RESERVE BANK OF MALAWI

DAILY FINANCIAL MARKET STATISTICS
(In Millions of Malawi Kwacha, unless otherwise specified)

Wednesday, 21 May 2014

A. PROJECTED EXCESS RESERVES OF THE BANKING SYSTEM

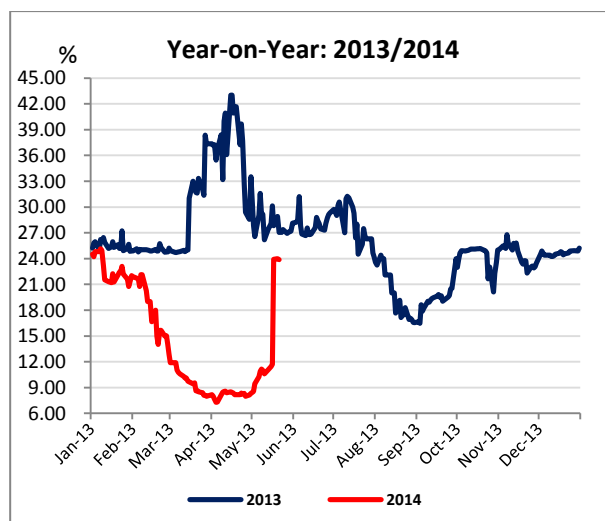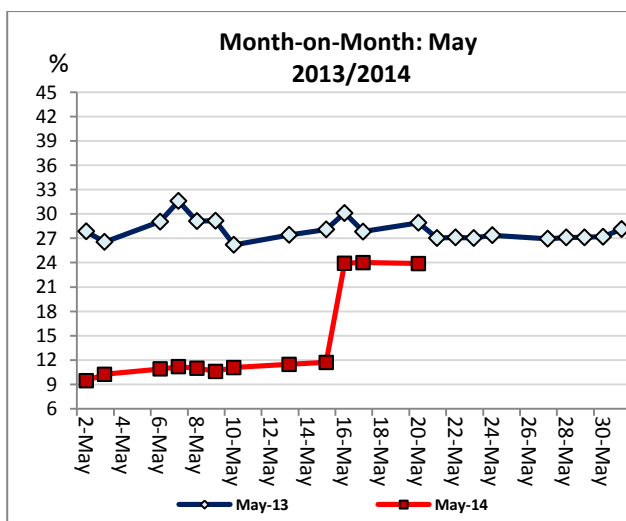|	
(a) Opening excess reserves	**4,596**
(b) Known transactions for the day (1)+(2)	**1,059**
(1) Foreign exchange operations (Net)	**1,279**
Injections	1,297
Withdrawals	0
(2) Money market operations (Net)	**-220**
Injections	0
Withdrawals	220
(c) Estimated excess reserves for the day (a)+(b)	**5,655**
Required Reserves (15.5 percent LRR)	**44,910**

Injection means + and withdrawal means –
Vault cash is no longer a qualifying asset for meeting LRR

B. PREVIOUS DAY'S INTER-BANK MARKET ACTIVITIES

Domestic Money Market Activity (MK million)	Volume	Weighted Average Rate (%)	Range (%)
Inter-bank overnight borrowing/lending	450	23.89	23.00-24.00
Number of borrowers	1		
Number of lenders	2		
Number of trades	2	-	-
Access on the Lombard Facility	220	27.00	27.00-27.00
Open market operations	-	-	-

C. WEIGHTED AVERAGE INTER-BANK O/N RATES

Month-on-Month: May 2013/2014

Year-on-Year: 2013/2014

D. FOREIGN EXCHANGE RESERVES POSITION AND KWACHA EXCHANGE RATE

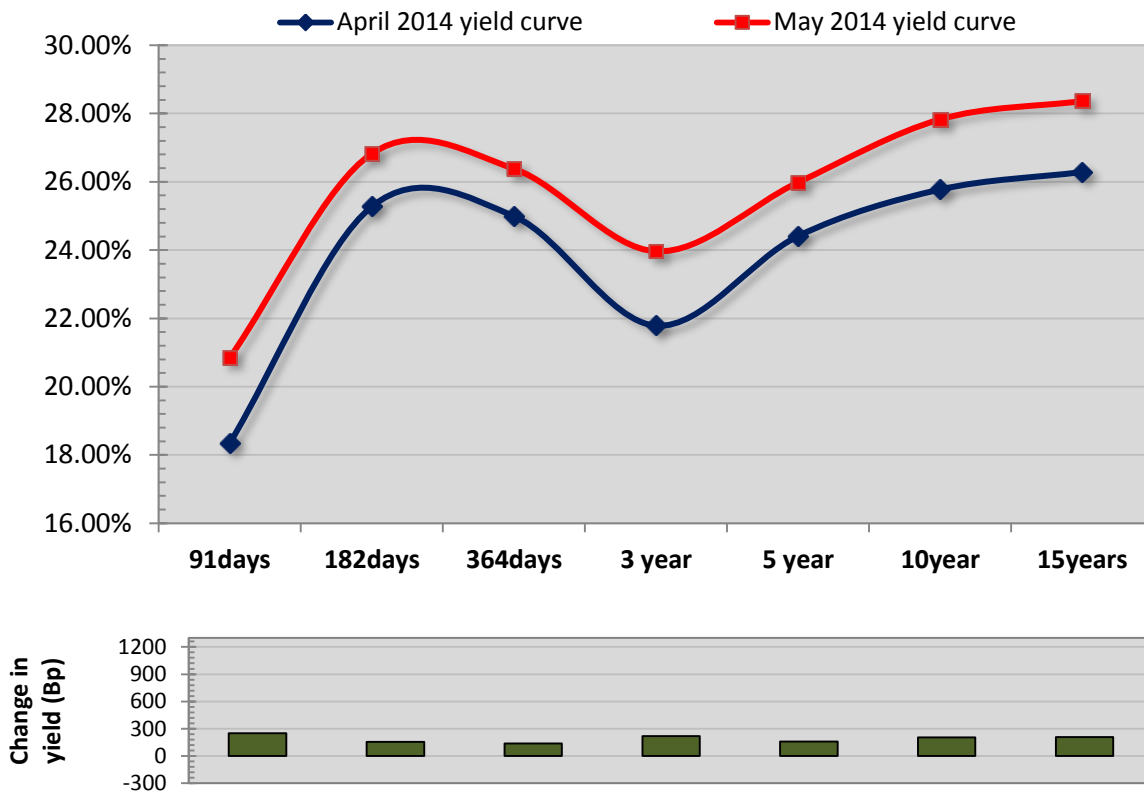|	Gross Official		Private Sector	USD/MWK
	Reserves (US$ million)	Import Cover (Months)[2]	Reserves (US$ million)[1]	TT Middle Rate
15 May 2014	413	2.16	311	397.3029
16 May 2014	413	2.16	304	398.2120

[1] Private sector reserves include Foreign Currency Denominated Accounts (FCDAs) and ADBs own forex positions
[2] US$191.0 million per month is used in this calculation

E. MATURITIES OF TREASURY BILLS & OMO REPOS IN THE NEXT THREE WEEKS (MWK'MILLION)

Week ending:	23 May 2014	30 May 2014	6 June 2014	13 June 2014
Treasury Bills	2,541	4,181	444	6,323
OMO Repos	2,029	5,415	4,736	62
OMO Treasury Bills	-	-	-	-

F. INDICATIVE YIELD CURVE FOR GOVERNMENT SECURITIES
(Based on market consensus)

	91days	182days	364days	3 year	5 year	10year	15year
April 2014 yield curve	18.35%	25.28%	24.99%	21.79%	24.41%	25.78%	26.29%
May 2014 yield curve	20.85%	26.83%	26.38%	23.97%	25.99%	27.83%	28.37%
Change in yield (bp)	250	155	139	218	157	206	208