



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 **4.8%** in July 2017
- ⇒ **Exchange rate** depreciated to **US\$1=Rs. 153.09**
- ⇒ **Brent crude oil** decreased to: **US\$ 51.77** per bbl
- ⇒ **Credit to private sector** decreased by **18.6%** in June 2017
- ⇒ **Tourist arrivals** up by **3.6%** during Jan-July 2017

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WEEK IN REVIEW

Domestic Economy

The GDP grew by 3.8 per cent in real terms in the first quarter of 2017, mainly due to the expansion of construction and financial activities coupled with the contraction of Agriculture sector.

Broad money (M2b) expanded by 21.2 %, on a year-on-year basis, in June 2017.

The total outstanding market liquidity increased to a surplus of Rs. 26.09 bn by end of the 11 Aug 2017, compared to Rs. 14.25 bn by the end of 04 Aug 2017.

Net Credit to the Government from the banking system showed a decrease of Rs. 5.1 bn in June 2017.

International Developments

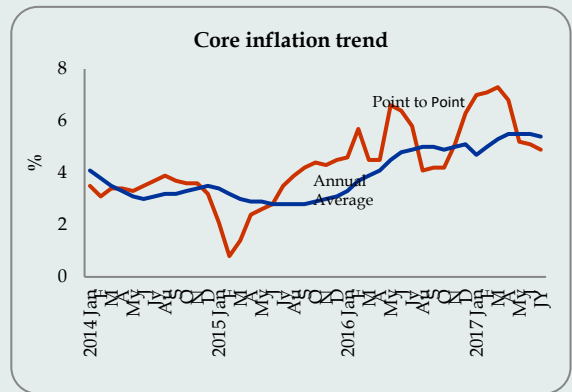
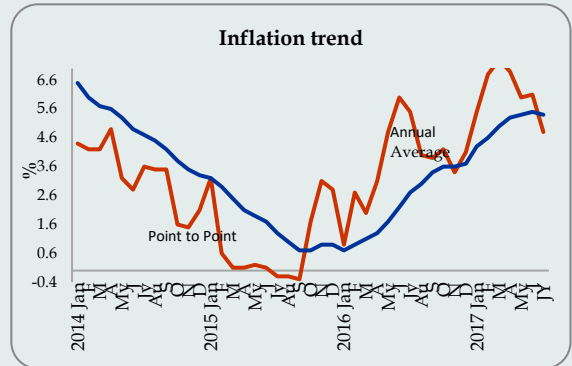
Global output is projected to grow by 3.5 percent in 2017 and 3.6 percent in 2018.

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
Sep-15	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	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



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

The point to point inflation of CCPI increased to 4.8 per cent in July 2017. The annual average of CCPI increased to 5.4 per cent in July 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 4.9 per cent, on point to point basis, while annual average core inflation increased to 5.4 per cent, in July 2017. The National Consumer Price Index (NCPI) covering price movements in all provinces of the country decreased to 6.3 per cent in July 2017, on year on year basis.

Contribution of Food Items to CCPI from June 2017 to July 2017

Commodity	Value Change Rs.	Change %
Food	-392.21	-0.54
Rice	25.91	0.04
Chicken	-5.58	-0.01
Dried Fish	8.03	0.01
Coconut	-96.85	-0.13
Potatoes	-13.03	-0.02
Vegetables	-161.92	-0.22
Red Onions	4.04	0.01
Green chilies	-44.84	-0.06
Garlic	-34.79	-0.05
Pineapple	5.17	0.01
Banana	21.87	0.03
Papaw	26.55	0.04
Mangoes	9.06	0.01

Source: Department of Census and Statistics

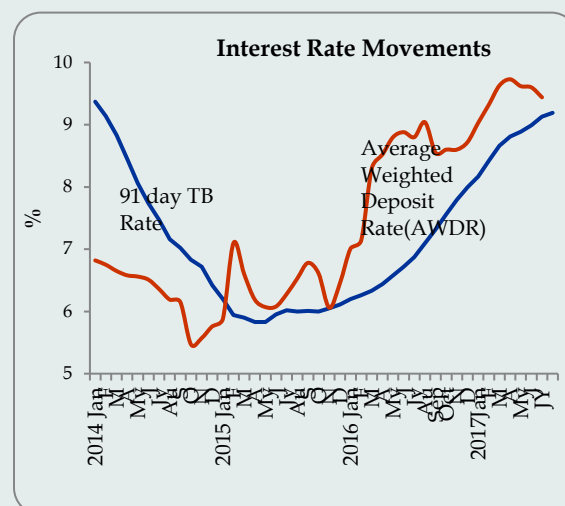
Movements of the CCPI in Food Item (2013=100)

Month	% Change Month to Month	Inflation	
		Point to Point	Annual Average
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
May	2.3	9.3	7.6
June	4.8	9.1	7.6
July	-1.7	4.8	7.0

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)
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
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

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



Interest Rate Movements

Category	Week Ending 18 th Aug 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	8.57	8.66	8.50	8.40
Treasury Bill (Yield rate)				
91 Days	-	8.87	-	9.01
182 Days	9.17	9.02	9.39	9.94
364 Days	9.54	9.38	10.11	10.74
Prime Lending Rate	11.52	11.72	11.98	11.74
	July-17		Month Ago	Year Ago
Commercial Bank Average Weighted Deposit Rate (AWDR)	9.19		9.13	7.10

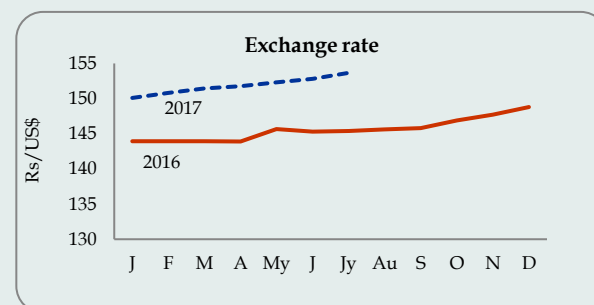
Source : Central Bank of Sri Lanka

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 11.52 per cent by week ending 18th August 2017 and Commercial Bank Average Weighted Deposit Rate (AWDR) for the month of July 2017 was 9.19 percent.

Exchange Rates

Currency	Week Ending 18 th Aug 2017	Week Ago	Year Ago	% Change 2016/17
US Dollar	153.09	153.02	145.29	5.4
Sterling Pound	197.27	198.71	189.93	3.9
Euro	179.63	180.09	164.33	9.3
Japanese Yen	1.40	1.41	1.46	-4.1
Indian Rupee	2.39	2.39	2.18	9.6



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.

Item	Jun 2017	May 2017	Apr 2017	Jun 2016	May 2016	Apr 2016	Growth 2016 Jun/2017 Jun (%)
M ₁ (Rs Bn)	753.9	741.8	765.2	705.6	701.8	715.5	6.8
M ₂ (Rs Bn)	5,281.4	5,214.4	5,146.8	4,310.5	4,241.1	4,242.1	22.5
M _{2b} (Rs Bn)	5,872.5	5,803.2	5,730.8	4,843.7	4,781.2	4,772.1	21.2

Item	Jun 2017	Month Ago	Year Ago	Growth 2016 Jun /2017 Jun (%)
Credit to Private Sector (Rs.bn)	4,505.3	4,425.0	3,798.1	18.6
DBUs	4,186.8	4,119.4	3,523.3	18.8
OBU's	318.5	305.6	274.8	15.9

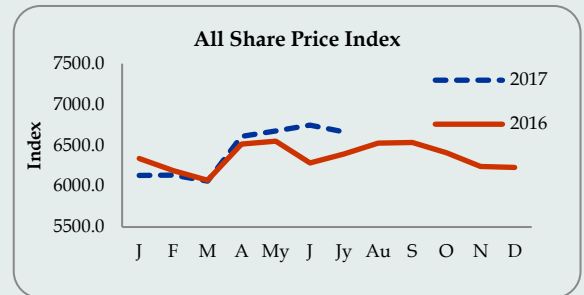
Source: Central Bank of Sri Lanka

Share Market

Indicator	Week Ending 18 th Aug 2017	Week Ago	Year Ago
All Share Price Index (1985 = 100) (ASPI)	6,436	6,493	6,593
S & P Sri Lanka 20 Index (S & P SL20)	3,706	3,724	3,622
Average Daily Turnover (Rs.Mn)	655	450	1,009
Market Capitalization (Rs.Bn.)	2,918	2,945	2,810

Source: Colombo Stock Exchange

All Share Price Index (ASPI) decreased by 57 index points and closed at 6,436 points compared to the second week of August 2017. The S & P Sri Lanka 20 Index (S & P SL20) decreased by 18 to 3,706 index points. The Average Daily Turnover decreased by Rs. 205 million and stationed at Rs. 655 million. Market capitalization reached Rs. 2,918 billion in the third week of August 2017.



Equity Trading Statistics

Indicator	July 2017	July 2016	Jan-July 2017	Jan-July 2016
Turnover -Equity (Rs. Mn.)	14,530.7	11,993.4	125,061.9	99,371.3
Domestic (Rs. Mn.)	8,102.2	8,000.4	66,773.5	60,728.5
Foreign (Rs. Mn.)	6,428.6	3,993.0	58,288.5	38,642.7
Market Days	21	19	140	137
Daily Turnover Avg. Equity (Rs. Mn.)	691.9	631.2	893.3	725.3
Trade Equity	101,594	103,124	559,710	636,781
Domestic	95,758	98,578	527,556	602,626
Foreign	5,836	4,546	32,154	34,155
Shares Traded Equity	769.8	838.2	5,172.6	4,572.8
Domestic (Rs. Mn.)	653.6	711.8	3,952.3	3,682.6
Foreign (Rs. Mn.)	116.3	126.4	1,220.3	890.1
Companies Traded	277	270	278	274
Companies Listed	295	294	295	294

Market Indicators

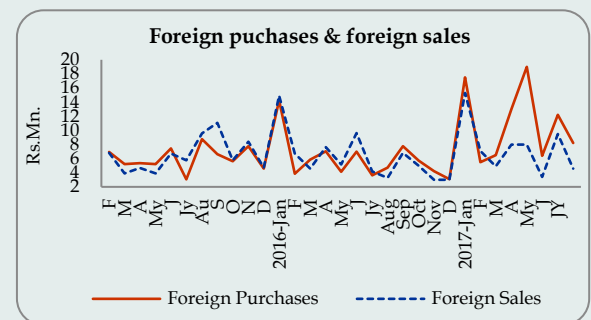
Price Indices	July 2017	June 2017
ASPI	6,637.39	6,747.07
S&P SL 20	3,811.01	3,933.51
Total Return Indicators		
ASTRI	8,803.61	8,944.78
S&P SL20 (TRI)	5,409.42	5,570.76
Market PER	10.75	11.48
Dividend Yield	2.89	2.58
Market Capitalization (Rs.Bn.)	3,010.15	3,041.23

Source: Colombo Stock Exchange

Stock Market - Foreign Purchases and Foreign Sales

Indicator	July 2017	Jan-July 2017
Purchases by Foreigners (Rs. Mn)	8,226.5	70,818.7
Sales by Foreigners (Rs. Mn)	4,630.6	45,758.2
Net Foreign Purchases (Rs. Mn)	3,595.9	25,057.9

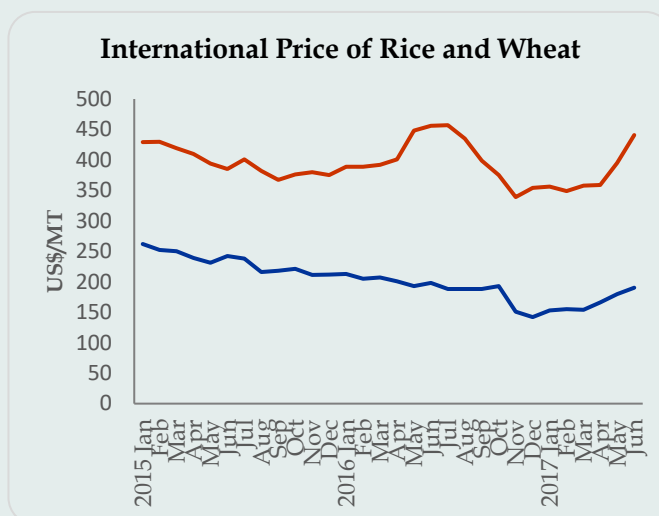
Source: Colombo Stock Exchange



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	Aug 07	Aug 08	Aug 09	Aug 10	Aug 11	Week Ago	Month Ago	Year Ago
Brent (New York Closing Prices) (US \$/bbl.)	52.00	50.79	51.02	50.47	50.97	51.87	4854	49.63
WTI (US\$/bbl.)	48.77	47.64	47.72	46.90	47.09	48.59	46.12	46.70
Petrol	64.20	63.70	64.30	63.20	64.75	64.10	58.35	54.70
Diesel	62.26	60.98	61.42	59.85	60.41	61.39	58.68	56.62
Kerosene	63.07	62.06	62.31	60.94	61.68	62.18	59.06	56.94

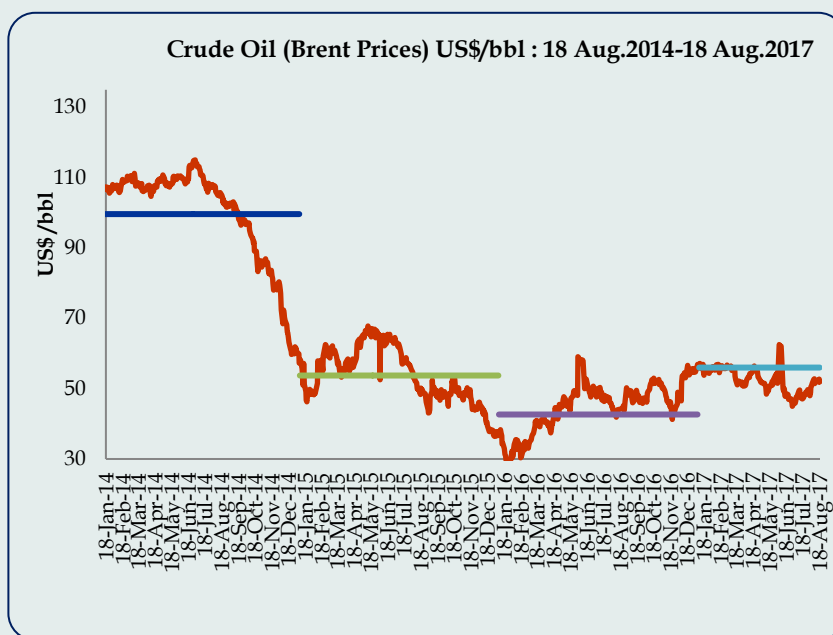
Source: Central Bank of Sri Lanka

Crude Oil Prices (Monthly Average)

Month	WTI European Market (US\$/bbl)	Brent (US\$/bbl)
Dec-15	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	51.59	48.77
Jun	47.71	45.34
July	49.02	46.93
Aug*	48.69	51.77

Source: Central Bank of Sri Lanka

*up to 18th Aug 2017

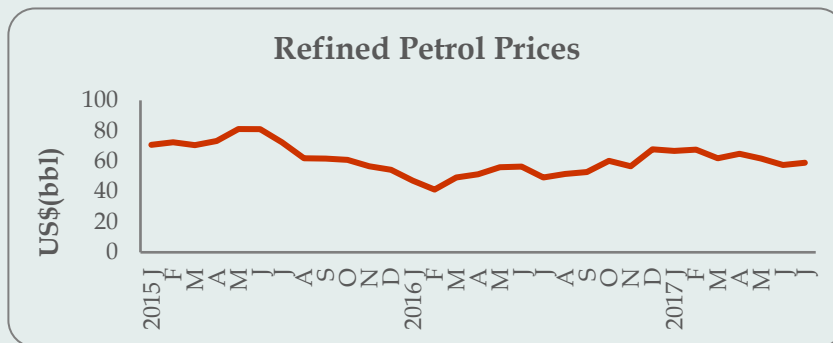


Monthly Average Refined Product Prices -Singapore Plattes Prices (US\$/bbl)

Month	Petrol	Diesel	Kerosene
Dec-15	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	61.60	60.45	60.84
Jun	57.38	56.81	57.12
July	59.10	59.76	59.87
Aug*	64.05	62.12	62.95

Source: Central Bank of Sri Lanka

*up to 18th Aug 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 18/08/2017	Week Ago	% Change	Year Ago Annual Avg.
Rice (Rs/Kg)				
Samba	90.00	92.00	-2.2	80.97
Kekulu (Red)	77.00	78.00	-1.3	60.29
Vegetable				
Beans	112.00	147.00	-23.8	147.16
Cabbage	47.00	60.00	-21.7	76.62
Carrots	105.00	93.00	12.9	121.42
Tomatoes	106.00	100.00	6.0	75.00
Pumpkins	42.00	52.00	-19.2	60.29
Snake Gourd	98.00	103.00	-4.9	76.18
Brinjals	100.00	105.00	-4.8	66.57
Ash Plantains	70.00	85.00	-17.7	67.65
Other Foods				
Red-Onions (Local)	192.00	157.00	22.3	92.66
Big Onions (Local)	n.a.	n.a.	-	74.50
Potatoes (N'Eliya)	133.00	145.00	-8.3	122.58
Dried Chillies (Imported)	185.00	185.00	0.0	293.68
Dhal (Indian)	129.00	132.00	-2.3	160.16
Eggs (Red) (Each)	11.00	11.00	0.0	14.30
Coconut (Each)	59.00	61.00	-4.9	34.69
Fish (Rs/Kg)				
Kelawalla	550.00	530.00	3.8	508.20
Balaya	350.00	300.00	16.7	327.29
Salaya	120.00	120.00	0.0	141.43
Paraw (Small)	650.00	580.00	12.1	540.36

Source: Central Bank of Sri Lanka

Food Item	Wholesale (Average)
Rice (Rs/Kg)	
Samba	93.60
Kekulu (Red)	78.40
Vegetables	
Pumpkins	34.50
Snake Gourd	64.50
Ash Plantains	66.50
Beans	143.00
Carrots	113.00
Tomatoes	96.00
Other Foods	
Potatoes (N'Eliya)	137.00
Dried Chillies (Imported)	167.00
Big-Onions (Local)	105.75
Red-Onions (Local)	151.50
Coconut (Each)	55.70

Source: Central Bank of Sri Lanka

Marandaghamula Average Price of Rice (Rs /Kg)

Item	Week Ending 18/08/2017	Week Ago	Month Ago	Year Ago
Samba	92.10	91.75	91.58	77.58
Sudu Kekulu	82.90	82.25	82.38	62.91
Raw Red	80.90	80.88	80.30	59.59
Nadu	89.40	88.88	88.75	66.62

Source: Central Bank of Sri Lanka

Some of fish varieties and other foods such as red-onions increased in this week. Wholesale prices of some of vegetable varieties and some of rice varieties decreased during this week

Rs.

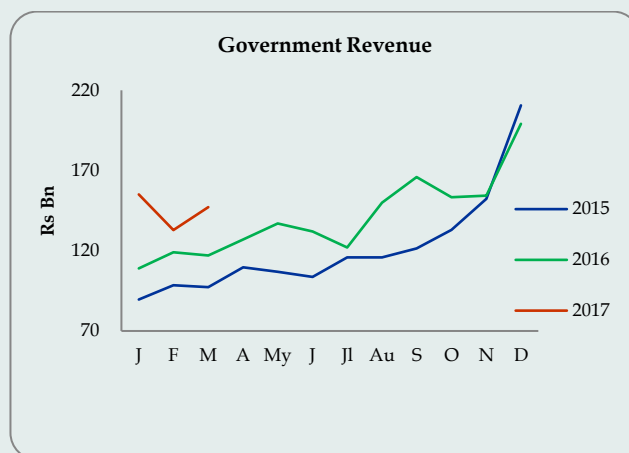
Item	Unit	This Week	Week Ago	% Change	Year Ago
Rice					
Samba(Avg.)	1 kg	98.98	98.01	1.0	90.97
No. 1	1 kg	103.17	102.29	0.9	94.76
No. 2	1kg	94.79	93.73	1.1	87.19
Nadu Red	1kg	96.53	100.97	-4.4	76.35
Raw Red (Avg)	1kg	86.53	88.04	-1.7	67.35
No. 1	1kg	90.29	90.71	-0.5	70.44
No. 2	1kg	82.78	85.38	-3.0	64.25
Wheat Flour	1 kg	87.92	89.42	-1.7	88.36
Bread	450g	58.18	58.18	0.0	58.14
Sugar	1 kg	106.20	106.11	0.1	94.90
Lakspray	400g	325.00	325.00	0.0	325.00
Potatoes (Import)	1 kg	116.67	115.26	1.2	112.02
Potatoes (Local)	1kg	182.45	178.81	2.0	172.55
Red Dhal(Avg)	1kg	181.25	179.24	1.1	188.14
Cowpea (Avg)	1kg	319.70	320.82	-0.4	256.98
Green Gram(Avg)	1kg	253.34	255.37	-0.8	235.69
Kadalai (Avg)	1kg	327.14	318.33	2.8	246.33
Meat					
Beef	1kg	935.71	918.75	1.8	820.52
Chicken					
Fresh	1kg	550.53	575.63	-4.4	599.57
Broiler	1kg	420.00	420.00	0.0	410.00
Fresh Fish					
Paraw	1 kg	1,006.92	982.14	2.5	956.77
Balaya	1 kg	588.00	542.73	8.3	634.33
Kelawalla	1 kg	943.33	888.42	6.2	891.45
Salaya	1 kg	203.75	186.67	9.2	203.17
Dried Fish					
Sprats	1 kg	781.20	780.87	0.0	496.93
Eggs	Each	14.56	14.66	-0.7	18.57
Coconut	Each	61.13	60.89	0.4	4079
Coconut Oil	750ml	289.22	284.41	1.7	216.05
Red Onions	1 kg	176.95	183.33	-3.5	123.88
B- Onions (Import)	1 kg	116.00	106.41	9.0	81.53
Brinjal	1kg	175.29	174.86	0.2	129.64
Beans Green	1 kg	168.65	160.00	5.4	175.63
Cabbage	1 kg	167.78	170.26	-1.5	144.97
Leeks	1 kg	134.44	134.05	0.3	147.38
Beet Root	1kg	139.49	138.89	0.4	127.13
Carrot	1kg	196.92	204.21	-3.6	150.12
Tomatoes	1kg	191.11	197.22	-3.1	105.45
Radish	1kg	127.27	129.03	-1.4	104.49
Vetakolu	1kg	177.14	178.89	-1.0	121.86
Snake Gourd	1kg	188.39	185.88	1.3	123.65
Bandakka	1kg	140.54	139.47	0.8	103.86
Kolikuttu	1kg	197.50	197.69	-0.1	231.80
Papaw	1kg	100.35	102.31	-1.9	126.63
Pineapple	1kg	184.70	184.08	0.3	143.07

Source: Department of Census and Statistics

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-Mar 2017(a)
Total Domestic Debt	5,341.5	5,625.8
Total Foreign Debt	4,045.8	4,076.6
Total Government Debt	9,387.3	9,702.5

Source: Central Bank of Sri Lanka

(a) provisional

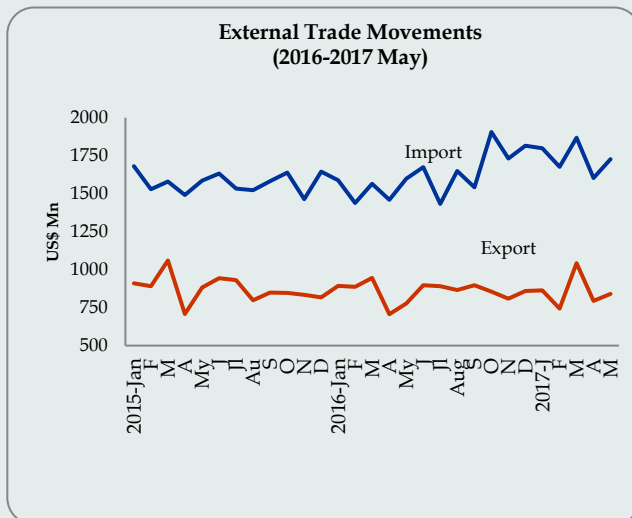
Key Fiscal Indicators 2015-2016-2017

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	May 2016 (US\$ Mn)	May 2017 (US\$ Mn)	Growth Rate (%)	Jan-May 2016 (US\$ Mn)	Jan-May 2017 (US\$ Mn)	Growth Rate (%)
Exports	780.1	841.2	7.8	4,229.7	4,410.2	4.3
Agricultural	168.7	222.7	32.0	890.5	1,074.4	20.6
Tea	90.2	131.6	45.9	496.5	589.8	18.8
Other	78.5	91.1	16.1	394.0	484.6	23.0
Industrial	608.0	614.5	1.1	3,321.5	3,316.0	-0.2
Rubber Products	57.1	67.0	17.5	308.7	315.5	2.2
Textiles and Garments	374.7	359.2	-4.1	2,084.5	1,985.5	-4.7
Food, Beverage and Tobacco	27.9	30.5	9.3	145.3	131.9	-9.2
Other	148.3	157.8	6.4	783.0	883.1	12.8
Mineral	2.3	2.7	17.8	11.5	12.6	9.9
Unclassified	1.1	1.4	23.4	6.2	7.3	17.4
Imports	1,589.8	1,726.8	8.6	7,645.2	8,610.1	12.6
Consumer Goods	328.1	385.6	17.5	1,753.6	1,901.2	8.4
Food and Beverages	121.5	162.9	34.1	638.3	792.1	24.1
Other Consumer Goods	206.7	222.7	7.7	1,115.3	1,109.1	-0.6
Intermediate Goods	851.4	864.7	1.6	3,870.7	4,556.9	17.7
Petroleum	187.1	215.7	15.3	873.6	1,423.9	63.0
Textiles & Textile Articles	234.6	227.3	-3.1	1,131.3	1,087.9	-3.8
Other Intermediate Goods	429.7	421.7	-1.9	1,865.8	2,045.1	9.6
Investment Goods	408.8	427.3	4.5	2,016.7	2,041.9	1.3
Machinery and Equipment	222.0	226.9	2.2	1,147.2	1,098.8	-4.2
Transport Equipment	49.0	62.9	28.3	244.1	278.1	13.9
Building Material	137.5	137.0	-0.3	622.8	661.1	6.2
Other Investment Goods	0.3	0.4	36.0	2.6	3.9	51.4
Unclassified	1.4	49.2	3,329.0	4.3	110.1	2,489.3
Trade Balance	-809.7	-885.6	9.4	-3,415.5	-4,199.9	23.0

Source: Central Bank of Sri Lanka



- Export earnings during January to May 2017 increased by 4.3 percent mainly due to the expansion of earnings from agriculture, industry and mineral exports. The earnings for the month of May 2017 increased by 7.8 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 May 2017. Expenditure on imports for the month of May 2017 increased by 8.6 percent reflecting the performance of imports of intermediate goods, investment goods and consumer goods.
- Trade deficit widened to US\$ 885.6 Mn in May 2017 over the same period of 2016.

Tourist Arrivals

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			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	1,215,926*	3.6*	2,980.7	3,399.1	2,086.1*	3.6*

Source: Sri Lanka Tourism Development Authority

*Jan-June



Tourism

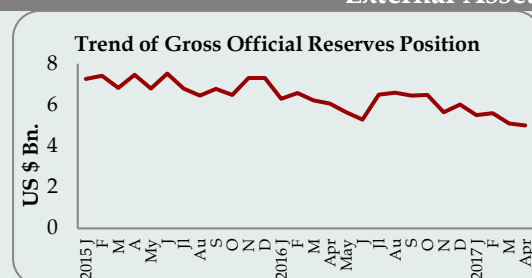
Earnings from tourism increased to US \$ 2,086.1 Mn. during Jan-July 2017 with an increase of 3.6 per cent over the same period of 2016.

The number of tourist arrivals decreased to 205,482 in July 2017.

External Assets

External Assets (US\$ Mn)	Apr 2017	Mar 2017	Feb 2017	Apr 2016	Mar 2016	Feb 2016	Growth 2016 Apr /2017 Apr (%)
Total Reserves	7,534.3	7,079.7	7,753.9	8,284.5	8,203.6	8,502.0	-9.1
Gross Official Reserves	5,048.1	5,117.3	5,634.7	6,068.5	6,221.2	6,573.4	-16.8

Source: Central Bank of Sri Lanka



Official reserves

The total reserves and gross official reserves were US\$ 7.5 Bn and US\$ 5.0 Bn, respectively by end April 2017. Total foreign reserves were sufficient to 4.5 months of imports and the gross official reserves were equivalent to 3.0 months of imports. Workers' remittances decreased by 13.5 per cent in dollar terms to US \$ 557.6 Mn. in June 2017.

Private Remittances

Category	2016 June	2017 June(a)	2016 Jan-June	2017 Jan-June(a)	% Change
Inflow US\$ Mn	644.5	557.6	3,613.1	3,354.7	-7.2
Rs. Bn	93.6	85.2	521.9	508.3	-2.6

Source: Central Bank of Sri Lanka

(a) Provisional

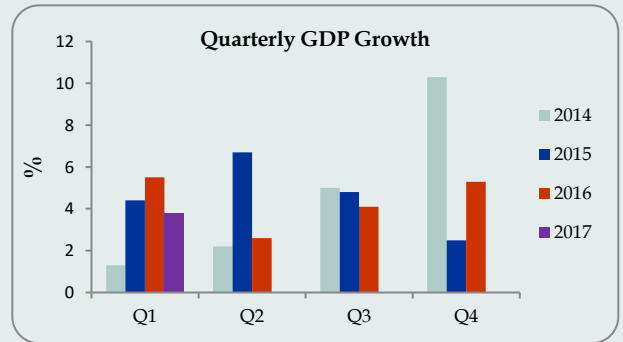
PRODUCTION

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				
Agriculture	-3.2				
Industry	6.3				
Service	3.5				

Source: Department of Census & Statistics

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



GDP grew by 3.8%

The Sri Lankan economy grew by 3.8% during the 1st quarter 2017 compared to 5.5% growth recorded in same period of 2016. The growth was mainly supported by expands of Industry sector by 6.3% and Service sector by 3.5%. However, Agriculture sector contracted by 3.2%.

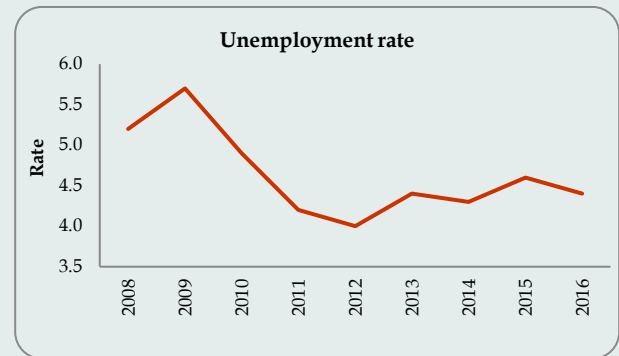
Labour Force Statistics

Employment	2017 1 st Quarter* (a)	2016 Annual (a)	2015 Annual	2014 Annual
Labour Force Participation Rate	54.7	53.8	53.8	53.2
Unemployment Rate	4.1	4.4	4.7	4.3
By Gender				
Male	2.7	2.9	3.0	3.1
Female	6.5	7.0	7.6	6.5
By Age Group				
20-29	12.5	14.2	14.2	13.6
20-24	17.4	19.9	19.7	19.9
25-29	8.0	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.

Tea, Rubber & Coconut Production

Category	2016 Jan-Jun	2017 Jan-Jun	% Change
Production			
Tea (Mn. Kg)	154.30	155.50	0.8
Rubber (Mn. Kg)	47.90	45.10	-5.9
Coconut (Mn. Nuts)	1,483.80	1,288.60	-13.2
Exports (US\$ Mn)			
	2016 May	2017 May	
Tea	496.5	589.8	18.8
Rubber	15.1	21.9	44.5
Coconut	142.7	143.7	0.7
Colombo Auction Prices			
	2016 May	2017 May	
Tea (Rs./ Kg)	448.15	628.71	40.3
Rubber (Rs./ Kg)	245.33	340.39	38.7
Coconut (Rs/nut)	-	-	-

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

Factory Industrial Production Index (2010=100)

Item	2016 May (b)	2017 May (c)	Growth %
Manufacture of Food Products	102.8	102.9	0.1
Manufacture of Beverages	93.4	88.1	-5.7
Manufacture of Tobacco Products	105.8	99.4	-6.1
Manufacture of Textiles	104.3	105.2	0.9
Manufacture of Wearing Apparel	109.0	112.1	2.8
Manufacture of Leather and Related Products	105.5	107.6	2.0
Manufacture of Wood products ,except Furniture	102.7	102.7	0.0
Manufacture of Paper and Paper Products	108.7	108.9	0.1
Printing and Reproduction of Recorded Media	105.1	109.1	3.7
Manufacture of Coke and Refined Petroleum Products	90.6	101.5	12.0
Manufacture of Chemicals and Chemical Products	101.9	80.6	-21.0
Manufacture of Pharmaceuticals, Medicinal Chemicals	93.3	97.5	4.5
Manufacture of Rubber and Plastic Products	104.3	115.0	10.2
Manufacture of Other Non-Metallic Mineral Products	102.5	109.6	6.9
Manufacture of Basic Metals	102.7	117.1	14.0
Manufacture of Fabricated Metal Products	80.0	97.4	21.6
Manufacture of Electrical Equipment	102.7	105.1	2.4
Manufacture of Machinery and Equipment n.e.c	105.6	115.7	9.6
Manufacture of Furniture	86.6	100.0	15.4
Manufacture of other Manufacturing	99.3	96.2	-3.1
Factory Industry Production Index	102.6	104.9	2.3

Source: Central Bank of Sri Lanka

(a) FIPI based on ISIC Revision 4 Classification

(b) Revised

(c) Provisional