## Criteria to Choose Yield for T-bill*

1. If T-bill is traded on the calculation day, an executed yield with no SL/NL flag is used.
2. If T-bill is not traded on the calculation day, an averaged bid-offer yield is then used instead.
   - T-bill with a duration that falls between 2 tenors of those quoted in table (1M/28 days, 3M/91 days, 6M/182 days and 1Y/364 days), its yield is to be calculated by linear interpolation method.

| 4-Sep-06 | | | |
|---|---|---|---|
| Treasury Bill | Simple Yield * (%) | | |
| | Bid | Offer | Average |
| T-BILL1M (28) days | 4.821667 | 4.781667 | **4.801667** |
| T-BILL3M (91) days | 4.875 | 4.835 | **4.855** |
| T-BILL6M (182) days | 4.953333 | 4.916667 | **4.935** |
| T-BILL1Y (364) days | 5.106667 | 5.066667 | **5.086667** |

3. If duration of T-bill is less than 1 month (28/365 year), use the yield on the day its duration equals 1 month (if that day is holiday, use the earlier working day)

*These criteria have been used since on 4th September 2006, yields for T-bill were from zero coupon yield curve.

### Calculation Examples

For a T-bill with TTM of 60 days

$$\text{Yield} = 4.801667 + \frac{(4.855 - 4.801667)}{(91 - 28)} \times (60\text{-}28)$$

$$= 4.828757$$

For a T-bill with TTM of 147 days

$$\text{Yield} = 4.801667 + \frac{(4.935 - 4.855)}{(182 - 91)} \times (147\text{-}91)$$

$$= 4.904231$$