



SEMI-ANNUAL REPORT ON FOREIGN EXCHANGE TURNOVER

April 2007

The Semi-Annual Report on Foreign Exchange Turnover compiles data from 29 financial institutions that are active in the Australian foreign exchange market and is drawn from the Reserve Bank of Australia's monthly turnover survey. The results for April 2007 are presented in the summary tables and charts below.

The main findings of the report are:

- Average daily turnover in traditional foreign exchange instruments (spot, outright forwards and foreign exchange swaps) in the Australian market was US\$169.5 billion in April 2007. This was an increase of 16 per cent from October 2006, and an increase of 9 per cent over the year.
- Average daily turnover in OTC options and cross-currency interest rate swaps (currency swaps) in the Australian market was US\$6.8 billion in April 2007. Turnover in OTC options increased by 70 per cent from October 2006 and 118 per cent over the year. Data on currency swaps are available from April 2007.
- Total average daily turnover in all foreign exchange instruments in the Australian market was US\$176.3 billion in April 2007. This was an increase of 18 per cent from October 2006, and an increase of 11 per cent over the year.

Tables 1 to 5 report summaries of foreign exchange turnover in the Australian market by instrument, counterparty, currency and maturity for April 2007, with some comparisons to October 2006. Tables 6a to 6c provide the full set of data for April 2007.

For the purposes of this report, turnover is defined as the gross value of all new deals entered into during the month (regardless of whether or not settlement was made during the period) and is reported in terms of the nominal or notional amount of the contracts. Figures reflect all deals struck in Australia, irrespective of where deals are booked (i.e. data are collected on a sales desk basis). As such, survey results are comparable to the Bank for International Settlements (BIS) Triennial survey. All amounts in this report are converted to US dollars using the average AUD/USD exchange rate for the month in which data are collected.

The next semi-annual report will be released in January 2008, presenting data for October 2007. Monthly data for selected series can be accessed at:

http://www.rba.gov.au/statistics/tables/index.html#exchange_rates

Similar semi-annual foreign exchange turnover surveys are conducted for a number of foreign exchange markets. The results of these surveys can be found at:

Canada http://www.cfec.ca/fx_volume.html
Singapore <http://www.sfemc.org/>
UK <http://www.bankofengland.co.uk/markets/forex/fxjsc/index.htm>
US <http://www.newyorkfed.org/fxc>

Similar annual foreign exchange turnover surveys are conducted for the following markets:

Japan http://www.fxcomtky.com/index_e.html

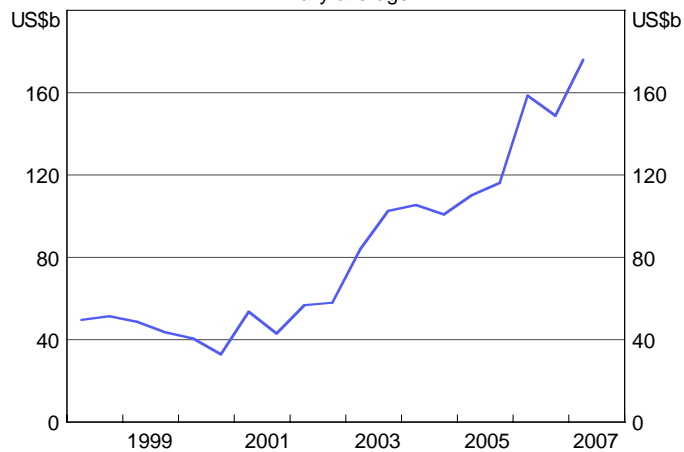
For queries regarding the RBA foreign exchange turnover survey, please contact:

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Note: The RBA survey of foreign exchange and derivatives turnover has been expanded to include data on currency swaps, maturities and a broader range of currency pairs.

Graph 1
All FX Markets Turnover

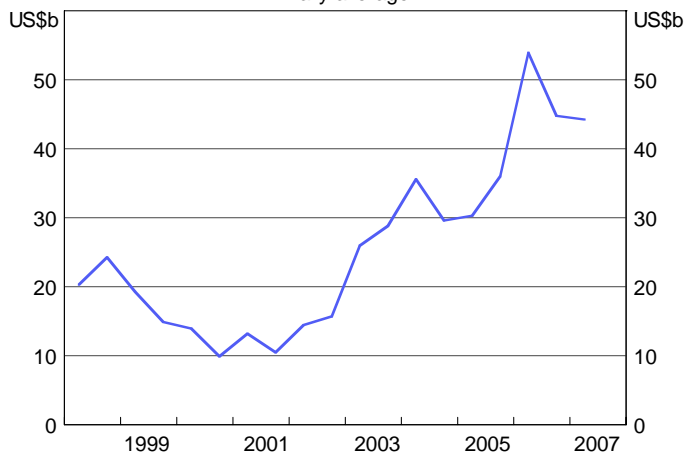
Daily average



Source: RBA

Graph 2
Outright Spot Turnover

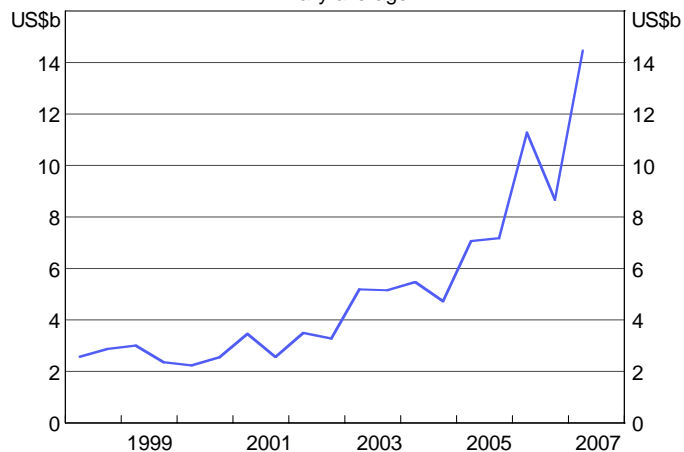
Daily average



Source: RBA

Graph 3
Outright Forwards Turnover

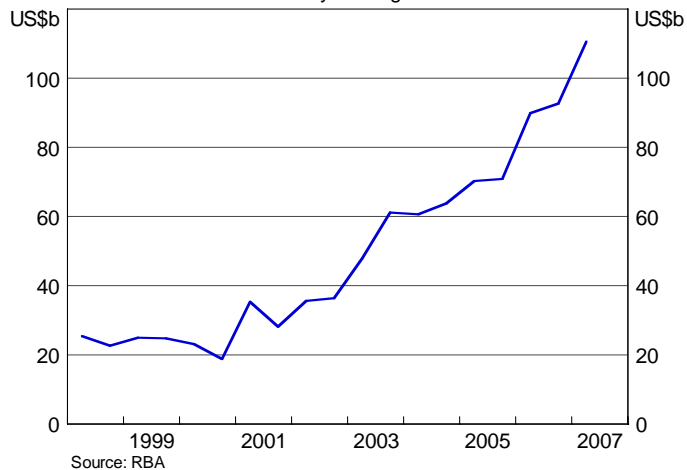
Daily average



Source: RBA

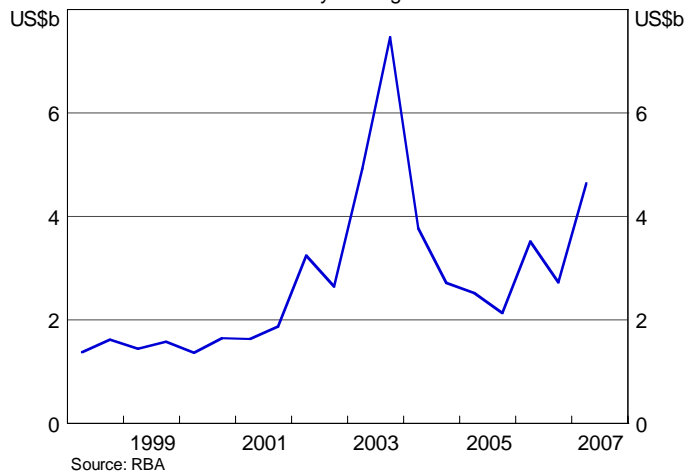
**Graph 4
FX Swaps Turnover**

Daily Average



**Graph 5
OTC Options Turnover**

Daily Average



**Graph 6
Currency Swap Turnover**

Daily Average

