



RESERVE BANK OF VANUATU

FINANCIAL & ECONOMIC ANALYSIS: March 2016

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Issue 211

March 2016

International Developments

Earlier this year, the IMF downgraded its forecast on global economic growth. It now expects economic activity to increase 3.4 percent this year followed by 3.6 percent in 2017. China's economy, the second-biggest in the world, is growing at the slowest rate in 25 years. According to the IMF, combination of monetary and fiscal policy and structural reforms is needed to strengthen growth and guard against risks, ranging from unfulfilled infrastructure requirements in the U.S. to deflation in Japan.

The Policy interest rate in the US was maintained at 0.5 percent during the Federal Open Market Committee (FOMC) meeting in March reflecting stable trend of economic data over the period since the last FOMC meeting. In March, the economy added 215,000 jobs, little less than the gains of 242,000 jobs in February. The increase in jobs was recorded mainly in the services sector, particularly retail, health and education. This has caused positive speculation of the US economy going forward. In terms of exchange rate trade, in March, the USD depreciated significantly against the Vatu by 4.1 percent

In Australia, the cash rate remained unchanged at 2 percent during the latest Board meeting in April reflecting continued growth in demand and lower inflation. Growth in labour costs remain subdued and credit growth to households continues at a moderate pace. In addition, current low interest rates are supporting demand, while supervisory measures are working to emphasise prudent lending standards and so to contain risk in the housing markets. The AUD has appreciated rather recently reflecting some increase in commodity prices and also monetary developments globally. Therefore, the AUD appreciated sharply by 3.2 percent against the Vatu over the month of March.

In New Zealand, the Reserve Bank of New Zealand (RBNZ) reduced its official cash rate by 25 basis points to 2.25 percent in early March 2016 in order to support continued expansion of the economy in the medium term. According to developments, the dairy sector continues to face challenges with the low global commodity prices. The trade-weighted

exchange rate is more than 4 percent higher than projected in December, and a decline would be appropriate given the weakness in export prices. Consequently, the NZD appreciated slightly against the Vatu by 0.3 percent in March.

Table 1: Exchange Rate of Vatu/Foreign Currency

| | USD | AUD | NZD | EURO |
|---------------|-------|------|------|-------|
| Mar-16 | 107.1 | 82.2 | 74.1 | 121.5 |
| 1 month ago | 111.7 | 79.7 | 73.9 | 122.0 |
| % ▲ | -4.1 | 3.2 | 0.3 | -0.4 |
| 3 months ago | 110.5 | 80.5 | 75.7 | 120.9 |
| %▲ | -3.1 | 2.1 | -2.0 | 0.5 |
| 12 months ago | 107.3 | 82.3 | 80.5 | 116.1 |
| %▲ | -0.1 | -0.1 | -7.9 | 4.6 |

Note: (-) Appreciation of Vatu

In the Euro area, latest data shows that the ECB has reduced its official rate to 0.0 percent in March 2016 in order to support the slower recovery in the region. Inflation continues to remain low due to sharp decline in energy prices. However, challenges still remain in terms of very low inflation, high unemployment and rising external risks. As a result, the Euro depreciated against the Vatu by 0.4 percent during the reviewed period of March.

Domestic Developments

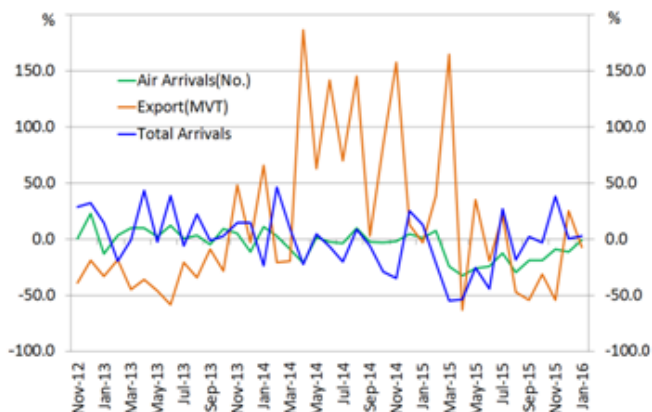
Real Sector

Export earnings in January 2016 recorded VT414 million. This is a decline of 29.8 percent over the month, while an increase of 26.4 percent compared to January 2015. Out of these total, 82 percent was export out of Luganville, while 18 percent was from Port Vila. For the main export commodities, copra contributed to the largest share of 57 percent of total export earnings, followed by coconut oil at 13 percent, cocoa at 8.9 percent and beef at 5 percent.

Total imports for January 2016 recorded VT3,287 million, a decline of 0.9 percent from December 2015, but an increase of 30.3 percent compared to January 2015. From the total, 19.4 percent was imports of food items, tobacco and beverages 3.0 percent, crude minerals 0.9 percent, 14.1 percent mineral fuels, 0.3

percent oils & fats, chemical products 5.4 percent, 11.7 percent basic manufacture products, 39.5 percent machines and equipments, and miscellaneous made up 5.4 percent of total imports . The resulting trade balance was a deficit of VT2,938 million - VT204 million larger than deficit recorded in December 2015.

Chart 1: Year on Year Growth (Monthly Data)



Tourism arrivals during the month of January 2016 recorded 36,549 tourists. This is a decline of 10.4 percent from December 2015, but an increase of 3.1 percent over the year from January 2015. Air visitors declined 7.3 percent and 0.5 percent over the month and year, respectively. The decline over the year was related to decline in the number of Australian visitors that fell by 3.6 percent over the year, New Caledonians 28.7 percent and Other Pacific Countries declining 21.5 percent over the year. In terms of purpose of visit, there were declines in arrivals for businesses and conferences, by 3.7 percent and other purposes by 26.2 percent. Holiday visitors have increased 1.1 percent compared to thr same month of last year as well as those tourists coming to visit friends and relatives 17.0 percent compared to January 2015. Cruise arrivals increased 4.3 percent compared to January 2015, attributed mainly to increase number of cruise visits to Vanuatu during the month.

Monetary Developments

Money supply rose by 0.6 percent in February and 10.1 percent over the year to February 2015. This growth was driven mainly by persistent increases in net foreign assets (NFA), domestic credit continued the downward trend.

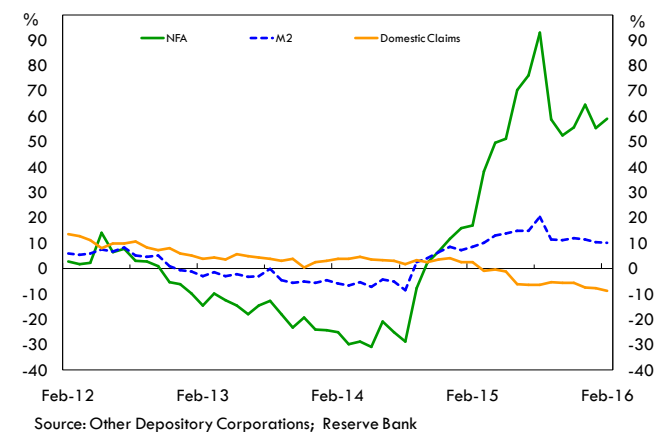
Total NFA increased by 2.6 percent owing mainly to the increase in the NFA holdings of ODC's while, the RBV's NFA declined by 0.1 percent. Moreover, the current level of NFA was higher by 59.1 percent over the year to February 2016. Domestic credit declined

by 0.3 percent owing mainly to a decline in net claims on the central government, which outweighs the slight growth in lending extended to other economic sectors.

The Central Government's net credit position vis-a-vis the banking system fell by 3.8 percent and 260.8 percent in February and over the year to February 2015. The improvement during the month reflected the accumulation in the government deposits held with both the ODCs' and the Reserve Bank. Claims on the central government by OFIs¹ increased by VT301 million to reach VT3,750 million in February.

Total loans extended by ODCs to various sectors are depicted in table A4.1. Loans extended by OFI's declined by 1.3 percent to reach VT1,085.9 million in February.

Chart 2: Determinants of Money Supply (yoY% Change)



Open Market Operations (OMO)

In March 2016, the RBV issued VT400 million worth of RBV notes, compared to VT200 million issued in February. Total subscriptions received reached VT1,200 million compared to VT600 million tendered during February 2016.

The amount allotted and yields on respective notes are depicted in Table 2.

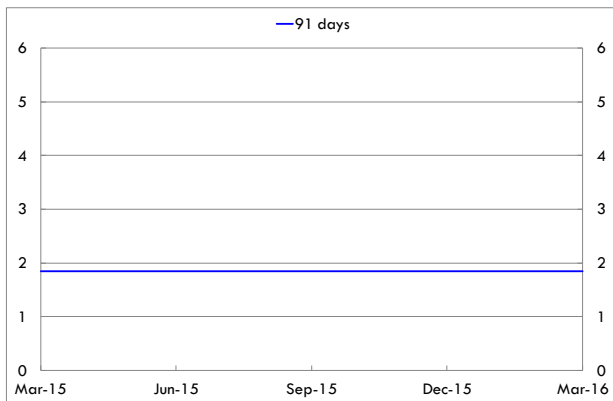
Table 2: Amount Allotted (Millions of Vatu) and Yields on RBV Notes (Percent)

¹ OFI: Other Financial Institutions covers Credit Corporation; Vanuatu Agriculture Bank; and Vanuatu National Provident Fund

| Term | Amount Allotted | Yield End Mar. 2016 | Yield End Feb. 2016 |
|---------|-----------------|---------------------|---------------------|
| 7 days | 90 | 1.35 | 1.35 |
| 14 days | 90 | 1.45 | 1.45 |
| 28 days | 80 | 1.75 | 1.75 |
| 63 days | 70 | 1.80 | 1.80 |
| 91 days | 70 | 1.85 | 1.85 |

Chart 3 below shows the yield on the 91-days RBV notes, which is tied to the RBV policy rate after policy changes made in the aftermath of Tropical Cyclone Pam in March 2015.

Chart 3: Yield on 91-days RBV Note
(Percentage, Month-end Position)



The total amount of matured RBV notes was at VT245 million in March, leaving outstanding notes at VT330 million, compared to VT270 million in the previous month.

Chart 4: Outstanding RBV Notes
(Levels, millions of Vatu, month-End Data)

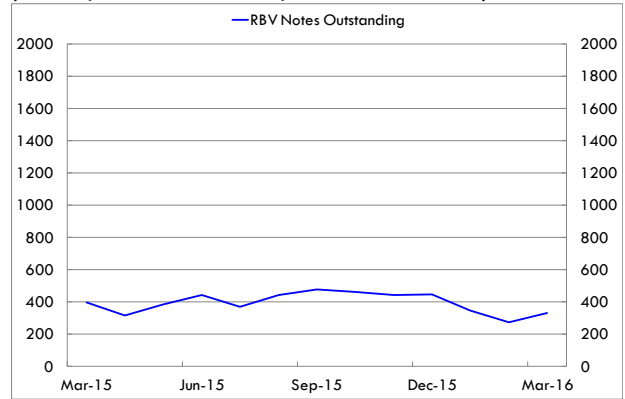


TABLE A1 : CONDENSED BALANCE SHEET OF THE RESERVE BANK OF VANUATU (In Millions Vatu)

| End of Period | Feb-15 | Nov-15 | Jan-16 | Feb-16 | %Change | | |
|--|-----------------|-----------------|-----------------|-----------------|---------|----------|----------|
| | | | | | 1 Month | 3 months | 12months |
| | | | | | | | |
| Claims on nonresidents | 19,332.8 | 29,817.3 | 29,800.2 | 29,731.5 | -0.2 | -0.3 | 53.8 |
| Monetary gold and SDR holdings | 596.6 | 608.2 | 615.4 | 607.3 | -1.3 | -0.1 | 1.8 |
| Reserve Assets | 18,736.1 | 29,209.1 | 29,184.8 | 29,124.2 | -0.2 | -0.3 | 55.4 |
| Currency and Deposits | 8.7 | 9.3 | 14.6 | 10.1 | -30.5 | 9.3 | 16.6 |
| National currency | 8.7 | 9.3 | 14.6 | 10.1 | -30.5 | 9.3 | 16.6 |
| Securities other than shares | 2,397.8 | 2,371.2 | 2,371.2 | 2,631.7 | 11.0 | 11.0 | 9.8 |
| Central government | 2,397.8 | 2,371.2 | 2,371.2 | 2,631.7 | 11.0 | 11.0 | 9.8 |
| Loans | 68.0 | 93.3 | 80.3 | 100.9 | 25.6 | 8.1 | 48.3 |
| Other depository corporations | | 6.7 | - | 20.0 | | 199.4 | |
| Other residents sectors | 68.0 | 86.6 | 80.3 | 80.9 | 0.7 | -6.6 | 18.9 |
| Other accounts receivable | 577.3 | 573.3 | 734.2 | 867.7 | 18.2 | 51.3 | 50.3 |
| Trade credit and advances | 59.4 | 12.7 | 132.4 | 109.0 | -17.7 | 755.5 | 83.5 |
| Settlement accounts | 51.3 | 47.8 | 117.1 | 284.2 | 142.7 | 493.9 | 454.1 |
| Miscellaneous Assets | 466.7 | 512.7 | 484.7 | 474.5 | -2.1 | -7.4 | 1.7 |
| Nonfinancial assets | 1,389.2 | 1,356.7 | 1,348.5 | 1,344.6 | -0.3 | -0.9 | -3.2 |
| TOTAL ASSETS | 23,773.8 | 34,221.1 | 34,349.1 | 34,686.5 | 1.0 | 1.4 | 45.9 |
| Monetary Base | 16,766.0 | 20,385.3 | 19,915.1 | 19,613.7 | -1.5 | -3.8 | 17.0 |
| Currency in Circulation | 5,141.6 | 6,075.6 | 5,983.6 | 5,692.2 | -4.9 | -6.3 | 10.7 |
| Currency Other Depository Corporations | 1,368.6 | 1,734.3 | 1,761.4 | 1,907.6 | 8.3 | 10.0 | 39.4 |
| Liabilities to Other Depository Corporations | 10,255.8 | 12,575.5 | 12,170.1 | 12,013.8 | -1.3 | -4.5 | 17.1 |
| Reserve Deposits | 3,238.2 | 2,586.0 | 2,619.9 | 2,630.6 | 0.4 | 1.7 | -18.8 |
| Other Liabilities | 7,017.6 | 9,989.5 | 9,550.2 | 9,383.2 | -1.7 | -6.1 | 33.7 |
| Liabilities to Central Government | 3,133.6 | 7,508.1 | 8,076.2 | 8,619.3 | 6.7 | 14.8 | 175.1 |
| Deposits | 2,761.2 | 7,124.6 | 7,688.2 | 8,234.0 | 7.1 | 15.6 | 198.2 |
| Other | | | | | | | |
| Liabilities to non residents | 133.3 | 2,800.1 | 2,786.3 | 2,767.7 | -0.7 | -1.2 | 1976.4 |
| Deposits | 133.3 | 2,800.1 | 2,786.3 | 2,767.7 | -0.7 | -1.2 | 1976.4 |
| Liabilities to the IMF- Central Government | 372.4 | 383.5 | 388.0 | 385.3 | -0.7 | 0.5 | 3.5 |
| Securities other than shares | 437.7 | 438.6 | 343.9 | 269.0 | -21.8 | -38.7 | -38.5 |
| Central Bank | 437.7 | 438.6 | 343.9 | 269.0 | -21.8 | -38.7 | -38.5 |
| Loans | | | | | | | |
| Other accounts payable | 347.9 | 341.4 | 471.9 | 688.0 | 45.8 | 101.5 | 97.8 |
| Trade credit and advances | 321.5 | 306.2 | 322.6 | 320.6 | -0.6 | 4.7 | -0.3 |
| Other Sectors | 26.4 | 35.1 | 149.4 | 367.4 | 146.0 | 945.9 | 1293.3 |
| o/w Settlement Accounts | 17.4 | 25.6 | 131.4 | 354.0 | 169.4 | 1,284.2 | 1935.3 |
| Shares and other equity | 528.6 | 248.3 | 226.8 | 217.6 | -4.1 | -12.4 | -58.8 |
| SDR Allocation | 2,426.8 | 2,499.4 | 2,529.0 | 2,511.3 | -0.7 | 0.5 | 3.5 |
| TOTAL LIABILITIES | 23,773.8 | 34,221.1 | 34,349.1 | 34,686.5 | 1.0 | 1.4 | 45.9 |

TABLE A2a : CONDENSED BALANCE SHEET OF OTHER DEPOSITORY CORPORATIONS IN VANUATU (In Millions VT)

| END OF PERIOD | Feb-15 | Nov-15 | Jan-16 | Feb-16 | %Change | | |
|---|-----------------|-----------------|-----------------|-----------------|---------|----------|-----------|
| | | | | | 1 Month | 3 months | 12 Months |
| Monetary gold and SDR | | | | | | | |
| Currency and deposits | 20,962.9 | 25,647.9 | 24,293.1 | 25,512.4 | 5.0 | -0.5 | 21.7 |
| Currency | 1,501.1 | 2,124.5 | 2,168.2 | 2,381.2 | 9.8 | 12.1 | 58.6 |
| National | 1,368.6 | 1,734.3 | 1,761.4 | 1,907.6 | 8.3 | 10.0 | 39.4 |
| Foreign | 132.5 | 390.2 | 406.8 | 473.6 | 16.4 | 21.4 | 257.5 |
| Transferable deposits | 14,042.8 | 18,543.4 | 16,186.6 | 17,101.6 | 5.7 | -7.8 | 21.8 |
| <i>In Local currency : Central Bank</i> | 10,255.8 | 12,575.5 | 12,170.1 | 12,013.8 | -1.3 | -4.5 | 17.1 |
| Nonresidents | 11.4 | 16.6 | 32.2 | 18.4 | -42.9 | 10.5 | 61.5 |
| Head offices and Branches | (0) | - | - | - | | | |
| Other depository corporations | 11.4 | 16.6 | 32.2 | 18.4 | -42.9 | 10.5 | 60.7 |
| <i>In foreign currency :</i> | | | | | | | |
| Nonresidents | 3,775.7 | 5,951.3 | 3,984.3 | 5,069.4 | 27.2 | -14.8 | 34.3 |
| Head offices and Branches | 1,094.8 | 1,704.1 | 2,130.4 | 1,995.1 | -6.4 | 17.1 | 82.2 |
| Other depository corporations | 2,680.8 | 4,247.2 | 1,853.8 | 3,074.2 | 65.8 | -27.6 | 14.7 |
| Other deposits | 5,419.0 | 4,980.0 | 5,938.4 | 6,029.6 | 1.5 | 21.1 | 11.3 |
| <i>In Local currency :</i> | | | | | | | |
| Other depository corporations | 397.7 | 405.4 | 405.4 | 408.0 | 0.6 | 0.6 | 2.6 |
| Nonresidents | | - | - | - | | | |
| Other depository corporations | | - | - | - | | | |
| <i>In foreign currency :</i> | | | | | | | |
| Nonresidents | 5,021.3 | 4,574.6 | 5,532.9 | 5,621.6 | 1.6 | 22.9 | 12.0 |
| Head offices and Branches | 2,170.6 | 2,097.2 | 2,268.8 | 2,070.4 | -8.7 | -1.3 | -4.6 |
| Other depository corporations | 2,850.7 | 2,477.3 | 3,264.2 | 3,551.2 | 8.8 | 43.3 | 24.6 |
| Securities other than shares | 1,025.2 | 1,126.1 | 1,031.4 | 1,156.5 | 12.1 | 2.7 | 12.8 |
| Central Bank | 437.7 | 438.6 | 343.9 | 269.0 | -21.8 | -38.7 | -38.5 |
| Central Government | 587.5 | 687.5 | 687.5 | 887.5 | 29.1 | 29.1 | 51.1 |
| Loans | 57,104.3 | 57,664.2 | 58,025.9 | 58,335.6 | 0.5 | 1.2 | 2.2 |
| Other depository corporations | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 14.3 |
| Other financial corporations | 48.6 | 45.3 | 44.6 | 44.1 | -1.2 | -2.6 | -9.3 |
| Central government | - | | | 100.0 | | | |
| State and local government | 75.8 | 61.4 | 62.1 | 96.3 | 55.2 | 56.8 | 27.1 |
| Public nonfinancial corporations | 1,247.2 | 1,204.7 | 1,326.0 | 1,236.0 | -6.8 | 2.6 | -0.9 |
| Other nonfinancial corporations | 26,162.5 | 25,185.9 | 25,422.4 | 25,412.5 | 0.0 | 0.9 | -2.9 |
| Other residents sectors | 28,172.3 | 29,894.1 | 29,647.4 | 29,855.3 | 0.7 | -0.1 | 6.0 |
| Nonresidents | 1,397.9 | 1,272.8 | 1,523.3 | 1,591.5 | 4.5 | 25.0 | 13.8 |
| Interbank Funds sold | - | - | - | - | | | |
| Other accounts receivable | 3,270.8 | 2,734.1 | 3,105.3 | 2,770.7 | -10.8 | 1.3 | -15.3 |
| Trade credit and advances | 190.3 | 67.4 | 220.2 | 224.0 | 1.7 | 232.5 | 17.7 |
| Settlement accounts | 2,296.4 | 1,616.9 | 1,671.5 | 1,667.5 | -0.2 | 3.1 | -27.4 |
| Miscellaneous assets items | 784.0 | 1,049.9 | 1,213.6 | 879.3 | -27.5 | -16.3 | 12.2 |
| Nonfinancial assets | 4,410.5 | 4,270.9 | 4,296.2 | 4,312.4 | 0.4 | 1.0 | -2.2 |
| TOTAL ASSETS | 86,773.7 | 91,443.3 | 90,751.9 | 92,087.7 | 1.5 | 0.7 | 6.1 |

TABLE A2b : CONDENSED BALANCE SHEET OF OTHER DEPOSITORY CORPORATIONS IN VANUATU (In Millions VT)

| END OF PERIOD | Feb-15 | Nov-15 | Jan-16 | Feb-16 | %Change | | |
|---|-----------------|-----------------|-----------------|-----------------|--------------|--------------|--------------|
| | | | | | 1 Month | 3 months | 12 Months |
| Deposits | 63,123.8 | 69,886.9 | 69,032.3 | 70,998.0 | 2.8 | 1.6 | 12.5 |
| Transferable deposits | 27,738.9 | 34,799.3 | 33,835.1 | 35,961.8 | 6.3 | 3.3 | 29.6 |
| <i>In Local currency:</i> | <i>16,691.7</i> | <i>21,162.4</i> | <i>20,941.6</i> | <i>21,201.3</i> | 1.2 | 0.2 | 27.0 |
| Other depository corporation | 272.5 | 98.2 | 130.6 | 130.6 | 0.0 | 33.0 | -52.1 |
| Other financial corporations | 1,985.6 | 2,899.2 | 2,411.6 | 2,762.9 | 14.6 | -4.7 | 39.1 |
| Central government | 876.3 | 824.3 | 1,046.2 | 898.2 | -14.2 | 9.0 | 2.5 |
| State and local governments | 57.6 | 60.5 | 44.0 | 64.5 | 46.7 | 6.6 | 12.1 |
| Public nonfinancial coporations | 258.2 | 319.1 | 341.8 | 395.7 | 15.8 | 24.0 | 53.2 |
| Other non financial coporations | 4,847.4 | 6,634.5 | 6,479.0 | 6,651.6 | 2.7 | 0.3 | 37.2 |
| Other residents sectors | 8,394.1 | 10,326.7 | 10,488.5 | 10,297.8 | -1.8 | -0.3 | 22.7 |
| <i>Non-residents</i> | <i>1,042.0</i> | <i>1,450.4</i> | <i>1,441.8</i> | <i>1,243.0</i> | <i>-13.8</i> | <i>-14.3</i> | <i>19.3</i> |
| Other Depository and financial corporations | 0.1 | 8.5 | 71.4 | 6.6 | -90.8 | -23.0 | 4867.4 |
| Other non residents | 1,041.9 | 1,441.9 | 1,370.4 | 1,236.4 | -9.8 | -14.2 | 18.7 |
| <i>In Foreign currency:</i> | <i>7,587.2</i> | <i>9,969.9</i> | <i>9,134.3</i> | <i>9,996.3</i> | <i>9.4</i> | <i>0.3</i> | <i>31.8</i> |
| Other depository corporation | 245.8 | 236.4 | 336.4 | 398.5 | 18.5 | 68.6 | 62.2 |
| Other financial corporations | 325.6 | 271.6 | 377.5 | 354.8 | -6.0 | 30.6 | 9.0 |
| Central government | 323.5 | 618.3 | 424.2 | 909.3 | 114.4 | 47.1 | 181.0 |
| Public nonfinancial coporations | 288.5 | 242.1 | 255.1 | 181.2 | -29.0 | -25.2 | -37.2 |
| Other non financial coporations | 4,357.2 | 6,248.6 | 5,438.5 | 6,089.6 | 12.0 | -2.5 | 39.8 |
| Other residents sectors | 2,046.6 | 2,352.9 | 2,302.6 | 2,052.5 | -10.9 | -12.8 | 0.3 |
| <i>Non-residents</i> | <i>2,417.9</i> | <i>2,216.6</i> | <i>2,317.3</i> | <i>3,521.2</i> | <i>52.0</i> | <i>58.9</i> | <i>45.6</i> |
| Head office and Branches | 181.6 | - | 8.3 | 334.8 | 3,941.9 | | 84.3 |
| Other Depository and financial corporations | 165.6 | 11.4 | 20.3 | 4.7 | -76.9 | -58.8 | -97.2 |
| Other non residents | 2,070.7 | 2,205.2 | 2,288.7 | 3,181.8 | 39.0 | 44.3 | 53.7 |
| Other deposits | 35,384.9 | 35,087.5 | 35,197.2 | 35,036.1 | -0.5 | -0.1 | -1.0 |
| <i>In Local currency:</i> | <i>22,336.3</i> | <i>21,946.3</i> | <i>22,081.8</i> | <i>21,986.5</i> | <i>-0.4</i> | <i>0.2</i> | <i>-1.6</i> |
| Other depository corporation | 247.9 | 307.2 | 307.6 | 310.6 | 1.0 | 1.1 | 25.3 |
| Other financial corporations | 4,519.3 | 3,447.9 | 3,134.4 | 3,073.2 | -2.0 | -10.9 | -32.0 |
| Central government | 845.9 | 733.3 | 1,135.4 | 1,108.3 | -2.4 | 51.1 | 31.0 |
| State and local governments | 94.2 | 98.1 | 99.4 | 100.1 | 0.8 | 2.1 | 6.3 |
| Public nonfinancial coporations | 625.2 | 712.2 | 909.0 | 711.1 | -21.8 | -0.2 | 13.7 |
| Other non financial coporations | 3,955.5 | 4,113.1 | 3,758.6 | 3,907.0 | 4.0 | -5.0 | -1.2 |
| Other residents sectors | 12,048.2 | 12,534.5 | 12,737.5 | 12,776.2 | 0.3 | 1.9 | 6.0 |
| <i>Non-residents</i> | <i>2,056.6</i> | <i>1,820.7</i> | <i>2,013.1</i> | <i>2,020.8</i> | <i>0.4</i> | <i>11.0</i> | <i>-1.7</i> |
| Other Depository and financial corporations | 0.1 | - | - | - | | | |
| Other non residents | 2,056.5 | 1,820.7 | 2,013.1 | 2,020.8 | 0.4 | 11.0 | -1.7 |
| <i>In Foreign currency:</i> | <i>8,752.8</i> | <i>8,835.8</i> | <i>8,430.9</i> | <i>8,399.9</i> | <i>-0.4</i> | <i>-4.9</i> | <i>-4.0</i> |
| Other depository corporation | 143.6 | 283.0 | 228.8 | 226.4 | -1.1 | -20.0 | 57.6 |
| Other financial corporations | 1,673.4 | 1,655.7 | 1,464.2 | 1,458.7 | -0.4 | -11.9 | -12.8 |
| Central government | - | - | - | - | | | |
| Public nonfinancial coporations | 104.5 | 109.2 | 109.4 | 108.8 | -0.5 | -0.3 | 4.1 |
| Other non financial coporations | 2,320.6 | 1,597.3 | 1,260.9 | 1,251.6 | -0.7 | -21.6 | -46.1 |
| Other residents sectors | 4,510.6 | 5,190.5 | 5,367.6 | 5,354.3 | -0.2 | 3.2 | 18.7 |
| <i>Non-residents</i> | <i>2,239.2</i> | <i>2,484.7</i> | <i>2,671.4</i> | <i>2,629.0</i> | <i>-1.6</i> | <i>5.8</i> | <i>17.4</i> |
| Other Depository and financial corporations | 47.1 | 40.2 | 39.7 | 39.9 | 0.7 | -0.8 | -15.3 |
| Other non residents | 2,192.0 | 2,444.5 | 2,631.7 | 2,589.1 | -1.6 | 5.9 | 18.1 |
| Loans | 2,996.1 | 2,265.1 | 2,143.3 | 1,785.9 | -16.7 | -21.2 | -40.4 |
| Other depository Corporations | - | - | - | - | | | |
| <i>Non residents</i> | <i>2,996.1</i> | <i>2,265.1</i> | <i>2,143.3</i> | <i>1,785.9</i> | <i>-16.7</i> | <i>-21.2</i> | <i>-40.4</i> |
| Head office and Branches | 2,005.9 | 1,687.3 | 1,685.1 | 1,729.1 | 2.6 | 2.5 | -13.8 |
| Other financial corporations | 990.2 | 577.8 | 458.3 | 56.8 | -87.6 | -90.2 | -94.3 |
| Other accounts payable | 10,778.5 | 9,982.6 | 10,056.2 | 9,837.5 | -2.2 | -1.5 | -8.7 |
| Trade credit and advances | 118.2 | 177.1 | 157.8 | 129.0 | -18.3 | -27.2 | 9.1 |
| Settlement accounts | 2,198.8 | 1,582.5 | 1,626.4 | 1,599.8 | -1.6 | 1.1 | -27.2 |
| Provisions for losses | 1,748.7 | 1,817.8 | 1,689.1 | 1,678.1 | -0.7 | -7.7 | -4.0 |
| Accumulated depreciation | 2,293.0 | 2,209.6 | 2,281.1 | 2,304.6 | 1.0 | 4.3 | 0.5 |
| Miscellaneous liability items | 4,419.8 | 4,195.7 | 4,301.7 | 4,126.1 | -4.1 | -1.7 | -6.6 |
| Shares and other equity | 9,875.3 | 9,308.7 | 9,520.0 | 9,466.3 | -0.6 | 1.7 | -4.1 |
| TOTAL LIABILITIES | 86,773.7 | 91,443.3 | 90,751.9 | 92,087.7 | 1.5 | 0.7 | 6.1 |

TABLE A3 : MONETARY SURVEY: A CONSOLIDATED STATEMENTS OF ACCOUNTS OF THE MONETARY INSTITUTIONS (MVT)

| END OF PERIOD | Feb-15 | Nov-15 | Jan-16 | Feb-16 | %Change | | |
|---|------------------|------------------|------------------|------------------|---------|----------|-----------|
| | | | | | 1 Month | 3 months | 12 Months |
| | | | | | | | |
| 1. Net Foreign Assets | 16,360.3 | 26,486.6 | 25,378.3 | 26,027.8 | 2.6 | -1.7 | 59.1 |
| Monetary Authorities (Net) | 16,772.6 | 24,517.8 | 24,484.9 | 24,452.5 | -0.1 | -0.3 | 45.8 |
| Other Depository Corporations (Net) | (412.3) | 1,968.8 | 893.3 | 1,575.3 | 76.3 | -20.0 | 482.1 |
| 2. Net Domestic Claims | 42,103.5 | 39,327.6 | 38,588.2 | 38,332.7 | -0.7 | -2.5 | -9.0 |
| (a) Domestic Claims | 53,580.3 | 49,852.9 | 48,959.7 | 48,809.3 | -0.3 | -2.1 | -8.9 |
| (i) Net claims on central government | (2,194.0) | (6,625.2) | (7,623.2) | (7,915.8) | -3.8 | -19.5 | -260.8 |
| Monetary Authorities | (735.7) | (5,136.9) | (5,705.0) | (5,987.6) | -5.0 | -16.6 | -713.8 |
| Other Depository Corporations | (1,458.3) | (1,488.3) | (1,918.3) | (1,928.2) | -0.5 | -29.6 | -32.2 |
| (ii) Claims on other Sectors | 55,774.4 | 56,478.0 | 56,582.9 | 56,725.0 | 0.3 | 0.4 | 1.7 |
| Other Financial Corporations | 48.6 | 45.3 | 44.6 | 44.1 | -1.2 | -2.6 | -9.3 |
| State and local government | 75.8 | 61.4 | 62.1 | 96.3 | 55.2 | 56.8 | 27.1 |
| Public nonfinancial corporations | 1,247.2 | 1,204.7 | 1,326.0 | 1,236.0 | -6.8 | 2.6 | -0.9 |
| Other nonfinancial corporations | 26,162.5 | 25,185.9 | 25,422.4 | 25,412.5 | 0.0 | 0.9 | -2.9 |
| Other residents sectors | 28,240.3 | 29,980.8 | 29,727.8 | 29,936.2 | 0.7 | -0.1 | 6.0 |
| (b) Other items (net) | (11,476.8) | (10,525.3) | (10,371.4) | (10,476.5) | 1.0 | -0.5 | -8.7 |
| 3. Broad Money (M2) | 58,463.9 | 65,814.2 | 63,966.5 | 64,360.5 | 0.6 | -2.2 | 10.1 |
| (a) Money (M1) | 28,220.6 | 35,765.4 | 34,589.2 | 35,082.4 | 1.4 | -1.9 | 24.3 |
| (i) Currency in circulation | 5,141.6 | 6,075.6 | 5,983.6 | 5,692.2 | -4.9 | -6.3 | 10.7 |
| (ii) Transferable deposits | 23,079.1 | 29,689.8 | 28,605.6 | 29,390.2 | 2.7 | -1.0 | 27.3 |
| (b) Quasi-money | 30,243.2 | 30,048.8 | 29,377.3 | 29,278.1 | -0.3 | -2.6 | -3.2 |
| Other Deposits | 30,243.2 | 30,048.8 | 29,377.3 | 29,278.1 | -0.3 | -2.6 | -3.2 |

Table A4: Other Depository Corporations Sectoral Distribution of Loans and Advances in Vatu and Foreign Currency (MVT)

| SECTOR | Feb-15 | | | Feb-16 | | | YOY % Change | | |
|---|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|--------------|-------|-------|
| | VT | FC | Total | VT | FC | Total | VT | FC | Total |
| Depository Institutions Domestic | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 14.3 | | 14.3 |
| Other Financial Corporations Domestic | 48.6 | 0.0 | 48.6 | 44.1 | 0.0 | 44.1 | -9.3 | | -9.3 |
| Central Government | 0.0 | 0.0 | 0.0 | 100.0 | 0.0 | 100.0 | | | |
| Provincial Assemblies & Local Government | 75.8 | 0.0 | 75.8 | 96.3 | 0.0 | 96.3 | 27.1 | | 27.1 |
| Statutory Non-financial Corporations Domestic | 678.3 | 568.9 | 1247.2 | 898.6 | 337.4 | 1236.0 | 32.5 | -40.7 | -0.9 |
| Manufacturing | 1411.4 | 264.8 | 1676.2 | 899.1 | 272.9 | 1172.0 | -36.3 | 3.1 | -30.1 |
| Agriculture | 427.4 | 44.7 | 472.1 | 405.9 | 47.3 | 453.2 | -5.0 | 5.8 | -4.0 |
| Public Utilities | 6.9 | 156.9 | 163.8 | 7.0 | 143.1 | 150.1 | 1.1 | -8.8 | -8.4 |
| Forestry | 36.0 | 0.0 | 36.0 | 28.1 | 0.0 | 28.1 | -21.8 | | -21.8 |
| Fisheries | 9.6 | 0.0 | 9.6 | 2.9 | 0.0 | 2.9 | -70.3 | | -70.2 |
| Mining & Quarrying | 62.9 | 0.0 | 62.9 | 122.0 | 0.0 | 122.0 | 93.8 | | 93.8 |
| Construction | 2724.8 | 822.0 | 3546.8 | 2603.3 | 1293.8 | 3897.1 | -4.5 | 57.4 | 9.9 |
| Distribution (Wholesale and Retail) | 4987.7 | 555.8 | 5543.5 | 4575.3 | 531.2 | 5106.5 | -8.3 | -4.4 | -7.9 |
| Tourism | 1643.5 | 4657.3 | 6300.9 | 1925.3 | 4468.0 | 6393.3 | 17.1 | -4.1 | 1.5 |
| Transport | 542.4 | 106.8 | 649.2 | 629.7 | 214.3 | 844.0 | 16.1 | 100.7 | 30.0 |
| Communications | 632.0 | 845.8 | 1477.8 | 549.7 | 879.1 | 1428.8 | -13.0 | 3.9 | -3.3 |
| Entertainment & Catering | 648.8 | 167.5 | 816.3 | 806.6 | 165.9 | 972.5 | 24.3 | -1.0 | 19.1 |
| Professional & Other Services | 3463.4 | 1944.0 | 5407.3 | 2934.0 | 1908.1 | 4842.1 | -15.3 | -1.8 | -10.5 |
| Housing & Land Purchases | 15134.4 | 1319.2 | 16453.6 | 15168.8 | 2476.8 | 17645.6 | 0.2 | 87.8 | 7.2 |
| Other individual | 8181.2 | 3247.9 | 11429.0 | 9437.3 | 2477.0 | 11914.3 | 15.4 | -23.7 | 4.2 |
| Non Profit Institutions Serving Households | 289.7 | 0.0 | 289.7 | 295.5 | 0.0 | 295.5 | 2.0 | | 2.0 |
| Grand Total | 41,004.9 | 14,701.4 | 55,706.3 | 41,529.4 | 15,214.8 | 56,744.2 | 1.3 | 3.5 | 1.9 |