

## Money Market Insight

### Government securities came out mixed as Indicative rates remained steady.

In the last week's auction BPNG issued K677m worth of securities in Central Bank Bills (CBB) under the 28 & 63 days terms. The rates remained unchanged from last week. Treasury Bills saw an uptick in its 91 and 273 days paper while the 1 year paper slipped by 0.01%. A total of K268.37m was auctioned in Treasury Bills in its 91, 182, 273 & 364 days.

The CBB auction came in over-subscribed by K107m last week as T-bill experienced an under-subscription by K12.7m.

On the secondary Market, Treasury Bill Tap rates saw mixed results as the Treasury Bond rates closed quiet.

The Weighted Average Rates (WAR) results closed same on Tuesday's auction. Coupon rates closed unchanged amid the quiet. The next GIS auction is due mid-November, 2017.

BSP Unsecured notes last traded at K25, 500. The corporate bond offers a current yield of 9.75% p.a. The next coupon payment is due on the 29<sup>th</sup> of November 2017.

All Term Deposit\* rates quoted by financial institutions closed same. Meanwhile BSP Finance is currently not quoting to external customers.

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%	0.50%	0.00%
90	1.00%	1.00%	0.00%
180	1.25%	1.25%	0.00%
365	1.75%	1.75%	0.00%
<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	0.05%	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%
<b>Credit Corporation Limited (PNG)</b>			
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%
<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	5.50%	5.50%	0.00%
<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	1.37%	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	0.00%	0.00%	0.00%	
	91 days	2.48%	0.00%	2.48%	
	182 days	4.73%	4.73%	0.00%	
	273 days	6.74%	6.73%	0.01%	
	364 days	8.00%	8.01%	-0.01%	
Treasury Bill Tap Facility	28 days	0.00%	0.00%	0.00%	
	63 days	2.04%	2.04%	0.00%	
	91 days	2.10%	2.12%	-0.02%	
	182 days	2.74%	2.74%	0.00%	
	273 days	4.46%	4.43%	0.03%	
	364 days	5.53%	5.53%	0.00%	
Treasury Bond Tap Facility (inscribed stock)	2 years	7.25%	7.25%	0.00%	
	4 years	8.00%	8.00%	0.00%	
	8 years	10.04%	10.04%	0.00%	
	10 years	10.88%	10.88%	0.00%	
Government Inscribed Stock	Series	Coupon Rate	Buying Yields (Weighted Av.)		
	4 years	9.00%	9.48%	9.48%	0.00%
	5 years	10.50%	10.53%	10.53%	0.00%
	8 years	11.50%	11.54%	11.54%	0.00%
	11 years	12.50%	12.76%	12.80%	-0.04%

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

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