

Central Bank Of Barbados

MARKET UPDATE**INTEREST RATES**

Sources: Regional Central Banks

End of Period Rates (%)	Barbados June	Guyana July	Trinidad August	Jamaica July
Minimum				
Ordinary Savings Rate 1/	2.50	2.22	0.30	2.24
12-month Deposit Rate 2/	2.50-2.75	2.38	1.35	6.25
Average Lending Rate 3/	7.65-8.70	11.69	8.00	18.07
Bank Rate	7.00	5.25	5.25	-
Treasury Bill (3-mth) 4/	3.40	2.24	0.73	6.36

1/ The ordinary savings rate for Trinidad is at June 2011.

2/ The 12-month deposit rate for Jamaica is at June 2011.

3/ Average Lending Rate for Trinidad is at June 2011. The Bank Rate for Trinidad is at June 2011. Guyana's is at May 2011.

4/ The three-month Treasury Bills Rate for Jamaica is at August 2011. Barbados is at August 2011.

REGIONAL INFLATION RATES 5/

Sources: Regional Central Banks

	Barbados	Guyana	Trinidad	Jamaica
Annual Rate (%)	6.68	2.10	0.80	2.50

5/ Represents the twelve month weighted average inflation rate.

The inflation rate for Guyana is at March 2011. Barbados is at June 2011. Trinidad and Jamaica is at June 2011.

EXCHANGE RATES

Source: Bloomberg

Period	Bds / GBP	Bds / EURO	TTD/ Bds	GYD/ Bds	JMD/ Bds
Sep 15 2011	3.16150	2.74230	3.20000	101.000	43.1750
Sep 30 2011	3.12120	2.71370	3.20000	101.000	43.1625
(%) Change In Value of Bds\$	1.27%	1.04%	0.00%	0.00%	-0.03%

TREASURY BILL OPERATIONS

Source: Accountant General

Type	Date of Issue	Issue Size (Bds\$M)	Interest Rate	Under (-)/Over (+) Subscribed (Bds\$M)
3-Mth	2011-09-09	94.18	3.40%	+1.78
6-Mth		16.23	3.40%	-
3-Mth	2011-09-24	115.42	3.42%	+0.466
6-Mth		13.13	3.40%	-

DEBT PROFILE

Source: Central Bank of Barbados

Security	Date of Issue	Issue Size (Bds\$M)	Interest Rate	Date of Maturity
Savings Bond	2011-06-15	5.00	5.50%	2016-06-14
Treasury Note/Debenture	2011-09-30	50.00	7.75%	2031-09-30

B.S.E. TRADING DATA

Source: Barbados Stock Exchange Inc.

Period	Sep 14	Sep 30	(%) Change
Closing Local Index	3307.20	3304.58	-0.07
Closing Cross List Index	1168.29	1168.29	-
Closing Composite Index	733.69	733.32	-0.05
Banks Holdings Ltd	3.82	3.81	-0.26
Barbados Farms Ltd	1.90	1.50	-21.05
Fortress Caribbean Property Fund	1.05	1.05	-
Sagicor Financial Corporation	2.42	2.70	11.57

US EQUITY MARKET INDICES

Source: Bloomberg

Period	S&P 500	Nasdaq	Dow Jones
Sep 14, 2011	1188.68	2572.55	11246.70
Sep 30, 2011	1131.42	2415.40	10913.40
(%) Change	-4.82%	-6.11%	-2.96%

LIBOR US\$ FIXING

Source: Bloomberg

Period	3-month	6-month	12-month
Sep 14, 2011	0.34911	0.52089	0.83411
Sep 30, 2011	0.37433	0.55783	0.86489

Source: Bloomberg

US BENCHMARK YIELDS
As at Sep 30, 2011

MATURITY	YIELD (%)
3-Mth	0.0000
1-Yr	0.1119
2-Yrs	0.2509
5-Yrs	0.9695
10-Yrs	1.9301

UK BENCHMARK YIELDS
As at Sep 30, 2011

MATURITY	YIELD (%)
3-Mth	0.4814
1-Yr	0.5552
2-Yrs	0.5722
5-Yrs	1.3635
10-Yrs	2.4269

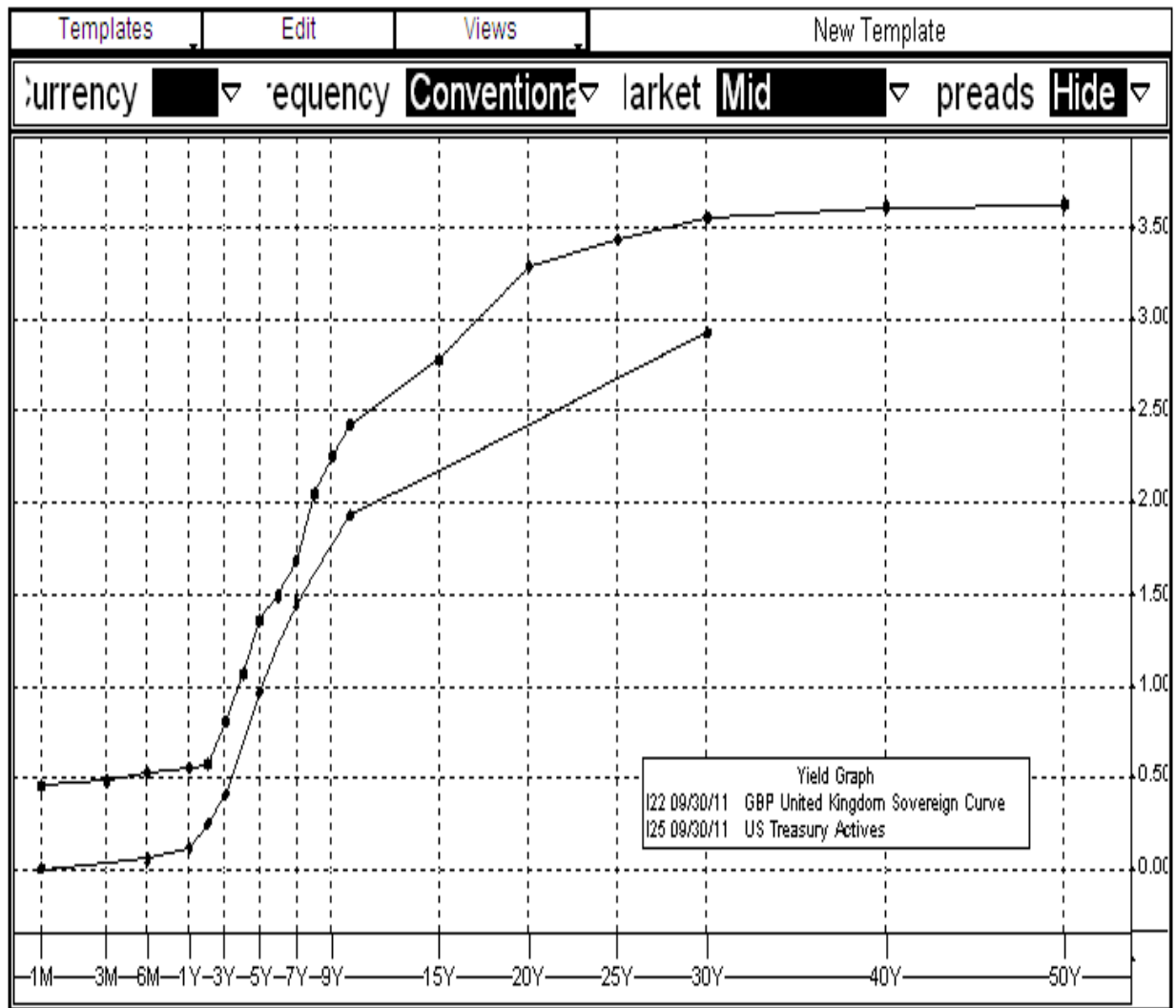
Graph 1. US & UK YIELD CURVES – unadjusted

YCRV

Index YCRV

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Yield Graph



Australia 61 2 9777 8600 Brazil 5511 3048 4500 Europe 44 20 7330 7500 Germany 49 69 9204 1210 Hong Kong 852 2977 6000
 Japan 81 3 3201 8900 Singapore 65 6212 1000 U.S. 1 212 318 2000 Copyright 2011 Bloomberg Finance L.P.
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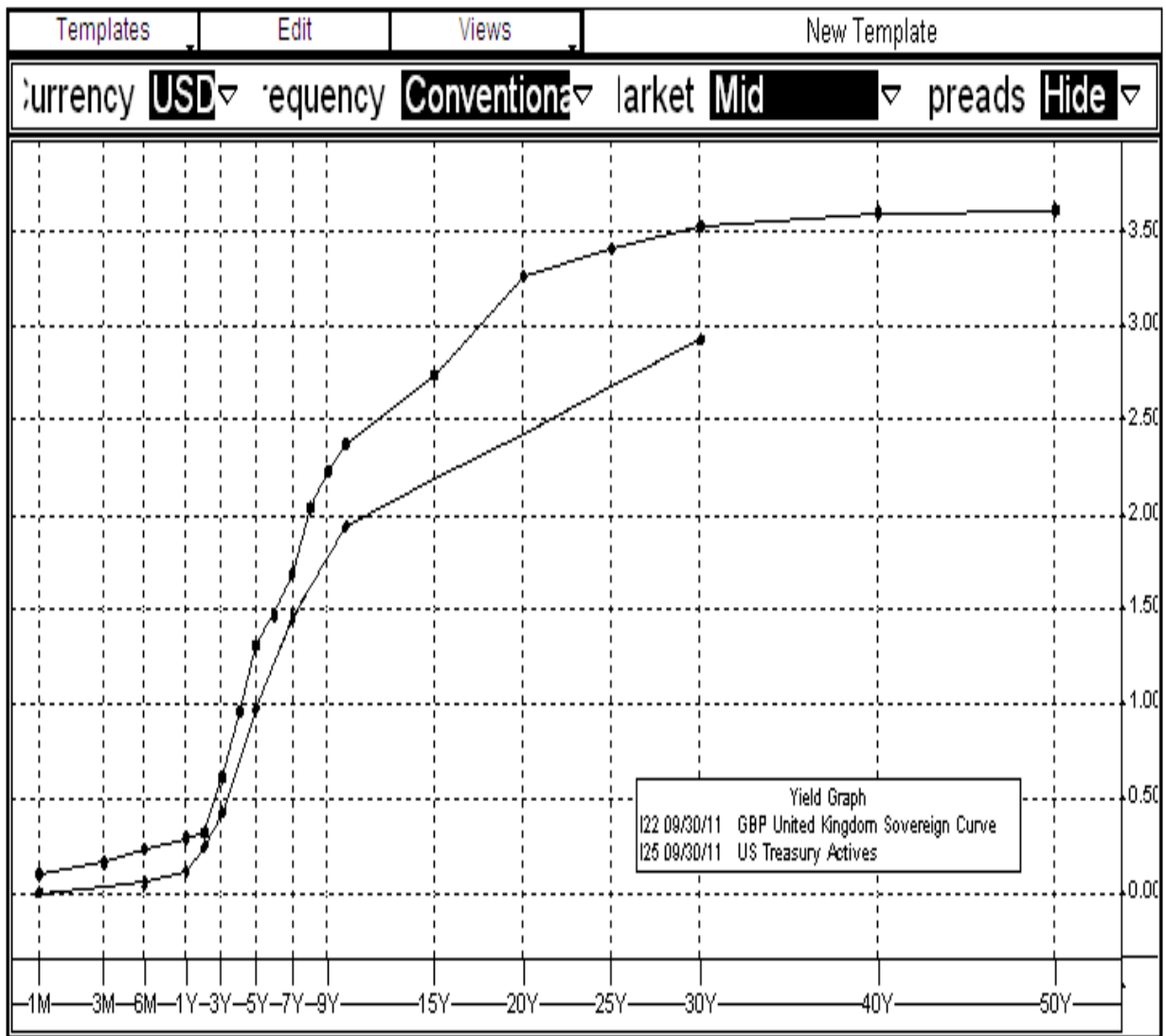
Source: Bloomberg

Graph 2. US & UK YIELD CURVES – adjusted

Source: Bloomberg

YCRV Index YCRV
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Yield Graph



Australia 61 2 9777 8600 Brazil 5511 3048 4500 Europe 44 20 7330 7500 Germany 49 69 9204 1210 Hong Kong 852 2977 6000
 Japan 81 3 3201 8900 Singapore 65 6212 1000 U.S. 1 212 318 2000 Copyright 2011 Bloomberg Finance L.P.
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GLOSSARY

Bank Rate - The interest rate charged to commercial banks that borrow from the Central Bank.

Benchmark Yield - A benchmark bond is a reference security for a particular maturity that serves as a performance comparison for similar bonds. The yield on a benchmark is the return it will generate, stated as a percentage of price. A line graph of these rates is called a yield curve and shows the relationship between yields and maturity, at a given point in time.

London Inter-Bank Offer Rate (LIBOR) - The interest rate that international banks charge each other for loans. This average rate is derived based on information provided by the British Bankers Association and serves as a reference for market borrowing.

Dow Jones Industrial Average (Dow Jones) - is a price-weighted average of 30 blue-chip stocks that are generally the leaders in their industry. It has been a widely followed indicator of stock market performance since October 1, 1928.

Standard and Poor's 500 Index (S&P 500) - is a capitalization-weighted index of 500 stocks. The index is designed to measure the performance of the domestic economy through changes in the aggregate market value of 500 stocks representing all major industries.

National Association of Securities Dealers Automated Quotation (NASDAQ) - is a broad based capitalization-weighted of all national market and small capitalization stocks.

Barbados Stock Exchange Local Index - is a statistical indicator providing a representation of the value of local securities traded on the B.S.E. The **Cross List Index** captures the volume of regional securities traded, while the **Junior Market Index** pertains solely to Fortress Caribbean Property Fund.