

## Money Market Insight

### Government securities saw mixed results as undersubscriptions persist...

BPNG auctioned K326m in Central Bank Bills securities in its 28 days term last week. The rate closed higher from last week. On the T-bill auction a total of K334.2m was offered in 91,182, 273 & 364 days. T-bill rates dropped in the 182 days however it picked up in the 364 days term.

T-bill auction was under-subscribed by K47m whilst CBB experienced similar sentiment by K73.17m.

The Weighted Average Rates (WAR) attracted mixed results across. The next GIS auction is due on the 18th July, 2017.

BSP unsecured notes were last traded at K25, 500. The corporate bond offers a current yield of 10.34% p.a. Meanwhile all Term Deposit\* rates quoted by financial institutions closed unchanged with the exception of BSP Finance lowering its rates across almost all terms.

Term (days)	Current	Previous	Trend
<b>Bank South Pacific Limited (PNG)</b>			
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%
<b>BSP Finance</b>			
30	0.25%	0.25%	0.00%
60	0.50%	0.75%	-0.25%
90	1.00%	1.75%	-0.75%
180	1.25%	2.50%	-1.25%
365	1.75%	3.25%	-1.50%
<b>ANZ Bank (PNG)</b>			
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%
<b>Westpac Banking Corporation (PNG)</b>			
30	0.10%	0.10%	0.00%
60	0.10%	0.10%	0.00%
90	0.15%	0.15%	0.00%
180	0.30%	0.30%	0.00%
365	0.50%	0.50%	0.00%
<b>Credit Corporation Limited (PNG)</b>			
30	1.35%	1.35%	0.00%
60	1.85%	1.85%	0.00%
90	2.80%	2.80%	0.00%
180	4.20%	4.20%	0.00%
365	5.50%	5.50%	0.00%
<b>First Investment Finance Limited</b>			
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	5.00%	5.50%	-0.50%
<b>Heduru Moni Ltd-Moni Plus</b>			
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%

Government Securities		Current	Previous	Trend	
Central Bank Bills	28 days	1.25%	1.22%	0.03%	
	63 days	0.00%	0.00%	0.00%	
	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	2.50%	0.00%	2.50%	
	182 days	4.72%	4.73%	-0.01%	
	273 days	6.64%	6.64%	0.00%	
	364 days	7.92%	7.91%	0.01%	
*Treasury Bill Tap Facility	28 days	0.00%	0.00%	0.00%	
	63 days	2.35%	2.34%	0.01%	
	91 days	2.50%	2.55%	-0.05%	
	182 days	2.74%	2.75%	-0.01%	
	273 days	4.37%	4.37%	0.00%	
	364 days	5.46%	5.43%	0.03%	
Treasury Bond Tap Facility (inscribed stock)	2 years	7.41%	7.40%	0.01%	
	4 years	8.46%	8.50%	-0.04%	
	8 years	10.03%	10.07%	-0.04%	
	10 years	10.78%	10.82%	-0.04%	
Government Inscribed Stock	Series	Coupon Rate	Buying Yields (Weighted Av.)		
	3 years	9.00%	9.41%	9.41%	0.00%
	5 years	10.50%	10.54%	10.51%	0.03%
	8 years	11.50%	11.53%	11.53%	0.00%
	11years	12.50%	12.75%	12.65%	0.10%

**Minimum Investment amount with BSP Capital is K100, 000.00**

**Contact our Funds Management Team on +675 309 8513**

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