

# BANK OF UGANDA

## Financial Markets Department

Printing Date: 13-JUL-2009

### MONEY MARKET REPORT FOR JULY 10 (FOR INTERNAL USE ONLY)

| POLICY AND SHORT INTERBANK RATES |   |   |                                      |                  |  |                 |                 |                 |                 |
|----------------------------------|---|---|--------------------------------------|------------------|--|-----------------|-----------------|-----------------|-----------------|
| A                                | RATES (%) p.a.                          |   |                                      | B                | WEIGHTED AVERAGE INTERBANK RATES (%)           |                 |                 |                 |                 |
|                                  | Ruling Effec: 02-JUL-09                 |   |                                      |                  | p.a. (excludes <sup>v</sup> offshore players.) |                 |                 |                 |                 |
|                                  | Current<br>Percent<br>(746)<br>02-07-09 | Current<br>Percent<br>(745)<br>18-06-09 | Change in<br>Percent -<br>age points | TENURE           | Mon<br>06-07-09                                | Tue<br>07-07-09 | Wed<br>08-07-09 | Thu<br>09-07-09 | Fri<br>10-07-09 |
| Margin for RR                    | 3.400                                   | 3.400                                   | 0.000                                | ●Ruling<br>KIBOR |  |                 |                 |                 |                 |
|                                  |   |   |                                      | O/N              | 7.00   | 7.82            | 6.50            | 4.95            | 3.14            |
|                                  |   |   |                                      | 2 DAYS           | 12.00  | 8.93            | 5.83            |                 |                 |
|                                  |   |   |                                      | 3 DAYS           |  | 8.0             |                 | 7.00            |                 |
|                                  |   |   |                                      | 4 DAYS           |  |                 |                 | 7.00            |                 |
| Reference Rate                   | 6.30                                    | 6.19                                    | 0.11                                 | 5 DAYS           |  |                 |                 |                 |                 |
| Rediscount Rate                  | 9.70                                    | 9.59                                    | 0.11                                 | 6 DAYS           |  |                 |                 |                 |                 |
|                                  |   |   |                                      | 1 WEEK           | 11.43  | 12.25           | 10.58           | 8.22            | 9.51            |
| Bank Rate                        | 10.70                                   | 10.59                                   | 0.11                                 | 8 DAYS           |  |                 |                 |                 |                 |
| 91 day Effective Yield (EAY)     | 6.458                                   | 6.405                                   | 0.052                                | 10 DAYS          | 11.29  |                 |                 |                 |                 |
|                                  |   |   |                                      | 12 DAYS          |  |                 |                 |                 |                 |
|                                  |   |   |                                      | 2 WEEKS          |  |                 |                 |                 |                 |
|                                  |   |   |                                      | 30 DAYS          |  |                 |                 |                 |                 |
| 91 day Mon Mkt Yield (MMY)       | 6.307                                   | 6.257                                   | 0.050                                | 60 DAYS          |  |                 |                 |                 |                 |
|                                  |   |   |                                      | 90 DAYS          |  |                 |                 |                 |                 |

● KIBOR: Weighted average of O/N rates banks charge each other for unsecured borrowing of reserves.

**OMO INTERVENTION**

| TREASURY AUCTIONS: RE-OPENINGS (no. of x), ISSUE / MATURITY DATES, DR, YTM & OUTSTANDING STOCKS |        |                     |               |                |                   | VERTICAL REPURCHASE AGREEMENTS                                     |            |          |       |            |            |                   |                   |
|---|--------|---------------------|---------------|----------------|-------------------|--|------------|----------|-------|------------|------------|-------------------|-------------------|
| On-the-run T-BILLS  |        |                     |               |                |                   | Available Stock on 13-07 (before any policy action): Shs. 200.0 BN |            |          |       |            |            |                   |                   |
| On-the-run T-BONDS  |        |                     |               |                |                   | MOST RECENT REPOS:   |            |          |       |            |            |                   |                   |
| On-the-run T-BILLS  |        |                     |               |                |                   | TENURE *WAR (%)  |            |          |       |            |            |                   |                   |
| On-the-run T-BILLS  |        |                     |               |                |                   | 003/09 on 05-02  |            |          |       |            |            |                   |                   |
| On-the-run T-BILLS  |        |                     |               |                |                   | 079/08 on 02-09  |            |          |       |            |            |                   |                   |
| On-the-run T-BILLS  |        |                     |               |                |                   | 058/09 on 15-06  |            |          |       |            |            |                   |                   |
| On-the-run T-BILLS  |        |                     |               |                |                   | 045/09 on 14-05  |            |          |       |            |            |                   |                   |
| On-the-run T-BILLS  |        |                     |               |                |                   | 033/09 on 15-04  |            |          |       |            |            |                   |                   |
| On-the-run T-BILLS  |        |                     |               |                |                   | 056/09 on 12-06  |            |          |       |            |            |                   |                   |
| On-the-run T-BILLS  |        |                     |               |                |                   | 059/09 on 15-06  |            |          |       |            |            |                   |                   |
| On-the-run T-BILLS  |        |                     |               |                |                   | 034/09 on 15-04  |            |          |       |            |            |                   |                   |
| On-the-run T-BILLS  |        |                     |               |                |                   | 012/09 on 17-03  |            |          |       |            |            |                   |                   |
| On-the-run T-BILLS  |        |                     |               |                |                   | 057/09 on 12-06  |            |          |       |            |            |                   |                   |
| On-the-run T-BILLS  |        |                     |               |                |                   | 036/09 on 23-04  |            |          |       |            |            |                   |                   |
| On-the-run T-BILLS  |        |                     |               |                |                   | 364/07 on 07-12  |            |          |       |            |            |                   |                   |
| On-the-run T-BILLS  |        |                     |               |                |                   | 025/09 on 26-03  |            |          |       |            |            |                   |                   |
| MAT.  | WA DR  | Change in WA DR (%) | YTM (%) Range | YTM (%) AT WAP | Change in YTM (%) | REPO Issue No  | Issue Date | Mat Date | WAR   | Rate Range | Hi-Lo spd. | Target Amt Sh. BN | Actual Amt Sh. BN |
| 91  | 6.209  | +0.048              | 6.280-6.431   | 6.339          | +0.050            | 002/09   | 09-07      | 13-07    | 7.500 |            |            | (60.00)           | (60.00)           |
| 182   | 10.699 | +0.497              | 10.615-11.640 | 11.271         | +0.552            |  |            |          |       |            |            |                   |                   |
| 364   | 12.084 | -0.224              | 11.159-13.494 | 13.263         | -0.271            |  |            |          |       |            |            |                   |                   |
| 2X0   |        |                     | 14.000-20.000 | 18.550         | 3.772             |  |            |          |       |            |            |                   |                   |
| 3X1   |        |                     | 13.000-14.388 | 14.215         | -0.25             |  |            |          |       |            |            |                   |                   |
| 5X0   |        |                     | 13.001-14.495 | 14.066         | +1.098            |  |            |          |       |            |            |                   |                   |
| 10X0  |        |                     | 11.000-21.000 | 13.477         | N/A               |  |            |          |       |            |            |                   |                   |

**DAILY MONEY MARKET TRANSACTIONS (Excl. VERTICAL REPOs)**

(By Rate, by Tenor, by Funds in BN. & from source to destination)

|    | RATE (%)     | TENOR | AMT BN    | FROM | TO |    | RATE (%)     | TENOR | AMT BN | FROM | TO |
|----|--------------|-------|-----------|------|----|----|--------------|-------|--------|------|----|
| 1  | 10           | 7     | 1         |      |    | 23 |              |       |        |      |    |
| 2  | 10           | 7     | 2         |      |    | 24 |              |       |        |      |    |
| 3  | 10           | 7     | 2         |      |    | 25 |              |       |        |      |    |
| 4  | 10           | 7     | 2         |      |    | 26 |              |       |        |      |    |
| 5  | 10           | 7     | 1.5       |      |    | 27 |              |       |        |      |    |
| 6  | 10           | 7     | 3         |      |    | 28 |              |       |        |      |    |
| 7  | 9.75         | 7     | 1.5       |      |    | 29 |              |       |        |      |    |
| 8  | 9            | 7     | 2         |      |    | 30 |              |       |        |      |    |
| 9  | 8.5          | 7     | 1         |      |    | 31 |              |       |        |      |    |
| 10 | 7.5          | 7     | 2         |      |    | 32 |              |       |        |      |    |
| 11 | 4            | 1     | 4         |      |    | 33 |              |       |        |      |    |
| 12 | 4            | 1     | 2         |      |    | 34 |              |       |        |      |    |
| 13 | 4            | 1     | 1         |      |    | 35 |              |       |        |      |    |
| 14 | 4            | 1     | 1         |      |    | 36 |              |       |        |      |    |
| 15 | 4            | 1     | 2         |      |    | 37 |              |       |        |      |    |
| 16 | 3.75         | 1     | 4         |      |    | 38 |              |       |        |      |    |
| 17 | 3            | 1     | 3         |      |    | 39 |              |       |        |      |    |
| 18 | 3            | 1     | 2         |      |    | 40 |              |       |        |      |    |
| 19 | 2.5          | 1     | 2         |      |    | 41 |              |       |        |      |    |
| 20 | 2            | 1     | 2         |      |    | 42 |              |       |        |      |    |
| 21 | 2            | 1     | 2         |      |    | 43 |              |       |        |      |    |
| 22 | 2            | 1     | 4         |      |    | 44 |              |       |        |      |    |
|    | <b>TOTAL</b> |       | <b>47</b> |      |    |    | <b>TOTAL</b> |       |        |      |    |

**SECURITIES MATURITIES PROFILE [09 JULY – 13 AUGUST 2009]**

| SECURITY TYPE | MON 13-JUL             | WED 15-JUL           | THU 23-JUL           | MON 03-AUG           | THU 06-AUG           | THU 13-AUG            | TOTAL                 |
|---------------|------------------------|----------------------|----------------------|----------------------|----------------------|-----------------------|-----------------------|
| REPO          | -60,049,315,068        | 0                    | 0                    | 0                    | 0                    | 0                     | -60,049,315,068       |
| T-BILLS       | 0                      | 4,001,302,310        | 4,988,506,787        | 8,822,159,153        | 1,281,636,056        | 33,864,463,352        | 52,958,067,658        |
| T-BONDS       | 0                      | 0                    | 0                    | 0                    | 0                    | 0                     | 0                     |
| COUPONS       | 0                      | 0                    | 1,697,735,460        | 0                    | 1,487,143,000        | 0                     | 3,184,878,460         |
| <b>TOTAL</b>  | <b>-60,049,315,068</b> | <b>4,001,302,310</b> | <b>6,686,242,247</b> | <b>8,822,159,153</b> | <b>2,768,779,056</b> | <b>33,864,463,352</b> | <b>-3,906,368,950</b> |

*Note that redemption value of Treasuries & Coupon payments may differ on settlement day on account of BOU managed funds, Rediscounts and tax liabilities.*

**DAILY SECONDARY MARKET QUOTES (Based On-the-run TREASURY SECURITIES)**

**PRIMARY DEALERS BUY AND SELL INDICATIVE RATES (DISCOUNT RATES AND YIELD TO MATURITIES)**

| DEALER                   | T-BILL          |                  |                 |                    |               |                  |                 |                    | T-BOND              |                      |                      |                       |
|--------------------------|-----------------|------------------|-----------------|--------------------|---------------|------------------|-----------------|--------------------|---------------------|----------------------|----------------------|-----------------------|
|                          | 91 DR           | 91 YTM<br>DTM=83 | 182 DR          | 182 YTM<br>DTM=174 | 273 DR        | 273 YTM<br>DTM=0 | 364 DR          | 364 YTM<br>DTM=356 | 2 yr YTM<br>DTM=573 | 3 yr YTM<br>DTM=1049 | 5 yr YTM<br>DTM=1217 | 10 yr YTM<br>DTM=1763 |
| BBUG                     | 07 10/85        | 07 27/00         | 10 50/25        | 11 04/76           | 0 00/00       | 0 00/00          | 11 95/70        | 13 08/78           | 13 50/25            | 13 85/60             | 14 00/75             | 14 00/75              |
| CRDB                     | 07 10/85        | 07 27/00         | 10 50/25        | 11 04/76           | 0 00/00       | 0 00/00          | 11 95/70        | 13 08/78           | 13 50/25            | 13 85/60             | 14 00/75             | 14 00/75              |
| DFBU                     | 07 10/85        | 07 27/00         | 10 40/15        | 10 93/65           | 0 00/00       | 0 00/00          | 12 00/75        | 13 14/84           | 13 50/25            | 13 85/60             | 14 00/75             | 14 00/75              |
| SCBU                     | 07 05/95        | 07 21/11         | 10 45/35        | 10 98/87           | 0 00/00       | 0 00/00          | 11 90/80        | 13 02/90           | 13 45/35            | 13 60/50             | 13 90/80             | 14 00/90              |
| STBG                     | 06 95/85        | 07 11/00         | 10 70/60        | 11 26/15           | 0 00/00       | 0 00/00          | 12 00/90        | 13 14/02           | 13 50/40            | 13 70/60             | 13 90/80             | 14 00/90              |
| RODA                     | 07 00/75        | 07 16/90         | 10 45/20        | 10 98/70           | 0 00/00       | 0 00/00          | 11 95/70        | 13 08/78           | 13 50/25            | 13 65/45             | 13 90/70             | 14 00/80              |
| <i>Best Bid/<br/>Ask</i> | 06.95<br>/06.95 | 07.11<br>/07.11  | 10.40<br>/10.60 | 10.93<br>/11.15    | 0.00<br>/0.00 | 0.00<br>/0.00    | 11.90<br>/11.90 | 13.02<br>/13.02    | 13.45<br>/13.40     | 13.60<br>/13.60      | 13.90<br>/13.80      | 14.00<br>/13.90       |

**DAILY SECONDARY MARKET TRADES FOR [JULY 2009]**

| VALUE DATE | TRANS. TYPE | DTM (TENOR) | DR (%p.a.) | MMY (%p.a.) | YTM (%p.a.)    | AMOUNT (FV)   | AMOUNT (COST) | SELLER | BUYER |
|------------|-------------|-------------|------------|-------------|----------------|---------------|---------------|--------|-------|
| 10-07      | SALE        | 146 (364)   | 8.45       | 8.75        | 8.763          | 1,502,800,000 | 1,451,981,315 |        |       |
| 10-07      | SALE        | 356 (364)   | 11.73      | 13.25       | 12.821         | 1,255,000,000 | 1,111,373,952 |        |       |
|            |             |             |            |             |                |               |               |        |       |
|            |             |             |            |             |                |               |               |        |       |
|            |             |             |            |             |                |               |               |        |       |
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|            |             |             |            |             |                |               |               |        |       |
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|            |             |             |            |             |                |               |               |        |       |
|            |             |             |            |             |                |               |               |        |       |
|            |             |             |            |             | <b>TOTAL</b>   | 2,757,800,000 | 2,563,355,267 |        |       |
|            |             |             |            |             | <b>CUM TOT</b> |               |               |        |       |