RESERVE BANK OF MALAWI

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

Tuesday, 07 January, 2014

A. PROJECTED EXCESS RESERVES OF THE BANKING SYSTEM

(a) Opening excess reserves	**20,501**
(b) Known transactions for the day (1)+(2)	**0**
(1) Foreign exchange operations (Net)	**0**
Injections	0
Withdrawals	0
(2) Money market operations (Net)	**0**
Injections	0
Withdrawals	0
(c) Estimated excess reserves for the day (a)+(b)	**20,501**
Required Reserves (15.5 percent LRR)	**43,188**

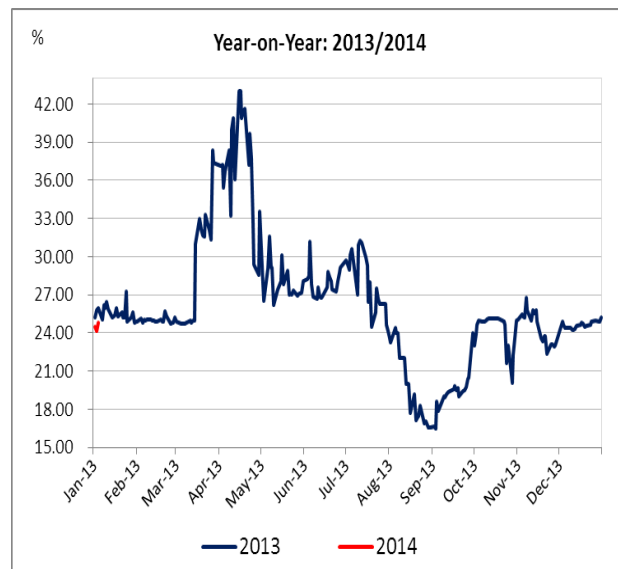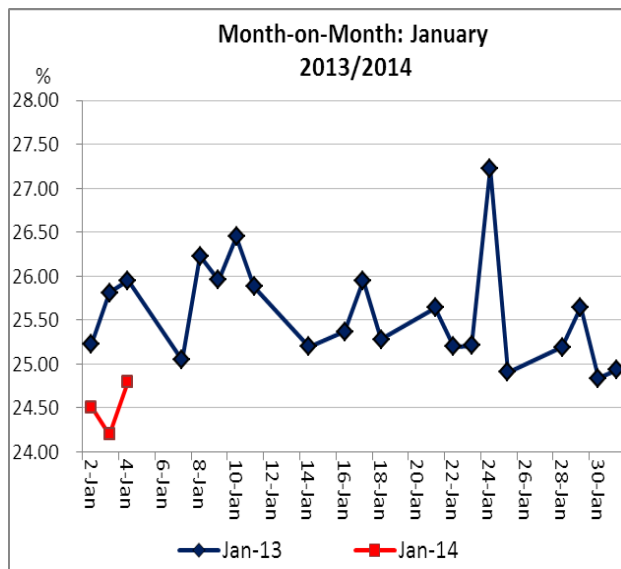Injection means + and withdrawal means –
12.0 percent minimum daily reserve requirement is used in the calculation of excess reserves
Vault cash is no longer a qualifying asset for meeting LRR

B. PREVIOUS DAY'S INTER-BANK MARKET ACTIVITIES

Domestic Money Market Activity (MK million)	Volume	Weighted Average Rate (%)	Range (%)
Inter-bank borrowing/lending	2,300	24.80	24.50-27.00
Number of borrowers	4		
Number of lenders	3		
Number of trades	6		
Discount window accommodation	-	-	-
Open market operations	17,901	34.49	20.00-40.45

C. WEIGHTED AVERAGE INTER-BANK RATES

Month-on-Month: January 2013/2014

Year-on-Year: 2013/2014

D. FOREIGN EXCHANGE RESERVES POSITION

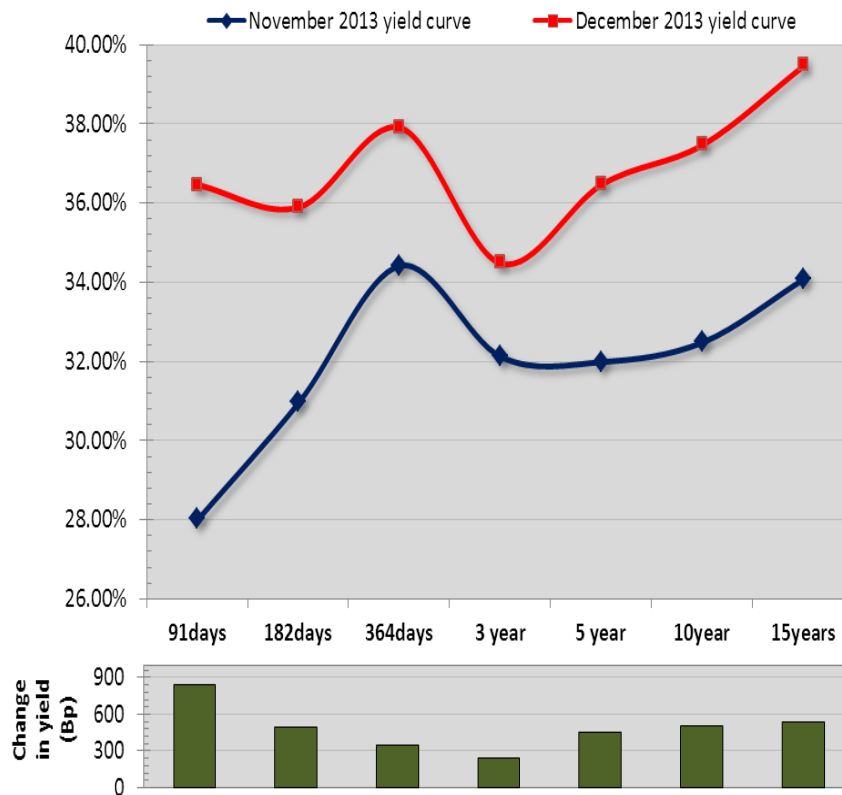|	Gross Official		Private Sector
	Reserves (US$ million)	Import Cover (Months)[2]	Reserves (US$ million)[1]
02 January 2014	401	2.13	358
03 January 2014	401	2.13	352

[1] Private sector reserves include Foreign Currency Denominated Accounts (FCDAs) and ADBs own forex positions
[2] US$188.1 million per month is used in this calculation

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

Week ending:	10 January 2014	17 January 2014	24 January 2014	31 January 2014
Treasury Bills	1,015	794	1,021	1,568
OMO Repos	5,373	-	-	-
-RBM 3-Year Bond Coupon	-	-	-	-

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

	91days	182days	364days	3 year	5 year	10year	15years
November 2013 yield curve	28.03%	30.98%	34.43%	32.13%	32.00%	32.50%	34.10%
December 2013 yield curve	36.47%	35.92%	37.93%	34.50%	36.50%	37.50%	39.50%
Change in yield (bp)	844	494	350	237	450	500	540