

Money Market Insight

Coupon rates unchanged as yields closed mixed...

Term (days)	Current	Previous	Trend
Bank South Pacific Limited (PNG)			
30	0.20%	0.20%	0.00%
60	0.40%	0.40%	0.00%
90	0.60%	0.60%	0.00%
180	1.00%	1.00%	0.00%
365	1.50%	1.50%	0.00%
BSP Finance			
30	0.25%	0.25%	0.00%
60	0.50%	0.50%	0.00%
90	1.00%	1.00%	0.00%
180	1.25%	1.25%	0.00%
365	1.75%	1.75%	0.00%
ANZ Bank (PNG)			
30	0.05%	0.05%	0.00%
60	0.10%	0.10%	0.00%
90	0.50%	0.50%	0.00%
180	0.70%	0.70%	0.00%
365	1.50%	1.50%	0.00%
Westpac Banking Corporation (PNG)			
30	0.05%	0.05%	0.00%
60	0.05%	0.05%	0.00%
90	0.05%	0.05%	0.00%
180	0.20%	0.20%	0.00%
365	0.30%	0.30%	0.00%
Credit Corporation Limited (PNG)			
30	1.25%	1.25%	0.00%
60	1.65%	1.65%	0.00%
90	2.50%	2.50%	0.00%
180	3.85%	3.85%	0.00%
365	5.50%	5.50%	0.00%
First Investment Finance Limited			
30	1.25%	1.25%	0.00%
60	1.35%	1.35%	0.00%
90	1.50%	1.50%	0.00%
180	3.50%	3.50%	0.00%
365	5.50%	5.50%	0.00%
Heduru Moni Ltd-Moni Plus			
30	1.00%	1.00%	0.00%
60	1.50%	1.50%	0.00%
90	3.00%	3.00%	0.00%
180	4.00%	4.00%	0.00%
365	5.00%	5.00%	0.00%

Central Bank issued K552.5m in Central Bank Bills (CBB) in its 28 & 63 days term and K227.42m for Treasury Bills in its 182, 273 & 364 days tenors last week. 63 days CBB was yielding 2.35% likewise with the 364 days T-bills at 8.01% with 28 days CBB and 182 & 273 days T-bills rates remained steady.

Both CBB and T-Bill auctions came in under-subscribed by K70.5m and K84.92m respectively.

On the secondary market, T-Bill Tap rates finished unchanged as Treasury bond rates for 2 and 4 year papers dipped 0.01% and 0.04% respectively.

Coupon rates closed unchanged as the buying yields were mixed across all fixed income securities.. The next GIS auction is due 17th October, 2017.

BSP Notes closing price remained steady. The corporate bond offers a current yield of 11% p.a. All Term Deposit* rates quoted by financial institutions closed same. BSP Finance continues to not offer rates to external customers.

Government Securities		Current	Previous	Trend	
Central Bank Bills	28 days	1.37%	1.37%	0.00%	
	63 days	2.35%	0.00%	2.35%	
	91 days	0.00%	0.00%	0.00%	
Treasury Bills	28 days	0.00%	0.00%	0.00%	
	63 days	0.00%	0.00%	0.00%	
	91 days	0.00%	0.00%	0.00%	
	182 days	4.73%	4.73%	0.00%	
	273 days	6.73%	6.73%	0.00%	
Treasury Bill Tap Facility	28 days	0.00%	0.00%	0.00%	
	63 days	2.04%	2.04%	0.00%	
	91 days	2.12%	2.12%	0.00%	
	182 days	2.74%	2.74%	0.00%	
Treasury Bond Tap Facility (inscribed stock)	273 days	4.43%	4.43%	0.00%	
	364 days	5.53%	5.53%	0.00%	
	2 years	7.25%	7.26%	-0.01%	
	4 years	8.00%	8.04%	-0.04%	
	8 years	10.04%	10.04%	0.00%	
Government Inscribed Stock	10 years	10.88%	10.88%	0.00%	
	Series	Coupon Rate	Buying Yields (Weighted Av.)		
	4 years	9.00%	9.50%	9.48%	0.02%
	5 years	10.50%	10.53%	10.54%	-0.01%
	8 years	11.50%	11.54%	11.54%	0.00%
11 years	12.50%	12.80%	12.81%	-0.01%	

Minimum Investment amount with BSP Capital is K100, 000.00

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