*Scope and Classification*

There are three tenors of Treasury Bills: 91-day, 182-day, and 364-day. The number of days is based on the universal practice around the world of ensuring that the bills mature on a business day.

*Sources of Data and Methodology*

Treasury bills are quoted either by their yield rate, which is the discount, or by their price based on 100 points per unit. Treasury Bills which mature in less than 91 days are called Cash Management Bills (e.g., 35-day, 42-day).

Treasury bill auction rates are available at the Bureau of the Treasury’s website ([www.treasury.gov.ph](http://www.treasury.gov.ph)) on the afternoon of the Monday of its reference week.

To determine the discount of a Treasury Bill, the formula is as follows:





Where:

PP= Purchase Price

PV= Principal Value of the Treasury Bill

t= Term (tenor); Number of days to maturity (e.g., 91 days)

d= Discount

Witholding Tax=20% on the discount