



ECONOMIC

BULLETIN

Department of Fiscal Policy
Ministry of Finance and Mass Media
Sri Lanka

This Weekly Economic Bulletin (WEB) provides a weekly update of some of the key economic, fiscal and monetary developments in Sri Lanka. Data published on the Bulletin are subject to revisions and the Department cannot guarantee of the accuracy of the information obtained from outside sources.

Highlights

- ⇒ **CCPI** decreased to **7.8%** in October 2017
- ⇒ **Exchange rate** depreciated to **US\$1=Rs. 153.55**
- ⇒ **Brent crude oil** increased to: **US\$ 61.31**per bbl
- ⇒ **Credit to private sector** decreased by **18.0%** in August 2017
- ⇒ **Tourist arrivals** up by **2.9%** during Jan-Sep 2017

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WEEK IN REVIEW

Domestic Economy

The GDP grew by 4.0 per cent in real terms in the second quarter of 2017, mainly due to the expansion of construction and financial activities coupled with the contraction of Agriculture sector.

NCPI increased to 8.6% in September 2017.

The total outstanding market liquidity decreased to a surplus of Rs. 19.76 bn by end of the 02 November 2017, compared to Rs. 17.88 bn by the end of 27 October 2017.

The All Share Price Index (ASPI) increased by 0.13% to 6,621 points and the S&P SL20 Index increased by 0.67% to 3,898 points, compared to the previous week.

International Developments

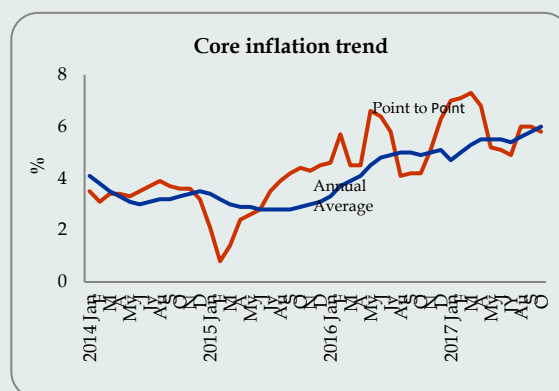
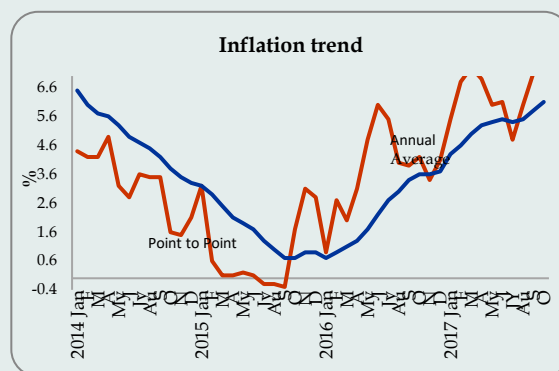
Global output is projected to grow by 3.5 percent in 2017 and 3.6 percent in 2018.

China's growth is expected to remain at 6.7 percent in 2017.

The growth forecast for the United States has been revised to 2.1 percent from 2.3 percent.

Japan's economy grew by 4.0 percent in the second quarter of 2017.

Month	CCPI (%)		Core Inflation (%)		NCPI (%)	
	(2013=100)		(2013=100)		(2013=100)	
	Point to Point	Annual Average	Point to Point	Annual Average	Monthly Change	Point to Point
Dec-15	4.6	0.9*	6.7	3.1*	1.1	4.2
Jan-16	1.7	2.1	3.6	4.9	-1.1	-0.7
Feb	2.9	2.1	4.4	5.0	-1.1	1.7
Mar	2.6	2.2	3.7	5.0	-0.7	2.2
Apr	3.4	2.4	3.5	4.9	1.5	4.3
May	4.8	2.7	5.6	5.0	1.9	5.3
Jun	5.5	3.0	5.4	5.1	2.1	6.4
Jul	5.8	3.4	5.0	5.1	-0.8	5.8
Aug	4.4	3.7	3.8	4.9	-1.6	4.5
Sep	4.2	3.9	3.7	4.8	0.2	4.7
Oct	4.1	4.0	3.8	4.6	4.0	5.0
Nov	4.0	4.0	4.8	4.5	4.0	4.1
Dec	4.5	4.0	5.8	4.4	4.0	4.2
Jan-17	5.5	4.3	7.0	4.7	1.1	6.5
Feb	6.8	4.6	7.1	5.0	0.5	8.2
Mar	7.3	5.0	7.3	5.3	-0.3	8.6
Apr	6.9	5.3	6.8	5.5	1.3	8.4
May	6.0	5.4	5.2	5.5	0.7	7.1
June	6.1	5.5	5.1	5.5	1.3	6.3
July	4.8	5.4	4.9	5.4	-0.8	6.3
Aug	6.0	5.5	6.0	5.6	-0.1	7.9
Sep	7.1	5.8	6.0	5.8	0.8	8.6
Oct	7.8	6.1	5.8	6.0	-	-



Source: Department of Census and Statistics, * Base year - 2006/2007 = 100

The point to point inflation of CCPI increased to 7.8 per cent in October 2017. The annual average of CCPI increased to 6.1 per cent in October 2017. Core inflation that measures the price movements of the items in the CCPI basket excluding fresh food, energy, transport, rice and coconut, decreased to 5.8 per cent, on point to point basis, while annual average core inflation increased to 6.0 per cent, in October 2017. The National Consumer Price Index (NCPI) covering price movements in all provinces of the country increased to 8.6 percent in September 2017, on year on year basis.

Contribution of Food Items to CCPI from September 2017 to October 2017

Commodity	Value Change Rs.	Change %
Food	568.27	0.79
Rice	59.35	0.08
Chicken	-28.16	-0.04
Dried Fish	-23.68	-0.03
Coconut	263.36	0.36
Sugar	8.48	0.01
Vegetables	189.85	0.26
Red Onions	38.21	0.05
Big Onions	-40.03	-0.06
Green chilies	14.89	0.02
Potatoes	-4.31	-0.01
Banana	44.96	0.06
Papaw	28.44	0.04
Mangoes	8.42	0.01

Source: Department of Census and Statistics

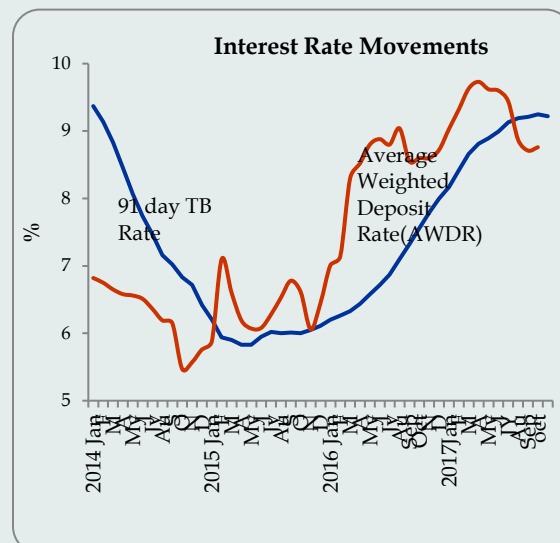
Movements of the CCPI in Food Item (2013=100)

Month	% Change Month to Month	Inflation	
		Point to Point	Annual Average
Apr-16	2.3	7.3	3.5
May	1.6	7.4	3.7
Jun	5.0	9.8	4.2
Jul	2.3	11.7	5.0
Aug	-4.5	8.3	5.5
Sep	-1.6	7.5	5.9
Oct	0.6	6.9	6.2
Nov	0.6	4.3	6.1
Dec	0.8	4.1	6.1
Jan-17	1.6	4.5	6.4
Feb	1.2	7.7	6.9
Mar	-0.7	9.2	7.4
Apr	1.7	8.6	7.5
May	2.3	9.3	7.6
Jun	4.8	9.1	7.6
Jul	-1.7	4.8	7.0
Aug	-2.5	6.9	6.9
Sep	1.6	10.4	7.1
Oct	2.6	12.6	7.6

Source: Department of Census and Statistics

Month	CCPI (2013 =100)	CCPI Point to Point Change	CCPI Annual Average Change	91 Days T Bill Rate	Real Interest Rate (Y on Y)	Real Interest Rate (Annual Avg)
Apr	109.5	3.4	2.4	8.45	5.05	6.05
May	111.5	4.8	2.7	8.80	4.00	6.10
June	113.2	5.5	3.0	8.86	3.36	5.86
Jul	113.9	5.8	3.4	8.80	3.00	5.40
Aug	112.1	4.4	3.7	9.04	4.64	5.34
Sep	111.8	4.2	3.9	8.55	4.35	4.65
Oct	112.1	4.1	4.0	8.60	4.50	4.60
Nov	113.6	4.0	4.0	8.60	4.60	4.60
Dec	114.7	4.5	4.0	8.72	4.22	4.72
Jan-17	116.1	5.5	4.3	9.03	3.53	4.73
Feb	116.7	6.8	4.6	9.32	2.52	4.73
Mar	116.5	7.3	5.0	9.63	2.33	4.63
Apr	117.1	6.9	5.3	9.73	2.83	4.43
May	118.2	6.0	5.4	9.62	3.62	4.22
June	120.1	6.1	5.5	9.60	3.50	4.10
July	119.4	4.8	5.4	9.44	4.64	4.04
Aug	118.8	6.0	5.5	8.87	2.87	3.37
Sep	119.7	7.1	5.8	8.71	1.61	2.91
Oct	120.8	7.8	6.1	8.76	0.96	2.66

Sources : Central Bank of Sri Lanka and Department of Census and Statistics



Interest Rate Movements

Category	Week Ending 02 nd Nov 2017	Week Ago	Month Ago	Year Ago
Standing Deposit Facility	7.25	7.25	7.00	7.00
Standing Lending Facility	8.75	8.75	8.00	8.50
Call Money Weekly Average	8.15	8.14	8.50	8.42
Treasury Bill (Yield rate)				
91 Days	8.75	8.76	-	8.60
182 Days	9.10	9.12	9.39	9.47
364 Days	9.48	9.51	10.11	10.10
Prime Lending Rate	11.25	11.32	11.98	11.98
	Oct-17		Month Ago	Year Ago
Commercial Bank Average Weighted Deposit Rate (AWDR)	9.22		9.25	7.79

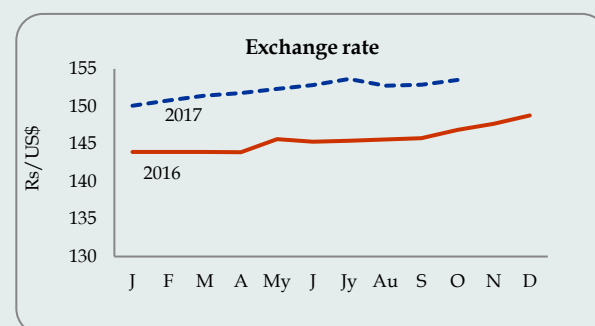
Source : Central Bank of Sri Lanka

Central Bank Standing Deposit Facility rate (SDF) and Standing Lending Facility rate (SLF) increased to 7.25 percent and 8.75 percent, respectively during this week.

The Prime Lending rate decreased to 11.25 per cent by week ending 02nd November 2017 and Commercial Bank Average Weighted Deposit Rate (AWDR) for the month of November 2017 was 9.22 percent.

Exchange Rates

Currency	Week Ending 02 nd Nov 2017	Week Ago	Year Ago	% Change 2016/17
US Dollar	153.55	153.52	148.13	3.7
Sterling Pound	204.18	201.65	181.29	12.6
Euro	179.06	178.63	163.88	9.3
Japanese Yen	1.35	1.35	1.43	-5.6
Indian Rupee	2.38	2.37	2.21	7.7



Source : Central Bank of Sri Lanka

The rupee depreciated against US Dollar, Euro, sterling pound and Indian Rupee while the rupee value appreciated against Japanese Yen.

Money Supply and Credit Growth

Item	Aug 2017	Jul 2017	Jun 2017	Aug 2016	Jul 2016	Jun 2016	Growth 2016 Aug/2017 Aug (%)
M ₁ (Rs Bn)	759.14	768.43	753.9	714.18	716.58	705.6	6.3
M ₂ (Rs Bn)	5,423.04	5,367.00	5,281.4	4,434.84	4,394.70	4,310.5	22.3
M _{2b} (Rs Bn)	6,050.58	5,986.62	5,872.5	4,988.56	4,940.43	4,843.7	21.3

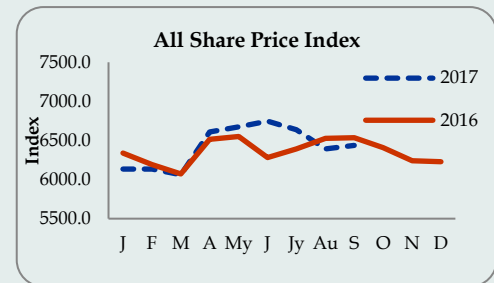
Item	Aug 2017	Month Ago	Year Ago	Growth 2016 Aug/2017 Aug (%)
Credit to Private Sector (Rs.bn)	4,609.05	4,555.81	3,905.88	18.0
DBUs	4,281.67	4,230.05	3,616.59	18.39
OBUs	327.38	325.75	289.29	13.17

Source: Central Bank of Sri Lanka

Share Market

Indicator	Week Ending 02 nd Nov2017	Week Ago	Year Ago
All Share Price Index (1985 = 100) (ASPI)	6,621	6,613	6,429
S & P Sri Lanka 20 Index (S & P SL20)	3,898	3,873	3,599
Average Daily Turnover (Rs.Mn)	1,314	833	340
Market Capitalization (Rs.Bn.)	3,011	3,007	2,741

Source: Colombo Stock Exchange



All Share Price Index (ASPI) increased by 8 index points and closed at 6,621 points compared to the fourth week of October 2017. The S & P Sri Lanka 20 Index (S & P SL20) increased by 25 to 3,898 index points. The Average Daily Turnover increased by Rs. 481 million and stationed at Rs. 1,314 million. Market capitalization reached Rs. 3,011 billion in the first week of November 2017.

Equity Trading Statistics

Indicator	Sep 2017	Sep 2016	Jan-Sep 2017	Jan-Sep 2016
Turnover -Equity (Rs. Mn.)	26,573.0	15,281.7	165,573.8	135,384.6
Domestic (Rs. Mn.)	14,047.9	9,921.3	89,028.9	84,091.1
Foreign (Rs. Mn.)	12,525.1	5,360.5	76,544.9	51,293.5
Market Days	19	20	181	179
Daily Turnover Avg. Equity (Rs. Mn.)	1,398.6	764.1	914.8	756.3
Trade Equity	95,563	112,244	727,064	882,201
Domestic	91,206	108,211	686,326	837,480
Foreign	4,357	4,033	40,738	44,721
Shares Traded -Equity	850.2	733.0	6,797.7	6,020.3
Domestic (Rs. Mn.)	636.9	640.6	5,286.9	4,906.3
Foreign (Rs. Mn.)	213.3	92.4	1,510.8	1,113.9
Companies Traded	276	270	278	275
Companies Listed	295	295	295	295

Market Indicators

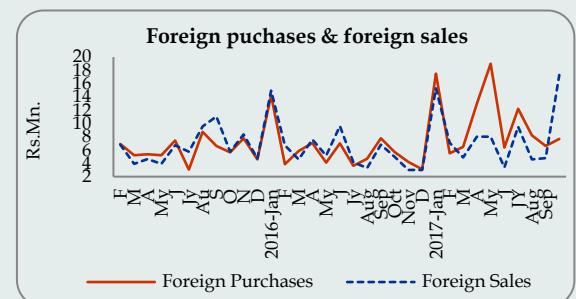
Price Indices	Sep 2017	Aug 2017
ASPI	6,438.24	6,390.74
S&P SL 20	3,687.97	3,685.96
Total Return Indicators		
ASTRI	8,542.52	8,478.46
S&P SL20 (TRI)	5,243.69	5,240.84
Market PER	10.71	10.36
Dividend Yield	2.94	3.07
Market Capitalization (Rs.Bn.)	2,919.70	2,897.75

Source: Colombo Stock Exchange

Stock Market - Foreign Purchases and Foreign Sales

Indicator	September 2017	Jan-Sep 2017
Purchases by Foreigners (Rs. Mn)	7,747.8	85,138.8
Sales by Foreigners (Rs. Mn)	17,302.4	67,953.8
Net Foreign Purchases (Rs. Mn)	(9,554.6)	17,185.0

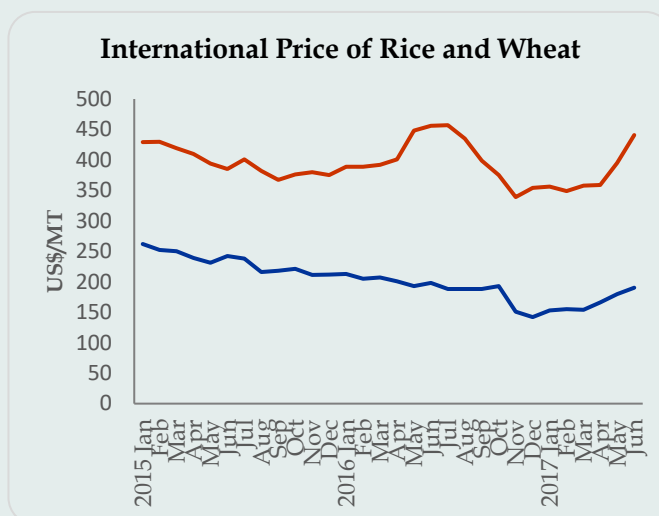
Source: Colombo Stock Exchange



COMMODITY PRICES

International Commodity Prices

Month	Rice Thai,100% US\$/MT	Wheat (HRW) US\$/MT
Dec	375	212
Jan-2016	389	213
Feb	389	205
Mar	392	207
Apr	401	201
May	448	193
Jun	456	198
Jul	457	188
Aug	435	188
Sep	399	188
Oct	375	193
Nov	339	151
Dec	354	142
Jan-2017	356	153
Feb	349	155
Mar	358	154
Apr	359	166
May	395	180
Jun	440	190



Source: FAO Web Site, Available at fao.org/worldfoodsituation/foodpricesindex

Commodity	Unit	Annual Averages			Monthly Averages		
		Jan-Dec	Jan-Dec	Jan-Dec	Apr	May	Jun
		2014	2015	2016	2017	2017	2017
Non Energy, Agriculture, Beverages							
Cocoa	\$/kg	3.06	3.14	2.89	1.96	1.98	2.00
Coffee, Arabica	\$/kg	4.42	3.53	3.61	3.43	3.31	3.16
Tea, auctions (3) average	\$/kg	2.72	2.71	2.64	3.06	3.18	3.19
Tea, Colombo auctions	\$/kg	3.54	2.96	3.24	4.27	4.12	3.90
Food, Fats & Oils							
Coconut Oil	\$/mt	1,280	1,110	1,475	1,580	1,687	1,697
Copra	\$/mt	854	735	982	1,044	1,113	1,119
Palm Oil	\$/mt	821	623	700	685	727	677
Grains							
Barley	\$/mt	138.2	194.3	158.5	137.0	138.0	138.0
Maize	\$/mt	192.9	169.8	159.2	156.4	158.6	157.9
Wheat, US HRW	\$/mt	284.9	204.5	166.6	166.1	180.4	189.6
Other Food							
Meat, Beef	\$/kg	4.95	4.42	3.93	4.25	4.41	4.53
Meat, Chicken	\$/kg	2.43	2.53	2.46
Sugar, World	\$/kg	0.37	0.30	0.40	0.36	0.35	0.31
Raw Materials, Timber							
Plywood	¢/sheets	517.3	451.2	503.3	495.9	486.6	492.3
Wood pulp	\$/mt	876.9	875.0	875.0	875.0	875.0	875.0
Other Raw Materials							
Rubber RSS3, US	\$/kg	1.95	1.57	1.61	2.21	2.10	1.72
Fertilizers							
Phosphate Rock	\$/mt	110.2	117.5	112.2	96.0	93.0	93.0
TSP	\$/mt	388.3	385.0	290.5	276.0	273.0	277.0
Urea	\$/mt	316.2	272.9	199.3	205.0	180.0	185.0
Metals and Minerals							
Aluminum	\$/mt	1,867	1,665	1,604	1,921	1,913	1,885
Gold	\$/toz	1,266	1,161	1,249	1,267	1,246	1,260
Iron ore	\$/dmt	96.9	55.8	58.4	70.2	62.4	57.5

Source: The World Bank, Available at worldbank.org/WBSITE/EXTERNAL/EXTDEC/EXTDECPROPECTS

¢= US cent

\$= US dollar

Crude Oil Prices - Singapore Plattes Prices (US\$/bbl)

Item	Oct 30	Oct 31	Nov 01	Nov 02	Nov 03	Week Ago	Month Ago	Year Ago
Brent (New York Closing Prices) (US \$/bbl.)	60.49	60.83	61.21	60.65	62.07	59.43	55.96	47.41
WTI (US\$/bbl.)	53.97	54.04	54.67	54.35	55.64	52.70	50.46	45.84
Petrol	70.65	70.15	71.75	71.15	71.50	69.35	66.40	56.95
Diesel	69.66	69.68	70.65	69.09	68.79	68.67	65.95	56.72
Kerosene	71.48	71.33	72.32	71.03	71.07	70.37	67.24	56.12

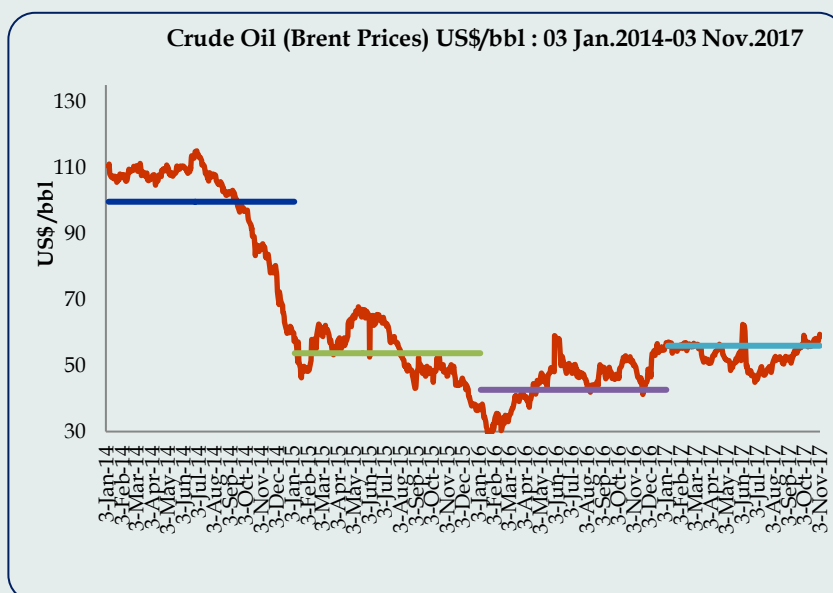
Source: Central Bank of Sri Lanka

Crude Oil Prices (Monthly Average)

Month	WTI European Market (US\$/bbl)	Brent (US\$/bbl)
Mar-16	37.64	39.66
Apr	40.80	42.86
May	47.58	46.84
Jun	48.83	49.82
Jul	45.32	46.88
Aug	44.61	46.82
Sep	44.26	46.52
Oct	49.91	51.38
Nov	45.85	45.96
Dec	54.74	52.04
Jan-17	52.83	55.67
Feb	53.41	55.99
Mar	49.92	52.76
Apr	51.27	53.98
May	51.59	48.77
Jun	47.71	45.34
July	49.02	46.93
Aug	51.87	48.18
Sep	49.76	55.44
Oct	54.04	60.83
Nov*	55.64	62.07

Source: Central Bank of Sri Lanka

*up to 03rd Nov 2017

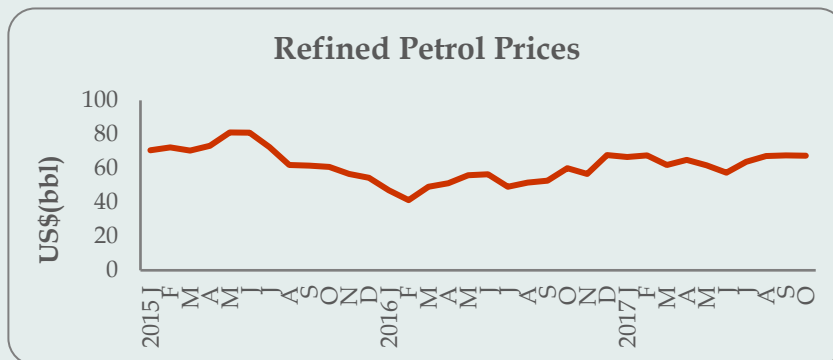


Monthly Average Refined Product Prices -Singapore Plattes Prices (US\$/bbl)

Month	Petrol	Diesel	Kerosene
Mar	49.20	45.23	47.13
Apr	51.26	47.94	49.52
May	55.98	54.28	55.19
Jun	56.48	57.97	58.14
Jul	49.24	54.12	54.49
Aug	51.60	53.09	53.53
Sep	52.81	54.25	55.18
Oct	60.15	60.63	60.98
Nov	56.63	56.03	56.62
Dec	67.80	66.34	64.87
Jan-17	66.75	64.70	65.13
Feb	67.55	66.31	66.25
Mar	61.93	62.43	61.85
Apr	64.83	63.92	63.92
May	61.60	60.45	60.84
Jun	57.38	56.81	57.12
July	59.10	59.76	59.87
Aug	64.73	62.02	61.11
Sep	67.66	66.53	67.97
Oct	70.15	69.68	71.33
Nov*	71.50	68.79	71.07

Source: Central Bank of Sri Lanka

*up to 03rd Nov 2017



Local Market Prices of Petroleum Products

Item	Unit	End 2014	End 2015	End 2016	Current Price 2017
Auto Diesel	1 liter	111.00	95.00	95.00	95.00
Petrol (Octane 92)	1 liter	150.00	117.00	117.00	117.00
Kerosene oil	1 liter	81.00	49.00	49.00	44.00
L P Gas	12.5 kg	1,896.00	1,346.00	1,321.00	1,321.00

Wholesale Prices
Week Ending -02nd November 2017 (Rs /Kg)

Pettah Market

Dambulla Market

Average Wholesale Prices	Week Ending 02/11/2017	Week Ago	% Change	Year Ago Annual Avg.
Rice (Rs/Kg)				
Samba	105.00	104.00	1.0	80.97
Kekulu (Red)	84.00	84.00	0.0	60.29
Vegetable				
Beans	104.00	124.00	-16.1	147.16
Cabbage	88.00	96.00	-8.3	76.62
Carrots	150.00	118.00	27.1	121.42
Tomatoes	108.00	132.00	-18.2	75.00
Pumpkins	57.00	50.00	14.0	60.29
Snake Gourd	118.00	92.00	28.3	76.18
Brinjals	132.00	118.00	11.9	66.57
Ash Plantains	85.00	77.00	10.4	67.65
Other Foods				
Red-Onions (Local)	383.00	327.00	17.1	92.66
Big Onions (Local)	155.00	148.00	4.7	74.50
Potatoes (N'Eliya)	115.00	108.00	6.5	122.58
Dried Chilies (Imported)	200.00	200.00	0.0	293.68
Dhal (Indian)	128.00	132.00	-3.0	160.16
Eggs (Red) (Each)	12.00	9.50	26.3	14.30
Coconut (Each)	75.00	71.00	5.6	34.69
Fish (Rs/Kg)				
Kelawalla	400.00	500.00	-20.0	508.20
Balaya	240.00	150.00	60.0	327.29
Salaya	120.00	80.00	50.0	141.43
Paraw (Small)	400.00	400.00	0.0	540.36

Source: Central Bank of Sri Lanka

Food Item	Wholesale (Average)
Rice (Rs/Kg)	
Samba	102.50
Kekulu (Red)	87.50
Vegetables	
Pumpkins	120.00
Snake Gourd	200.00
Ash Plantains	160.00
Beans	180.00
Carrots	200.00
Tomatoes	113.00
Other Foods	
Potatoes (N'Eliya)	93.50
Dried Chilies (Imported)	196.50
Big-Onions (Local)	156.50
Red-Onions (Local)	337.00
Coconut (Each)	68.50

Source: Central Bank of Sri Lanka

Marandaghamula Average Price of Rice (Rs /Kg)

Item	Week Ending 02/11/2017	Week Ago	Month Ago	Year Ago
Samba	101.38	101.70	101.13	77.58
Sudu Kekulu	87.50	87.50	87.13	62.91
Raw Red	81.50	81.60	81.61	59.59
Nadu	94.75	94.90	94.08	66.62

Source: Central Bank of Sri Lanka

Weekly Retail Commodity Prices -3rd Week of October 2017

Rs.

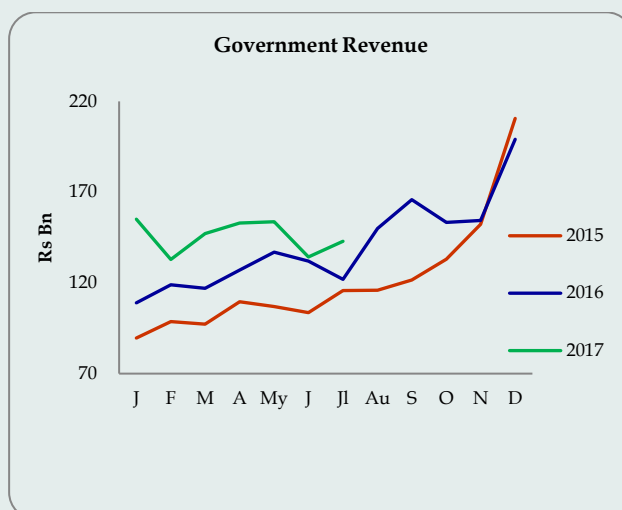
Item	Unit	This Week	Week Ago	% Change	Year Ago
Rice					
Samba(Avg.)	1 kg	102.36	102.11	0.2	90.98
No. 1	1 kg	107.86	107.42	0.4	94.50
No. 2	1kg	96.86	96.80	0.1	87.45
Nadu Red	1kg	102.90	102.38	0.5	81.73
Raw Red (Avg)	1kg	91.38	91.61	-0.3	72.09
No. 1	1kg	95.57	95.40	0.2	75.03
No. 2	1kg	87.20	87.83	-0.7	69.14
Wheat Flour	1 kg	90.00	90.06	-0.1	88.54
Bread	450g	58.31	58.18	0.2	58.14
Sugar	1 kg	112.79	111.65	1.0	96.90
Lakspray	400g	325.00	325.00	0.0	325.00
Potatoes (Import)	1 kg	122.62	120.21	2.0	110.90
Potatoes (Local)	1kg	164.38	162.67	1.1	142.36
Red Dhal(Avg)	1kg	180.23	179.44	0.4	193.57
Cowpea (Avg)	1kg	321.48	318.17	1.0	258.54
Green Gram(Avg)	1kg	257.10	253.30	1.5	228.73
Kadalai (Avg)	1kg	351.18	346.50	1.4	276.59
Meat					
Beef	1kg	954.12	945.00	1.0	839.83
Chicken					
Fresh	1kg	500.00	495.33	0.9	562.22
Broiler	1kg	420.00	420.00	0.0	410.00
Fresh Fish					
Paraw	1 kg	1,056.88	1,082.63	-2.4	918.38
Balaya	1 kg	544.00	585.00	-7.0	652.56
Kelawalla	1 kg	977.33	1,057.89	-7.6	890.03
Salaya	1 kg	187.20	193.75	-3.4	172.00
Dried Fish					
Sprats	1 kg	729.64	718.62	1.5	589.99
Eggs	Each	11.71	11.69	0.2	14.42
Coconut	Each	77.06	76.39	0.9	45.82
Coconut Oil	750ml	289.36	288.59	0.3	222.98
Red Onions	1 kg	346.20	343.41	0.8	124.48
B- Onions (Import)	1 kg	146.05	144.29	1.2	79.85
Brinjal	1kg	211.22	206.50	2.3	124.34
Beans Green	1 kg	191.27	182.63	4.7	185.84
Cabbage	1 kg	180.00	172.63	4.3	128.85
Leeks	1 kg	194.48	198.86	-2.2	140.16
Beet Root	1kg	143.21	147.33	-2.8	111.92
Carrot	1kg	186.34	178.44	4.4	134.94
Tomatoes	1kg	208.45	202.60	2.9	102.34
Radish	1kg	138.24	135.29	2.2	106.88
Vetakolu	1kg	177.00	182.00	-2.7	139.92
Snake Gourd	1kg	165.41	167.76	-1.4	122.56
Bandakka	1kg	138.65	137.00	1.2	120.55
Kolikuttu	1kg	230.81	221.68	4.1	248.16
Papaw	1kg	120.21	120.21	0.0	122.81
Pineapple	1kg	169.09	170.91	-1.1	301.55

Source: Department of Census and Statistics

FISCAL SECTOR AND GOVERNMENT DEBT

Summary of Government Revenue

Item	2015	2016	2017 (Jan-Apr)
Tax Revenue	1,355,779	1,463,689	554,294
Income Tax	262,583	258,857	84,475
VAT	219,700	283,470	152,570
Excise Duty	497,623	454,952	155,697
Nation Building Tax	45,004	57,424	22,763
PAL	58,644	88,823	32,353
Customs Duty	132,189	156,487	47,392
SCL	52,276	55,825	24,091
Cess	46,289	61,730	20,214
License Fee and Other	41,471	46,121	14,739
Non Tax Revenue	99,099	222,372	34,725
Total Revenue	1,454,878	1,686,061	589,019



Source: Department of Fiscal Policy

(a) provisional

Government Debt

Government Debt (Rs.bn)	End 2016	Jan-Jun 2017(a)
Total Domestic Debt	5,341.5	5,666.5
Total Foreign Debt	4,045.8	4,497.4
Total Government Debt	9,387.3	10,163.9

Source: Central Bank of Sri Lanka

(a) provisional

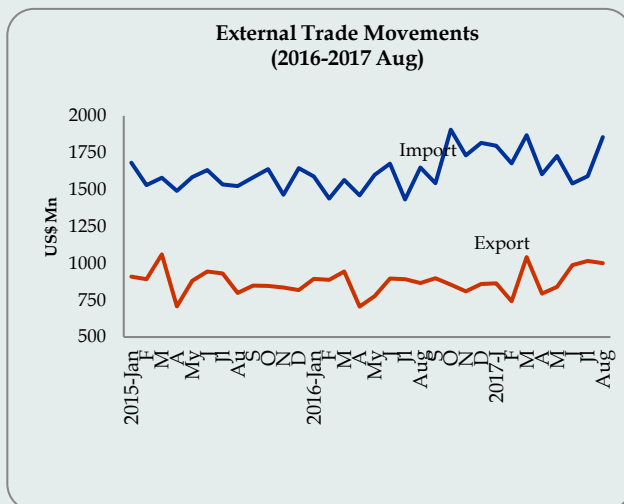
Key Fiscal Indicators 2015-2016-2017

Indicator	Unit	2015	2016	2017 Jan-Apr
Budget Deficit	Rs Mn	-829,502	-640,326	-233,171
	% of GDP	-7.4	-5.4	-
Total Revenue	Rs Mn	1,454,878	1,686,061	589,019
	% of GDP	13.0	14.2	-
Tax Revenue	Rs Mn	1,355,779	1,463,689	554,294
	% of GDP	12.1	12.4	-
Non Tax Revenue	Rs Mn	99,099	222,372	34,725
	% of GDP	0.9	1.9	-
Recurrent Expenditure	Rs Mn	1,701,657	1,757,782	822,840
	% of GDP	15.2	14.8	-
Public Investment	Rs Mn	602,768	594,012	201,012
	% of GDP	5.4	5.0	-
Government Debt	Rs Mn	8,503,227	9,387,303	-
	% of GDP	77.6	79.3	-

Compiled by Department of Fiscal Policy

Category	Aug 2016 (US\$ Mn)	Aug 2017 (US\$ Mn)	Growth Rate (%)	Jan-Aug 2016 (US\$ Mn)	Jan-Aug 2017 (US\$ Mn)	Growth Rate (%)
Exports	866.3	1,000.6	15.5	6,888.1	7,413.1	7.6
Agricultural	208.0	255.4	22.8	1,520.6	1,815.0	19.4
Tea	108.9	131.3	20.6	835.0	1,002.7	20.1
Other	99.1	124.1	25.2	685.6	812.3	18.5
Industrial	654.3	740.1	13.1	5,337.6	5,562.3	4.2
Rubber Products	68.2	71.0	4.1	508.4	538.1	5.8
Textiles and Garments	393.4	433.2	10.1	3,333.7	3,283.4	-1.5
Food, Beverage and Tobacco	25.6	34.8	35.8	222.4	259.1	16.5
Other	167.1	201.1	20.4	1,273.1	1,481.7	16.4
Mineral	2.5	3.8	50.0	19.7	24.5	24.6
Unclassified	1.5	1.4	-6.6	10.2	11.3	10.1
Imports	1,649.1	1,856.9	12.6	12,402.9	13,599.1	9.6
Consumer Goods	393.7	393.8	0.0	2,824.9	2,952.1	4.5
Food and Beverages	142.6	147.9	3.7	1,039.1	1,204.5	15.9
Other Consumer Goods	251.1	245.9	-2.1	1,785.8	1,747.6	-2.1
Intermediate Goods	824.0	1,020.8	23.9	6,309.0	7,271.7	15.3
Petroleum	180.6	312.5	73.0	1,500.8	2,152.8	43.4
Textiles & Textile Articles	220.0	237.4	7.9	1,764.7	1,781.3	0.9
Other Intermediate Goods	423.4	470.9	11.2	3,043.5	3,337.6	9.7
Investment Goods	429.7	438.7	2.1	3,259.6	3,237.7	-0.7
Machinery and Equipment	218.9	224.3	2.5	1,815.4	1,738.3	-4.2
Transport Equipment	66.3	59.7	-10.0	414.3	438.6	5.9
Building Material	144.1	153.9	6.8	1,025.7	1,054.8	2.8
Other Investment Goods	0.3	0.8	129.7	4.1	6.0	45.8
Unclassified	1.7	3.6	112.1	9.4	137.5	1,358.3
Trade Balance	-782.8	-856.3	9.4	-5,514.8	-6,186.0	12.2

Source: Central Bank of Sri Lanka



- Export earnings during January to August 2017 increased by 7.6 percent mainly due to the expansion of earnings from agriculture, industry and mineral exports. The earnings for the month of August 2017 increased by 15.5 percent, compared to the respective period of 2016.
- On a cumulative basis, expenditure on imports increased by 9.6 percent for the period during January to August 2017. Expenditure on imports for the month of August 2017 increased by 12.6 percent reflecting the performance of imports of intermediate goods and consumer goods.
- Trade deficit widened to US\$ 856.3 Mn in August 2017 over the same period of 2016.

Month	Arrivals				Earnings US\$ Mn			
	2015	2016	2017	% change 2016/17	2015	2016	2017	% change 2016/17
Jan	156,246	194,280	219,360	12.9	248.7	333.3	376.3	12.9
Feb	165,541	197,697	197,517	0.0	274.4	339.0	339.0	0.0
Mar	157,051	192,841	188,076	-2.5	260.3	330.8	322.7	-2.5
Apr	122,217	136,367	160,249	17.5	202.6	226.0	274.9	21.6
May	113,529	125,044	121,891	2.5	188.2	214.5	209.1	-2.5
Jun	115,467	118,038	123,351	4.5	191.4	195.6	211.6	8.2
July	175,804	209,351	205,482	-1.9	291.4	359.2	352.5	-1.9
Aug	166,610	186,288	190,928	2.5	276.1	319.6	327.6	2.5
Sep	143,374	148,499	145,077	-2.3	237.6	254.8	248.9	-2.3
Oct	132,280	150,419			219.2	249.3		
Nov	144,147	167,217			238.9	277.1		
Dec	206,114	224,791			341.6	372.6		
Total	1,798,380	2,050,832	1,551,931*	2.9*	2,980.7	3,399.1	2,662.6*	2.9*

Source: Sri Lanka Tourism Development Authority

*Jan-June



Tourism

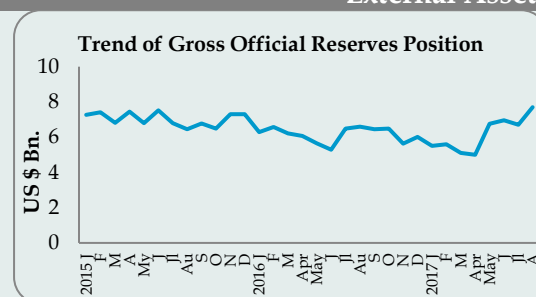
Earnings from tourism increased to US \$ 2,662.6 Mn. during Jan-Sep 2017 with an increase of 2.9 per cent over the same period of 2016.

The number of tourist arrivals decreased to 145,077 in September 2017.

External Assets

External Assets (US\$ Mn)	Aug 2017	Jul 2017	Jun 2017
Total Reserves	n.a.	8,993.7	7,534.3
Gross Official Reserves	7,693.6	6,710.5	5,048.1

Source: Central Bank of Sri Lanka



Official reserves

The total reserves and gross official reserves were US\$ 9.0 Bn and US\$ 6.7 Bn, respectively by end July 2017. Total foreign reserves were sufficient to 5.3 months of imports and the gross official reserves were equivalent to 3.9 months of imports. Workers' remittances decreased by 16.7 per cent in dollar terms to US \$ 481.4 Mn. in September 2017.

Private Remittances

Category	2016 Sep	2017 Sep(a)	2016 Jan-Sep	2017 Jan-Sep(a)	% Change
Inflow US\$ Mn	577.9	481.4	5,382.0	4,984.7	-7.4
Rs. Bn	84.2	73.6	779.5	758.2	-2.7

Source: Central Bank of Sri Lanka

(a) Provisional

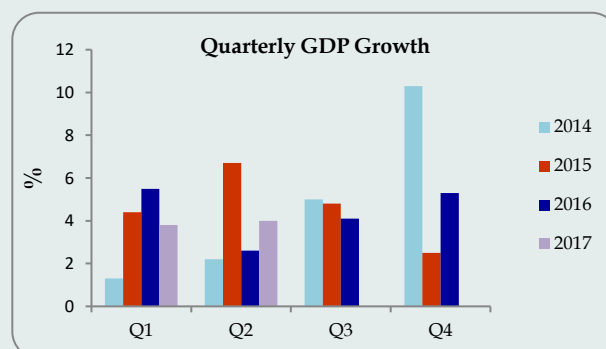
PRODUCTION

QUARTERLY GDP GROWTH (%)

	1 st Q	2 nd Q	3 rd Q	4 th Q	Annual
2013	3.6	5.9	4.0	0.5	3.4
Agriculture	2.2	3.9	4.5	2.5	3.2
Industry	6.7	6.0	2.8	0.6	4.1
Service	2.9	7.7	5.5	-0.8	3.8
2014	1.3	2.2	5.0	10.3	4.9
Agriculture	7.3	4.1	3.2	5.0	4.9
Industry	-1.5	-2.8	7.8	11.7	3.5
Service	1.9	4.0	3.0	11.7	5.2
2015	4.4	6.7	4.8	2.5	4.8
Agriculture	5.9	10.4	7.3	-0.5	5.5
Industry	1.4	3.9	4.9	1.9	3.0
Service	5.4	6.9	6.5	2.7	5.3
2016	5.5	2.6	4.1	5.3	4.4
Agriculture	1.9	-5.6	-1.9	-8.4	-4.2
Industry	8.3	2.2	6.8	9.2	6.7
Service	4.9	4.9	4.7	4.6	4.2
2017	3.8	4.0			
Agriculture	-3.2	-2.9			
Industry	6.3	5.2			
Service	3.5	4.5			

Source: Department of Census & Statistics

Note: Growth rate of value added terms based on year 2010



GDP grew by 4.0%

The Sri Lankan economy grew by 4.0% during the 2nd quarter 2017 compared to 2.6% growth recorded in same period of 2016. The growth was mainly supported by expands of Industry sector by 5.2% and Service sector by 4.5%. However, Agriculture sector contracted by 2.9%.

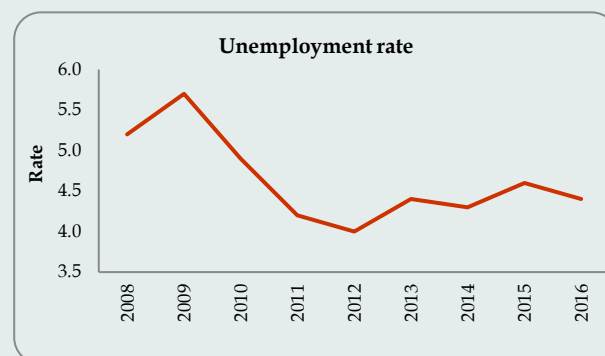
Labour Force Statistics

Employment	2017 2 nd Quarter* (a)	2017 1 st Quarter* (a)	2016 Annual (a)	2015 Annual
Labour Force Participation Rate	53.9	54.7	53.8	53.8
Unemployment Rate	4.5	4.1	4.4	4.7
By Gender				
Male	3.0	2.7	2.9	3.0
Female	7.1	6.5	7.0	7.6
By Age Group				
20-29	14.6	12.5	14.2	14.2
20-24	18.4	17.4	19.9	19.7
25-29	11.3	8.0	9.2	9.4

Source: Department of Census & Statistics

(a) Data cover the entire island

* Provisional



Paddy Production

Category	2016			2017		
	2015/2016 Maha	2016 Yala	Total	2016/2017 Maha	2017 Yala	Total
Production						
Mn.Mt	2.90	1.55	4.45	1.48	1.02	2.50
Bushels Mn.	139	73	212	71.2	48.8	120.0
Net Extent Harvested						
Hectares ('000)	667	344	1,011	-	-	-
Acres ('000)	1,649	849	2,498	-	-	-
Average Yield kg per ha	4,349	4,417	8,766	-	-	-

Source: Department of Census & Statistics

(a)provisional

The paddy production in 2017 Yala season decreased by 34.2 percent to around 1.0 million mt, compared to the 1.6 million mt recorded in 2016. The total paddy production in 2017 decreased by 43.8 percent to around 2.5 million mt, compared to the 4.5 million mt recorded in 2016.

Tea, Rubber & Coconut Production

Category	2016 Jan-Aug	2017 Jan-Aug	% Change
Production			
Tea (Mn. Kg)	199.0	205.8	3.4
Rubber (Mn. Kg)	58.6	58.2	-0.6
Coconut (Mn. Nuts)	1,998.9	1,708.2	-14.6
Exports (US\$ Mn)			
	2016 Aug	2017 Aug	
Tea	108.9	131.3	20.6
Rubber	2.3	2.6	15.3
Coconut	32.3	33.8	4.5
Colombo Auction Prices			
	2016 July	2017 July	
Tea (Rs./ Kg)	452.28	592.46	30.9
Rubber (Rs./ Kg)	254.38	352.50	38.6
Coconut (Rs/nut)	23.25	42.88	84.4

Source: Central Bank of Sri Lanka and Forbes & Walkers Commodity Brokers Pvt Ltd

Factory Industrial Production Index (2010=100)

Item (a)	2016 July (b)	2017 July (c)	Growth %
Manufacture of Food Products	101.8	104.2	2.3
Manufacture of Beverages	102.8	91.8	-10.7
Manufacture of Tobacco Products	114.8	111.3	-3.0
Manufacture of Textiles	108.8	110.7	1.8
Manufacture of Wearing Apparel	106.1	109.4	3.1
Manufacture of Leather and Related Products	103.6	113.1	9.2
Manufacture of Wood products ,except Furniture	98.5	108.3	9.9
Manufacture of Paper and Paper Products	103.4	108.5	4.9
Printing and Reproduction of Recorded Media	101.2	108.6	7.4
Manufacture of Coke and Refined Petroleum Products	106.7	83.2	-22.0
Manufacture of Chemicals and Chemical Products	105.3	97.4	-7.5
Manufacture of Pharmaceuticals, Medicinal Chemicals	120.4	132.5	10.0
Manufacture of Rubber and Plastic Products	105.2	108.0	2.6
Manufacture of Other Non-Metallic Mineral Products	102.5	109.2	6.6
Manufacture of Basic Metals	102.7	123.2	20.0
Manufacture of Fabricated Metal Products	106.8	123.7	15.8
Manufacture of Electrical Equipment	95.6	104.2	9.0
Manufacture of Machinery and Equipment n.e.c	113.7	117.8	3.6
Manufacture of Furniture	120.9	113.1	-6.4
Manufacture of other Manufacturing	96.0	103.7	8.0
Factory Industry Production Index	104.1	104.9	0.8

Source: Central Bank of Sri Lanka

(a) The Factory Industrial Production Index (FIPI) has been replaced with the Index of Industrial Production (IIP)

(b) Revised

(c) Provisional