

THE POSITION AT 30 JUNE 2004

Table P18 Market value sensitivity of the Commonwealth net debt

	Physical debt (net of term deposits)	Interest rate swaps	Total
	\$ million	\$ million	\$ million
Exchange rate sensitivity	3	0	3
One cent depreciation of A\$ against the US\$			
A\$ yield curve sensitivity	-1,337	456	-881
Broadly based 0.50 per cent increase in domestic interest rates			
Foreign yield curve sensitivity	-5	0	-5
Broadly based 0.50 per cent increase in foreign interest rates			

(a) Data is consistent with the Commonwealth debt portfolio definitions in Table 17.

(b) All shocks are considered independently of changes in other market variables.

(c) Liability balances (stocks) and increases in liability balances (flows) are represented by positive numbers.

(d) Where foreign debt is denominated in currencies other than the US dollar, it is assumed that the Australian dollar depreciates in the same proportion as the US dollar.