

WEEKLY GOVERNMENT SECURITIES MARKET

For the week: 30-Oct-24 to 6-Nov-24

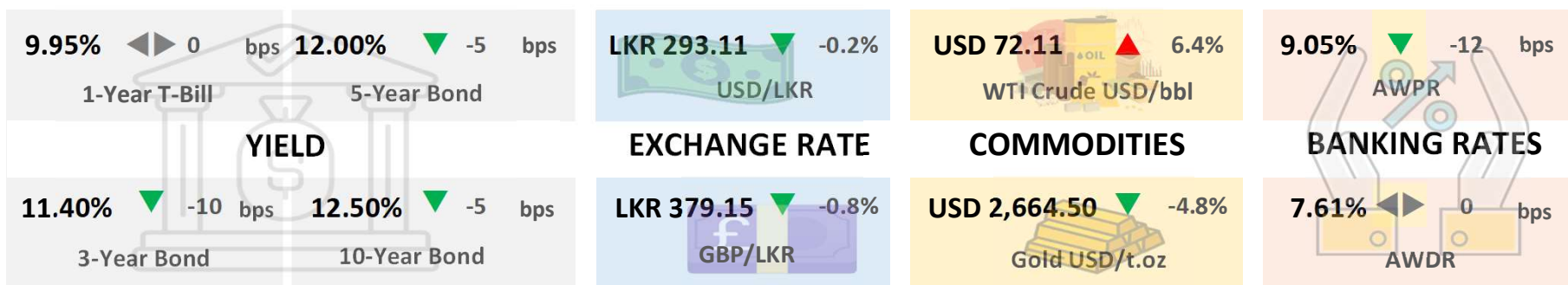


First Capital
A Janashakthi Group Company

6-Nov-2024

FIRST CAPITAL RESEARCH

AT A GLANCE (WoW change)



“Secondary market remains relatively unchanged”

Weekly Yield Movement & Volume

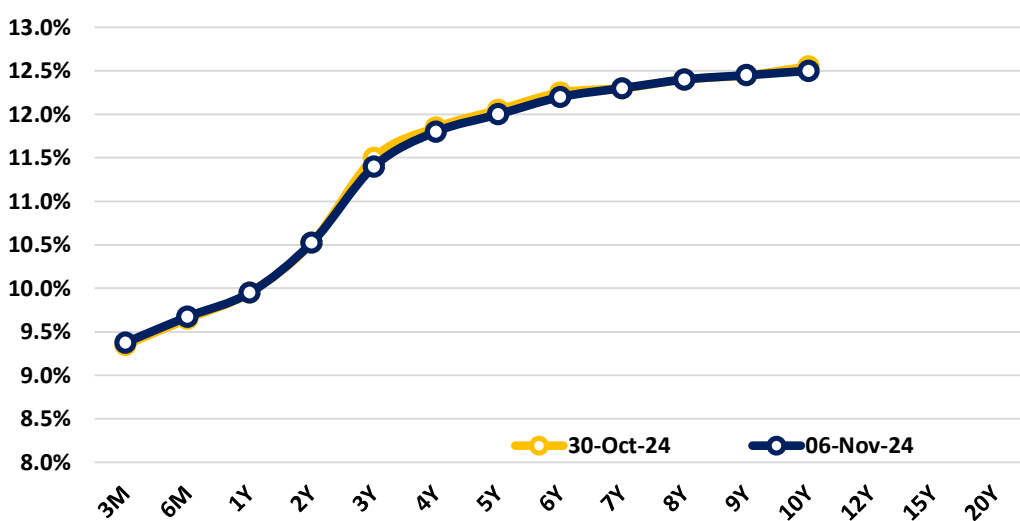
Investors adopted a cautious stance as secondary market experienced a relatively dull week with limited activities.

At the beginning of the week the secondary market yield curve remained unchanged amidst a lack of activity in the market as Investors adopted a wait-and-see approach, reflecting dull sentiment and limited participation. However, towards the end of the week, the secondary market displayed a renewed buying interest on short to mid-tenors, leading the yield curve to decline amidst low trading volumes.

Furthermore, at the first weekly T-bill auction of the month, held on 06th Nov-24, the CBSL fully subscribed to the total offered amount of LKR 175.0Bn, with auction yields increasing across the board for the second consecutive auction. The 3M maturity was oversubscribed with CBSL accepting LKR 92.4Bn (exceeding the total offered of LKR 60.0Bn) at a WAYR of 9.37%, whilst both the 6M and 1Yr maturities were undersubscribed. Accordingly, CBSL accepted LKR 58.8Bn from the 6M maturity at a WAYR of 9.70% and LKR 23.9Bn from the 1Yr bill at a WAYR of 9.95%.

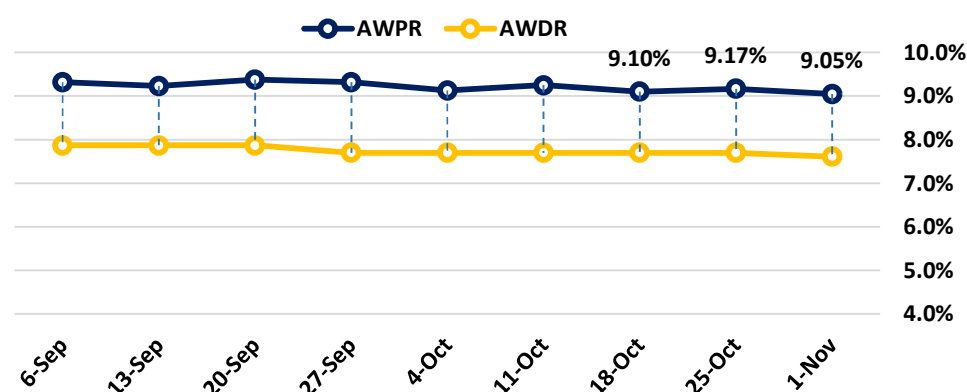
In the forex market, the LKR appreciated slightly against the greenback, recording LKR 293.11 on the 06th of Nov-24, compared to LKR 293.72 at the beginning of the week.

SECONDARY MARKET BILLS AND BONDS YIELDS



Tenure	6-Nov-24	30-Oct-24	Change (bps)
< 3M	9.38%	9.35%	+3
< 6M	9.68%	9.65%	+3
< 1Y	9.95%	9.95%	0
< 2Y	10.53%	10.53%	0
< 3Y	11.40%	11.50%	-10
< 4Y	11.80%	11.85%	-5
< 5Y	12.00%	12.05%	-5
< 6Y	12.20%	12.25%	-5
< 7Y	12.30%	12.30%	0
< 8Y	12.40%	12.40%	0
< 9Y	12.45%	12.45%	0
< 10Y	12.50%	12.55%	-5
< 12Y	N/A	N/A	N/A
< 15Y	N/A	N/A	N/A
< 20Y	N/A	N/A	N/A

AVERAGE LENDING & DEPOSIT RATES



CBSL POLICY RATES

	Sep-2024	Jul-2024
SDFR	8.25%	8.25%
SLFR	9.25%	9.25%
SRR	2.00%	2.00%

*Upcoming Monetary Policy Announcement:
27th Nov 2024

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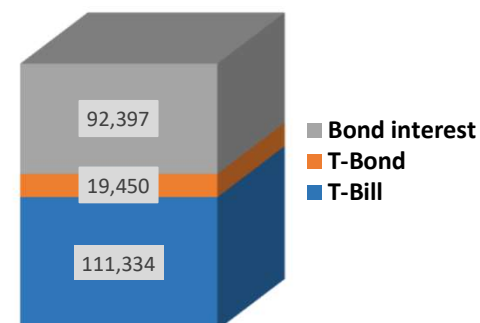
T-BILL AUCTION (LKR MN)

Auction Date 6-Nov-24

Tenor	Current	Previous	Change (bps)	Offered	Bids	Accepted
91 days	9.37%	9.35%	+2	60,000	128,263	92,351
182 Days	9.70%	9.68%	+2	85,000	119,687	58,768
364 Days	9.95%	9.95%	0	30,000	53,017	23,881
Settlement Date	8-Nov-24			175,000	300,967	175,000

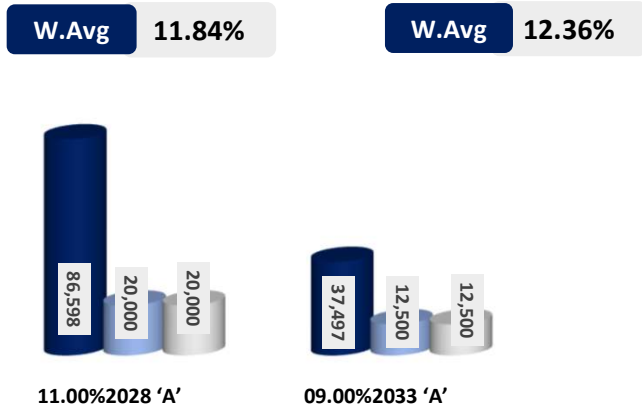
MATURITIES (LKR MN)

Week Ending 15-Nov-24

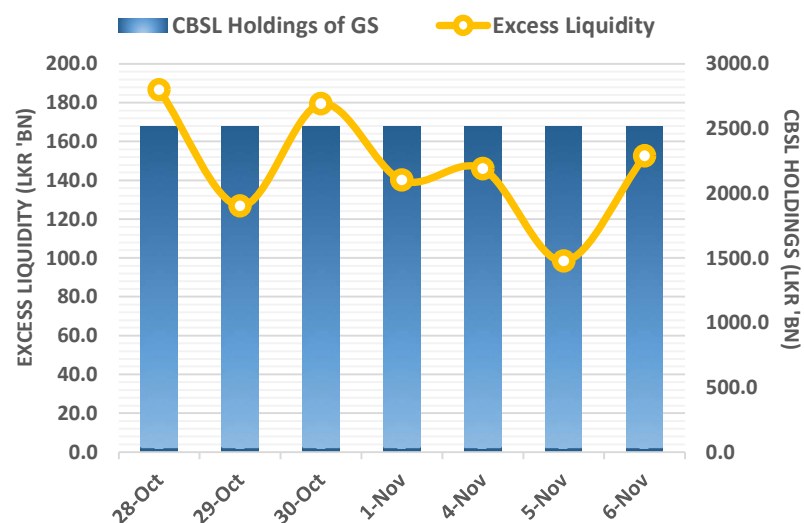


T-BOND AUCTION (LKR MN)

Auction Date 28-Oct-24

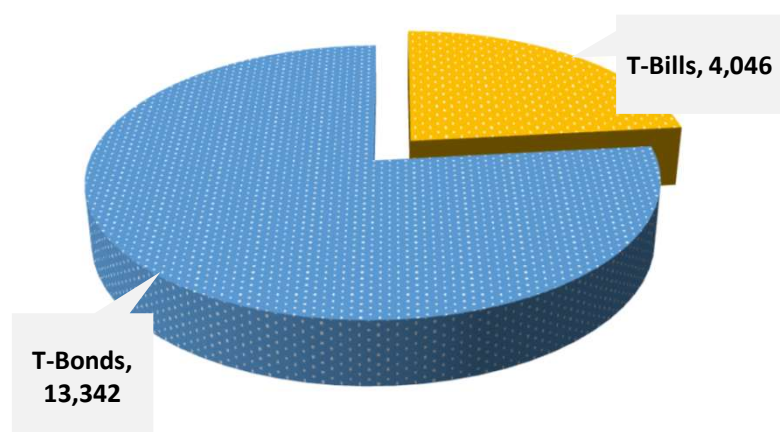


EXCESS HOLDINGS AND CBSL HOLDINGS



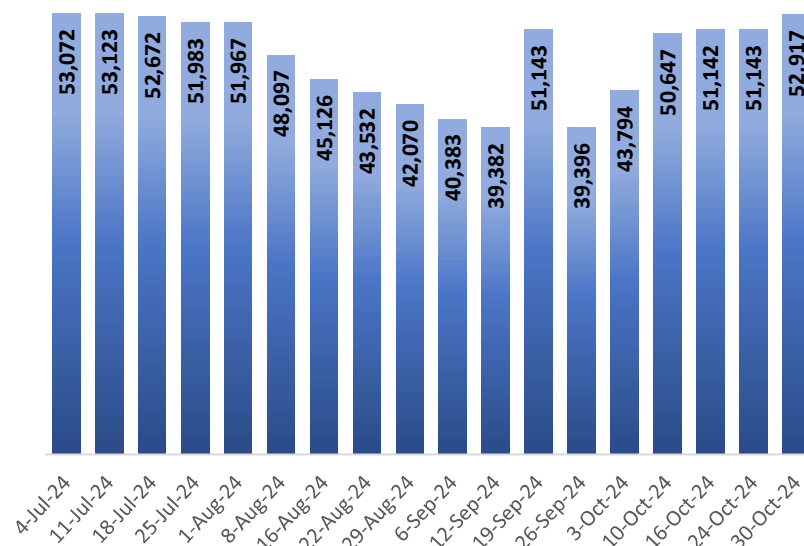
OUTSTANDING STOCK [GSEC] (LKR MN)

TOTAL (LKR Mn) 17,387.5 | WoW change 0.18%



FOREIGN HOLDING IN GSEC (LKR MN)

Foreign Holding (%) 0.30% | WoW change 3.47%



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