

9th January 2019

| Term (days) | Current | Previous | Change |
|-------------|---------|----------|--------|
|-------------|---------|----------|--------|

Bank South Pacific Limited (PNG)

| | | | |
|-----|-------|-------|------|
| 30 | 0.25% | 0.25% | 0.00 |
| 60 | 0.25% | 0.25% | 0.00 |
| 90 | 0.50% | 0.50% | 0.00 |
| 180 | 1.25% | 1.25% | 0.00 |
| 365 | 2.00% | 2.00% | 0.00 |

Kina Bank Limited

| | | | |
|-----|-------|-------|------|
| 30 | 0.75% | 0.75% | 0.00 |
| 60 | 1.00% | 1.00% | 0.00 |
| 90 | 1.25% | 1.25% | 0.00 |
| 180 | 1.75% | 1.75% | 0.00 |
| 365 | 2.00% | 2.00% | 0.00 |

Westpac Bank (PNG)

| | | | |
|-----|-------|-------|------|
| 30 | 0.50% | 0.50% | 0.00 |
| 60 | 0.60% | 0.60% | 0.00 |
| 90 | 0.80% | 0.80% | 0.00 |
| 180 | 1.00% | 1.00% | 0.00 |
| 365 | 1.50% | 1.50% | 0.00 |

BSP Finance (PNG)*

| | | | |
|-----|-------|-------|------|
| 30 | 1.50% | 1.50% | 0.00 |
| 90 | 1.75% | 1.75% | 0.00 |
| 180 | 3.00% | 3.00% | 0.00 |
| 365 | 2.25% | 2.25% | 0.00 |

Credit Corporation Limited (PNG)

| | | | |
|-----|-------|-------|------|
| 30 | 1.50% | 1.50% | 0.00 |
| 60 | 2.00% | 2.00% | 0.00 |
| 90 | 3.00% | 3.00% | 0.00 |
| 180 | 5.00% | 5.00% | 0.00 |
| 365 | 5.85% | 5.85% | 0.00 |

Fincorp*

| | | | |
|-----|-------|-------|------|
| 30 | 2.00% | 2.00% | 0.00 |
| 60 | 2.50% | 2.50% | 0.00 |
| 90 | 3.25% | 3.25% | 0.00 |
| 180 | 4.75% | 4.75% | 0.00 |
| 365 | 5.75% | 5.75% | 0.00 |

First Investment Finance Limited

| | | | |
|-----|-------|-------|------|
| 30 | 1.35% | 1.35% | 0.00 |
| 60 | 1.50% | 1.50% | 0.00 |
| 90 | 1.65% | 1.65% | 0.00 |
| 180 | 3.50% | 3.50% | 0.00 |
| 365 | 5.00% | 5.00% | 0.00 |

Moniplus

| | | | |
|-----|-------|-------|------|
| 30 | 1.50% | 1.50% | 0.00 |
| 60 | 2.50% | 2.50% | 0.00 |
| 90 | 3.50% | 3.50% | 0.00 |
| 180 | 4.50% | 4.50% | 0.00 |
| 365 | 5.50% | 5.50% | 0.00 |

Resources & Investment Finance Ltd

| | | | |
|-----|-------|-------|------|
| 30 | 1.00% | 1.00% | 0.00 |
| 60 | 1.50% | 1.50% | 0.00 |
| 90 | 2.50% | 2.50% | 0.00 |
| 180 | 4.50% | 4.50% | 0.00 |
| 365 | 6.00% | 6.00% | 0.00 |

Government Securities and Indicative rates closed steady

- The Central Bank (BPNG) issued a total of K170m in the Central Bank Bills (CBB) auction this week for the 28 & 63 days papers. Rates closed unchanged for both papers. The overall auction was oversubscribed by K69m.
- K237.11m was offered in Treasury Bills (T-Bills) across the 182, 273 and 364 days terms. Treasury Bill yields closed same except for the 364 days which picked up 1bp to close at 7.09%. The auction was over-subscribed by K244.14m.
- T-Bill and T-bond Tap facilities rates remain unchanged.
- No further GIS issuance for December 2019 and January 2020 as per announcement from Department of Treasury.
- The international bond last traded at US\$107.068 at 7.26% as of Thursday 9th January 2020.
- Term Deposit rates across the financial institutions closed unchanged.

| Auction results from 8/01 | Term | Current | Previous | Change |
|-----------------------------|----------|-------------|------------------------------|--------|
| CBB | 28 days | 1.39% | 1.39% | 0.00% |
| | 63 days | 2.30% | 2.30% | 0.00% |
| | 91 days | 2.50% | 2.50% | 0.00% |
| | 182 days | 0.00% | 0.00% | 0.00% |
| | T-Bills | 63 days | 0.00% | 0.00% |
| | 91 days | 0.00% | 0.00% | 0.00% |
| | 182 days | 4.68% | 4.68% | 0.00% |
| | 273 days | 6.04% | 6.04% | 0.00% |
| | 364 days | 7.09% | 7.08% | 0.01% |
| | GIS | Coupon Rate | Buying Yields (Weighted Av.) | |
| NO GIS AUCTION FOR DECEMBER | | | | |
| Tap Facility Ending 10/01 | | | | |
| T-Bills | 63 days | 1.95% | 1.95% | 0.00% |
| | 91 days | 2.00% | 2.00% | 0.00% |
| | 182 days | 3.55% | 3.55% | 0.00% |
| | 273 days | 4.71% | 4.71% | 0.00% |
| | 364 days | 5.59% | 5.59% | 0.00% |
| T-Bond | 2 years | 7.40% | 7.40% | 0.00% |
| | 4 years | 8.22% | 8.22% | 0.00% |
| | 8 years | 9.72% | 9.72% | 0.00% |
| | 10 years | 10.38% | 10.38% | 0.00% |

Notes:

- Treasury auction results are from 8/01
- Term deposit rates 6/01
- Tap Rates are from 6/01

*these rates apply to deposits up to K99,999.00

| Contact Details | | |
|---|----------|-----------------------|
| Gheno Minia General Manager – BSP Capital Ltd | 309 8521 | gminia@bsp.com.pg |
| Willie Konga Manager – Funds Management | 309 8513 | wkonga@bsp.com.pg |
| Marie Sourimant Senior Portfolio Analyst | 309 8530 | msourimant@bsp.com.pg |
| Phoebe Endose Client Advisor/Snr Dealer – Corporate Advisory | 309 8505 | pendose@bsp.com.pg |
| Ruth Roandi Research Analyst-Corporate Advisory | 309 8510 | rroandi@bsp.com.pg |
| Michelle Koredong Senior Fixed Interest Dealer | 309 8507 | mkoredong@bsp.com.pg |

Disclaimer –

This Research comprises general market information and does not take account of your objectives, financial situation or needs. Before acting on this general advice, you should consider the appropriateness of the advice having regard to your situation. We recommend you obtain financial, legal and taxation advice before making any financial investment decision. This information has been prepared for the use of the clients of the BSP Capital Limited (BSPCL) and must not be copied, either in whole or in part, or distributed to any other person. If you are not the intended recipient, you must not use or disclose this research in any way. If you received it in error, please tell us immediately by return e-mail and delete the document. We do not guarantee the integrity of any e-mails or attached files and are not responsible for any changes made to them by any other person. Nothing in this report shall be construed as a solicitation to buy or sell any security or product, or to engage in or refrain from engaging in any transaction. This report is based on information obtained from sources believed to be reliable, but BSPCL does not make any representation or warranty that it is accurate, complete or up to date. We accept no obligation to correct or update the information or opinions in it. Opinions expressed are subject to change without notice. The BSPCL accepts no liability whatsoever for any direct, indirect, consequential or other loss arising from any use of this research and/or further communication in relation to this research. BSP Capital Limited produces a variety of research products, recommendations contained in one type of research product may differ from recommendations contained in other types of research. BSPCL has established and implemented a conflicts policy at group level, which may be revised and updated from time to time, pursuant to regulatory requirements; which sets out how we must seek to identify and manage all material conflicts of interest. BSP Capital Limited, its officers and employees may have conflicting roles in the financial products referred to in this research and, as such, may effect transactions which are not consistent with the recommendations (if any) in this research. BSP Capital Limited may receive fees, brokerage or commissions for acting in those capacities and the reader should assume that this is the case. BSP Capital Limited employees or officers may provide oral or written opinions to its clients which are contrary to the opinions expressed in this report.