1
Leather, Rubber etc	155.9	157.7	-1.2	22,440.5	20,842.0	7.7
Other	231.0	273.3	-15.5	33,252.7	36,117.3	-7.9
Mineral	4.9	6.7	-26.9	701.7	881.9	-20.4
Other	2.2	2.4	-9.4	318.9	323.2	-1.4
Imports	3,028.4	3,211.2	-5.7	435,897.1	424,233.9	2.7
Consumer Goods	689.1	749.8	-8.1	99,187.0	99,050.5	0.1
Intermediate Goods	1,525.2	1,656.0	-7.9	219,523.5	218,802.1	0.3
Investment Goods	813.4	804.2	1.1	117,069.7	106,214.2	10.2
Other	0.8	1.3	-35.8	117.0	167.1	-30.0
Trade Balance	-1,245.8	-1,391.5	-10.5	-179,320.2	-183,789.0	-2.4

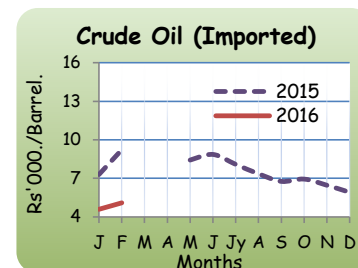
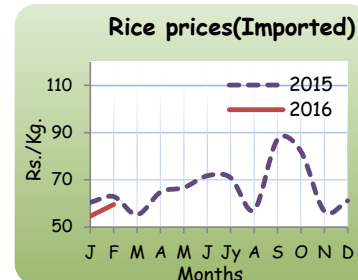


4.6 Trade Indices (2010= 100) (a)

Item	2016 Feb (b)	Month Ago	Year Ago
Total Exports			
Value	123.5	124.6	125.7
Quantity	115.2	121.5	113.2
Unit Value	107.3	102.5	111.0
Total Imports			
Value	128.8	142.2	136.9
Quantity	146.3	161.3	144.3
Unit Value	88.1	88.2	94.9
Terms of Trade	121.8	116.2	117.0

(a) In US\$ Terms

(b) Provisional



4.7 International Commodity Prices

Item	February 2016	February 2015	% Change	February 2016	February 2015	% Change
Colombo Auction Price	US\$ / Kg			Rs / Kg		
Tea Prices	2.79	3.14	-11.0	402.22	416.90	-3.5
Imports (C I F)	US\$ / MT			Rs / MT		
Rice	413.84	474.00	-12.7	59,563.27	62,913.62	-5.3
White Sugar	441.11	450.50	-2.1	63,489.10	59,794.10	6.2
Wheat	232.87	326.45	-28.7	33,517.25	43,329.20	-22.6
	US\$ / Barrel			Rs / Barrel		
Crude Oil	35.36	69.52	-49.1	5,089.57	9,226.91	-44.8