

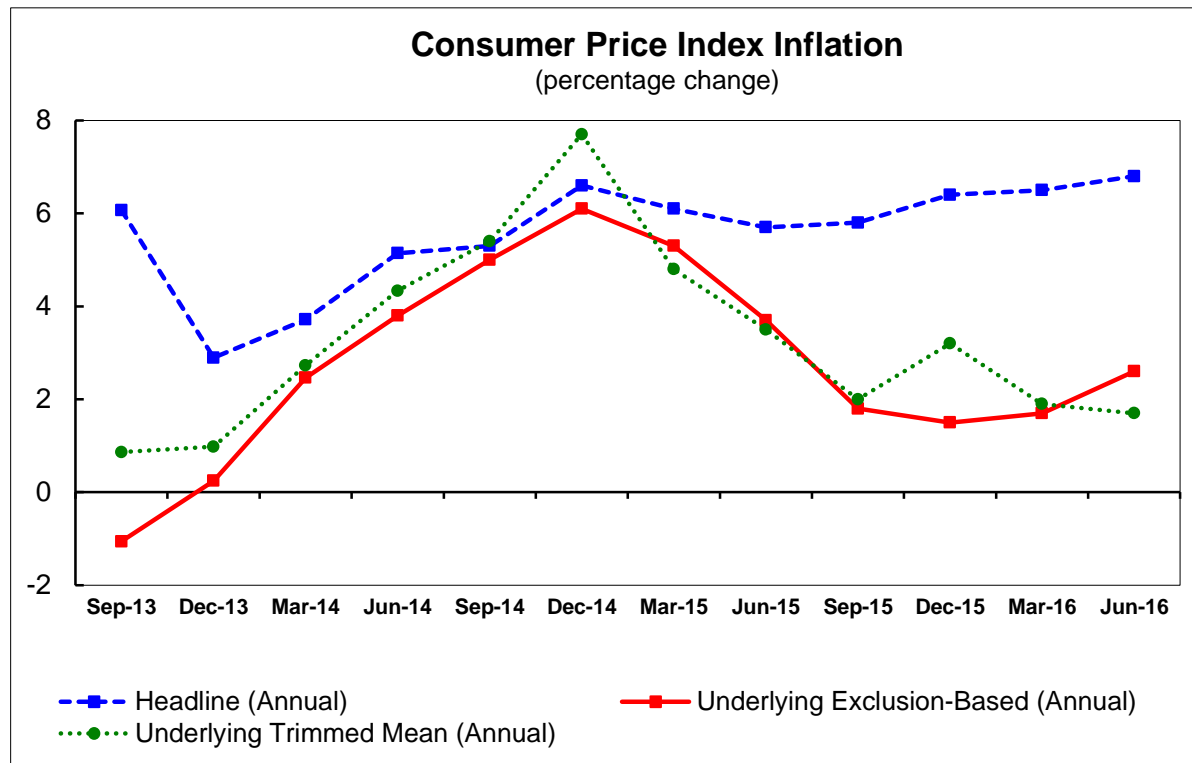


BANK OF PAPUA NEW GUINEA

KINA FACILITY RATE (KFR) **FOR SEPTEMBER 2016**

The public is advised that based on the Bank of PNG's assessment of key macroeconomic indicators, including inflation outcome for the June quarter 2016, the Kina Facility Rate (KFR) for the month of September 2016 is maintained at 6.25 percent.

The annual headline inflation for the June quarter 2016, as measured by the Consumer Price Index and released by the National Statistical Office (NSO) was 6.8 percent, compared to 6.5 percent in the March quarter. However, the annual underlying measures of inflation continue to remain low (see chart below), with exclusion-based measure increasing by 2.6 percent, and trimmed mean measure increasing by 1.7 percent in the June quarter, from 1.8 percent and 1.9 percent, respectively, in March quarter 2016.



Source: NSO

Mr. Loi M. Bakani, CMG
Governor