

Money Market Insight

Over-subscription continues for Central Bank Bills (CBB)

Last week, the Central Bank of PNG issued K618.5m in Central Bank Bills (CBB) in its 28 & 63 days securities and a total of K257.72m in Treasury Bills (T-bills) in its 182, 273 & 364 days tenor. Rates for T-bills and CBBs remained steady. The CBB auction came in over-subscribed by K33m as Tbill saw an under-subscription by K46.25m.

On the secondary Market, all Treasury Bill Tap rates and Treasury Bond rates experienced similar sentiment. The Weighted Average Rates (WAR) was positive for all terms.

BSP Unsecured notes last price remained unchanged. The corporate bond offers a current yield of 11.00% p.a. 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
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%

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	4.74%	4.74%	0.00%
	273 days	6.71%	6.71%	0.00%
Treasury Bill Tap Facility	364 days	7.99%	7.99%	0.00%
	28 days	0.00%	0.00%	0.00%
	63 days	2.04%	2.04%	0.00%
	91 days	2.12%	2.12%	0.00%
Treasury Bond Tap Facility (inscribed stock)	182 days	2.75%	2.75%	0.00%
	273 days	4.43%	4.43%	0.00%
	364 days	5.52%	5.52%	0.00%
	2 years	7.26%	7.26%	0.00%
Government Inscribed Stock	4 years	8.04%	8.04%	0.00%
	8 years	10.04%	10.04%	0.00%
	10 years	10.88%	10.88%	0.00%
	Series	Coupon Rate	Buying Yields (Weighted Av.)	
3 years	9.00%	9.48%	9.41%	0.07%
5 years	10.50%	10.54%	10.51%	0.03%
8 years	11.50%	11.54%	11.53%	0.01%
11 years	12.50%	12.81%	12.65%	0.16%

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Minimum Investment amount with BSP Capital is K100, 000.00

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