

# CAPITAL MARKET SURVEY 2023

CENTRAL BANK  
OF  
SOLOMON ISLANDS



NOTICE TO THE  
PUBLIC

## INTRODUCTION

The Central Bank of Solomon Islands (CBSI) is planning to conduct a stakeholder Demand Survey on Capital Market this month (May) 2023.

## WHAT IS CAPITAL MARKET

A capital market is a financial market where financial instruments: long-term debt or equity-backed securities are bought and sold. It consists of both primary and secondary markets. Primary market deals with the issuance and sale of securities to purchasers directly by the issuer, whilst secondary market is where investors buy and sell securities, they already own.

## OBJECTIVES

The overall objective of the survey is to achieve these three important outcomes:

1. To create understanding on the current status of the Solomon Island's Capital Market,
2. To determine if there is a need and demand of both primary and secondary capital market in Solomon Islands, and

3. to propose practical strategies to develop a framework to establish an efficient domestic capital market and the most appropriate means of engagement by CBSI.

## **METHODOLOGY**

The methodology of this survey is through pre-set Questionnaires using SurveyMonkey, which is a cloud-based survey tool that helps us to create, send and analyse the outcomes.

## **RESPONDENTS.**

The key respondents of this survey include; Financial and Credit Institutions, Microfinance Institutions, Relevant Government Ministries, State Own Enterprises (SOEs), Corporations/Companies, Small and Medium Enterprises (SMEs) and selected individuals.

## **TIMELINE**

CBSI will email surveys (SurveyMonkey) to selected respondents in the final week of May 2023 and expected to receive responses by first week of June. Analysis and reporting of the outcome should be made available to the Financial Stability Committee in June 2023 and the Board thereafter.

## **BENEFITS**

If the outcome of this Survey is positive about developing the domestic capital market; then it will benefit the Country by assisting in financing the economy, allocating risks, and ultimately supporting economic growth and financial stability.

## **DELIVERABLES**

If result is positive on the need and demand for capital market then further Study or detailed Assessment/Research is to be carried out for the establishment of a Practical Strategy and Framework to establish a capital market in Solomon Islands.