

THE POSITION AT 30 JUNE 2011

Table P10 Market value sensitivity of the AOFM net debt portfolio

	Physical debt (a)	Short term assets (b)	RMBS	Total
Market rate scenario (c)	\$ million	\$ million	\$ million	\$ million
Domestic interest rates Broadly based 0.50 per cent rise in Australian interest rates (d)	-4,237.6	2.2	171.2	-4,064.2
Foreign interest rates Broadly based 0.50 per cent rise in US interest rates	-0.2	0.0	0.0	-0.2
Exchange rate One cent depreciation of A\$ against the US\$	0.1	0.0	0.0	0.1

(a) Physical debt includes Treasury Bonds, Treasury Indexed Bonds, Treasury Notes and foreign currency loans.

(b) Short-term assets include term deposits with the RBA, bank accepted bills, negotiable certificates of deposits and short dated State government bonds.

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

(d) This assumes an increase in the yields on Commonwealth Government securities and the swap curve.

It is also assumed that there is a widening in the traded margins on RMBS securities.

Note: In this table a positive (negative) value represents an increase (decrease) in the market value of a debt position or a decrease (increase) in the market value of an asset position.