

Money Market Insight

Government securities closed mixed as undersubscription continues for Treasury Bills...

BPNG auctioned K439m in Central Bank Bills (CBB) securities in its 28 & 63 days terms last week. The rates closed steady. Treasury bill (T-bill) auctioned a total of K361.12m for its in 63, 91, 182, 273 & 364 days. T-bill rates gained in the 91 & 273 days term whilst the 364 day paper rate dipped.

On the secondary market, Treasury Bonds in the Tap market closed unchanged for the week with the T-Bill rates eased lower.

The CBB auction was under-subscribed by K2m as T-bill experienced similar sentiments by K156.62m.

The Weighted Average Rates (WAR) attracted mixed results across on Tuesday's auction. Coupon rates closed unaffected amid the mixed results. The next GIS auction is due 19th of September, 2017.

BSP unsecured notes last traded at K25, 000. The corporate bond offers a current yield of 11% p.a. All Term Deposit* rates quoted by financial institutions closed steady. BSP Finance still not quoting rates for external customers.

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	1.35%	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%
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%

Government Securities		Current	Previous	Trend
Central Bank Bills	28 days	1.37%	1.37%	0.00%
	63 days	2.35%	2.35%	0.00%
	91 days	0.00%	0.00%	0.00%
Treasury Bills	28 days	0.00%	0.00%	0.00%
	63 days	2.40%	0.00%	2.40%
	91 days	2.49%	0.00%	2.49%
	182 days	4.74%	4.74%	0.00%
	273 days	6.70%	6.68%	0.02%
Treasury Bill Tap Facility	364 days	7.96%	7.97%	-0.01%
	28 days	0.00%	0.00%	0.00%
	63 days	2.04%	2.35%	-0.31%
	91 days	2.14%	2.45%	-0.31%
	182 days	2.75%	2.75%	0.00%
Treasury Bond Tap Facility (inscribed stock)	273 days	4.42%	4.42%	0.00%
	364 days	5.50%	5.50%	0.00%
	2 years	7.22%	7.22%	0.00%
	4 years	7.98%	7.98%	0.00%
Government Inscribed Stock	8 years	10.04%	10.04%	0.00%
	10 years	10.89%	10.89%	0.00%
	Series 3 years	9.00%	9.54%	0.06%
	5 years	10.50%	10.54%	0.00%
Buying Yields (Weighted Av.)	8 years	11.50%	11.54%	0.00%
	11 years	12.50%	12.80%	-0.01%

Minimum Investment amount with BSP Capital is K100, 000.00

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