BANK OF PAPUA NEW GUINEA

STATISTICS UPDATE

VOL. 6 NO. 134

Fortnight Ending 11 March 2011

In the Statistics Update, the following new information is released:

- The average level of total deposits over the fortnight ending 11 March 2011 was 9.8 percent higher than in the corresponding period last year. During the same period, the average level of total loans outstanding was 17.1 percent higher than in the same period last year (Table 3.1).

- The level of total deposits increased by K373.4 million to K13,762.3 million over the fortnight under review. Cheque deposits increased by K23.0 million, term deposits by K155.4 million and foreign currency deposits by K199.6 million, while passbook and other demand deposits decreased by K4.6 million. The level of total deposits as at 11 March 2011 was 10.2 percent higher than in the corresponding week last year (Table 3.2).

- The level of total loans decreased by K48.2 million to K6,465.8 million over the fortnight under review. Kina lending decreased by K43.9 million and foreign currency lending by K4.3 million. The level of total lending as at 11 March 2011 was 14.4 percent higher than in the corresponding week last year (Table 3.2).

- Total liquid assets increased by K124.6 million to K6,872.8 million over the fortnight (Table 3.2). This level represents a liquid asset ratio of 49.9 percent (Table 3.4).

- Monetary aggregates and surveys data up to February 2011 (Tables 1.1 - 1.6.2).
- Bank of PNG balance sheet up to February 2011 (Table 2.1).
- Bank of PNG interest rates up to 11 March 2011 (Table 2.2).
- Commercial banks balance sheet for February 2011 (Table 3.3).
- Commercial banks interest rates up to February 2011 (Table 3.6).
- Other Financial Institutions balance sheet up to December quarter 2010 (Tables 6.1 - 6.4).
- Balance of payments data up to December quarter 2010 (Table 7.1).
- Exchange rate data up to 11 March 2011 (Table 7.2).
- Government securities transactions data up to 11 March 2011 (Table 8.1).

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Table 1.1: CENTRAL BANK SURVEY (CBS) (K' million)

	Sep-10	Oct-10	Nov-10	Dec-10	Jan-11	Feb-11
Net Foreign Assets	**7098.0**	**7054.4**	**7307.0**	**7652.2**	**7426.8**	**7744.9**
Claims on Nonresidents	7629.0	7582.3	7819.5	8170.0	7949.6	8258.3
Liabilities to Nonresidents	531.1	527.9	512.5	517.7	522.7	513.4
Claims on Other Depository Corporations (ODCs)	**3.1**	**3.8**	**8.6**	**2.6**	**8.8**	**4.6**
Net Claims on Central Government	**30.2**	**-26.2**	**-429.9**	**-652.3**	**-763.7**	**-611.5**
Claims on Central Government	380.1	382.0	385.7	366.5	474.2	392.2
Securities	373.7	377.1	363.1	366.5	369.9	352.7
Loans	6.3	4.8	22.6	...	104.2	39.4
Others	...	...	...	...	...	...
Liabilities to Central Government (a)	349.9	408.2	815.6	1018.8	1237.9	1003.7
Claims on Other Sectors	**10.9**	**10.3**	**11.1**	**10.8**	**9.4**	**12.5**
Claims on Other Financial Corporations	0.2	0.1	0.1	0.1	0.3	0.2
Claims on Provincial and Local Governments	...	...	...	...	...	...
Claims on Public Nonfinancial Corporations	...	...	...	...	...	...
Claims on Private Sector	10.7	10.2	11.1	10.8	9.1	12.3
Monetary Base	**1867.1**	**2021.5**	**1950.3**	**2015.7**	**1974.1**	**2184.5**
Currency in Circulation	1069.1	1094.1	1126.0	1192.7	1170.3	1141.5
Liabilities to ODCs (b)	795.3	924.7	821.6	810.2	791.1	1033.4
Liabilities to Other Sectors	2.7	2.7	2.7	12.7	12.7	9.6
Other Liabilities to ODCs	**4890.5**	**4628.5**	**4759.9**	**4596.7**	**4446.1**	**4596.9**
Deposits and Securities Other than Shares Excluded from Monetary Base	**4.8**	**5.7**	**5.5**	**4.9**	**5.4**	**5.2**
Loans	**...**	**...**	**...**	**...**	**...**	**...**
Financial Derivatives	**...**	**...**	**...**	**...**	**...**	**...**
Shares and Other Equity	**450.0**	**457.6**	**269.1**	**481.8**	**345.0**	**452.1**
Other Items (Net)	**-70.2**	**-70.8**	**-87.9**	**-85.5**	**-89.3**	**-88.3**

(a) The increase in December 2010 and January 2011 reflected deposits allocated for infrastructure developments and commitments in the memorandum of agreement for the land owners in the PNG LNG Project area.

(b) Refer to footnote (b) in Table 2.1.

Table 1.2: OTHER DEPOSITORY CORPORATIONS SURVEY (ODCS) (K' million)

	Sep-10	Oct-10	Nov-10	Dec-10	Jan-11	Feb-11
Net Foreign Assets	**1342.3**	**1371.4**	**1448.1**	**1316.0**	**1175.0**	**1149.6**
Claims on Nonresidents	1568.3	1648.9	1678.2	1529.7	1382.6	1389.5
Liabilities to Nonresidents	226.0	277.5	230.1	213.7	207.6	239.9
Claims on Bank of Papua New Guinea	**5890.5**	**5739.1**	**5823.6**	**5622.5**	**5504.4**	**5919.3**
Currency	214.5	219.4	247.0	237.8	261.3	254.0
Reserve Deposits and Securities Other than Shares (a)	795.9	925.2	822.1	810.7	791.5	1033.5
Other Claims on Central Bank (b)	4880.1	4594.5	4754.5	4574.0	4451.5	4631.8
Net Claims on Central Government (c)	**110.6**	**110.9**	**1.6**	**450.3**	**537.5**	**311.3**
Claims on Central Government	2610.3	2578.5	2438.3	2693.9	2715.8	2645.0
Securities	2603.4	2572.6	2432.7	2688.6	2710.3	2641.0
Loans	4.4	3.4	3.1	2.8	3.0	1.5
Others	2.5	2.5	2.5	2.5	2.5	2.5
Liabilities to Central Government	2499.7	2467.6	2436.7	2243.6	2178.3	2333.8
Claims on Other Sectors	**6880.7**	**7017.8**	**7071.2**	**7184.0**	**7214.7**	**7327.5**
Claims on Other Financial Corporations	49.2	42.0	44.1	43.4	43.8	42.5
Claims on Provincial and Local Governments	0.4	0.3	0.4	0.3	0.3	0.3
Claims on Public Nonfinancial Corporations	177.6	182.1	181.8	180.2	178.7	171.8
Claims on Private Sector	6653.5	6793.4	6844.9	6960.1	6991.8	7112.9
Liabilities to Bank of Papua New Guinea	**4.9**	**4.9**	**4.9**	**4.8**	**4.8**	**4.8**
Transferable Deposits Included in Broad Money	**6145.3**	**6003.9**	**6153.4**	**6675.2**	**6616.6**	**6754.9**
Other Deposits Included in Broad Money	**5475.6**	**5539.8**	**5607.5**	**5319.4**	**5159.4**	**5298.8**
Securities Other than Shares Included in Broad Money	**53.4**	**54.3**	**52.2**	**66.9**	**67.5**	**68.2**
Deposits Excluded from Broad Money	**17.3**	**17.4**	**17.3**	**17.1**	**17.1**	**17.9**
Securities Other than Shares Excluded from Broad Money	**...**	**...**	**...**	**...**	**...**	**...**
Loans (d)	**25.0**	**25.0**	**25.0**	**23.0**	**23.0**	**23.0**
Financial Derivatives	**...**	**...**	**...**	**...**	**...**	**...**
Insurance Technical Reserves	**...**	**...**	**...**	**...**	**...**	**...**
Shares and Other Equity	**2907.0**	**2983.0**	**3005.6**	**3072.7**	**3095.6**	**3128.8**
Other Items (Net)	**-404.4**	**-389.1**	**-521.3**	**-606.3**	**-552.6**	**-588.6**

(a) Includes Cash Reserve Requirement (CRR) and Exchange Settlement Account (ESA) deposits of commercial banks.

(b) Includes Central Bank Bills (CBB).

(c) The lower net claims in November 2010 reflects the Government retiring its Treasury bills.

TABLE 1.3: DEPOSITORY CORPORATION SURVEY (DCS) (K' million) (a)

	Sep-10	Oct-10	Nov-10	Dec-10	Jan-11	Feb-11
NET FOREIGN ASSETS	**8440.3**	**8425.8**	**8755.1**	**8968.2**	**8601.8**	**8894.5**
Claims on Nonresidents	9,197.4	9,231.1	9,497.7	9699.6	9332.1	9647.8
Liabilities to Nonresidents	757.1	805.3	742.6	731.4	730.3	753.3
DOMESTIC CLAIMS	**7032.4**	**7112.9**	**6654.1**	**6992.9**	**6997.8**	**7039.8**
Net Claims on Central Government	140.9	84.7	-428.2	-201.9	-226.2	-300.3
Claims on Central Government	2,990.4	2,960.5	2,824.0	3060.4	3189.9	3037.2
Liabilities to Central Government (b)	2,849.5	2,875.8	3,252.2	3262.4	3416.2	3337.5
Claims on Other Sectors	6891.5	7028.2	7082.3	7194.8	7224.1	7340.1
Claims on Other Financial Corporations	49.3	42.1	44.1	43.4	44.1	42.8
Claims on Provincial and Local Governments	0.4	0.3	0.4	0.3	0.3	0.3
Claims on Public Nonfinancial Corporations	177.6	182.1	181.8	180.2	178.7	171.8
Claims on Private Sector	6,664.2	6,803.7	6,856.0	6970.9	7000.9	7125.2
BROAD MONEY (M3*)	**12536.3**	**12481.0**	**12700.3**	**13033.9**	**12770.5**	**13024.1**
Narrow Money (M1*)	7003.3	6882.2	7036.1	7643.6	7539.3	7652.8
Currency Outside Depository Corporations	854.6	874.7	879.0	954.9	908.9	887.5
Transferable Deposits	6,148.7	6,007.5	6,157.0	6688.7	6630.4	6765.3
Other Deposits	5,479.7	5,544.5	5,612.0	5323.4	5163.6	5303.1
Securities Other than Shares	53.4	54.3	52.2	66.9	67.5	68.2
DEPOSITS EXCLUDED FROM BROAD MONEY	**17.3**	**17.5**	**17.3**	**17.2**	**17.2**	**17.9**
SECURITIES OTHER THAN SHARES EXCLUDED FROM BROAD MONEY	**0.1**	**0.1**	**0.1**	**0.1**	**0.1**	**0.1**
LOANS (c)	**25.0**	**25.0**	**25.0**	**23.0**	**23.0**	**23.0**
FINANCIAL DERIVATIVES	**...**	**...**	**...**	**...**	**...**	**...**
INSURANCE TECHNICAL RESERVES	**...**	**...**	**...**	**...**	**...**	**...**
SHARES AND OTHER EQUITY	**3,357.0**	**3,440.6**	**3,274.6**	**3554.4**	**3440.6**	**3581.0**
OTHER ITEMS (NET) (d)	**-463.0**	**-425.4**	**-608.1**	**-667.4**	**-651.7**	**-711.7**

(a) Beginning in December 2001, the data are based on the extended coverage of the other depository corporations which comprise commercia banks, merchant banks, finance companies, savings and loans societies, and a micro finance company. The depository corporations survey (DCS) is derived from the central bank survey (Table 1.1) and other depository corporations survey (ODCS) (Table 1.2).

(b) For increase in December 2010 and January 2011, see footnote (a) in Table 1.1.

(c) Other Items (Net) excludes consolidation adjustments which does not correspond to Table 1.3 (DCS) and Table 1.4 (OFCS).

Table 1.4: OTHER FINANCIAL CORPORATIONS SURVEY (OFCS) (K' million) (a)

	Sep-09	Dec-09	Mar-10	Jun-10	Sep-10	Dec-10
Net Foreign Assets	**730.0**	**734.5**	**657.6**	**634.2**	**916.2**	**1065.9**
Claims on Nonresidents (b)	733.2	734.6	658.8	642.1	923.8	1071.0
Liabilities to Nonresidents	3.2	...	1.1	7.9	7.6	5.0
Claims on Depository Corporations	**1,795.3**	**1,810.3**	**1,510.4**	**1,540.1**	**1,624.5**	**1,766.2**
Currency (c)	...	...	...	...	...	...
Claims on Bank of PNG	...	...	...	...	...	10.0
Claims on Other Depository Corporations	1,795.2	1,810.2	1,510.3	1,540.1	1,624.5	1,756.2
Deposits	859.4	732.9	580.0	709.5	756.9	703.0
Securities	0.3	0.3	...	...	...	...
Shares	934.0	1,075.4	928.1	828.5	865.2	1051.5
Others	1.6	1.7	2.1	2.1	2.5	1.7
Net Claims on Central Government	**535.8**	**748.7**	**839.8**	**813.7**	**891.9**	**926.8**
Claims on Central Government	547.7	769.4	886.3	862.1	925.1	966.5
Securities	452.3	659.7	690.7	656.1	673.8	687.7
Loans	27.3	26.3	...	...	...	...
Others	68.2	83.4	195.6	206.0	251.3	278.8
Liabilities to Central Government	11.9	20.7	46.4	48.4	33.3	39.7
Claims on Other Sectors	**1,077.3**	**1,156.5**	**1,412.5**	**1,318.5**	**1,158.0**	**1,321.9**
Claims on Provincial and Local Governments	0.1	0.1	...	...	...	...
Claims on Public Nonfinancial Corporations	67.9	66.0	70.3	70.5	109.2	103.7
Claims on Private Sector	1,009.3	1,090.5	1,342.2	1,248.0	1,048.9	1,218.2
Deposits Excluded from Broad Money	**11.2**	**11.2**	**11.2**	**12.2**	**12.6**	**13.2**
Securities Other than Shares Excluded from Broad Money	**...**	**...**	**...**	**...**	**...**	**...**
Loans	**...**	**...**	**...**	**...**	**...**	**...**
Financial Derivatives	**0.1**	**...**	**...**	**...**	**...**	**...**
Insurance Technical Reserves (d)	**4,630.6**	**4,606.2**	**5,099.6**	**5,162.1**	**5,193.7**	**5,303.2**
Shares and Other Equity	**696.0**	**1031.2**	**530.0**	**419.9**	**667.0**	**1120.8**
Other Items (Net)	**-1,199.5**	**-1,198.5**	**-1,220.5**	**-1,287.9**	**-1,282.6**	**-1,356.3**

(a) The OFC survey is a consolidation of the non-deposit taking institutions' balance sheets. This currently comprises of Licensed Superannuation Funds, Fund Administrators, Investment Managers, Insurance companies and the National Development Bank. The Bank is in the process of including the licensed life Insurance Brokers. Ideally the coverage should extend to include other financial institutions outside the Bank's supervision such as the General Insurance companies. For OFCs, quarterly reports are published as per the periodicity of the data collected.

(b) Investments with nonresident corporations.

(c) Notes and coins (cash in vaults) held by OFCs.

(d) Major liability item of the Superannuation Funds & Life Insurance companies.

TABLE 1.5: FINANCIAL CORPORATIONS SURVEY (FCS) (K' million) (a)

	Sep-09	Dec-09	Mar-10	Jun-10	Sep-10	Dec-10
NET FOREIGN ASSETS	**8,156.0**	**8,657.7**	**8,253.9**	**9,150.1**	**9,356.5**	**10,034.2**
Claims on Nonresidents	8,901.8	9,400.9	8,846.6	9,883.2	10,121.2	10,770.6
Liabilities to Nonresidents	745.7	743.2	592.8	733.1	764.6	736.4
DOMESTIC CLAIMS	**7,927.8**	**8,519.4**	**9,285.5**	**9,477.8**	**9,033.0**	**9,198.1**
Net Claims on Central Government	931.3	1,322.9	1,557.3	1,470.8	1032.7	724.9
Claims on Central Government	3,898.9	3,908.9	4,272.9	4,123.0	3,916.4	4,026.9
Liabilities to Central Government	2,967.6	2,586.1	2,715.6	2,652.2	2,883.7	3,302.1
Claims on Other Sectors	6,996.6	7,196.6	7,728.2	8,007.0	8000.2	8473.2
Claims on Provincial and Local Governments	2.3	4.3	2.3	2.3	0.4	0.3
Claims on Public Nonfinancial Corporations	231.7	199.9	229.2	251.9	286.8	283.9
Claims on Private Sector	6,762.6	6,992.3	7,496.7	7,752.8	7,713.0	8,189.0
CURRENCY OUTSIDE FINANCIAL CORPORATIONS	**715.5**	**788.9**	**726.9**	**807.4**	**854.6**	**954.9**
DEPOSITS	**9,102.5**	**9,674.6**	**9,900.4**	**10,544.8**	**10,290.6**	**10,673.4**
SECURITIES OTHER THAN SHARES	**40.1**	**39.2**	**40.2**	**39.0**	**39.7**	**61.9**
LOANS (b)	**0.1**	**0.1**	**0.1**	**0.1**	**20.0**	**18.0**
FINANCIAL DERIVATIVES	**...**	**...**	**...**	**...**	**...**	**...**
INSURANCE TECHNICAL RESERVES	**4,630.6**	**4,606.2**	**5,099.6**	**5,162.1**	**5,193.7**	**5,303.2**
SHARES AND OTHER EQUITY	**3,522.2**	**4,090.8**	**3,642.5**	**3,596.1**	**4,024.0**	**4,675.2**
OTHER ITEMS (NET) (c)	**-1,927.0**	**-2,022.6**	**-1,870.1**	**-1,521.5**	**-2,033.2**	**-2,454.3**

(a) Beginning in June 2009, the Financial Corporation Survey (FCS) was constructed with the inclusion of the other financial corporation (OFC) survey Table 1.4. The FCS is a consolidation of the financial sector's balance sheets comprising of the Depository Corporation Survey (DCS) Table1.3 and the OFC survey. The FCS provides an indication of the financial sector's position against resident economic sectors and nonresidents.

(b) The increase in September 2010 was minly influenced by advances to Other Nonfinancial Coporations.

(c) Other Items (Net) excludes consolidation adjustments which does not correspond to Table 1.3 (DCS) and Table 1.4 (OFCS).

TABLE 1.6.1: MOVEMENTS IN MONETARY AGGREGATES (K' million) (a)

		Sep-10	Oct-10	Nov-10	Dec-10	Jan-11	Feb-11
	MONEY SUPPLY DETERMINANTS						
1.0	**NET FOREIGN ASSETS**	**154.7**	**-14.5**	**329.3**	**213.1**	**-366.4**	**292.7**
1.1	Claims on Nonresidents	176.7	33.8	266.6	201.9	-367.5	315.7
1.2	Liabilities to Nonresidents	22.0	48.3	-62.7	-11.2	-1.0	23.0
2.0	**DOMESTIC CLAIMS**	**-369.6**	**80.5**	**-458.8**	**338.8**	**5.0**	**42.0**
2.1	Net Claims on Central Government	-330.0	-56.2	-512.9	226.3	-24.3	-74.1
2.1.1	Claims on Central Government	-111.1	-29.9	-136.5	236.4	129.5	-152.7
2.1.2	Liabilities to Central Government	218.9	26.3	376.4	10.2	153.8	-78.7
2.2	Claims on Other Sectors	-39.6	136.6	54.2	112.5	29.3	116.0
2.2.1	Claims on Other Financial Corporations	9.8	-7.3	2.0	-0.7	0.6	-1.3
2.2.2	Claims on Provincial and Local Governments	-3.3	-0.1	...	-0.1	...	...
2.2.3	Claims on Public Nonfinancial Corporations	-2.9	4.5	-0.3	-1.7	-1.5	-6.9
2.2.4	Claims on Private Sector	-43.1	139.5	52.3	114.9	30.1	124.3
3.0	**DEPOSITS EXCLUDED FROM BROAD MONEY**	**1.2**	**0.1**	**- 0.1**	**- 0.2**	**...**	**0.7**
4.0	**SECURITIES OTHER THAN SHARES EXCLUDED FROM BROAD MONEY**	**...**	**...**	**...**	**...**	**...**	**...**
5.0	**LOANS**	**20.0**	**...**	**...**	**- 2.0**	**...**	**...**
6.0	**FINANCIAL DERIVATIVES**	**...**	**...**	**...**	**...**	**...**	**...**
7.0	**INSURANCE TECHNICAL RESERVES**	**...**	**0.0**	**...**	**...**	**...**	**...**
8.0	**SHARES & OTHER EQUITY**	**89.8**	**83.6**	**-166.0**	**279.8**	**-113.9**	**140.4**
9.0	**OTHER ITEMS (NET)**	**-66.9**	**37.6**	**-182.7**	**-59.3**	**15.8**	**-60.0**
10.0	**BROAD MONEY (M3*) (1.0+2.0-3.0-4.0-5.0-6.0-7.0-8.0-9.0)**	**-259.1**	**-55.3**	**219.3**	**333.6**	**-263.4**	**253.6**
1.0	**BROAD MONEY (M3*) (1.1+1.2+1.3)**	**-259.1**	**-55.3**	**219.3**	**333.6**	**-263.4**	**253.6**
1.1	Narrow Money, M1* (1.1.1+1.1.2)	-379.2	-121.1	153.9	607.6	-104.3	113.5
1.1.1	Curreny Outside Depository Corporations	22.2	20.1	4.3	75.9	-46.0	-21.4
1.1.2	Transferable Deposits	-401.4	-141.2	149.6	531.7	-58.3	134.9
1.2	Other Deposits	120.2	64.8	67.5	-288.6	-159.8	139.5
1.3	Securities Other than Shares	...	1.0	- 2.1	14.7	0.6	0.7
	ANNUAL GROWTH RATES (%)						
	M1*	-5.1	-1.7	2.2	8.6	-1.4	1.5
	M3*	-2.0	-0.4	1.8	2.6	-2.0	2.0
	Domestic Claims (Excl. Claims on Central Government)	-0.6	2.0	0.8	1.6	0.4	1.6

(a) Monthly changes, as a result it won't correspond to the Bank's Quarterly Economic Bulletin Table 1.2 (S3), which shows quarterly and annual changes from the Depository Corporation Survey (DCS).

TABLE 1.6.2: MOVEMENTS IN CREDIT AGGREGATES (K' million) (b)

		Mar-10	Jun-10	Sep-10	Dec-10
1.1	Claims on Central Government	364.0	-149.9	-206.6	110.5
1.2	Claims on Provincial and Local Government	- 2.0	...	- 1.9	-0.1
1.3	Claims on Nonfinancial Corporation	29.2	22.7	34.9	-2.9
1.4	Claims on Private Sector	504.5	256.1	- 39.8	476.0
	QUARTERLY GROWTH RATES (%)				
1.5	Claims on Central Government	9.3	- 3.5	- 5.0	2.8
1.6	Claims on Provincial and Local Government	- 47.2	1.6	- 82.0	- 21.9
1.7	Claims on Nonfinancial Corporation	14.6	9.9	13.8	- 1.0
1.8	Claims on Private Sector	7.2	3.4	- 0.5	6.2

(b) Quarterly movements and changes in Credit aggregates from the Financial Corporation Survey (FCS).

Table 2.1: BANK OF PAPUA NEW GUINEA BALANCE SHEET (K' million)

	Sep-10	Oct-10	Nov-10	Dec-10	Jan-11	Feb-11
TOTAL LIABILITIES	**8,131.3**	**8,094.5**	**8,342.9**	**8,672.8**	**8,563.0**	**8,787.2**
Currency in Circulation	**1,069.1**	**1,094.1**	**1,126.0**	**1,192.7**	**1,170.3**	**1,141.5**
Deposits	**1,152.6**	**1,341.2**	**1,645.3**	**1,846.5**	**2,047.1**	**2,051.8**
Central Government (a)	349.9	408.2	815.6	1018.8	1237.9	1003.7
Other Depository Corporations (b)	795.3	924.7	821.6	810.2	791.1	1033.4
Other Sectors	7.5	8.3	8.1	17.5	18.1	14.7
Securities Other than shares	**4,889.1**	**4,626.1**	**4,758.6**	**4,594.4**	**4,443.8**	**4,594.9**
Other Depository Corporations	4,889.0	4,626.0	4,758.5	4,594.3	4,443.8	4,594.8
Other Resident Sectors	0.1	0.1	0.1	0.1	0.1	0.1
Loans	**...**	**...**	**...**	**...**	**...**	**...**
Reverse Repurchase Agreement	...	...	...	...	...	...
Other Depository Corporations	...	...	...	...	...	...
Financial Derivatives	**...**	**...**	**...**	**...**	**...**	**...**
Foreign Liabilities	**531.1**	**527.9**	**512.5**	**517.7**	**522.7**	**513.4**
Other Foreign Liabilities	11.6	6.1	6.1	7.1	6.1	6.1
SDR Allocations (c)	519.5	521.8	506.4	510.6	516.6	507.3
Other Liabilities	**39.5**	**47.7**	**31.4**	**39.6**	**34.1**	**33.5**
Other Depository Corporations	1.5	2.4	1.4	2.4	2.3	2.1
Others	38.1	45.2	30.0	37.2	31.8	31.4
Shares & Other Equity	**450.0**	**457.6**	**269.1**	**481.8**	**345.0**	**452.1**
Capital and Reserves	450.0	457.6	269.1	481.8	345.0	452.1
TOTAL ASSETS	**8,131.3**	**8,094.5**	**8,342.9**	**8,672.8**	**8,563.0**	**8,787.2**
Foreign Assets	**7,629.0**	**7,582.3**	**7,819.5**	**8,170.0**	**7,949.6**	**8,258.3**
Monetary Gold (d)	221.2	197.4	158.3	154.3	309.9	243.8
SDR Holdings (c)	42.1	42.2	41.0	41.3	41.8	41.1
Foreign Exchange	7,365.8	7,342.6	7,620.2	7,974.3	7,597.8	7,973.4
Claims on Central Government	**380.1**	**382.0**	**385.7**	**366.5**	**474.2**	**392.2**
Securities Other than Shares	373.7	377.1	363.1	366.5	369.9	352.7
Treasury Bills (e)	...	...	...	...	...	...
Inscribed Stocks	373.7	377.1	363.1	366.5	369.9	352.7
Advances (f)	6.4	4.9	22.7	0.0	104.2	39.5
Claims on ODCs	**3.1**	**3.8**	**8.6**	**2.6**	**8.8**	**4.6**
Claims on Other Sectors	**10.7**	**10.2**	**11.1**	**10.8**	**9.1**	**12.3**
Other Financial Corporations	...	...	...	...	...	...
Provincial and Local Governments	...	...	...	...	...	...
Public Nonfinancial Corporations	...	...	...	...	...	...
Private Sector	10.7	10.2	11.1	10.8	9.1	12.3
Shares and Other Equity	**...**	**...**	**...**	**...**	**...**	**...**
Insurance Technical Reserves	**0.2**	**0.1**	**0.1**	**0.1**	**0.3**	**0.2**
Financial Derivatives	**...**	**...**	**...**	**...**	**...**	**...**
Other Assets	**0.3**	**0.3**	**0.3**	**0.3**	**0.3**	**0.3**
Nonfinancial Assets	**107.9**	**115.8**	**117.6**	**122.5**	**120.7**	**119.3**
Fixed Assets	72.6	73.1	77.1	77.5	77.7	66.5
Other Nonfinancial Assets	35.4	42.6	40.5	45.0	43.0	52.9

(a) Refer to footnote (a) in Table 1.1.

(b) The decline in January 2011 was mainly due to a decrease in transferable deposits of commercial banks.

(c) As of August 2009, the IMF SDR allocations are reclassified as foreign liabilities and not as 'shares and other equity' consistent with the methodology in the System of National Accounts (SNA) 2008 and the Balance of Payments Manual, 6th edition (BPM 6). The IMF member countries pay interest on the SDR allocations and therefore are considered as debt holdings and not equity. Historical data are revised accordingly.

(d) From January 2002, gold holdings are valued at market price.

(e) From January 2002, Treasury bills were revised and reported at discount values.

(f) The increase in January 2011 was mainly due to the use of temporary advance facility by the Central Government.

Table 2.2: BANK OF PAPUA NEW GUINEA INTEREST RATES (%)

		Treasury Bills (a)		Central Bank Bills (b)				Kina Facility Rate (c)	Repo (d)	Reverse Repo (d)
		182 days	364 days	28 days	63 days	91 days	182 days			
2009 - Month ended	Aug	...	...	6.66	6.75	7.00	...	8.00	9.00	7.00
	Sep	...	...	6.65	7.98	6.62	...	8.00	9.00	7.00
	Oct	7.02	8.00	6.28	6.16	6.40	...	8.00	9.00	7.00
	Nov	6.95	7.76	6.41	6.19	6.58	...	8.00	9.00	7.00
	Dec	...	...	5.15	5.08	6.01	...	7.00	8.00	6.00
2010 - Month ended	Jan	6.00	...	4.98	4.96	5.15	...	7.00	8.00	6.00
	Feb	6.27	...	5.03	5.13	5.25	...	7.00	8.00	6.00
	Mar	6.07	6.17	4.21	4.54	4.54	...	7.00	8.00	6.00
	Apr	...	...	4.00	4.00	4.01	...	7.00	8.00	6.00
	May	5.50	6.25	3.91	3.95	3.95	...	7.00	8.00	6.00
	Jun	4.42	4.95	3.28	3.33	3.32	...	7.00	8.00	6.00
	Jul	...	...	2.90	2.96	3.02	...	7.00	8.00	6.00
	Aug	...	...	2.28	2.43	2.36	3.45	7.00	8.00	6.00
	Sep	3.76	4.36	2.35	2.63	2.87	4.30	7.00	8.00	6.00
	Oct	...	...	3.45	3.51	3.70	...	7.00	8.00	6.00
	Nov	...	...	2.66	2.37	2.37	2.69	7.00	8.00	6.00
	Dec	3.23	3.58	2.35	2.27	3.18	...	7.00	8.00	6.00
2011 - Month ended	Jan	3.57	3.30	2.44	2.40	3.08	...	7.00	8.00	6.00
2011 - Week ended	18 -Feb	...	...	2.58	2.72	3.61	3.91	7.00	8.00	6.00
	25 -Feb	...	...	2.71	2.81	3.74	3.98	7.00	8.00	6.00
	4 -Mar	...	...	2.83	2.91	3.77	4.15	7.00	8.00	6.00
	11 -Mar	...	...	2.88	3.02	3.87	4.28	7.00	8.00	6.00

(a) The Treasury Bill rate is the weighted average rate at the last auction of the month.

(b) Since 07 September 2005, BPNG has been auctioning separately its Central Bank bills (CBB) from the government's auction of Treasury Bills with the 28 days term. As of 12 May 2006, 63 days term were introduced, while the 91 days term CBB were introduced on 14 May 2008. As of 25 August 2010 new issuance of 182 days term CBB were introduced.

(c) Monthly benchmark rate announced by the BPNG, which reflects its stance of monetary policy.

(d) As a result of the introduction of the term Repo, the weekly Kina Facility was discontinued on 14 April 2003. A margin from the KFR is applied for Repurchase Agreement Facility (Repo).

Table 3.1: COMMERCIAL BANKS' PRINCIPAL ASSETS AND LIABILITIES: WEEKLY AVERAGES (K' million)

	Weekly Average (a)			Year ago	Growth Rate (%) (b)	
	11-Mar-11	4-Mar-11	25-Feb-11	12-Mar-10	25-Feb-11	11-Mar-11
LIABILITIES						
Transferable Deposits	**8,799.9**	**8,795.9**	**8,781.9**	**7,396.4**	**18.6**	**19.0**
Cheque Account Deposits	7,937.3	7,932.5	7,916.7	6,668.6	18.5	19.0
Passbook & Other Demand Deposits	862.6	863.4	865.2	727.8	18.8	18.5
Other Deposits	**4,563.4**	**4,534.1**	**4,519.4**	**4,776.0**	**- 4.1**	**- 4.5**
Term Deposits	3,372.1	3,351.1	3,335.2	3,417.9	- 3.1	- 1.3
Foreign Currency Deposits	1,191.3	1,183.0	1,184.2	1,358.1	- 6.9	- 12.3
Total Deposits	**13,363.3**	**13,330.0**	**13,301.3**	**12,172.4**	**9.7**	**9.8**
ASSETS						
Total Lending	**6,405.5**	**6,400.6**	**6,389.7**	**5,471.4**	**17.5**	**17.1**
Kina Lending	6,002.2	5,998.4	5,988.8	5,210.5	15.5	15.2
Foreign Currency Lending denominated in kina (c)	403.3	402.2	400.9	260.9	56.6	54.6
Liquid Assets	**6,617.9**	**6,596.6**	**6,580.5**	**6,414.6**	**2.1**	**3.2**

Table 3.2: COMMERCIAL BANKS' PRINCIPAL ASSETS AND LIABILITIES: WEEK ENDING BALANCES (K' million)

	Week Ending (d)			Year ago	Change over the Fortnight (e)	Growth Rate (%) (f)
	11-Mar-11	4-Mar-11	25-Feb-11	26-Feb-10		
LIABILITIES						
Transferable deposits	**8,847.7**	**8,949.3**	**8,829.3**	**7,358.7**	**18.4**	**20.2**
Cheque Account Deposits	7,994.5	8,106.1	7,971.5	6,629.9	23.0	20.6
Passbook & Other Demand Deposits	853.2	843.2	857.8	728.8	-4.6	17.1
Other Deposits	**4,914.6**	**4,695.4**	**4,559.6**	**5,125.8**	**355.0**	**- 4.1**
Term Deposits	3,624.1	3,525.4	3,468.7	3,282.2	155.4	10.4
Foreign Currency Deposits	1,290.5	1,170.0	1,090.9	1,843.6	199.6	- 30.0
Total Deposits	**13,762.3**	**13,644.7**	**13,388.9**	**12,484.5**	**373.4**	**10.2**
ASSETS						
Total Lending	**6,465.8**	**6,520.2**	**6,514.0**	**5,652.2**	**-48.2**	**14.4**
Kina Lending	6,048.7	6,103.5	6,092.6	5,363.7	-43.9	12.8
Foreign Currency Lending denominated in Kina	417.1	416.7	421.4	288.5	-4.3	44.6
Liquid Assets	**6,872.8**	**6,773.6**	**6,748.2**	**6,336.2**	**124.6**	**8.5**

(a) Year to date weekly average.

(b) The growth is measured by using the current year to date weekly average over the average of the corresponding period in the previous year.

(c) Adjusted for foreign exchange fluctuations. Includes balances due from importers under Term Letters of Credit.

(d) Absolute levels.

(e) Change from the previous fortnight.

(f) The growth rate is calculated as current week on corresponding week in the previous year.

Table 3.3: COMMERCIAL BANKS' BALANCE SHEET (K' million) (a)

	End of February 2011				
	WESTPAC	**ANZ**	**BSP**	**MAYBANK**	**TOTAL**
TOTAL LIABILITIES	**3,078.3**	**5,148.3**	**8,607.0**	**314.0**	**17,147.6**
Foreign Liabilities	**39.8**	**1.9**	**194.1**	**3.8**	**239.6**
Deposits	**2,362.3**	**4,045.6**	**6,797.3**	**167.5**	**13,372.7**
Transferable Deposits	1,165.1	2,639.4	2,802.1	109.0	6,715.6
Other Deposits	1,197.2	1,341.6	1,899.8	58.6	4,497.2
Central Government Deposits	**...**	64.6	2,095.5	...	2,160.1
Loans	**...**	**...**	**4.8**	**...**	**4.8**
Securities Other than Shares	**...**	**...**	**77.7**	**...**	**77.7**
Financial Derivatives	**...**	**...**	**...**	**...**	**...**
Insurance Technical Reserves	**...**	**...**	**...**	**...**	**...**
Other Liabilities	**219.1**	**334.1**	**381.2**	**39.6**	**974.0**
Shares and Other Equity	**457.1**	**766.7**	**1,151.9**	**103.1**	**2,478.8**
TOTAL ASSETS	**3,078.3**	**5,148.3**	**8,607.0**	**314.0**	**17,147.6**
Foreign Assets	**355.5**	**481.7**	**315.3**	**4.8**	**1,157.3**
Currency and Deposits with BPNG	**320.2**	**425.8**	**510.4**	**28.5**	**1,284.9**
Currency	32.7	39.6	178.5	1.1	251.9
Deposits	287.9	386.2	331.9	27.3	1,033.3
Securities Other than Shares	**1,030.7**	**2,277.2**	**3,515.9**	**193.4**	**7,017.2**
Loans	**1,316.6**	**1,782.0**	**3,237.6**	**76.2**	**6,412.4**
Central Government	...	...	1.5	...	1.5
Provincial and Local Governments	...	...	...	...	...
Public Nonfinancial Corporations	59.3	77.2	24.2	10.5	171.2
Bank of Papua New Guinea	...	...	...	...	...
Other Financial Corporations	...	16.1	1.2	...	17.3
Other Depository Corporations	...	...	2.1	...	2.1
Private Sector	1,257.4	1,688.7	3,208.5	65.7	6,220.3
Kina	1,187.6	1,385.8	3,163.5	65.7	5,802.6
Foreign Currency	69.8	302.9	45.1	...	417.8
Shares and Other Equity	**...**	**...**	**230.8**	**...**	**230.8**
Insurance Technical Reserves	**...**	**...**	**...**	**...**	**...**
Financial Derivatives	**...**	**...**	**...**	**...**	**...**
Other Assets	**41.9**	**111.8**	**628.7**	**2.9**	**785.3**
Nonfinancial Assets	**13.4**	**69.8**	**168.2**	**8.2**	**259.6**

Note:

Total deposits and loans do not necessarily equal the amounts in Table 3.2, which shows end of week data, while above captures monthly balances. All months do not end at the end of the week.

(a) Source: Financial Corporations (FC1) - Monthly Statement of Assets and Liabilities.

Table 3.4: COMMERCIAL BANK LIQUID ASSETS

		Liquid Assets K'm	Liquid Assets Ratio (a) (%)	Minimum Requirement Liquidity Ratio (%) (b)	Cash Reserve Requirement (%) (b)	Free Reserves Margin (%)
2010 - Week ended	May - 28	6547.8	49.6	25.0	3.0	24.6
	Jun - 4	6605.1	50.9	25.0	3.0	25.9
	Jun - 11	6602.0	51.7	25.0	3.0	26.7
	Jun - 18	6598.2	51.5	25.0	3.0	26.5
	Jun - 25	6603.6	50.8	25.0	3.0	25.8
	Jul - 2	6735.8	51.9	25.0	3.0	26.9
	Jul - 9	6691.1	51.0	25.0	3.0	26.0
	Jul - 16	6533.8	50.4	25.0	3.0	25.4
	Jul - 22	6614.6	50.3	25.0	3.0	25.3
	Jul - 30	6753.5	50.9	25.0	3.0	25.9
	Aug - 6	6798.7	51.3	25.0	3.0	26.3
	Aug - 13	6725.4	50.6	25.0	3.0	25.6
	Aug - 20	6673.4	50.5	25.0	3.0	25.5
	Aug - 27	6757.2	52.1	25.0	3.0	27.1
	Sep - 3	6911.9	52.6	25.0	3.0	27.6
	Sep - 10	6957.4	53.1	25.0	3.0	28.1
	Sep - 17	6929.5	52.5	25.0	3.0	27.5
	Sep - 24	6880.9	52.5	25.0	3.0	27.5
	Oct - 1	6697.4	51.4	0.0	4.0	51.4
	Oct - 8	6715.8	51.5	0.0	4.0	51.5
	Oct - 15	6726.8	51.3	0.0	4.0	51.3
	Oct - 22	6573.6	50.3	0.0	4.0	50.3
	Oct - 29	6545.3	50.4	0.0	4.0	50.4
	Nov - 5	6453.8	49.3	0.0	4.0	49.3
	Nov - 12	6531.9	50.6	0.0	4.0	50.6
	Nov - 19	6605.6	49.8	0.0	4.0	49.8
	Nov - 26	6523.6	50.2	0.0	4.0	50.2
	Dec - 3	6647.4	50.3	0.0	4.0	50.3
	Dec - 10	6671.1	49.7	0.0	4.0	49.7
	Dec - 17	6706.5	50.4	0.0	4.0	50.4
	Dec - 24	6685.2	50.1	0.0	4.0	50.1
	Dec - 31	6620.5	49.9	0.0	4.0	49.9
2011 - Week ended	Jan - 7	6560.5	48.6	0.0	4.0	48.6
	Jan - 14	6592.2	48.7	0.0	4.0	48.7
	Jan - 21	6497.0	48.7	0.0	4.0	48.7
	Jan - 28	6388.7	49.2	0.0	4.0	49.2
	Feb - 4	6467.4	49.3	0.0	4.0	49.3
	Feb - 11	6479.9	49.3	0.0	4.0	49.3
	Feb - 18	6639.8	49.7	0.0	4.0	49.7
	Feb - 25	6748.2	50.4	0.0	4.0	50.4
	Mar - 4	6773.6	49.6	0.0	4.0	49.6
	Mar - 11	6872.8	49.6	0.0	4.0	49.6

(a) The effective liquid assets ratio is the ratio of approved liquid assets, excluding Cash Reserve Requirement (CRR) but including Repo deposits with BPNG, to total deposits and other prescribed liabilities.

(b) The MLAR is expressed as a percentage of total deposits and other prescribed liabilities of commercial banks. It has been at 25 percent since 17 September 1999. CRR is a non-interest bearing deposit of commercial banks held at Central Bank. It is also expressed as a percentage of total deposits and other prescribed liabilities and has been at 3 percent since 10 October 2003. As of 1st October 2010, CRR increased by 1 percentage point from 3 percent to 4 percent of total deposits and other prescribed liabilities, while the MLAR was reduced from 25 percent to zero percent.

Table 3.5: COMMERCIAL BANKS' LENDING COMMITMENTS

	Sep-09	Dec-09	Mar-10	Jun-10	Sep-10	Dec-10
New and Increased Commitments (K'm)	187.5	248.5	345.6	359.8	446.4	575.7
Cancelled or Reduced Commitments (K'm)	- 150.0	- 236.3	- 52.8	-55.8	-470.9	-408.7
Change in Total Outstanding (K'm)	30.3	12.2	292.8	604.0	-24.5	167.0
Total Outstanding (K'm)	5970.5	5982.7	6275.5	6879.5	6855.0	7022.0
Annual percentage Change (%)	14.2	1.7	4.5	15.8	14.8	17.4
Utilisation of Credit Limits (%)	100.9	99.1	99.4	102.9	100.2	98.4

Table 3.6: COMMERCIAL BANKS' INTEREST RATES (a)

	Sep-10 (%)	Oct-10 (%)	Nov-10 (%)	Dec-10 (%)	Jan-11 (%)	Feb-11 (%)
Lending	**10.36**	**10.54**	**10.46**	**10.62**	**10.60**	**10.84**
Deposits						
Cheque	0.49	0.48	0.48	0.43	0.48	0.38
Other demand	0.22	0.49	0.50	0.35	0.49	0.35
Term Deposits						
less than 30 days	1.37	1.43	1.81	1.85	1.69	2.17
30 days to 89 days	2.24	2.14	2.47	2.76	2.94	2.95
90 days to 182 days	3.93	3.87	4.15	4.09	3.19	3.28
183 days to 365 days	3.89	4.12	3.34	3.50	3.34	3.20
366 days and over	6.93	5.30	6.83	6.90	6.71	6.51
Total	**0.97**	**1.03**	**1.08**	**1.00**	**1.01**	**1.01**
Indicator Lending Rate (ILR) Spread	**10.95 - 11.95**	**10.95 - 11.95**	**10.95 - 11.95**	**10.95 - 11.95**	**10.95 - 11.95**	**10.95 - 11.95**

(a) Weighted averages on total portfolio.

Table 4.1: FINANCE COMPANIES' BALANCE SHEET (K' milliion)

	As at last day of the month			Annual % Change	
	Feb-10 K'm	Jan-11 K'm	Feb-11 K'm	Jan-11	Feb-11
LIABILITIES	**443.1**	**491.0**	**499.9**	**13.2**	**12.8**
Foreign liabilities	...	...	...	...	...
Deposits	**321.1**	**340.3**	**343.0**	**8.7**	**6.8**
Transferable Deposits Included in Broad Money	...	...	...	...	...
Other Deposits Included in Broad Money	236.0	243.2	244.7	5.6	3.7
Deposits Excluded from Broad money	11.0	2.3	2.3	-75.0	-79.1
Central Government Deposits	74.1	94.7	96.0	28.5	29.6
Loans	**5.0**	**5.0**	**7.3**	**...**	**46.0**
Securities	**...**	**...**	**...**	**...**	**...**
Included in Broad Money	...	...	...	...	...
Excluded from Broad Money	...	...	...	...	...
Financial Derivatives	...	...	...	...	...
Insurance Technical Reserves	...	...	...	...	...
Other Liabilities	**22.2**	**33.4**	**31.7**	**42.7**	**43.0**
Shares and Other Equity	**94.9**	**112.3**	**117.9**	**21.9**	**24.2**
ASSETS	**443.1**	**491.0**	**499.9**	**13.2**	**12.8**
Foreign Assets	**0.8**	**0.8**	**0.8**	**0.0**	**...**
Currency	**...**	**...**	**...**	**...**	**...**
Deposits with Commercial Banks	**31.9**	**11.5**	**8.7**	**-82.1**	**-72.7**
Securities Other Than Shares	**104.5**	**85.7**	**83.8**	**19.7**	**-19.8**
Loans	**294.2**	**381.8**	**396.3**	**34.1**	**34.7**
Central Government	...	...	...	...	...
Provincial and Local Governments	...	...	...	...	...
Public Nonfinancial Corporations	...	...	...	...	...
Other Nonfinancial Corporations	201.0	283.2	292.6	46.5	45.6
Other Residents	93.2	98.6	103.7	7.8	11.3
Shares and Other Equity	**3.8**	**1.0**	**1.0**	**-73.7**	**-73.7**
Insurance Technical Reserves	**...**	**...**	**...**	**...**	**...**
Financial Derivatives	**...**	**...**	**...**	**...**	**...**
Other Assets	**6.0**	**7.6**	**6.6**	**15.2**	**10.0**
Nonfinancial Assets	**2.1**	**2.7**	**2.7**	**50.0**	**28.6**

Table 4.2: FINANCE COMPANIES' INTEREST RATES (Maximum Rates)

	Oct-10 (%)	Nov-10 (%)	Dec-10 (%)	Jan-11 (%)	Feb-11 (%)
Lease Finance	36.00	36.00	36.00	36.00	36.00
Large Deposits					
- 90 days	3.00	3.25	2.25	2.75	2.25
- 180 days	3.50	3.80	3.50	3.50	3.50
- 1 year	6.25	6.25	6.25	6.25	6.25

Table 4.3: MERCHANT BANKS' BALANCE SHEET (K' million)

	As at last day of the month			Annual % Change	
	Feb-10 K'm	Jan-11 K'm	Feb-11 K'm	Jan-11	Feb-11
LIABILITIES	**346.2**	**440.1**	**439.3**	**37.4**	**26.9**
Foreign liabilities	...	**...**	**...**	**...**	**...**
Deposits	**192.7**	**252.6**	**249.5**	**49.2**	**29.5**
Transferable Deposits Included in Broad Money	...	...	...	...	...
Other Deposits included in Broad Money	177.1	235.5	231.7	52.3	30.8
Deposits Excluded from Broad Money	15.6	17.1	17.8	17.1	14.1
Central Government Deposits	...	...	...	...	...
Loans (a)	**...**	**18.0**	**18.0**	**...**	**...**
Securities	**...**	**...**	**...**	**...**	**...**
Included in Broad Money	...	...	...	...	...
Excluded from Broad Money	...	...	...	...	...
Financial Derivatives	...	...	...	...	...
Insurance Technical Reserves	...	...	...	...	...
Other Liabilities	**29.7**	**39.3**	**40.2**	**40.9**	**35.4**
Shares and Other Equity	**123.8**	**130.1**	**131.6**	**5.7**	**6.3**
ASSETS	**346.2**	**440.1**	**439.3**	**37.4**	**26.9**
Foreign Assets	**2.3**	**1.4**	**2.0**	**-72.0**	**-13.0**
Currency	**...**	**...**	**...**	**...**	**...**
Deposits with Commercial Banks	**21.3**	**27.9**	**22.8**	**-27.0**	**7.0**
Securities Other Than Shares	**52.4**	**84.7**	**92.7**	**436.1**	**76.9**
Loans	**208.3**	**260.8**	**256.0**	**30.7**	**22.9**
Central Government	...	...	...	...	...
Provincial and Local Governments	0.1	0.3	0.3	200.0	200.0
Public Nonfinancial Corporations	0.4	0.4	0.3	-50.0	-25.0
Other Nonfinancial Corporations	183.8	235.4	229.1	34.0	24.6
Other Residents	24.0	24.6	26.3	7.4	9.6
Shares and Other Equity	**25.8**	**25.8**	**25.8**	**0.0**	**...**
Insurance Technical Reserves	**...**	**...**	**...**	**...**	**...**
Financial Deratives	**...**	**...**	**...**	**...**	**...**
Other Assets	**7.4**	**10.2**	**10.8**	**41.7**	**45.9**
Nonfinancial Assets	**28.7**	**29.2**	**29.2**	**1.7**	**1.7**

Table 4.4: MERCHANT BANKS' INTEREST RATES (Maximum Rates)

	Oct-10 (%)	Nov-10 (%)	Dec-10 (%)	Jan-11 (%)	Feb-11 (%)
Lease Finance	28.00	25.00	25.00	25.00	25.00
Large Deposits					
- 90 days	3.50	3.25	3.00	3.00	3.00
- 180 days	3.75	3.50	3.25	3.25	3.25
- 1 year	6.00	6.00	5.50	5.50	5.50

(a) Refer to footnote (b) in Table 3.1.

Table 5.1: SAVINGS AND LOAN SOCIETIES

	Nov-10	Dec-10	Jan-11	Feb-11	Monthly % Change	
					Jan-11	Feb-11
LIABILITIES	**653.2**	**744.9**	**764.7**	**760.5**	**2.7**	**-0.5**
Foreign Liabilities	**0.5**	**0.6**	**0.6**	**0.4**	**0.0**	**- 33.3**
Deposits	**287.5**	**336.7**	**337.7**	**340.1**	**0.3**	**0.7**
Transferable Deposits Included in Broad Money	0.2	0.2	0.2	0.2	...	...
Other Deposits Included in Broad Money	287.3	336.5	337.5	339.9	0.3	0.7
Deposits Excluded from Broad Money	...	...	...	...	...	...
Central Government Deposits	...	...	...	...	...	...
Loans	**...**	**...**	**...**	**...**	**...**	**...**
Securities	**...**	**...**	**...**	**...**	**...**	**...**
Included in Broad Money	...	...	...	...	...	...
Excluded from Broad Money	...	...	...	...	...	...
Financial Derivatives	**...**	**...**	**...**	**...**	**...**	**...**
Insurance Technical Reserves	**0.5**	**...**	**...**	**...**	**...**	**...**
Other Liabilities	**25.0**	**24.7**	**26.4**	**26.6**	**6.9**	**0.8**
Shares and Other Equity	**339.7**	**382.9**	**399.9**	**393.4**	**4.4**	**-1.6**
ASSETS	**653.2**	**744.9**	**764.7**	**760.5**	**2.7**	**-0.5**
Foreign Assets	**5.3**	**7.8**	**7.8**	**7.8**	**0.0**	**...**
Currency	**0.4**	**0.3**	**0.3**	**0.7**	**0.0**	**133.3**
Deposits with Commercial Banks	**50.1**	**61.0**	**95.9**	**85.0**	**57.2**	**-11.4**
Securities Other than Shares	**69.4**	**71.5**	**34.7**	**34.7**	**-5.5**	**...**
Loans	**173.7**	**203.1**	**205.0**	**217.2**	**0.9**	**6.0**
Central Government	...	...	...	...	...	...
Provincial and Local Governments	...	...	...	...	...	...
Public Nonfinancial Corporations	...	...	...	...	...	...
Private Sector	173.7	203.1	205.0	217.2	0.9	6.0
Other	...	...	...	...	...	...
Shares and Other equity	**278.0**	**305.7**	**301.2**	**294.1**	**-1.5**	**-2.4**
Insurance Technical Reserves	**0.6**	**0.1**	**0.1**	**0.1**	**0.0**	**...**
Financial Derivatives	**...**	**...**	**...**	**...**	**...**	**...**
Other Assets	**4.8**	**11.6**	**13.2**	**14.1**	**13.8**	**6.8**
Nonfinancial Assets	**71.0**	**83.7**	**106.4**	**106.8**	**27.1**	**0.4**

(a) The reporting frequency has changed from bi-annual to quarterly as of March 2004 and further changed from quarterly to monthly as of March 2010.

Table 6.1: SUPERANNUATION FUNDS BALANCE SHEET (a) (K'million)

	Dec-09	Mar-10	Jun-10	Sep-10	Dec-10	Quarterly % Change Dec-10
LIABILITIES	**5,263.1**	**5,252.0**	**5,181.6**	**5,450.8**	**5,920.5**	**8.6**
Foreign Liabilities	**...**	**...**	**...**	**...**	**...**	**...**
Securities Excluded from Broad Money	**...**	**...**	**...**	**...**	**...**	**...**
Loans	**...**	**...**	**...**	**...**	**...**	**...**
Financial Derivatives	**...**	**...**	**...**	**...**	**...**	**...**
Insurance Technical Reserves (b)	**4,535.7**	**5,024.9**	**5,083.2**	**5,126.0**	**5,232.3**	**2.1**
Other Liabilities	**92.4**	**92.3**	**95.5**	**97.6**	**100.1**	**2.6**
Shares and Other Equity (c)	**635.0**	**134.8**	**2.9**	**227.3**	**588.1**	**158.7**
ASSETS	**5,263.1**	**5,252.0**	**5,181.6**	**5,450.8**	**5,920.5**	**8.6**
Foreign Assets (d)	**681.5**	**630.0**	**616.2**	**889.2**	**1033.3**	**16.2**
Currency	**...**	**...**	**...**	**...**	**...**	**...**
Deposits with Commercial Banks	**672.5**	**517.5**	**617.7**	**674.1**	**616.5**	**-8.5**
Securities Other than Shares	**658.9**	**703.0**	**651.8**	**669.5**	**683.4**	**2.1**
Loans	**147.8**	**137.6**	**147.9**	**123.3**	**121.8**	**-1.2**
Shares and Other Equity	**1,972.5**	**2,051.3**	**1,840.4**	**1,733.7**	**2,061.5**	**18.9**
Insurance Technical Reserves	**...**	**...**	**...**	**...**	**...**	**...**
Financial Derivatives	**...**	**...**	**...**	**...**	**...**	**...**
Other Assets	**166.0**	**265.8**	**325.7**	**360.7**	**400.2**	**10.9**
Nonfinancial Assets	**963.9**	**946.7**	**982.0**	**1,000.4**	**1,003.8**	**0.3**
Fixed Assets	14.7	43.0	42.9	43.6	44.8	2.8
Other Nonfinancial Assets (e)	949.2	903.7	939.0	956.8	959.0	0.2

(a) The reporting frequency is on a quarterly basis.

(b) The major liability item of the Superannuation Funds. These are contributors funds which are considered assets of the household sector rather than assets of the superannuation funds. The Superannuation Funds manage these funds for investments.

(c) The decline in June 2010 reflects operating losses, while the increase in September 2010 was mainly due to an increase in net profits.

(d) Claims on nonresident sectors.

(e) Consists of nonfinancial assets other than fixed assets, such as investments in property and land.

Table 6.2: LIFE INSURANCE COMPANIES BALANCE SHEET (a) (K'million)

	Dec-09	Mar-10	Jun-10	Sep-10	Dec-10	Quarterly % Change Dec-10
LIABILITIES	**272.4**	**275.0**	**276.7**	**283.2**	**359.8**	**27.0**
Foreign Liabilities	**...**	**1.0**	**6.6**	**6.6**	**4.9**	**- 25.8**
Securities Excluded from Broad Money	**...**	**...**	**...**	**...**	**...**	**...**
Loans	**...**	**...**	**...**	**...**	**...**	**...**
Financial Derivatives	**...**	**...**	**...**	**...**	**...**	**...**
Insurance Technical Reserves (b)	**50.3**	**49.6**	**52.5**	**47.7**	**50.9**	**6.7**
Net Equity of Households in Life Insurance Reserves	36.9	35.3	36.2	35.0	38.7	10.6
Prepaid Premiums & Reserves Against Outstanding Claims	13.4	14.3	16.4	12.7	12.2	-3.9
Other Liabilities	**15.7**	**21.5**	**19.5**	**19.2**	**22.6**	**17.7**
Shares and Other Equity	**206.4**	**202.9**	**198.0**	**209.6**	**281.4**	**34.3**
ASSETS	**272.4**	**275.0**	**276.7**	**283.2**	**359.8**	**27.0**
Foreign Assets (c)	**46.2**	**22.6**	**20.7**	**29.1**	**30.6**	**5.2**
Currency	...	...	...	...	...	...
Deposits with Commercial Banks	**19.9**	**23.9**	**26.7**	**23.2**	**28.8**	**24.1**
Securities Other than Shares	**4.3**	**4.3**	**4.3**	**4.3**	**4.3**	**...**
Loans	**0.6**	**0.8**	**0.3**	**0.2**	**0.2**	**...**
Shares and Other Equity	**24.1**	**40.7**	**37.1**	**40.5**	**47.5**	**17.3**
Insurance Technical Reserves	**0.2**	**9.9**	**14.9**	**14.5**	**14.6**	**0.7**
Financial Derivatives	**...**	**...**	**...**	**...**	**...**	**...**
Other Assets	**35.7**	**30.7**	**31.1**	**29.7**	**30.3**	**2.0**
Nonfinancial Assets	**141.4**	**142.1**	**141.6**	**141.6**	**203.5**	**43.7**
Fixed Assets	120.2	120.3	121.0	121.6	184.0	51.3
Other Nonfinancial Assets (d)	21.2	21.8	20.6	20.0	19.5	-2.5

(a) The reporting frequency is on a quarterly basis.

(b) The major liability item of the Life Insurance companies. These are contributors funds which are considered assets of the household sector rather than assets of the life insurance companies that manage these funds.

(c) Claims on nonresident sectors.

(d) Consists of nonfinancial assets other than fixed assets, such as investments in property and land.

Table 6.3: INVESTMENT MANAGERS' BALANCE SHEET (a) (K'million)

	Dec-09	Mar-10	Jun-10	Sep-10	Dec-10	Quarterly % Change Dec-10
LIABILITIES	**46.5**	**49.1**	**50.2**	**55.9**	**59.5**	**6.4**
Foreign Liabilities	**...**	**...**	**0.8**	**0.9**	**...**	**...**
Securities Excluded from Broad Money	**...**	**...**	**...**	**...**	**...**	**...**
Loans	**...**	**...**	**...**	**...**	**...**	**...**
Financial Derivatives	**...**	**...**	**...**	**...**	**...**	**...**
Insurance Technical Reserves	**...**	**...**	**...**	**...**	**...**	**...**
Other Liabilities	**8.5**	**6.9**	**7.7**	**3.8**	**7.7**	**102.6**
Shares and Other Equity	**38.0**	**42.2**	**41.7**	**51.3**	**51.8**	**1.0**
ASSETS	**46.5**	**49.1**	**50.2**	**55.9**	**59.5**	**6.4**
Foreign Assets (b)	**1.5**	**2.1**	**1.1**	**1.0**	**2.6**	**160.0**
Currency	**...**	**...**	**...**	**...**	**...**	**...**
Deposits with Commercial Banks	**11.0**	**9.9**	**13.4**	**20.6**	**19.6**	**-4.9**
Securities Other than Shares	**0.3**	**...**	**...**	**...**	**...**	**...**
Loans	**6.2**	**5.5**	**8.2**	**6.8**	**6.9**	**1.5**
Shares and Other Equity	**22.9**	**22.5**	**21.1**	**20.6**	**21.2**	**2.9**
Insurance Technical Reserves	**0.1**	**...**	**...**	**...**	**...**	**...**
Financial Derivatives	**...**	**...**	**...**	**...**	**...**	**...**
Other Assets	**3.8**	**8.1**	**5.5**	**5.4**	**4.8**	**-11.1**
Nonfinancial Assets	**0.8**	**0.8**	**0.8**	**1.3**	**4.3**	**230.8**
Fixed Assets	0.8	0.8	0.8	1.3	4.3	230.8
Other Nonfinancial Assets	...	...	...	...	...	...

(a) The reporting frequency is on a quarterly basis.

(b) Investment Managers' claims on nonresident sectors.

Table 6.4: NATIONAL DEVELOPMENT BANK BALANCE SHEET (a) (K'million)

	Dec-09	Mar-10	Jun-10	Sep-10	Dec-10	Quarterly % Change Dec-10
LIABILITIES	**183.1**	**172.9**	**199.5**	**200.5**	**225.4**	**12.4**
Foreign Liabilities	**...**	**...**	**...**	**...**	**...**	**...**
Deposits Excluded in Broad Money (b)	**11.2**	**11.2**	**12.2**	**12.6**	**13.2**	**4.8**
Securities Excluded from Broad Money	**...**	**...**	**...**	**...**	**...**	**...**
Loans	**...**	**...**	**...**	**...**	**...**	**...**
Financial Derivatives	**...**	**...**	**...**	**...**	**...**	**...**
Insurance Technical Reserves	**...**	**...**	**...**	**...**	**...**	**...**
Other Liabilities	**30.8**	**22.2**	**22.1**	**22.1**	**23.9**	**8.2**
Shares and Other Equity (c)	**141.1**	**139.5**	**165.3**	**165.8**	**188.3**	**13.6**
ASSETS	**183.1**	**172.9**	**199.5**	**200.5**	**225.4**	**12.4**
Foreign Assets	**...**	**...**	**...**	**...**	**...**	**...**
Currency	**...**	**...**	**...**	**...**	**...**	**...**
Deposits with Commercial Banks	**19.5**	**14.3**	**36.2**	**23.7**	**32.2**	**35.8**
Securities Other than Shares	**...**	**...**	**...**	**...**	**...**	**...**
Loans	**60.6**	**55.8**	**60.6**	**73.9**	**89.2**	**20.6**
Shares and Other Equity	**...**	**...**	**...**	**...**	**...**	**...**
Insurance Technical Reserves	**...**	**...**	**...**	**...**	**...**	**...**
Financial Derivatives	**...**	**...**	**...**	**...**	**...**	**...**
Other Assets	**30.8**	**29.7**	**29.7**	**29.9**	**30.5**	**2.0**
Nonfinancial Assets	**72.2**	**73.1**	**73.0**	**73.0**	**73.6**	**0.8**
Fixed Assets	72.2	73.1	73.0	73.0	73.6	0.8
Other Nonfinancial Assets	...	...	...	...	...	...

(a) The reporting frequency is on a quarterly basis.

(b) Funds placed with NDB as collateral for loans taken.

(c) Consists of general reserves, retained earnings and current year results.

Table 7.1: BALANCE OF PAYMENTS (a) (K' million)

	Year ended 2009 (b)	Year ended 2010 (p)	Quarter of Year Dec-09	Previous Quarter Sep-10	Latest Quarter Dec-10 (p)
CURRENT ACCOUNT	**-1,611**	**-1,762**	**-752**	**-310**	**-757**
GOODS BALANCE	4,192	5,913	1,279	1,467	1,595
Credit (Exports) (b)	12,101	15,277	3,464	3,837	3,940
Debit (Imports) (c)	-7,909	-9,364	-2,185	-2,370	-2,345
SERVICES BALANCE	-4559	-6620	-1,435	-1368	-1748
Services Credit	511	759	173	133	99
Services Debit	-5,070	-7,379	-1,608	-1501	-1847
INCOME BALANCE	-1,721	-1,608	-784	-326	-756
Income Credit	128	106	22	8	8
Income Debit	-1,849	-1,714	-806	-334	-764
TRANSFERS BALANCE	477	553	188	-83	152
Transfers Credit	1,046	1,186	356	101	300
Transfers Debit	-569	-633	-168	-184	-148
CAPITAL AND FINANCAL ACCOUNTS	**3,294**	**2,895**	**1111**	**397**	**1257**
CAPITAL ACCOUNT BALANCE	**74**	**101**	**16**	**2**	**18**
Credit	94	121	21	7	23
Debit	-20	-20	-5	-5	-5
FINANCIAL ACCOUNT BALANCE (d)	**3,220**	**2,794**	**1095**	**395**	**1239**
Direct Investment	1154	78	83	18	15
Abroad	-12	-1	-9	0	0
Reporting Economy	1,166	79	92	18	15
Portfolio Investment	413	-284	314	-35	363
Assets	414	-284	314	-35	363
Liabilities	-1	0	0	0	0
Financial Derivatives	58	-20	4	-8	-5
Assets	58	-20	4	-8	-5
Liabilities	0	0	0	0	0
Other Investment	1,595	3,020	694	420	866
Assets	1,232	3,075	315	465	916
Liabilities	363	-55	379	-45	-50
OVERALL BALANCE	**1,725**	**1,066**	**387**	**53**	**542**
NET ERRORS AND OMMISSIONS	42	-67	28	-34	42
International Reserve Level	7,090	8,170	7,090	7,629	8,170
Total Months of Import Cover (e)	11	11	11	11	11
Total Non-Mineral Import Cover (f)	15	14	15	15	14

(a) Refer to "For The Record Note", December 2009 QEB for detailed explanations of the changes to the above table.

(b) The export value includes immigrants effects. Merchandise exports since 1994 were not reconciled with National Statistical Office.

(c) Merchandise imports since 1991 have not been reconciled with the National Statistical Office.

(d) Increase in assets are shown with a minus sign. Increases in liabilities are shown as a positive number.

(e) The import cover includes the mining and petroleum sector imports, of which most expenses are incurred from offshore accounts and are not included in our measure of International Reserve level.

(f) Excludes imports by the mining and petroleum sectors and is therefore the relevant measure of import cover for PNG.

(p) Preliminary.

Table 7.2: EXCHANGE RATES (Foreign currency per Kina)

	Latest	Week ago	Month ago	Year ago	% Change over	
	11-Mar-11	4-Mar-11	11-Feb-11	12-Mar-10	Previous Month	Previous Year
US dollar	0.3875	0.3870	0.3825	0.3600	1.3	7.6
Australian dollar	0.3870	0.3816	0.3837	0.3930	0.9	- 1.5
Japanese yen	32.14	31.87	31.94	32.63	0.6	- 1.5
Euro	0.2804	0.2772	0.2821	0.2629	- 0.6	6.7
Swiss franc	0.3612	0.3605	0.3708	0.3843	- 2.6	- 6.0
UK pound	0.2413	0.2377	0.2384	0.2391	1.2	0.9
NZ dollar	0.5274	0.5241	0.5039	0.5139	4.7	2.6

Table 7.3: EXPORT PRICE INDEX (1994 = 100) (a)

Latest Quarter	Previous Quarter	Previous Year	% Change over	
Dec-10 (p)	Sep-10	Dec-09	Previous Year	Previous Quarter
960.8	878.1	797.3	20.5	9.4

(a) Refer to "Special Article" March Quarter 2003 (QEB), for an explanation on the methodology to derive the index.
(p) Preliminary.

Table 7.4: EXPORT VOLUME INDEX (1994 = 100) (a)

Latest Quarter	Previous Quarter	Previous Year	% Change over	
Dec-10 (p)	Sep-10	Dec-09	Previous Year	Previous Quarter
89.5	94.2	98.1	-8.8	-5.0

(a) See footnote (a), Table 7.3
(p) Preliminary.

Table 8.1: GOVERNMENT SECURITIES TRANSACTIONS

	Month		Fortnight Ending	
	Feb-11	Mar-11 (to date)	25-Feb-11	11-Mar-11
Total Stock				
Treasury Bills Issued (Stock)	**1,665.4**	**1,635.4**	**1,665.4**	**1,635.4**
New Issues	100.0	30.0		
Retirement				30.0
Inscribed Stock (a)	**2,372.6**	**2,372.6**	**2,372.6**	**2,372.6**
New Issues				
3 years and less				
above 3 and less than 6 years				
above 6 years				
Retirement	214.4		214.4	
Bank of Papua New Guinea				
Portfolio Transactions				
Treasury Bills (Face Value)	...	...	...	...
New Purchases				
Sales to Public	...	...	...	...
Retirement				
Unsold Stock	...	...	...	...
Inscribed Stock	**387.3**	**369.8**	**387.3**	**369.8**
New Purchases				
Sales to Public				
Retirement	17.5		17.5	
Total BPNG Stock	**369.8**	**369.8**	**369.8**	**369.8**

(a) Includes remaining outstanding Private Treaty Loans (PTL).

Table 8.2: PRIVATE SECTOR EMPLOYMENT INDEX (a) (b) (MARCH 2002 = 100)

Latest Quarter	Previous Quarter	Previous Year	% Change Over	
			Previous Year	Previous Quarter
Sep-10	Jun-10	Sep-09		
149.1	150.3	149.2	-0.1	-0.8

(a) In September 2005, the Bank revised the Employment Index from 2002 onwards to improve the quality of the data. (see September QEB 2005 "For the Record").

(b) Total private sector employment index excludes the mineral sector.