

THE POSITION AT 30 JUNE 2006

Table P14 Summary of the Net Debt Portfolio's Market Value

AOFM net debt portfolio (a) (b)	Portfolio at 30 June 2005	Portfolio at 30 June 2006
Face value (\$ billion)	29.6	35.9
Market value (\$ billion)	35.9	40.7
Average period to maturity (years) (c)	10.0	8.6
Foreign currency share (%) (d)	0.1	0.0
Domestic currency portfolio		
Market value (\$ billion)	35.9	40.7
Treasury Bonds	52.1	49.7
Maturing within:		
0-1 year	6.8	6.2
1-5 years	21.7	25.6
5-10 years	20.1	10.3
10+ years	3.5	7.7
Treasury Indexed Bonds	10.0	9.2
Treasury Notes	0.0	0.0
A\$ derivative cash flows (e)	-0.7	0.0
Term deposits	-25.6	-18.2
Other (f)	0.1	0.0
Modified duration	4.8	4.8
Treasury Bonds	3.8	4.0
Treasury Indexed Bonds	7.8	8.2
Treasury Notes	0.0	0.0
A\$ derivative cash flows - pay legs(e)	0.3	0.4
A\$ derivative cash flows - receive legs(e)	3.1	3.1
Term deposits	0.1	0.0
Other (f)	1.1	1.1
Average period to maturity (years) (c)	10.0	8.6
Foreign currency portfolio (g)		
Market value (\$ billion)	0.0	0.0
Modified duration	3.2	7.2
Average period to maturity (years) (c)	3.9	10.7

(a) The portfolio is defined here as all Commonwealth Government Securities on issue; excluding those issued on behalf of the States and Territories or held by the Commonwealth, and overdue; less term deposits (not including those held on behalf of separate Funds). This is not the same as Commonwealth general government net debt, as published in the Budget Papers, which includes other assets and liabilities including those not managed by the AOFM.

(b) Not all totals may sum exactly due to rounding.

(c) The average period to maturity is weighted by face value.

(d) Currency shares are based on market values.

(e) Arising from interest rate swaps.

(f) Comprised of liabilities assumed from the Federal Airports Corporation and the Snowy Mountains Hydro-electric Authority.

(g) Foreign currency exposure arising from foreign currency derivatives was fully unwound by February 2004. As at 30 June 2006 there remained one foreign loan outstanding in this portfolio (US\$5.3 million).