



PART I – BOXES

	<i>Page</i>
1. Policies and Strategies to Accelerate Economic Growth and Regional Development ...	3
2. Liberalisation of Trade in Services and Limitations ...	6
3. Welfare Cost of Subsidies ...	12
4. Prevalence and Macroeconomic Impact of the Principal Agent Problem and Rent Seeking ...	13
5. The Apparel Industry in Sri Lanka in the Aftermath of the Termination of the Multi-Fibre Arrangement ...	26
6. Progress of Post-Tsunami Recovery and Reconstruction Activities ...	30
7. Avian Flu and its Impact on Sri Lanka ...	40
8. Labour Productivity and Underemployment ...	74
9. Comprehensive Economic Partnership Agreement between India and Sri Lanka ...	81
10. Economic Importance and Implications of Worker Remittances ...	90
11. Re-classification of the Financial Account of the Balance of Payments Presentation ...	94
12. Sovereign Rating ...	104
13. Public Investment in Sri Lanka: Developments, Issues and Prospects ...	107
14. Need for High Denomination Currency ...	117
15. Recent International Monetary Policy Measures ...	123
16. An Update on the Regional Comparison of Interest Spread and Interest Margin ...	130
17. Implementation of Basel II Capital Adequacy Standard in Sri Lanka ...	139
18. Rationale for Establishing Ownership Restrictions in Banks ...	142
19. Major Economic Policy Changes and Measures: 2005-2006 ...	144