



News Release
30 October 2012

BANK OF JAMAICA OPEN MARKET OPERATIONS

To augment its liquidity management operations, the Bank of Jamaica will be offering three variable rate instruments commencing Wednesday 31 October 2012 to Monday, 05 November 2012. These are:

- (i) **A 49-day Certificate of Deposit**, with offer limit of \$6.0 billion. The coupon will re-price monthly at **0.6 percentage point** above the one month GOJ Treasury Bill rate existing at the beginning of the next interest period. The initial coupon for the first 30 days is **6.81 per cent per annum**. This offer is extended to all Primary Dealers and commercial banks, for only one day on **Wednesday, 31 October 2012**.
- (ii) **A 182-day Certificate of Deposit**, with an unlimited offer amount. The instrument re-prices quarterly at **0.8 percentage point** above the three month GOJ Treasury Bill rate existing at the start of each re-pricing period. The initial coupon for the first three months is **7.18 per cent per annum**. This offer is extended to all Primary Dealers and commercial banks, from **Wednesday, 31 October 2012 to Monday, 05 November 2012**.
- (iii) **A 364-day Certificate of Deposit**, with an unlimited offer amount. The instrument re-prices quarterly at **1.0 percentage point** above the three month GOJ Treasury Bill rate existing at the start of each re-pricing period. The initial coupon for the first three months is **7.38 per cent per annum**. This offer is extended to all Primary Dealers and commercial banks, from **Wednesday 31 October 2012 to Monday, 05 November 2012**.

The term sheets for these Certificates of Deposit will be circulated via electronic mail to all Primary Dealers and commercial banks.

Please note that the Bank will continue to offer its regular 30-day Certificate of Deposit at the current interest rate of 6.25 per cent per annum.

The Bank of Jamaica will continue to monitor the flow of Jamaica Dollar liquidity in the financial system and adjust its money market operations to ensure continued stability in the financial markets.