

# WEEKLY 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** declined to **3.8%** in April 2018
- ⇒ **Exchange rate** depreciated to **US\$1=Rs. 157.49**
- ⇒ **Brent crude oil** decreased to: **US\$ 73.69** per bbl
- ⇒ **Credit to private sector** decreased by **14.6%** in February 2018
- ⇒ **Tourist arrivals** up by **17.0%** in March 2018

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## WEEK IN REVIEW

### Domestic Economy

*The GDP grew by 3.1 per cent in real terms in 2017, mainly due to the expansion of industry sector and service sector coupled with the contraction of Agriculture sector.*

*The total outstanding market liquidity increased to a excess of Rs. 4.10 bn by end of 04 May 2018, compared to a surplus of Rs. 3.53 bn by the end of 27 April 2018.*

*All Share Price Index (ASPI) decreased by 0.37% to 6,507 points and the S&P SL 20 Index decreased by 0.54% to 3,640 points, compared to the previous week*

*NCPI decreased to 2.8% in March 2018.*

### International Developments

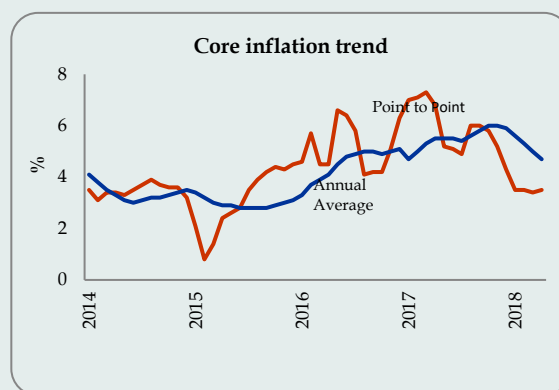
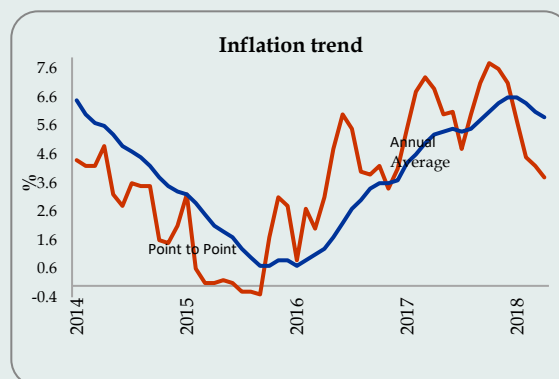
*Global output is projected to grow by 3.5 percent in 2017 and 3.6 percent in 2018.*

*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
Jun-16	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	1.2	8.8
Nov	7.6	6.4	5.2	6.0	1.3	8.4
Dec	7.1	6.6	4.3	5.9	0.2	7.3
Jan-18	5.8	6.6	3.5	5.6	-0.6	5.4
Feb	4.5	6.4	3.5	5.3	-1.7	3.2
Mar	4.2	6.1	3.4	5.0	-0.7	2.8
Apr	3.8	5.9	3.5	4.7	-	-



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

The point to point inflation of CCPI decreased to 3.8 per cent in April 2018. The annual average of CCPI decreased to 5.9 per cent in April 2018. Core inflation that measures the price movements of the items in the CCPI basket excluding fresh food, energy, transport, rice and coconut, increased to 3.5 per cent, on point to point basis, while annual average core inflation decreased to 4.7 per cent, in April 2018. The National Consumer Price Index (NCPI) covering price movements in all provinces of the country decreased to 2.8 percent in March 2018, on year on year basis.

**Contribution of Food Items to CCPI from March 2018 to April 2018**

Commodity	Value Change Rs.	Change %
<b>Food</b>	<b>-82.78</b>	<b>-0.11</b>
Rice	29.94	0.04
Chicken	35.22	0.05
Sea Fish	-62.07	-0.08
Coconut	-37.72	-0.05
Potatoes	10.51	0.01
Vegetables	-61.99	-0.08
Red Onions	-13.35	-0.02
Big onions	-41.85	-0.06
Dhal	6.20	0.01
Green chilies	-5.69	-0.01
Eggs	-18.96	-0.03
Limes	12.87	0.02
Papaw	10.67	0.01

Source: Department of Census and Statistics

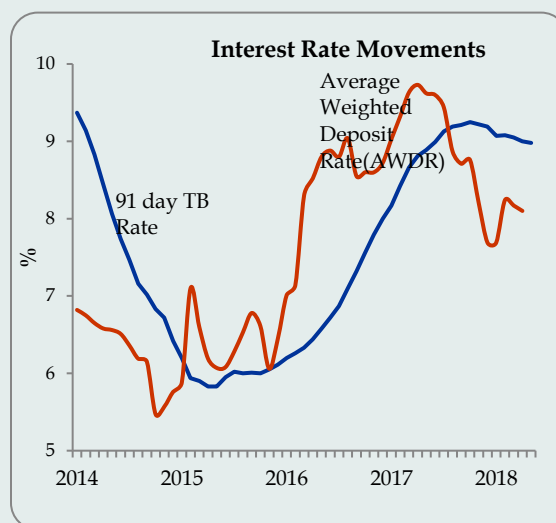
**Movements of the CCPI in Food Item (2013=100)**

Month	% Change Month to Month	Inflation	
		Point to Point	Annual Average
Oct-16	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
Nov	1.7	13.8	8.4
Dec	1.3	14.4	9.3
Jan-18	-1.9	10.5	9.8
Feb	-2.9	6.0	9.6
Mar	-1.5	5.1	9.2
Apr	-0.4	3.0	8.8

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-16	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
Nov	122.2	7.6	6.4	8.20	0.60	1.80
Dec	122.9	7.1	6.6	7.69	0.59	1.09
Jan-18	122.8	5.8	6.6	7.69	1.89	1.09
Feb	121.9	4.5	6.4	8.24	3.74	1.84
Mar	121.4	4.2	6.1	8.17	3.97	2.07
Apr	121.5	3.8	5.9	8.10	4.30	2.20

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



Interest Rate Movements

Category	Week Ending 04 <sup>th</sup> May 2018	Week Ago	Month Ago	Year Ago
Standing Deposit Facility	7.25	7.25	7.00	7.25
Standing Lending Facility	8.50	8.50	8.00	8.75
Call Money Weekly Average	7.89	7.84	8.50	8.73
Treasury Bill (Yield rate)				
91 Days	-	8.10	-	-
182 Days	-	-	9.39	10.53
364 Days	9.61	9.59	10.11	10.83
Prime Lending Rate	11.45	11.21	11.98	11.78
	<b>Apr-18</b>		<b>Month Ago</b>	<b>Year Ago</b>
Commercial Bank Average Weighted Deposit Rate (AWDR)	8.98		9.00	8.81

Source : Central Bank of Sri Lanka

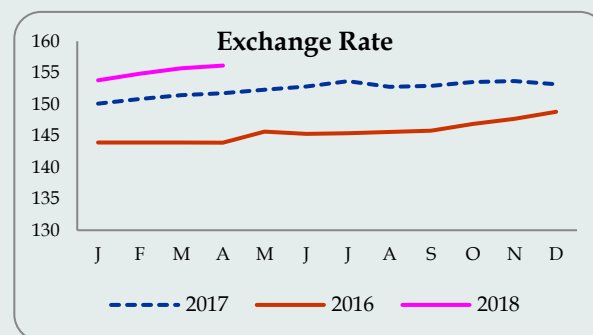
Central Bank Standing Deposit Facility rate (SDF) and Standing Lending Facility rate (SLF) remain unchanged at 7.25 percent and 8.50 percent, respectively during this week.

The Prime Lending rate increased to 11.45 per cent by week ending 04<sup>th</sup> May 2018 compared to last week and Commercial Bank Average Weighted Deposit Rate (AWDR) for the month of April 2018 was 8.98 percent.

Exchange Rates

Currency	Week Ending 04 <sup>th</sup> May 2018	Week Ago	Year Ago	% Change 2017/18
US Dollar	157.49	157.21	152.44	3.3
Sterling Pound	213.97	218.97	196.38	8.9
Euro	188.85	190.37	166.05	13.7
Japanese Yen	1.45	1.44	1.35	7.4
Indian Rupee	2.37	2.36	2.37	0.0

Source : Central Bank of Sri Lanka



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

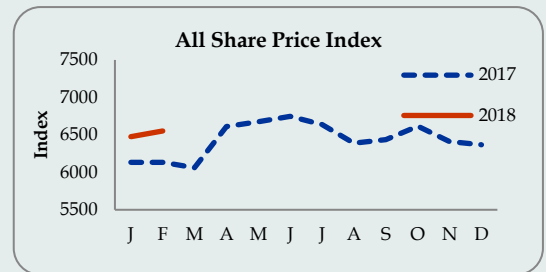
Item	Feb 2018	Jan 2018	Dec 2017	Feb 2017	Jan 2017	Dec 2016	Growth 2017 Feb/2017 Feb (%)
M <sub>1</sub> (Rs Bn)	770.85	773.42	793.30	744.60	742.85	776.62	3.53
M <sub>2</sub> (Rs Bn)	5,826.70	5,739.01	5,665.31	4,951.31	4,866.01	4,823.56	17.68
M <sub>2b</sub> (Rs Bn)	6,450.50	6,378.37	6,308.06	5,551.96	5,460.43	5,405.60	16.18

Item	Feb 2018	Month Ago	Year Ago	Growth 2017 Feb /2018 Feb (%)
<b>Credit to Private Sector (Rs.bn)</b>	<b>4,921.62</b>	<b>4,863.40</b>	<b>4,293.21</b>	<b>14.64</b>
DBUs	4,567.50	4,525.40	3,965.87	15.17
OBUs	354.12	338.00	327.35	8.18

Source: Central Bank of Sri Lanka

Share Market

Indicator	Week Ending 04 <sup>th</sup> May 2018	Week Ago	Year Ago
All Share Price Index (1985 = 100) (ASPI)	6,507	6,531	6,602
S & P Sri Lanka 20 Index (S & P SL20)	3,640	3,660	3,785
Average Daily Turnover (Rs.Mn)	495	624	1,034
Market Capitalization (Rs.Bn.)	3,038	3,049	2,910



Source: Colombo Stock Exchange

All Share Price Index (ASPI) decreased by 24 index points and closed at 6,507 points compared to the fourth week of April 2018. The S & P Sri Lanka 20 Index (S & P SL20) decreased by 20 to 3,640 index points. The Average Daily Turnover decreased by Rs. 129 million and stationed at Rs. 495 million. Market capitalization reached Rs. 3,038 billion in the first week of May 2018.

Equity Trading Statistics

Indicator	Mar 2018	Mar 2017	Jan-Mar 2018	Jan-Mar 2017
<b>Turnover -Equity (Rs. Mn.)</b>	<b>33,433.5</b>	<b>19,398.2</b>	<b>70,404.8</b>	<b>45,560.9</b>
Domestic (Rs. Mn.)	18,594.6	8,874.0	39,185.5	23,005.2
Foreign (Rs. Mn.)	14,838.9	10,524.2	31,219.3	22,555.7
Market Days	20	23	58	62
Daily Turnover Avg. Equity (Rs. Mn.)	1,671.7	843.4	1,213.9	734.8
<b>Trade Equity</b>	<b>100,869</b>	<b>65,508</b>	<b>270,801</b>	<b>163,305</b>
Domestic	96,922	61,391	257,847	152,838
Foreign	3,947	4,117	12,954	10,467
<b>Shares Traded _Equity</b>	<b>873.2</b>	<b>668.7</b>	<b>2,022.2</b>	<b>1,769.1</b>
Domestic (Rs. Mn.)	697.6	495.8	1,671.8	1,061.5
Foreign (Rs. Mn.)	175.6	172.9	350.4	707.6
Companies Traded	276	274	278	275
Companies Listed	299	295	299	295

Market Indicators

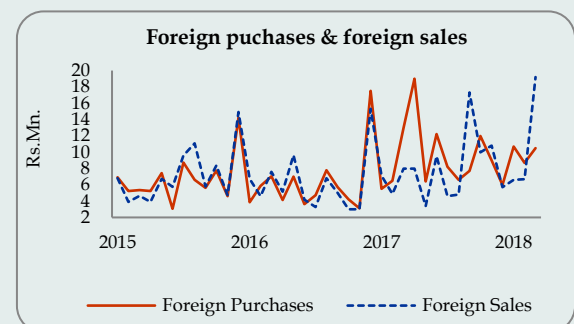
Price Indices	Mar 2018	Feb 2018
ASPI	6,476.78	6,551.78
S&P SL 20	3,650.10	3,710.14
<b>Total Return Indicators</b>		
ASTRI	8,613.19	8,707.07
S&P SL20 (TRI)	5,325.81	5,366.84
Market PER	11.19	11.05
Dividend Yield	2.91	2.97
Market Capitalization (Rs.Bn.)	3,032.71	3,046.35

Source: Colombo Stock Exchange

Stock Market - Foreign Purchases and Foreign Sales

Indicator	March 2018	Jan-Mar 2018
Purchases by Foreigners (Rs. Mn)	10,492.4	29,904.6
Sales by Foreigners (Rs. Mn)	19,185.4	32,534.6
Net Foreign Purchases (Rs. Mn)	(8,692.9)	(2,629.9)

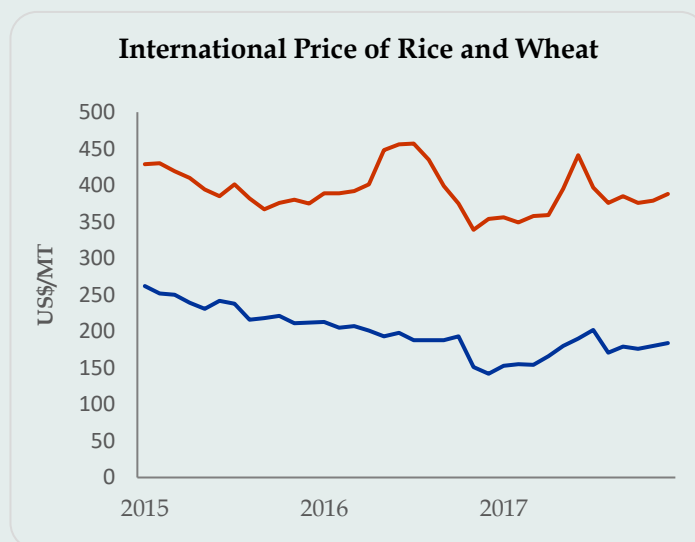
Source: Colombo Stock Exchange



# COMMODITY PRICES

## International Commodity Prices

Month	Rice Thai,100% US\$/MT	Wheat (HRW) US\$/MT
Jun-2016	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
Jul	397	202
Aug	376	171
Sep	385	179
Oct	376	176
Nov	379	180
Dec	388	184



Source: FAO Web Site, Available at [fao.org/worldfoodsituation/foodpricesindex](http://fao.org/worldfoodsituation/foodpricesindex)

Commodity	Unit	Annual Averages			Monthly Averages		
		Jan-Dec	Jan-Dec	Jan-Dec	Oct	Nov	Dec
		2015	2016	2017	2017	2017	2017
<b>Non Energy, Agriculture, Beverages</b>							
Cocoa	\$/kg	3.14	2.89	2.03	2.10	2.13	1.92
Coffee, Arabica	\$/kg	3.53	3.61	3.32	3.10	3.11	3.03
Tea, auctions (3) average	\$/kg	2.71	2.64	3.10	3.26	3.17	3.07
Tea, Colombo auctions	\$/kg	2.96	3.24	4.07	4.22	4.08	4.06
<b>Food, Fats &amp; Oils</b>							
Coconut Oil	\$/mt	1,110	1,475	1,602	1,485	1,549	1,443
Copra	\$/mt	735	982	1,065	989	1,038	960
Palm Oil	\$/mt	623	700	1,365	721	716	665
<b>Grains</b>							
Barley	\$/mt	194.3	158.5	140.8	...	...	...
Maize	\$/mt	169.8	159.2	154.5	148.6	148.7	149.0
Wheat, US HRW	\$/mt	204.5	166.6	174.2	175.6	179.7	184.1
<b>Other Food</b>							
Meat, Beef	\$/kg	4.42	3.93	4.23	4.17	4.20	4.13
Meat, Chicken	\$/kg	2.53	2.46	2.51	...	...	...
Sugar, World	\$/kg	0.30	0.40	0.35	0.32	0.33	0.32
<b>Raw Materials, Timber</b>							
Plywood	¢/sheets	451.2	503.3	486.9	483.5	484.0	483.5
Wood pulp	\$/mt	875.0	875.0	875.0	875.0	875.0	875.0
<b>Other Raw Materials</b>							
Rubber RSS3, US	\$/kg	1.57	1.61	2.00	1.64	1.57	1.65
<b>Fertilizers</b>							
Phosphate Rock	\$/mt	117.5	112.2	89.7	80.0	80.0	80.0
TSP	\$/mt	385.0	290.5	276.3	222.0	222.0	222.0
Urea	\$/mt	272.9	199.3	219.8	263.0	246.0	219.0
<b>Metals and Minerals</b>							
Aluminum	\$/mt	1,665	1,604	1,968	2,131	2,097	2,080
Gold	\$/toz	1,161	1,249	1,258	1,280	1,282	1,264
Iron ore	\$/dmt	55.8	58.4	71.8	61.7	64.2	72.3

Source: The World Bank, Available at [worldbank.org/WBSITE/EXTERNAL/EXTDEC/EXTDECPROJECTS](http://worldbank.org/WBSITE/EXTERNAL/EXTDEC/EXTDECPROJECTS)

¢= US cent

\$= US dollar

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

Item	Apr 30	May 01	May 02	May 03	My 04	Week Ago	Month Ago	Year Ago
Brent (New York Closing Prices) (US \$/bbl.)	75.17	74.77	73.18	73.18	73.61	74.52	67.90	50.63
WTI (US\$/bbl.)	68.57	68.64	67.43	67.79	68.40	67.99	63.31	47.67
Petrol	80.90	-	80.60	80.10	80.10	81.30	75.70	58.9
Diesel	84.93	-	84.1	84.90	84.44	85.54	79.48	58.23
Kerosene	87.27	-	87.33	87.10	86.41	88.06	81.97	58.74

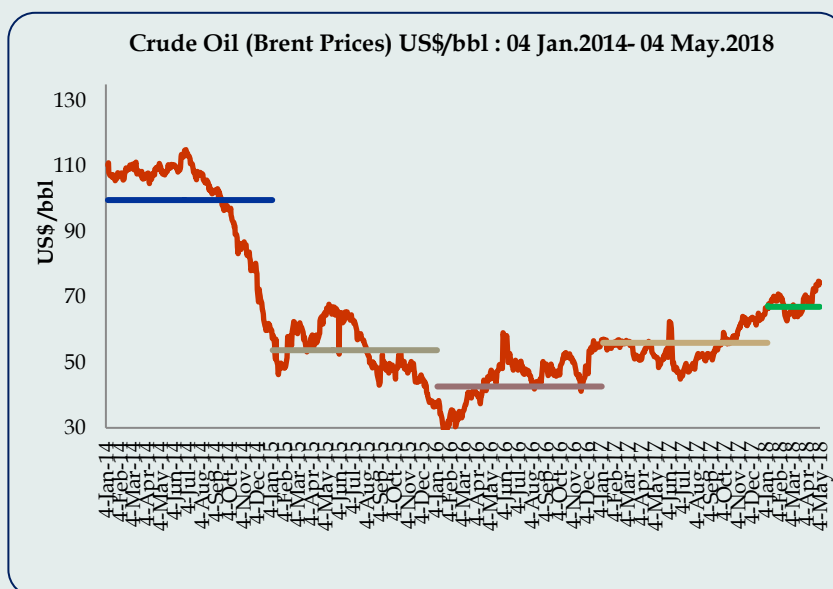
Source: Central Bank of Sri Lanka

## Crude Oil Prices (Monthly Average)

Month	WTI European Market (US\$/bbl)	Brent (US\$/bbl)
Sep-16	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	56.68	62.80
Dec	63.92	57.82
Jan-18	63.55	69.02
Feb	62.26	65.80
Mar	66.69	62.80
Apr	66.21	71.55
May*	68.07	73.69

Source: Central Bank of Sri Lanka

\*up to 04<sup>th</sup> May 2018

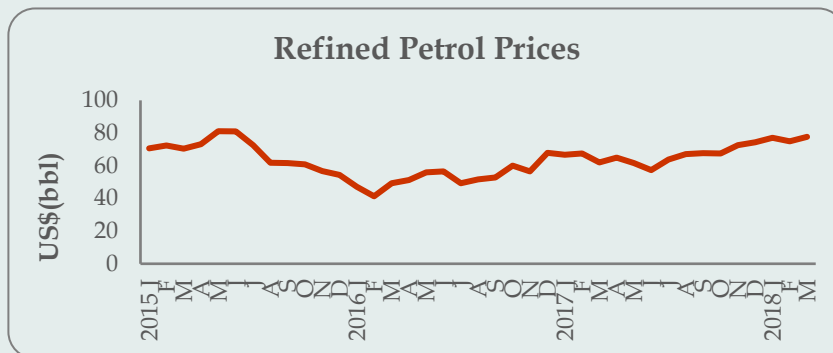


## Monthly Average Refined Product Prices -Singapore Plattes Prices (US\$/bbl)

Month	Petrol	Diesel	Kerosene
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	73.05	71.80	74.06
Dec	73.45	74.49	75.61
Jan-18	76.65	80.05	80.91
Feb	74.17	76.52	79.98
Mar	74.24	76.74	79.03
Apr	78.36	82.58	85.14
May*	80.27	84.75	86.95

Source: Central Bank of Sri Lanka

\*up to 04<sup>th</sup> May 2018



## 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 04<sup>th</sup> May 2018(Rs /Kg)

Pettah Market

Dambulla Market

Average Wholesale Prices	Week Ending 04/05/2018	Week Ago	% Change	Year Ago Annual Avg.
<b>Rice (Rs/Kg)</b>				
Samba	106.00	104.00	1.9	94.82
Kekulu (Red)	72.00	74.00	-2.7	80.30
<b>Vegetable</b>				
Beans	118.00	136.00	-13.2	118.56
Cabbage	40.00	38.00	5.3	75.37
Carrots	96.00	106.00	-9.4	120.95
Tomatoes	40.00	34.00	17.6	93.73
Pumpkins	34.00	28.00	21.4	61.84
Snake Gourd	80.00	90.00	-11.1	96.74
Brinjals	76.00	48.00	58.3	94.90
Ash Plantains	58.00	47.00	23.4	73.41
<b>Other Foods</b>				
Red-Onions (Local)	112.00	117.00	-4.3	250.84
Big Onions (Local)	n.a	n.a	-	110.80
Potatoes (N'Eliya)	110.00	106.00	3.8	127.34
Dried Chilies (Imported)	245.00	255.00	-3.9	189.80
Dhal (Indian)	105.00	105.00	0.0	135.31
Eggs (Red) (Each)	11.00	11.00	0.0	11.96
Coconut (Each)	79.00	75.00	5.3	61.72
<b>Fish (Rs/Kg)</b>				
Kelawalla	580.00	530.00	9.4	540.63
Balaya	400.00	350.00	14.2	301.46
Salaya	160.00	100.00	60.0	116.88
Paraw (Small)	n.a	450.00	-	538.02

Source: Central Bank of Sri Lanka

Food Item	Wholesale (Average)
<b>Rice (Rs/Kg)</b>	
Samba	108.33
Kekulu (Red)	71.67
<b>Vegetables</b>	
Pumpkins	18.00
Snake Gourd	58.33
Ash Plantains	36.67
Beans	135.00
Carrots	105.00
Tomatoes	34.17
<b>Other Foods</b>	
Potatoes (N'Eliya)	103.75
Dried Chilies (Imported)	252.50
Big-Onions (Local)	n.a
Red-Onions (Local)	110.83
Coconut (Each)	66.83

Source: Central Bank of Sri Lanka

Marandagahamula Average Price of Rice  
(Rs /Kg)

Item	Week Ending 04/05/2018	Week Ago	Month Ago	Year Ago
Samba	96.25	95.80	96.58	92.96
Sudu Kekulu	77.63	76.30	76.45	83.16
Raw Red	76.25	74.60	74.53	80.21
Nadu	79.25	77.20	79.79	87.93

Source: Central Bank of Sri Lanka

Rs.

Item	Unit	This Week	Week Ago	% Change	Year Ago
Rice					
Samba(Avg.)	1 kg	109.57	105.75	3.6	92.15
No. 1	1 kg	114.69	112.27	2.2	95.26
No. 2	1kg	104.45	99.23	5.3	89.04
Nadu Red	1kg	100.33	99.19	1.2	90.60
Raw Red (Avg)	1kg	84.55	84.90	-0.4	82.15
No. 1	1kg	89.10	90.23	-1.3	85.44
No. 2	1kg	80.00	79.58	0.5	78.85
Wheat Flour	1 kg	90.27	89.71	0.6	89.87
Bread	450g	58.71	58.71	0.0	58.18
Sugar	1 kg	108.53	108.46	0.1	108.95
Lakspray	400g	325.00	325.00	0.0	325.00
Potatoes (Import)	1 kg	91.88	95.20	-3.5	114.56
Potatoes (Local)	1kg	143.92	141.18	1.9	161.33
Red Dhal(Avg)	1kg	149.88	151.80	-1.3	182.25
Cowpea (Avg)	1kg	291.83	292.53	-0.2	312.73
Green Gram(Avg)	1kg	250.92	234.31	7.1	247.79
Kadalai (Avg)	1kg	314.70	303.07	3.8	302.19
Meat					
Beef	1kg	948.00	958.00	-1.0	878.14
Chicken					
Fresh	1kg	590.00	603.08	-2.2	523.71
Broiler	1kg	420.00	420.00	0.0	414.17
Fresh Fish					
Paraw	1 kg	971.00	966.67	0.4	912.47
Balaya	1 kg	549.17	539.23	1.8	588.85
Kelawalla	1 kg	947.39	965.45	-1.9	880.27
Salaya	1 kg	158.18	160.00	-1.1	162.14
Dried Fish					
Sprats	1 kg	719.12	747.14	-3.8	696.58
Eggs	Each	13.29	13.04	1.9	14.61
Coconut	Each	77.54	79.74	-2.8	64.31
Coconut Oil	750ml	287.93	289.73	-0.6	288.43
Red Onions	1 kg	183.45	177.67	3.3	173.51
B- Onions (Import)	1 kg	68.83	73.85	-6.8	96.76
Brinjal	1kg	134.50	136.25	-1.3	108.84
Beans Green	1 kg	145.00	140.00	3.6	187.36
Cabbage	1 kg	111.85	107.88	3.7	124.26
Leeks	1 kg	216.22	218.75	-1.2	108.01
Beet Root	1kg	103.41	103.33	0.1	162.82
Carrot	1kg	143.41	142.78	0.4	159.35
Tomatoes	1kg	89.00	90.81	-2.0	184.69
Radish	1kg	111.11	108.39	2.5	116.36
Vetakolu	1kg	176.13	170.83	3.1	204.80
Snake Gourd	1kg	138.82	138.13	0.5	159.58
Bandakka	1kg	131.25	131.03	0.2	154.21
Kolikuttu	1kg	190.97	179.64	6.3	227.22
Papaw	1kg	104.41	110.40	-5.4	161.49
Pineapple	1kg	140.00	150.35	-6.9	213.33

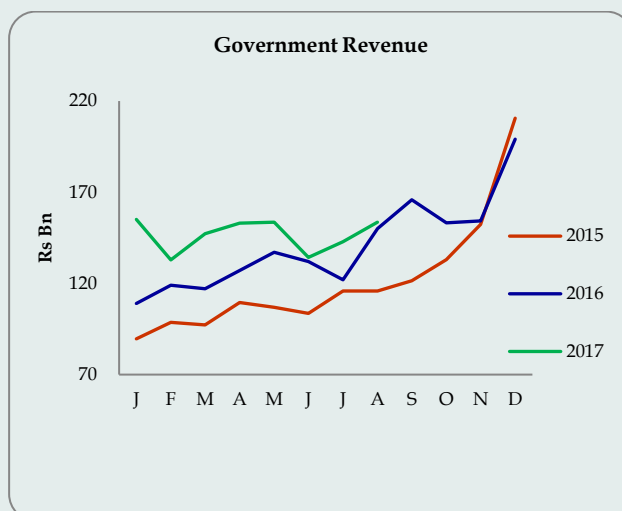
Source: Department of Census and Statistics



# FISCAL SECTOR AND GOVERNMENT DEBT

## Summary of Government Revenue

Item	2015	2016	2017 (Jan-Aug)
<b>Tax Revenue</b>	<b>1,355,779</b>	<b>1,463,689</b>	<b>1,094,948</b>
Income Tax	262,583	258,857	171,038
VAT	219,700	283,470	290,049
Excise Duty	497,623	454,952	312,524
Nation Building Tax	45,004	57,424	45,025
PAL	58,644	88,823	65,619
Customs Duty	132,189	156,487	92,514
SCL	52,276	55,825	49,175
Cess	46,289	61,730	39,530
License Fee and Other	41,471	46,121	29,474
<b>Non Tax Revenue</b>	<b>99,099</b>	<b>222,372</b>	<b>77,426</b>
<b>Total Revenue</b>	<b>1,454,878</b>	<b>1,686,061</b>	<b>1,172,374</b>



Source: Department of Fiscal Policy

(a) provisional

## Government Debt

Government Debt (Rs.bn)	End 2016	End 2017(a)
Total Domestic Debt	5,341.5	5,594.4
Total Foreign Debt	4,045.8	4,718.6
<b>Total Government Debt</b>	<b>9,387.3</b>	<b>10,313.0</b>

Source: Central Bank of Sri Lanka

(a) provisional

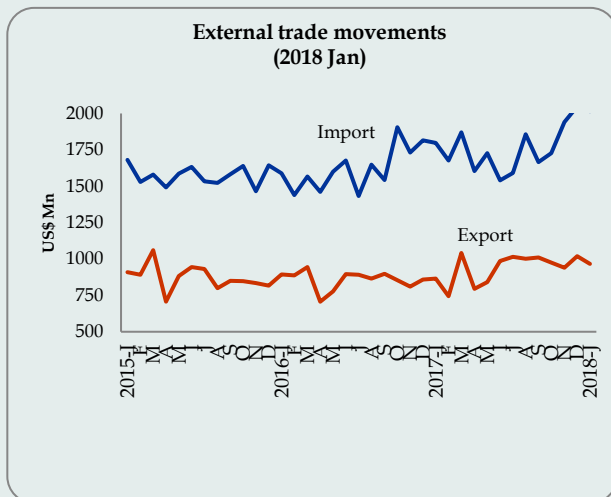
## Key Fiscal Indicators 2015-2016-2017

Indicator	Unit	2015	2016	2017 Jan-Aug
Budget Deficit	Rs Mn	-829,502	-640,326	-520,220
	% of GDP	-7.4	-5.4	-4.0
Total Revenue	Rs Mn	1,454,878	1,686,061	1,172,374
	% of GDP	13.0	14.2	9.0
Tax Revenue	Rs Mn	1,355,779	1,463,689	1,094,948
	% of GDP	12.1	12.4	8.4
Non Tax Revenue	Rs Mn	99,099	222,372	77,426
	% of GDP	0.9	1.9	0.6
Recurrent Expenditure	Rs Mn	1,701,657	1,757,782	1,294,354
	% of GDP	15.2	14.8	10.0
Public Investment	Rs Mn	602,768	594,012	404,859
	% of GDP	5.4	5.0	3.1
Government Debt (2017 Jan-Jun)	Rs Mn	8,503,227	9,387,303	10,163,868
	% of GDP	77.6	79.3	-

Compiled by Department of Fiscal Policy

Category	Jan 2018 (US\$ Mn)	Jan 2017 (US\$ Mn)	Growth Rate (%)	Jan-Jan 2017 (US\$ Mn)	Jan-Jan 2018 (US\$ Mn)	Growth Rate (%)
<b>Exports</b>	<b>965.4</b>	<b>864.7</b>	<b>11.6</b>	<b>965.4</b>	<b>864.7</b>	<b>11.6</b>
<b>Agricultural</b>	<b>193.7</b>	<b>204.1</b>	<b>5.4</b>	<b>193.7</b>	<b>204.1</b>	<b>5.4</b>
Tea	101.6	111.8	10.1	101.6	111.8	10.1
Other	92.1	92.3	-0.2	92.1	92.3	-0.2
<b>Industrial</b>	<b>668.0</b>	<b>757.6</b>	<b>13.4</b>	<b>668.0</b>	<b>757.6</b>	<b>13.4</b>
Rubber Products	58.0	71.0	22.6	58.0	71.0	22.6
Textiles and Garments	426.3	434.8	2.0	426.3	434.8	2.0
Food, Beverage and Tobacco	22.1	48.2	118.3	22.1	48.2	118.3
Other	161.6	203.6	-20.6	161.6	203.6	-20.6
<b>Mineral</b>	<b>1.7</b>	<b>1.4</b>	<b>-16.2</b>	<b>1.7</b>	<b>1.4</b>	<b>-16.2</b>
<b>Unclassified</b>	<b>1.3</b>	<b>2.2</b>	<b>65.7</b>	<b>1.3</b>	<b>2.2</b>	<b>65.7</b>
<b>Imports</b>	<b>2,014.5</b>	<b>1,798.9</b>	<b>12.0</b>	<b>2,014.5</b>	<b>1,798.9</b>	<b>12.0</b>
<b>Consumer Goods</b>	<b>358.8</b>	<b>441.5</b>	<b>23.0</b>	<b>358.8</b>	<b>441.5</b>	<b>23.0</b>
Food and Beverages	143.6	183.7	27.9	143.6	183.7	27.9
Other Consumer Goods	215.2	257.8	19.8	215.2	257.8	19.8
<b>Intermediate Goods</b>	<b>950.6</b>	<b>1,133.3</b>	<b>19.2</b>	<b>950.6</b>	<b>1,133.3</b>	<b>19.2</b>
Petroleum	282.8	362.0	28.0	282.8	362.0	28.0
Textiles & Textile Articles	253.0	245.2	-3.1	253.0	245.2	-3.1
Other Intermediate Goods	414.8	526.1	-21.2	414.8	526.1	-21.2
<b>Investment Goods</b>	<b>432.2</b>	<b>436.9</b>	<b>1.1</b>	<b>432.2</b>	<b>436.9</b>	<b>1.1</b>
Machinery and Equipment	250.6	240.3	-4.1	250.6	240.3	-4.1
Transport Equipment	44.3	52.7	19.1	44.3	52.7	19.1
Building Material	136.0	143.1	5.3	136.0	143.1	5.3
Other Investment Goods	1.4	0.7	-51.7	1.4	0.7	-51.7
<b>Unclassified</b>	<b>57.3</b>	<b>2.9</b>	<b>95.0</b>	<b>57.3</b>	<b>2.9</b>	<b>95.0</b>
<b>Trade Balance</b>	<b>-1,049.1</b>	<b>-934.2</b>	<b>-12.2</b>	<b>-1,049.1</b>	<b>-934.2</b>	<b>-12.2</b>

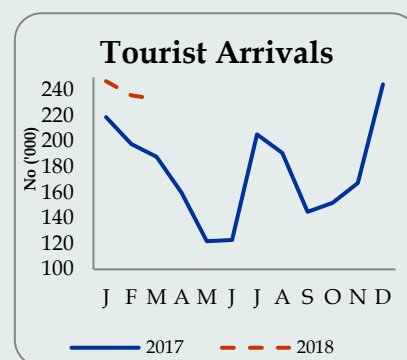
Source: Central Bank of Sri Lanka



- Export earnings during January 2018 increased by 11.6 percent mainly due to the expansion of earnings from agriculture, industrial exports.
- On a cumulative basis, expenditure on imports increased by 12.0 percent in January 2018 reflecting the performance of imports of intermediate goods, Investment goods and consumer goods.
- Trade deficit widened to US\$ 1,049.1 Mn in January 2018 over the same period of 2016.

Month	Arrivals				Earnings US\$ Mn			
	2016	2017	2018	% change 2017/18	2016	2017	2018	% change 2017/18
Jan	194,280	219,360	246,972	12.6	333.3	376.3	423.7	12.6
Feb	197,697	197,517	235,618	19.3	339.0	366.3	436.9	19.3
Mar	192,841	188,076	233,382	24.1	330.8	348.8	432.8	24.1
Apr	136,367	160,249			226.0	274.9		
May	125,044	121,891			214.5	209.1		
Jun	118,038	123,351			195.6	211.6		
July	209,351	205,482			359.2	352.5		
Aug	186,288	190,928			319.6	327.6		
Sep	148,499	145,077			254.8	248.9		
Oct	150,419	152,429			249.3	261.5		
Nov	167,217	167,511			277.1	287.4		
Dec	224,791	244,536			385.7	419.5		
<b>Total</b>	<b>2,050,832</b>	<b>1,871,871</b>	<b>707,924</b>	<b>17.0</b>	<b>3,518.5</b>	<b>3,631.0</b>	<b>1,312.9</b>	<b>17.0</b>

Source: Sri Lanka Tourism Development Authority



### Tourism

Earnings from tourism increased to US \$ 432.8 in March 2018 with an increase of 24.1 per cent over the same period of 2017.

The number of tourist arrivals increased to 233,382 in March 2018.

### External Assets

External Assets (US\$ Mn)	Feb 2018	Jan 2018	Dec 2017
Total Reserves	10,062.35	10,040.34	10,436.49
Gross Official Reserves	7,922.37	7,669.98	7,958.65

Source: Central Bank of Sri Lanka



### Official reserves

The total reserves and gross official reserves were US\$ 10.0 Bn and US\$ 7.9 Bn, respectively by end February 2018. Total foreign reserves were sufficient to 5.7 months of imports and the gross official reserves were equivalent to 4.3 months of imports in January 2018. Workers' remittances increased by 5.4 per cent in dollar terms to US \$ 677.7 Mn. in March 2018.

### Private Remittances

Category		2017 Mar	2018 Mar(a)	2017 Jan-Mar	2018 Jan-Mar(a)	% Change
Inflow	US\$ Mn	643.1	677.7	1,911.4	1,978.6	3.5
	Rs. Bn	97.4	105.5	288.2	306.2	6.3

Source: Central Bank of Sri Lanka

(a) Provisional

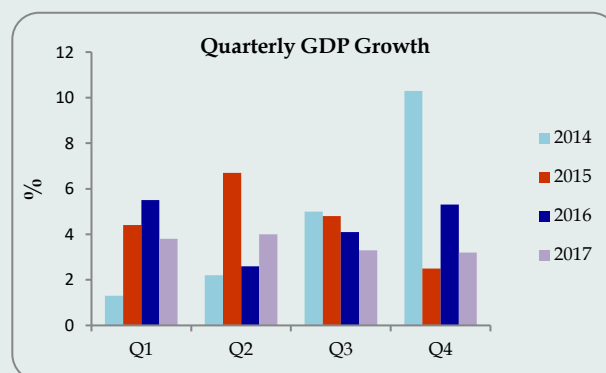
## PRODUCTION

### QUARTERLY GDP GROWTH (%)

	1 <sup>st</sup> Q	2 <sup>nd</sup> Q	3 <sup>rd</sup> Q	4 <sup>th</sup> Q	Annual
<b>2013</b>	<b>3.6</b>	<b>5.9</b>	<b>4.0</b>	<b>0.5</b>	<b>3.4</b>
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
<b>2014</b>	<b>1.3</b>	<b>2.2</b>	<b>5.0</b>	<b>10.3</b>	<b>4.9</b>
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
<b>2015</b>	<b>4.4</b>	<b>6.7</b>	<b>4.8</b>	<b>2.5</b>	<b>4.8</b>
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
<b>2016</b>	<b>5.5</b>	<b>2.6</b>	<b>4.1</b>	<b>5.3</b>	<b>4.4</b>
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
<b>2017</b>	<b>3.8</b>	<b>4.0</b>	<b>3.3</b>	<b>3.2</b>	<b>3.1</b>
Agriculture	-3.2	-2.9	-3.3	7.1	-0.8
Industry	6.3	5.2	1.9	2.7	3.9
Service	3.5	4.5	4.3	3.2	3.2

Source: Department of Census & Statistics

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



### GDP grew by 3.1%

The Sri Lankan economy grew by 3.1% in 2017 compared to 4.4% growth recorded in 2016. The growth was mainly supported by the expansion of Industry sector by 3.9% and Services sector by 3.2%. However, Agriculture sector contracted by 0.8%.

## Labour Force Statistics

Employment	2017 4 <sup>th</sup> Quarter* (a)	2017 3 <sup>rd</sup> Quarter (a)	2016 Annual (a)	2015 Annual
Labour Force Participation Rate	54.1	53.6	53.8	53.8
Unemployment Rate	4.0	4.2	4.4	4.7
<b>By Gender</b>				
Male	3.0	2.7	2.9	3.0
Female	5.6	6.8	7.0	7.6
<b>By Age Group</b>				
20-29	12.6	14.2	14.2	14.2
20-24	16.6	19.0	19.9	19.7
25-29	8.9	9.8	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
<b>Production</b>						
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
<b>Net Extent Harvested</b>						
Hectares ('000)	667	344	1,011	343	212	555
Acres ('000)	1,649	849	2,498	847	524	1,371
<b>Average Yield kg per ha</b>	4,349	4,417	8,766	4,301	4,291	8,592

Source: Department of Census & Statistics

(a) provisional

The paddy production in 2017 Yala season declined by 34.2 percent to around 1.02 million mt. compared to the 1.55 million mt recorded in 2016. The total paddy production in 2017 declined by 43.8 percent to around 2.5 million mt, compared to the 4.45 million mt recorded in 2016.

## Tea, Rubber & Coconut Production

Category	2017 Feb	2018 Feb	% Change
<b>Production</b>			
Tea (Mn. Kg)	40.15	45.33	12.9
Rubber (Mn. Kg)	15.31	13.61	-11.1
Coconut (Mn. Nuts)	464.63	372.39	-19.8
<b>Exports (US\$ Mn)</b>			
	<b>2017 Jan</b>	<b>2018 Jan</b>	
Tea	101.60	111.8	10.1
Rubber	5.0	4.1	-19.2
Coconut	27.3	21.1	-22.5
<b>Colombo Auction Prices</b>			
	<b>2017 Jan</b>	<b>2018 Jan</b>	
Tea (Rs./ Kg)	596.71	640.45	7.3
Rubber (Rs./ Kg)	328.71	311.17	-5.3
Coconut (Rs/nut)	37.38	64.16	71.7

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

## Factory Industrial Production Index (2010=100)

Item (a)	2017 February (b)	2018 February (c)	Growth %
Manufacture of Food Products	102.9	106.6	3.7
Manufacture of Beverages	93.1	100.7	8.1
Manufacture of Tobacco Products	95.6	73.6	-23.0
Manufacture of Textiles	93.5	88.2	-5.7
Manufacture of Wearing Apparel	110.7	119.4	7.8
Manufacture of Leather and Related Products	100.4	116.7	16.2
Manufacture of Wood products ,except Furniture; Articles of Straw & plaiting materials	87.0	104.8	20.5
Manufacture of Paper and Paper Products	104.7	78.4	-25.2
Printing and Reproduction of Recorded Media	106.5	100.7	-5.5
Manufacture of Coke and Refined Petroleum Products	89.1	56.6	-36.5
Manufacture of Chemicals and Chemical Products	102.3	99.4	-2.9
Manufacture of Pharmaceuticals, Medicinal Chemicals	103.1	81.0	-21.5
Manufacture of Rubber and Plastic Products	100.1	108.0	7.9
Manufacture of Other Non-Metallic Mineral Products	110.7	107.6	-2.7
Manufacture of Basic Metals	120.2	138.9	15.5
Manufacture of Fabricated Metal Products	90.0	117.2	30.2
Manufacture of Electrical Equipment	102.9	97.6	-5.2
Manufacture of Machinery and Equipment n.e.c	104.9	115.7	10.3
Manufacture of Furniture	114.5	92.6	-19.1
Manufacture of other Manufacturing	101.5	73.4	-27.7
<b>Factory Industry Production Index</b>	<b>103.4</b>	<b>103.9</b>	<b>0.5</b>

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