

WEEKLY ECONOMIC REPORT

May 12, 2017

Department of Fiscal Policy



CCPI increased to 6.9% in April 2017



NCPI increased to 8.6 % in March 2017



Trade deficit widened to 35.7% in February 2017



GDP grew by 4.4 % in 2016



Exchange rate depreciated to US\$1=Rs. 152.33



Credit to private sector increased by 21.4% in March 2017



Brent crude oil increased to: US\$ 50.40 per bbl



Government revenue enhanced by 8.0 % in 2016



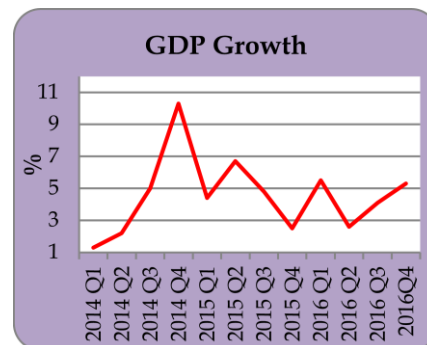
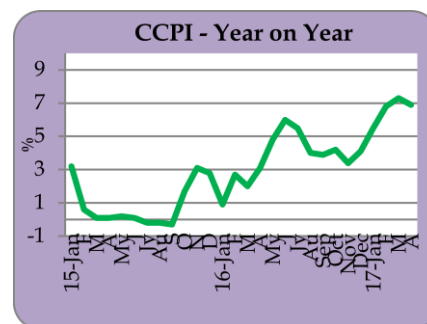
Tourist arrivals up by 6.1% during Jan-April 2017



Unemployment rate was 4.4% in 2016



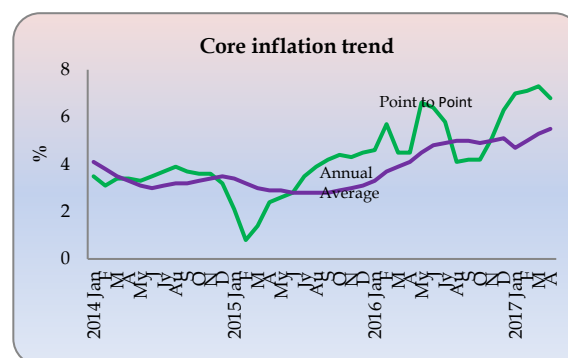
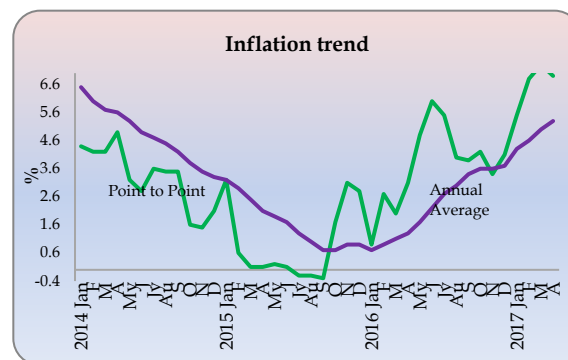
Worker's Remittance declined by 3.3% during Jan-Mar 2017



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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
Jun-15	1.5	1.7*	4.7	2.8*	1.0	2.7
Jul	1.1	1.3*	5.0	2.8*	-0.2	1.8
Aug	1.0	1.0*	5.2	2.8*	-0.5	1.9
Sep	1.1	0.7*	5.6	2.8*	0.0	1.9
Oct	2.9	0.7*	5.5	2.9*	0.7	3.0
Nov	4.4	0.9*	6.5	3.0*	2.6	4.8
Dec	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	-	-



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

The point to point inflation of CCPI decreased to 6.9 per cent in April 2017. The annual average of CCPI increased to 5.3 per cent in April 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 6.8 per cent, on point to point basis, while annual average core inflation increased to 5.5 per cent, in April 2017. The National Consumer Price Index (NCPI) covering price movements in all provinces of the country increased to 8.6 percent in March 2017, on year on year basis.

Contribution of Food Items to CCPI from March 2017 to April 2017

Commodity	Value Change Rs.	Change %
Food	342.60	0.49
Chicken	45.85	0.07
Dried Fish	14.20	0.02
Coconut	82.45	0.12
Coconut Oil	5.26	0.01
Vegetables	108.13	0.15
Red Onions	6.08	0.01
Dhal	-9.54	-0.01
Green chilies	-14.12	-0.02
Sugar	16.41	0.02
Banana	7.59	0.01
Papaw	42.98	0.06
Limes	-13.27	-0.02
Mangoes	13.62	0.02

Source: Department of Census and Statistics

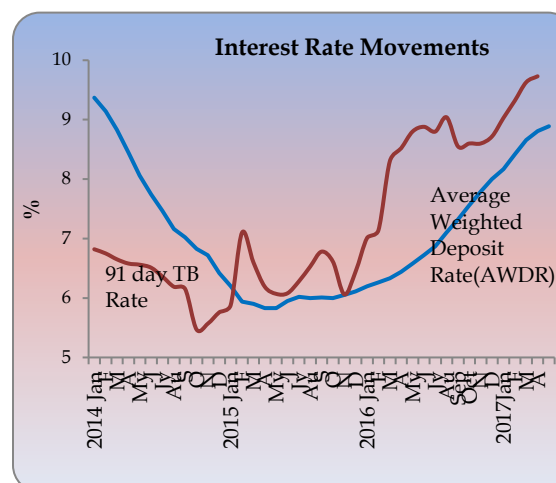
Movements of the CCPI in Food Item (2013=100)

Month	% Change Month to Month	Inflation	
		Point to Point	Annual Average
Oct-15	1.1	3.2	5.1
Nov	3.2	5.7	5.1
Dec	0.9	4.1	4.9
Jan-16	1.2	0.9	4.4
Feb	-1.7	2.0	3.7
Mar	-2.1	3.1	3.3
Apr	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

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)
Oct	107.7	2.9	0.7	6.61	3.71	5.91
Nov	109.2	4.4	0.9	6.06	1.66	5.16
Dec	109.8	4.6	0.9	6.45	1.85	5.55
Jan-16	110.0	1.7	2.1	7.01	5.31	4.91
Feb	109.3	2.9	2.1	7.14	4.24	5.04
Mar	108.6	2.6	2.2	8.30	5.70	6.10
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

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



Interest Rate Movements

Category	Week Ending 12 th May 2017	Week Ago	Month Ago	Year Ago
Standing Deposit Facility	7.25	7.25	7.00	6.50
Standing Lending Facility	8.75	8.75	8.00	8.00
Call Money Weekly Average	8.75	8.74	8.50	8.15
Treasury Bill (Yield rate)				
91 Days	-	-	-	-
182 Days	10.43	10.53	9.39	9.40
364 Days	10.73	10.83	10.11	10.37
Prime Lending Rate	11.98	11.89	11.98	10.01
	Apr-17		Month Ago	Year Ago
Commercial Bank Average Weighted Deposit Rate (AWDR)	8.89		8.81	6.58

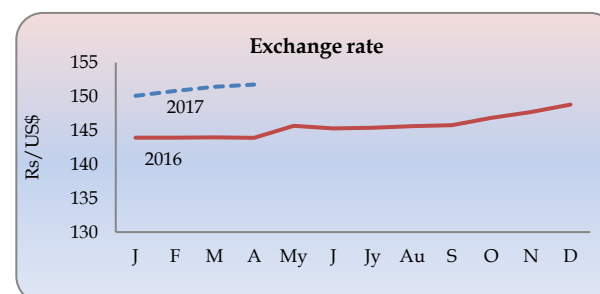
Source : Central Bank of Sri Lanka

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 increased to 11.98 per cent by week ending 12th May 2017 and Commercial Bank Average Weighted Deposit Rate (AWDR) for the month of April 2017 was 8.89 percent.

Exchange Rates

Currency	Week Ending 12 th May 2017	Week Ago	Month Ago	Year Ago	% Change 2016/17
US Dollar	152.33	152.32	146.62	145.60	4.6
Sterling Pound	196.44	196.81	188.55	210.43	-6.6
Euro	165.61	167.19	163.20	166.44	-0.4
Japanese Yen	1.34	1.35	1.42	1.34	0.0
Indian Rupee	2.36	2.37	2.20	2.19	7.8

Source : Central Bank of Sri Lanka



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

Money Supply and Credit Growth

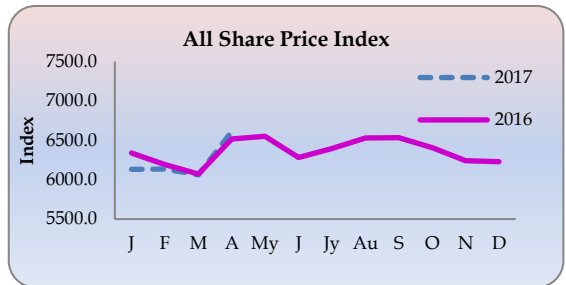
Item	Mar 2017	Feb 2017	Jan 2017	Mar 2016	Feb 2016	Jan 2016	Growth 2016 Mar/2017 Mar (%)
M ₁ (Rs Bn)	782.0	744.6	742.9	729.6	700.5	692.4	7.2
M ₂ (Rs Bn)	5,096.2	4,951.3	4,866.0	4,206.4	4,158.4	4,103.0	21.2
M _{2b} (Rs Bn)	5,677.4	5,552.0	5,460.4	4,731.6	4,703.8	4,638.3	19.9

Item	Mar 2017	Month Ago	Year Ago	Growth 2016 Mar /2017 Mar (%)
Credit to Private Sector (Rs.bn)	4,375.2	4,293.2	3,634.6	20.4
DBUs	4,065.8	3,965.9	3,368.7	20.7
OBU's	309.4	327.3	265.8	16.4

Source: Central Bank of Sri Lanka

Share Market

Indicator	Week Ending 12 th May 2017	Week Ago	Year Ago
All Share Price Index (1985 = 100) (ASPI)	6,672	6,641	6,656
S & P Sri Lanka 20 Index (S & P SL20)	3,850	3,802	3,507
Average Daily Turnover (Rs.Mn)	670	732	928
Market Capitalization (Rs.Bn.)	2,941	2,927	2,836



Source: Colombo Stock Exchange

All Share Price Index (ASPI) increased by 31 index points and closed at 6,672 points compared to the first week of May 2017. The S & P Sri Lanka 20 Index (S & P SL20) increased by 48 to 3,850 index points. The Average Daily Turnover decreased by Rs. 62million and stationed at Rs.670 million. Market capitalization reached Rs. 2,941 billion in the second week of May 2017.

Equity Trading Statistics Market Indicators

Indicator	April 2017	April 2016	Jan-Apr 2017	Jan-Apr 2016
Turnover -Equity (Rs. Mn.)	26,161.5	14,256.9	71,722.4	59,112.2
Domestic (Rs. Mn.)	12,616.3	9,651.7	35,621.5	36,663.1
Foreign (Rs. Mn.)	13,545.2	4,605.1	36,100.9	22,449.1
Market Days	17	18	79	76
Daily Turnover Avg. Equity (Rs. Mn.)	1,538.9	792.0	907.9	777.8
Trade Equity	89,494	106,605	252,799	342,347
Domestic	83,507	101,834	236,344	323,508
Foreign	5,987	4,771	16,455	18,839
Shares Traded Equity	997.9	598.6	2,766.9	2,716.6
Domestic (Rs. Mn.)	833.7	515.1	1,895.2	2,144.8
Foreign (Rs. Mn.)	164.2	83.4	871.8	571.8
Companies Traded	275	269	277	274
Companies Listed	295	294	295	294

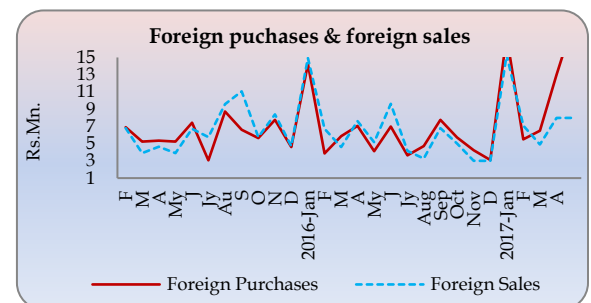
Price Indices	Apr 2017	Mar 2017
ASPI	6,610.46	6,061.94
S&P SL 20	3,786.39	3,438.88
Total Return Indicators		
ASTRI	8,755.66	8,027.22
S&P SL20 (TRI)	5,330.96	4,832.17
Market PER	12.62	11.87
Dividend Yield	2.71	2.98
Market Capitalization (Rs.Bn.)	2,908.77	2,662.86

Source: Colombo Stock Exchange

Stock Market - Foreign Purchases and Foreign Sales

Indicator	Apr 2017	Jan-Apr 2017
Purchases by Foreigners (Rs. Mn)	18,928.9	44,014.7
Sales by Foreigners (Rs. Mn)	8,161.5	28,187.3
Net Foreign Purchases (Rs. Mn)	10,767.4	15,827.4

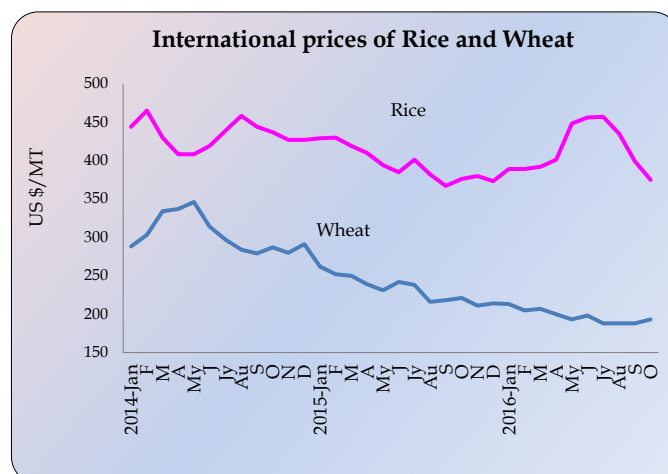
Source: Colombo Stock Exchange



COMMODITY PRICES

International Commodity Prices

Month	Milk Powder Average Price US\$/MT	Rice Thai,100% US\$/MT	Wheat (HRW) US\$/MT
Apr	2,780	410	239
May	2,637	394	231
Jun	2,455	385	242
Jul	2,164	401	238
Aug	1,912	382	216
Sep	2,148	367	218
Oct	2,597	376	221
Nov	2,420	380	211
Dec	2,279	375	212
Jan-2016	2,134	389	213
Feb	2,094	389	205
Mar	2,058	392	207
Apr	2,046	401	201
May	2,064	448	193
Jun	2,192	456	198
Jul	2,284	457	188
Aug	2,506	435	188
Sep	2,831	399	188
Oct	2,874	375	193



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

Commodity	Unit	Annual Averages			Monthly Averages		
		Jan-Dec	Jan-Dec	Jan-Dec	Aug	Sep	Oct
		2013	2014	2015	2016	2016	2016
Non Energy, Agriculture, Beverages							
Cocoa	\$/kg	2.44	3.06	3.14	3.03	2.88	2.71
Coffee, Arabica	\$/kg	3.08	4.42	3.53	3.69	3.89	3.94
Tea, auctions (3) average	\$/kg	2.86	2.72	2.71	2.69	2.74	2.81
Tea, Colombo auctions	\$/kg	3.45	3.54	2.96	3.27	3.52	3.76
Food, Fats & Oils							
Coconut Oil	\$/mt	941	1,280	1,110	1,529	1,547	1,446
Copra	\$/mt	627	854	736	1,018	1,025	964
Palm Oil	\$/mt	857	821	622	736	756	712
Grains							
Barley	\$/mt	202.2	137.6	194.3	138.0	135.5	132.5
Maize	\$/mt	259.4	192.9	169.8	150.2	148.4	152.3
Wheat, US HRW	\$/mt	312.2	284.9	203.2	149.2	150.8	151.8
Other Food							
Meat, Beef	\$/kg	4.07	4.95	4.42	4.09	4.02	3.94
Meat, Chicken	\$/kg	2.29	2.43	2.53	2.45	2.43	2.43
Sugar, World	\$/kg	0.57	0.37	0.30	0.44	0.47	0.49
Raw Materials, Timber							
Plywood	¢/sheets	560.2	517.3	451.2	539.3	535.9	526.2
Wood pulp	\$/mt	823.1	876.9	875.0	875.0	875.0	875.0
Other Raw Materials							
Rubber RSS3, US	\$/kg	2.79	1.96	1.56	1.55	1.57	1.66
Fertilizers							
Phosphate Rock	\$/mt	148.1	110.2	117.5	111.0	110.0	110.0
TSP	\$/mt	382.1	388.3	385.0	283.0	277.0	273.0
Urea	\$/mt	340.1	316.2	272.9	182.0	191.0	193.0
Metals and Minerals							
Aluminum	\$/mt	1,847	1,867	1,665	1,639	1,592	1,663
Gold	\$/toz	1,412	1,266	1,160	1,340	1,327	1,266
Iron ore	\$/dmt	135.0	97.0	56.0	61.0	58.0	59.0

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

¢= US cent

\$= US dollar

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

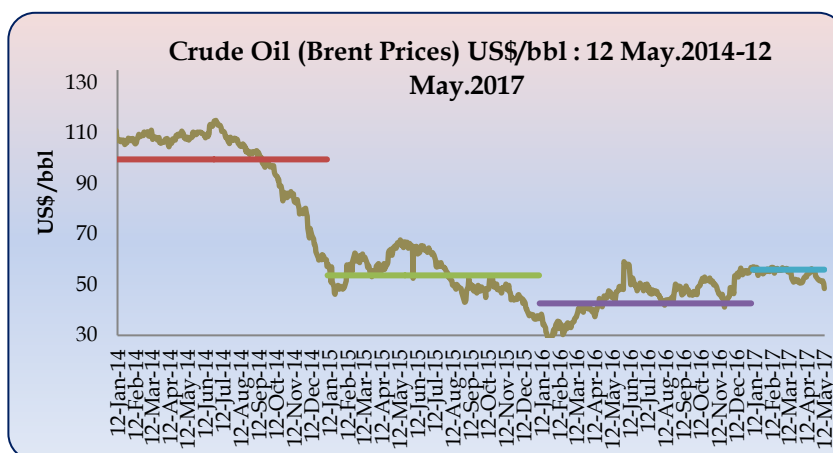
Item	May 08	May 09	May 10	May 11	May 12	Week Ago	Month Ago	Year Ago
Brent (New York Closing Prices) (US \$/bbl.)	49.70	49.36	50.22	50.77	50.82	48.47	56.42	47.22
WTI (US\$/bbl.)	46.75	46.47	47.33	47.83	47.89	45.58	53.58	45.91
Petrol	58.80	-	59.75	61.30	61.10	57.80	67.55	55.80
Diesel	58.19	-	58.46	59.87	59.54	57.21	66.45	54.16
Kerosene	58.35	-	58.64	59.45	59.29	57.35	66.49	54.27

Source: Central Bank of Sri Lanka

Crude Oil Prices (Monthly Average)

Month	WTI European Market (US\$/bbl)	Brent (US\$/bbl)
Sep-15	45.60	48.87
Oct	46.35	49.34
Nov	43.56	46.79
Dec	37.55	39.36
Jan-16	32.09	32.23
Feb	31.13	33.63
Mar	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	47.52	50.40

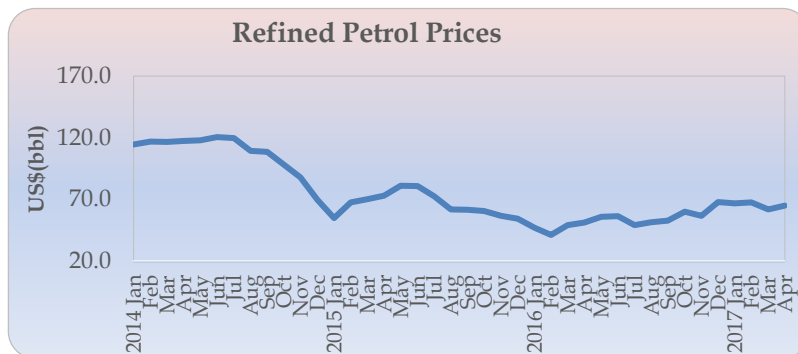
Source: Central Bank of Sri Lanka
*upto 12th May 2017



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

Month	Petrol	Diesel	Kerosene
Sep-15	61.59	58.72	58.61
Oct	60.75	58.34	59.32
Nov	56.66	57.19	58.10
Dec	54.36	48.30	47.38
Jan-16	47.08	35.76	38.07
Feb	41.29	38.11	41.00
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	59.78	58.95	59.04

Source: Central Bank of Sri Lanka
*upto 12th May 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

Pettah Market

Dambulla Market

Average Wholesale Prices	Week Ending 09/05/2017	Week Ago	% Change	Year Ago Annual Avg.
Rice (Rs/Kg)				
Samba	90.00	90.00	0.0	80.97
Kekulu (Red)	78.00	75.00	4.0	60.29
Vegetable				
Beans	95.00	95.00	0.0	147.16
Cabbage	140.00	145.00	-3.4	76.62
Carrots	175.00	175.00	0.0	121.42
Tomatoes	80.00	60.00	33.3	75.00
Pumpkins	80.00	50.00	60.0	60.29
Snake Gourd	100.00	100.00	0.0	76.18
Brinjals	80.00	55.00	45.5	66.57
Ash Plantains	55.00	50.00	10.0	67.65
Other Foods				
Red-Onions (Local)	255.00	265.00	-3.8	92.66
Big Onions (Local)	n.a.	n.a.	-	74.50
Potatoes (N'Eliya)	132.50	127.50	3.9	122.58
Dried Chillies (Imported)	160.00	165.00	3.0	293.68
Dhal (Indian)	140.00	140.00	0.0	160.16
Eggs (Red) (Each)	11.75	12.00	2.1	14.30
Coconut (Each)	59.50	59.00	0.8	34.69
Fish (Rs/Kg)				
Kelawalla	680.00	680.00	0.0	508.20
Balaya	400.00	480.00	-16.7	327.29
Salaya	150.00	120.00	25.0	141.43
Paraw (Small)	500.00	500.00	0.0	540.36

Source: Central Bank of Sri Lanka

Food Item	Wholesale (Average)
Rice (Rs/Kg)	
Samba	84.33
Kekulu (Red)	77.67
Vegetables	
Pumpkins	47.50
Snake Gourd	71.67
Ash Plantains	50.83
Beans	110.00
Carrots	178.33
Tomatoes	65.00
Other Foods	
Potatoes (N'Eliya)	121.67
Dried Chillies (Imported)	165.00
Big-Onions (Local)	n.a.
Red-Onions (Local)	215.00
Coconut (Each)	55.83

Source: Central Bank of Sri Lanka

Marandaghamula Average Price of Rice (Rs /Kg)

Item	Week Ending 12/05/2017	Week Ago	Month Ago	Year Ago
Samba	88.50	87.50	85.13	77.58
Sudu Kekulu	83.17	76.50	74.63	62.91
Raw Red	80.33	77.13	75.31	59.59
Nadu	83.50	78.00	75.78	66.62

Source: Central Bank of Sri Lanka

Wholesale prices of some of vegetable varieties, rice varieties and other foods such as Potatoes and Dried Chillies increased during this week. While fish varieties shows a mixed performance in the week.

Rs.

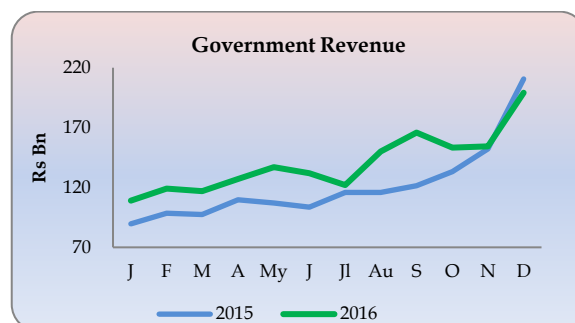
Item	Unit	This Week	Week Ago	% Change	Year Ago
Rice					
Samba(Avg.)	1 kg	92.84	91.39	1.6	92.65
No. 1	1 kg	95.79	94.91	0.9	97.34
No. 2	1kg	89.88	87.86	2.3	87.97
Nadu Red	1kg	89.57	90.19	-0.7	78.23
Raw Red (Avg)	1kg	81.65	81.83	-0.2	64.51
No. 1	1kg	84.35	85.32	-1.1	67.53
No. 2	1kg	78.94	78.35	0.8	61.49
Wheat Flour	1 kg	89.42	89.65	-0.3	92.23
Bread	450g	58.18	58.18	0.0	55.31
Sugar	1 kg	107.19	108.32	-1.0	103.78
Lakspray	400g	325.00	325.00	0.0	325.00
Potatoes (Import)	1 kg	115.77	117.20	-1.2	88.02
Potatoes (Local)	1kg	163.36	168.71	-3.2	139.73
Red Dhal(Avg)	1kg	181.43	181.64	-0.1	185.75
Cowpea (Avg)	1kg	325.35	317.44	2.5	258.84
Green Gram(Avg)	1kg	251.67	252.93	-0.5	263.82
Kadalai (Avg)	1kg	308.75	305.40	1.1	191.20
Meat					
Beef	1kg	893.75	889.38	0.5	767.55
Chicken					
Fresh	1kg	547.37	551.58	-0.8	537.48
Broiler	1kg	420.00	420.00	0.0	380.00
Fresh Fish					
Paraw	1 kg	958.89	932.50	2.8	887.03
Balaya	1 kg	602.50	606.25	-0.6	540.31
Kelawalla	1 kg	950.00	920.53	3.2	834.58
Salaya	1 kg	168.24	163.53	2.9	146.48
Dried Fish					
Sprats	1 kg	731.67	715.68	2.2	688.70
Eggs	Each	14.19	14.32	-1.0	17.93
Coconut	Each	66.45	64.09	3.7	46.50
Coconut Oil	750ml	300.29	291.56	3.0	207.07
Red Onions	1 kg	218.29	191.33	14.1	115.99
B- Onions (Import)	1 kg	95.55	n.a.	-2.7	83.58
Brinjal	1kg	118.03	112.73	4.7	117.63
Beans Green	1 kg	190.88	194.17	-1.7	169.72
Cabbage	1 kg	164.12	149.29	9.9	135.82
Leeks	1 kg	111.61	109.94	1.5	146.60
Beet Root	1kg	206.06	200.15	3.0	152.69
Carrot	1kg	225.26	215.63	4.5	155.49
Tomatoes	1kg	168.77	172.88	-2.4	126.29
Radish	1kg	132.00	131.10	0.7	109.76
Vetakolu	1kg	195.86	186.21	5.2	145.28
Snake Gourd	1kg	164.14	158.13	3.8	138.67
Bandakka	1kg	159.46	152.22	4.8	133.90
Kolikuttu	1kg	217.41	230.00	-5.5	216.22
Papaw	1kg	99.45	126.92	-21.6	104.20
Pineapple	1kg	175.36	175.82	-0.3	125.24

Source: Department of Census and Statistics

FISCAL SECTOR AND GOVERNMENT DEBT

Summary of Government Revenue

Item	2015	2016 (a)
Tax Revenue	1,355,779	1,463,689
Income Tax	262,583	258,857
VAT	219,700	283,470
Excise Duty	497,623	454,952
Nation Building Tax	45,004	57,424
PAL	58,644	88,823
Customs Duty	132,189	156,487
SCL	52,276	55,825
Cess	46,289	61,730
License Fee and Other	41,471	46,121
Non Tax Revenue	99,099	222,372
Total Revenue	1,454,878	1,686,061



Source: Department of Fiscal Policy

(a) provisional

Note: Not to be quoted

Government Debt

Government Debt (Rs.bn)	End Dec 2015	End Sep 2016 (a)
Total Domestic Debt	4,959.2	5,341.5
Total Foreign Debt	3,544.0	4,045.8
Total Government Debt	8,503.2	9,387.3

Source: Central Bank of Sri Lanka

(a) provisional

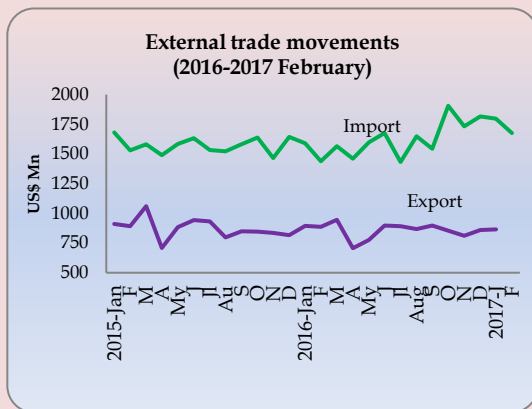
Key Fiscal Indicators 2015-2016

Indicator	Unit	2015	2016
Budget Deficit	Rs Mn	-829,502	-640,326
	% of GDP	-7.4	-5.4
Total Revenue	Rs Mn	1,454,878	1,686,061
	% of GDP	13.0	14.2
Tax Revenue	Rs Mn	1,355,779	1,463,689
	% of GDP	12.1	12.4
Non Tax Revenue	Rs Mn	99,099	222,372
	% of GDP	0.9	1.9
Recurrent Expenditure	Rs Mn	1,701,657	1,757,782
	% of GDP	15.2	14.8
Public Investment	Rs Mn	602,768	594,012
	% 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	Feb 2016 (US\$ Mn)	Feb 2017 (US\$ Mn)	Growth Rate (%)	Jan-Feb 2016 (US\$ Mn)	Jan-Feb 2017 (US\$ Mn)	Growth Rate (%)
Exports	891.6	867.8	-2.7	1,790.2	1,732.5	-3.2
Agricultural	182.1	204.9	12.5	361.6	398.5	10.2
Tea	101.0	113.9	12.8	200.4	215.5	7.5
Other	81.1	91.0	12.2	161.2	183.0	13.5
Industrial	705.3	659.4	-6.5	1,421.5	1,327.4	-6.6
Rubber Products	60.2	64.8	7.7	131.5	122.8	-6.6
Textiles and Garments	463.1	396.1	-14.5	927.5	822.4	-11.3
Food, Beverage and Tobacco	34.4	23.7	-31.2	60.0	45.7	-23.8
Other	147.6	174.8	18.4	302.5	336.5	11.2
Mineral	3.0	2.2	-26.6	4.9	3.9	-19.3
Unclassified	1.1	1.3	18.1	2.2	2.7	20.4
Imports	1,439.3	1,611.2	11.9	3,028.4	3,409.6	12.6
Consumer Goods	345.6	343.2	-0.7	689.1	702.0	1.9
Food and Beverages	122.6	148.1	20.8	241.2	291.7	20.9
Other Consumer Goods	223.0	195.1	-12.5	447.9	410.3	-8.4
Intermediate Goods	724.0	907.4	25.3	1,525.2	1,857.5	21.8
Petroleum	148.8	354.6	138.3	323.6	636.8	96.8
Textiles & Textile Articles	225.0	186.6	-17.1	475.9	439.6	-7.6
Other Intermediate Goods	350.2	366.2	4.6	725.7	781.1	7.6
Investment Goods	369.4	360.3	-2.5	813.4	792.5	-2.6
Machinery and Equipment	210.2	197.8	-5.9	465.7	448.4	-3.7
Transport Equipment	52.8	50.2	-4.8	105.4	94.5	-10.3
Building Material	105.9	111.9	5.6	240.8	247.8	2.9
Other Investment Goods	0.5	0.4	-28.0	1.4	1.8	26.5
Unclassified	0.3	0.2	-30.8	0.8	57.5	6,976.0
Trade Balance	-547.7	-743.4	35.7	-1,238.2	-1,677.1	35.4

Source: Central Bank of Sri Lanka

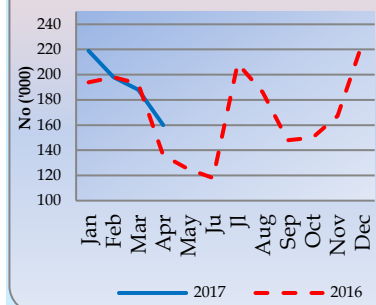


- Export earnings during January to February 2017 declined by 3.2 percent mainly due to the contraction of earnings from industrial and mineral exports. The earnings for the month of February 2017 declined by 2.7 percent, compared to the respective period of 2016.
- On a cumulative basis, expenditure on imports increased by 12.6 percent for the period during January to February 2017. Expenditure on imports for the month of February 2017 increased by 11.9 percent reflecting the performance of imports of intermediate goods.
- Trade deficit widened to US\$ 743.4 Mn in February 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			188.2	207.2		
Jun	115,467	118,038			191.4	195.6		
July	175,804	209,351			291.4	347.0		
Aug	166,610	186,288			276.1	308.8		
Sep	143,374	148,499			237.6	246.1		
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	765,202*	6.1*	2,980.7	3,399.1	1,312.8*	6.1*

Source: Sri Lanka Tourism Development Authority

*Jan-Apr

Tourist Arrivals

Tourism

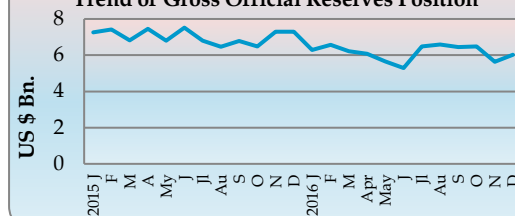
Earnings from tourism increased to US \$ 1,312.8 Mn. during Jan-Apr 2017 with an increase of 6.1 per cent over the same period of 2016.

The number of tourist arrivals decreased to 160,249 in April 2017.

External Assets

External Assets (US\$ Mn)	Dec 2016	Nov 2016	Oct 2016	Dec 2015	Nov 2015	Oct 2015	Growth 2015 Dec /2016 Dec (%)
Total Reserves	8,432.9	7,913.8	7,997.0	9,336.9	9,068.6	8,468.9	-7.0
Gross Official Reserves	6,019.0	5,644.1	6,480.7	7,303.6	7,281.2	6,053.8	-17.6

Source: Central Bank of Sri Lanka

Trend of Gross Official Reserves Position

Official reserves

The gross official reserves and total reserves were US\$ 8.4 Bn and US\$ 6.0 Bn, respectively by end December 2016. Total foreign reserves were sufficient to 5.2 months of imports and the gross official reserves were equivalent to 3.7 months of imports. Workers' remittances decreased by 12.2 per cent in dollar terms to US \$ 593.4 Mn. in March 2017.

Private Remittances

Category		2016 March	2017 March(a)	2016 Jan-Mar	2017 Jan-Mar(a)	% Change
Inflow	US\$ Mn	675.7	593.4	1,793.4	1,733.7	-3.3
	Rs. Bn	97.3	89.9	258.1	261.4	1.3

Source: Central Bank of Sri Lanka

(a) Provisional

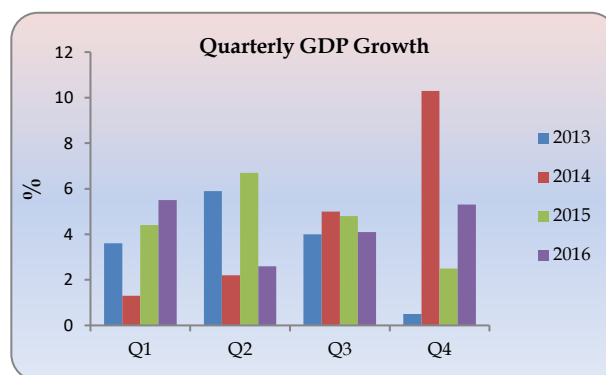
PRODUCTION

QUARTERLY GDP GROWTH (%)

	1 st Q	2 nd Q	3 rd Q	4 th Q	Annual
2012	8.0	6.4	5.2	6.8	9.1
Agriculture	13.3	0.6	0.6	2.6	4.0
Industry	21.0	10.6	-2.6	8.5	9.0
Service	14.6	11.1	10.7	8.8	11.2
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

Source: Department of Census & Statistics

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



GDP grew by 4.4%

The Sri Lankan economy grew by 4.4% in 2016 compared to 4.8% growth recorded in 2015. The growth was mainly supported by expands of Industry sector by 6.7% and Service sector by 4.2%. However, Agriculture sector contracted by 4.2%.

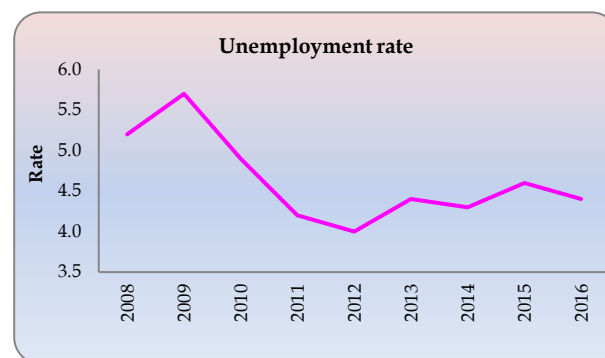
Labour Force Statistics

Employment	2016 Annual (a)	2015 Annual	2014 Annual
Labour Force Participation Rate	53.8	53.8	53.2
Unemployment Rate	4.4	4.7	4.3
By Gender			
Male	2.9	3.0	3.1
Female	7.0	7.6	6.5
By Age Group			
20-29	14.2	14.2	13.6
20-24	19.9	19.7	19.9
25-29	9.2	9.4	8.2

Source: Department of Census & Statistics

(a) Data cover the entire island

* Provisional



Paddy Production

Category	2015			2016		
	2014/2015 Maha	2015 Yala	Total	2015/2016 Maha	2016 Yala	Total
Production						
Mn.Mt	2.88	1.94	4.82	2.90	1.55	4.45
Bushels Mn.	138	93	231	139	73	212
Net Extent Harvested						
Hectares ('000)	659	429	1,088	667	344	1,011
Acres ('000)	1,629	1,060	2,689	1,649	849	2,498
Average Yield kg per ha	4,364	4,527	4,429	4,349	4,417	8,766

Source: Department of Census & Statistics

(a) provisional

The paddy production in 2016 Yala season decreased by 20.1 percent to around 1.6 million mt. compared to the 1.9 million mt recorded in 2015.

Category	2016 Jan-Feb	2017 Jan-Feb	% Change
Production			
Tea (Mn. Kg)	48.0	39.7	-17.2
Rubber (Mn. Kg)	15.3	18.8	-18.5
Coconut (Mn. Nuts)	461.2	508.1	-9.2
Exports (US\$ Mn)			
	2016 Feb	2017 Feb	
Tea	182.1	204.9	12.8
Rubber	3.3	5.6	71.7
Coconut	28.2	27.2	-3.7
Colombo Auction Prices			
	2015 Dec	2016 Dec	
Tea (Rs./ Kg)	414.9	584.0	40.8
Rubber (Rs./ Kg)	250.8	285.2	13.7
Coconut (Rs./nut)	n.a.	n.a.	-

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

Factory Industrial Production Index (2010=100)

Item	2016 Jan	2017 Jan (b)	Growth %
Manufacture of Food Products	102.6	100.8	-1.8
Manufacture of Beverages	106.6	111.3	4.4
Manufacture of Tobacco Products	88.1	61.5	-30.3
Manufacture of Textiles	133.6	136.4	2.0
Manufacture of Wearing Apparel	165.6	187.7	13.3
Manufacture of Leather and Related Products	79.7	122.1	53.1
Manufacture of Wood products ,except Furniture	135.6	152.3	12.3
Manufacture of Paper and Paper Products	125.7	125.7	0.0
Printing and Reproduction of Recorded Media	111.5	111.5	0.0
Manufacture of Coke and Refined Petroleum Products	103.8	65.3	-37.1
Manufacture of Chemicals and Chemical Products	38.5	89.8	133.1
Manufacture of Pharmaceuticals, Medicinal Chemicals	151.5	148.8	-1.8
Manufacture of Rubber and Plastic Products	132.9	148.0	11.4
Manufacture of Other Non-Metallic Mineral Products	132.7	143.9	8.4
Manufacture of Basic Metals	164.4	141.1	-14.2
Manufacture of Fabricated Metal Products	56.5	87.0	54.2
Manufacture of Electrical Equipment	110.4	139.9	26.7
Manufacture of machinery and equipment n.e.c	92.8	113.2	22.0
Factory Industry Production Index	117.0	126.6	8.2

Source: Central Bank of Sri Lanka

(a) FIPI based on ISIC Revision 4 Classification

(b) Provisional