

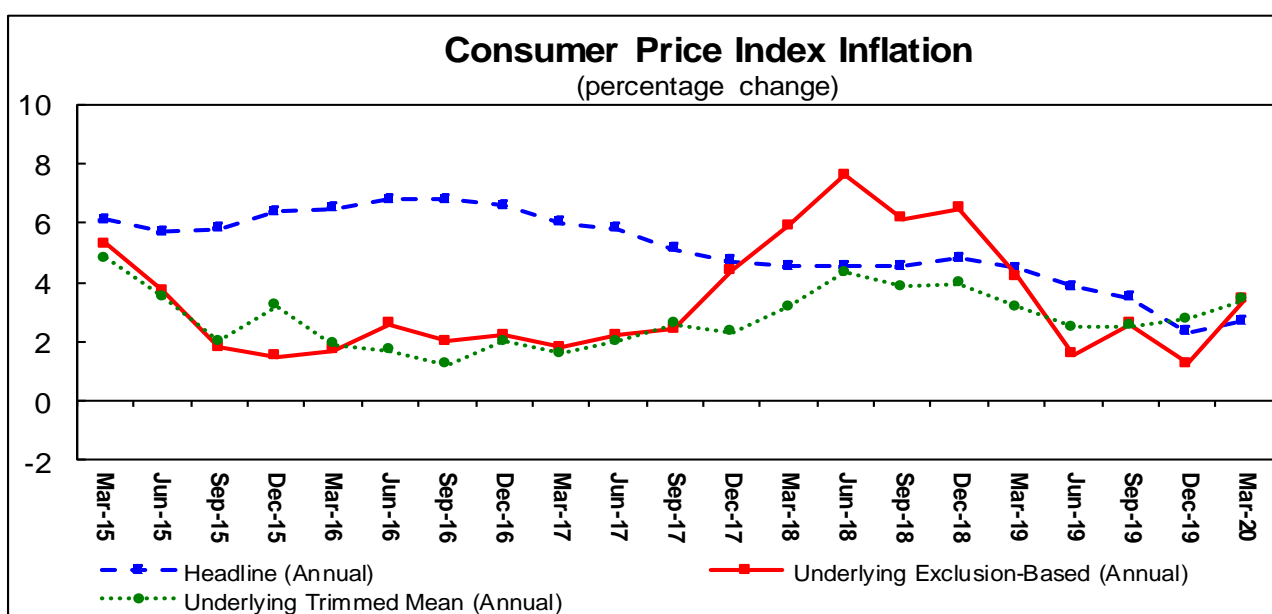


BANK OF PAPUA NEW GUINEA

KINA FACILITY RATE FOR AUGUST 2020

Based on the low inflation outcome for the March quarter of 2020 and considering the need to support lending and economic activity in response to the negative impact of Covid-19, the Bank of PNG will maintain its stance of monetary policy.

The annual headline inflation in the March quarter of 2020, as measured by the Consumer Price Index and published by the National Statistical Office (NSO), was 3.1 percent, compared to a revised 2.7 percent in the December quarter of 2019. (see Chart below). Therefore, the monetary policy signaling rate, the Kina Facility Rate (KFR) for the month of August 2020 is maintained at 3.00 percent.



Source: National Statistical Office

Loi M. Bakani CMG
Governor