



# RESERVE BANK OF VANUATU

## FINANCIAL & ECONOMIC ANALYSIS: January 2016

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Issue 209

January 2016

### International and Exchange Rate Development

According to the January 2016 World Economic Outlook (WEO), global growth is estimated at 3.1 percent in 2015, 3.4 percent and 3.6 percent for 2016 and 2017, respectively. Risks to the global outlook remain tilted to the downside and relate to ongoing adjustments in the global economy such as, a generalized slowdown in emerging market economies in particular China's rebalancing, lower commodity prices, and the gradual exit from extraordinarily accommodative monetary conditions in the United States. If these key challenges are not successfully managed, global growth could be derailed. Overall growth in China is evolving broadly as predicted, but with a faster-than-expected slowdown in imports and exports, in part reflecting weaker investment and manufacturing activity. Lower oil prices strain the fiscal positions of fuel exporters and weigh on their growth prospects, while supporting household demand and lowering business energy costs in importers, especially in advanced economies, where price declines are fully passed on to end users.

**Table 1: Exchange Rate of Vatu/Foreign Currency**

	USD	AUD	NZD	EURO
Jan-16	112.3	79.6	72.8	122.9
1 month ago	110.5	80.5	75.7	120.9
% ▲	1.6	-1.2	-3.8	1.7
3 months ago	112.0	79.3	75.0	123.1
%▲	0.3	0.3	-2.9	-0.1
12 months ago	106.6	82.8	77.5	120.8
%▲	5.3	-3.9	-6.1	1.8

Note: (-) Appreciation of Vatu

The US labour market continues to show solid improvement with unemployment rate falling to 4.9 percent in January, from 5.7 percent a year ago. Overall, key drivers of growth, namely construction and manufacturing remain low resulting primarily from global weakness. However, the **USD** continues to remain strong against relative currencies, causing it to appreciate against the Vatu by 1.6 percent in January.

The Australian stock market fell 20 percent from its most recent peak in April 2015. Generally, the Australian economy continued to grow at a moderate pace with improvement in unemployment and a pickup in growth of goods-related production with the support of an accommodative monetary policy. As a result, resource exports are projected to remain a key driver of

economic growth in the period ahead with net exports to be continued to be supported by the lower exchange rate. Subsequently, the **AUD** depreciated against the Vatu by 1.2 percent in the month of January.

The New Zealand economy recorded a substantial growth in the last quarter of 2015. Inflation continues to remain low after prices fell more than economists forecast in the fourth quarter of 2015, mounting pressure on the central bank to cut interest rates to lower levels. According to market analysis, if the economy remained steady, the NZD will essentially remain stable against the USD. In terms of Vatu, the **NZD** depreciated against the Vatu by 3 percent over the reviewed period.

The Euro area economy recently benefited from strong private consumption, which contributed around two thirds of GDP growth. In addition, as the region embarked on the new year, it still faces the same conditions in 2015: low oil prices, a weak euro, and loose monetary policy. Expected challenges for 2016 are very low-inflation, still-high unemployment and rising external risks, in particular the impact from slower economic growth in key emerging economies. Overall, the **Euro** appreciated against the Vatu by 1.7 percent in January.

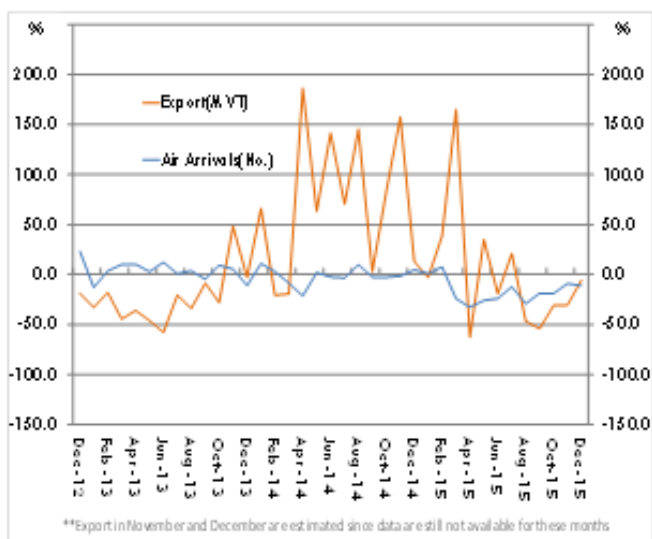
Within the domestic economy the following developments are noted:

### Real Sector Developments

Total **export earnings** for the month of October 2015 reached VT500 million. This is an increase of 183.0 percent from the previous month, however a decrease of 30.9 percent from last year. Total value of imports cleared for home consumption in October totalled VT3326 million. This is higher by 9.1 percent and 24.6 percent from last month and the same month of last year, respectively. The resulting trade balance was a deficit of VT2834 million, a better position than last month's VT2923 million deficit.

(Source: Vanuatu National Statistics Office)

**Chart 1: Year on Year Growth (Monthly Data)**



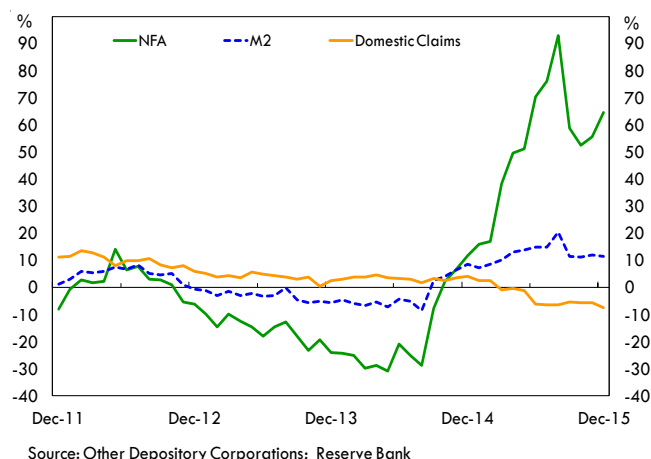
**Tourism arrivals** rose by 61.2 percent and 0.5 percent to record 47772 in December 2015. Air arrivals which comprises 22.4 percent of the total arrivals, rose by 25.7 percent

By purpose of visits, the trend over the year was reflected in the decline in holiday visitors, visitors coming over to visit friends and relatives and for other purposes. In terms of usual country of residence, the decline was noted from Australia and New Zealand, New Caledonia, Cruise visitors which accounted for 77.6 percent of total arrivals, reached 31624 in December. (Source: Vanuatu National Statistics Office)

**Monetary Developments**

Banking sector activities slowed at the end of 2015. This is reflected in the contraction of M2 by 1.1 percent in December 2015 and recording a further slow growth to 11.4 percent over the year to December, compared to 12.1 percent over the year to November 2015. This trend reflected stagnant growths in both net foreign assets (NFA) and domestic credit relative to previous month's level.

**Chart 2: Determinants of Money Supply (yoy% Change)**



Total NFA fell by a minute 0.7 percent during the month, owing to a 10.1 percent decline in the NFA holdings of ODC's. Growth in RBV's NFA remained virtually unchanged as in the previous month. However, the current level of NFA was yet higher by 64.6 percent over the year to December 2015 .Growth in domestic credit remained unchanged as in previous months level, due to offsetting movements between a decline in net claims on the central government with a slight growth in lending to other economic sectors.

The Central Government's net credit position vis-à-vis the banking system improved in December due to accumulation of government deposits held with both ODC's and the Reserve Bank. Furthermore, the fiscal net position remains favourable over the year to December 2015. Total loans extended by ODCs to various sectors are depicted in Table A4.<sup>1</sup> Claims on the central Government by OFIs<sup>2</sup> remained at VT3, 449.1 million at the end of December 2015.

**Open Market Operations (OMO)**

In January 2016, the RBV issued VT200 million worth of RBV notes compared to VT400 million in December 2015. Total subscriptions received reached VT600 million, compared to VT1200 million tendered during December 2015.

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

<sup>1</sup> Due to different reporting period, OFI data for March, June, Sept, & Dec are reported on quarterly bases. Monthly data covers 2 OFIs

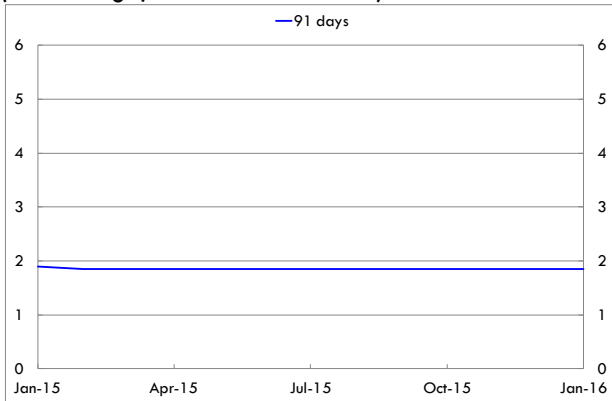
<sup>2</sup> OFI: Other Financial Institutions covers Credit Corporation; Vanuatu Agriculture Bank; and Vanuatu National Provident Fund

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

Term	Amount Allotted	Yield End Jan. 2016	Yield End Dec. 2015
7 days	50	1.35	1.35
14 days	50	1.45	1.45
28 days	40	1.75	1.75
63 days	30	1.80	1.80
91 days	30	1.85	1.85

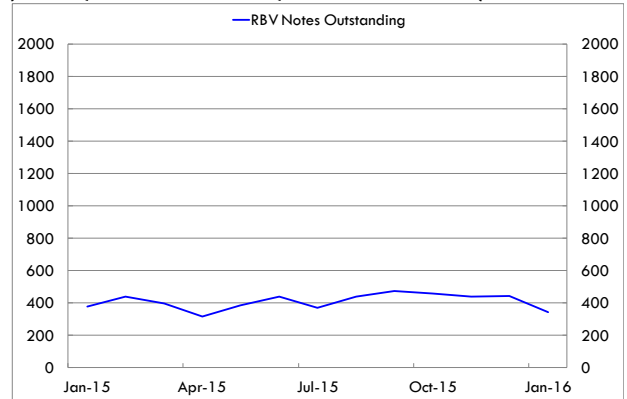
Chart 3 below shows the yield on the 91-days RBV notes, which is tied to the RBV policy rate after policy changes made in the aftermath of Tropical Cyclone Pam in March 2015.

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



The total amount of matured RBV notes amounted to VT115 million in January, leaving outstanding notes at VT345 million, compared to VT445 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	Dec-14	Sep-15	Nov-15	Dec-15	%Change		
					1 Month	3 months	12months
<b>Claims on nonresidents</b>	<b>18,900.1</b>	<b>29,289.4</b>	<b>29,817.3</b>	<b>29,755.8</b>	-0.2	1.6	57.4
Monetary gold and SDR holdings	595.0	632.4	608.2	607.0	-0.2	-4.0	2.0
Reserve Assets	18,305.1	28,657.0	29,209.1	29,148.8	-0.2	1.7	59.2
<b>Currency and Deposits</b>	<b>7.5</b>	<b>8.5</b>	<b>9.3</b>	<b>15.8</b>	70.3	85.1	111.2
National currency	7.5	8.5	9.3	15.8	70.3	85.1	111.2
<b>Securities other than shares</b>	<b>2,475.0</b>	<b>2,370.8</b>	<b>2,371.2</b>	<b>2,371.0</b>	0.0	0.0	-4.2
Central government	2,475.0	2,370.8	2,371.2	2,371.0	0.0	0.0	-4.2
<b>Loans</b>	<b>76.0</b>	<b>81.8</b>	<b>93.3</b>	<b>91.3</b>	-2.2	11.5	20.1
Other depository corporations			6.7	6.7	0.0		
Other residents sectors	76.0	81.8	86.6	84.6	-2.4	3.4	11.3
<b>Other accounts receivable</b>	<b>566.8</b>	<b>584.7</b>	<b>573.3</b>	<b>649.1</b>	13.2	11.0	14.5
Trade credit and advances	93.5	11.8	12.7	161.3	1,166.3	1,261.2	72.6
Settlement accounts	-	42.2	47.8	-			
Miscellaneous Assets	473.3	530.7	512.7	487.8	-4.9	-8.1	3.1
<b>Nonfinancial assets</b>	<b>1,396.2</b>	<b>1,366.3</b>	<b>1,356.7</b>	<b>1,354.0</b>	-0.2	-0.9	-3.0
<b>TOTAL ASSETS</b>	<b>23,421.4</b>	<b>33,701.6</b>	<b>34,221.1</b>	<b>34,237.0</b>	0.0	1.6	46.2
<b>Monetary Base</b>	<b>16,850.6</b>	<b>19,585.7</b>	<b>20,385.3</b>	<b>20,287.1</b>	-0.5	3.6	20.4
Currency in Circulation	5,532.5	6,106.2	6,075.6	6,284.1	3.4	2.9	13.6
Currency Other Depository Corporations	1,959.0	1,798.6	1,734.3	2,246.7	29.5	24.9	14.7
Liabilities to Other Depository Corporations	9,359.1	11,680.9	12,575.5	11,756.3	-6.5	0.6	25.6
Reserve Deposits	3,219.5	2,558.7	2,586.0	2,600.1	0.5	1.6	-19.2
Other Liabilities	6,139.6	9,122.2	9,989.5	9,156.2	-8.3	0.4	49.1
<b>Liabilities to Central Government</b>	<b>2,878.8</b>	<b>7,565.8</b>	<b>7,508.1</b>	<b>7,520.9</b>	0.2	-0.6	161.2
Deposits	2,507.5	7,169.4	7,124.6	7,138.1	0.2	-0.4	184.7
Other							
<b>Liabilities to non residents</b>	<b>138.0</b>	<b>2,830.4</b>	<b>2,800.1</b>	<b>2,740.2</b>	-2.1	-3.2	1885.4
Deposits	138.0	2,830.4	2,800.1	2,740.2	-2.1	-3.2	1885.4
Liabilities to the IMF- Central Government	371.3	396.3	383.5	382.7	-0.2	-3.4	3.1
<b>Securities other than shares</b>	<b>215.7</b>	<b>473.6</b>	<b>438.6</b>	<b>443.7</b>	1.1	-6.3	105.6
Central Bank	215.7	473.6	438.6	443.7	1.1	-6.3	105.6
<b>Loans</b>							
<b>Other accounts payable</b>	<b>391.2</b>	<b>330.8</b>	<b>341.4</b>	<b>440.9</b>	29.2	33.3	12.7
Trade credit and advances	332.6	304.8	306.2	357.6	16.8	17.3	7.5
Other Sectors	58.6	25.9	35.1	83.4	137.3	221.4	42.1
o/w Settlement Accounts	50.9	17.1	25.6	64.3	151.3	275.3	26.3
<b>Shares and other equity</b>	<b>527.1</b>	<b>332.2</b>	<b>248.3</b>	<b>309.8</b>	24.8	-6.8	-41.2
<b>SDR Allocation</b>	<b>2,420.0</b>	<b>2,583.2</b>	<b>2,499.4</b>	<b>2,494.5</b>	-0.2	-3.4	3.1
<b>TOTAL LIABILITIES</b>	<b>23,421.4</b>	<b>33,701.6</b>	<b>34,221.1</b>	<b>34,237.0</b>	0.0	1.6	46.2

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

END OF PERIOD	Dec-14	Sep-15	Nov-15	Dec-15	%Change		
					1 Month	3 months	12 Months
<b>I Monetary gold and SDR</b>							
<b>I Currency and deposits</b>	<b>19,893.7</b>	<b>24,117.8</b>	<b>25,647.9</b>	<b>25,347.3</b>	-1.2	5.1	27.4
<b>Currency</b>	2,141.5	2,282.2	2,124.5	2,732.4	28.6	19.7	27.6
National	1,959.0	1,798.6	1,734.3	2,246.7	29.5	24.9	14.7
Foreign	182.6	483.6	390.2	485.7	24.5	0.4	166.0
<b>Transferable deposits</b>	13,515.5	16,554.8	18,543.4	16,528.8	-10.9	-0.2	22.3
<i>In Local currency: Central Bank</i>	9,359.1	11,680.9	12,575.5	11,756.3	-6.5	0.6	25.6
Nonresidents	49.9	15.1	16.6	22.4	34.4	47.9	-55.2
Head offices and Branches		-	-	-			
Other depository corporations	49.9	15.1	16.6	22.4	34.4	47.9	-55.2
<i>In foreign currency:</i>							
Nonresidents	4,106.5	4,858.8	5,951.3	4,750.1	-20.2	-2.2	15.7
Head offices and Branches	1,834.3	1,528.7	1,704.1	1,891.3	11.0	23.7	3.1
Other depository corporations	2,272.2	3,330.1	4,247.2	2,858.8	-32.7	-14.2	25.8
<b>Other deposits</b>	4,236.6	5,280.8	4,980.0	6,086.1	22.2	15.3	43.7
<i>In Local currency:</i>							
Other depository corporations	395.1	402.8	405.4	605.4	49.3	50.3	53.3
Nonresidents		-	-	-			
Other depository corporations		-	-	-			
<i>In foreign currency:</i>							
Nonresidents	3,841.5	4,878.0	4,574.6	5,480.7	19.8	12.4	42.7
Head offices and Branches	1,100.4	2,390.2	2,097.2	2,966.1	41.4	24.1	169.6
Other depository corporations	2,741.2	2,487.8	2,477.3	2,514.5	1.5	1.1	-8.3
<b>Securities other than shares</b>	<b>803.2</b>	<b>1,161.1</b>	<b>1,126.1</b>	<b>1,131.2</b>	0.4	-2.6	40.8
Central Bank	215.7	473.6	438.6	443.7	1.1	-6.3	105.6
Central Government	587.5	687.5	687.5	687.5	0.0	0.0	17.0
<b>Loans</b>	<b>56,772.2</b>	<b>57,877.4</b>	<b>57,664.2</b>	<b>58,204.7</b>	0.9	0.6	2.5
Other depository corporations	0.0	0.0	0.0	0.0	0.0	14.3	14.3
Other financial corporations	49.4	46.1	45.3	45.0	-0.7	-2.4	-9.0
State and local government	91.0	73.9	61.4	73.6	19.8	-0.4	-19.1
Public nonfinancial corporations	1,306.4	1,366.5	1,204.7	1,184.4	-1.7	-13.3	-9.3
Other nonfinancial corporations	25,996.8	25,879.3	25,185.9	25,583.8	1.6	-1.1	-1.6
Other residents sectors	27,984.8	29,195.6	29,894.1	29,743.9	-0.5	1.9	6.3
Nonresidents	1,341.9	1,316.0	1,272.8	1,574.0	23.7	19.6	17.3
Interbank Funds sold	-	-	-	-			
<b>Other accounts receivable</b>	<b>3,172.4</b>	<b>2,895.0</b>	<b>2,734.1</b>	<b>2,796.3</b>	2.3	-3.4	-11.9
Trade credit and advances	48.6	97.5	67.4	79.0	17.2	-19.0	62.6
Settlement accounts	2,262.0	1,760.4	1,616.9	1,642.5	1.6	-6.7	-27.4
Miscellaneous assets items	861.8	1,037.1	1,049.9	1,074.8	2.4	3.6	24.7
<b>Nonfinancial assets</b>	<b>4,318.6</b>	<b>4,285.8</b>	<b>4,270.9</b>	<b>4,278.4</b>	0.2	-0.2	-0.9
<b>TOTAL ASSETS</b>	<b>84,960.0</b>	<b>90,337.1</b>	<b>91,443.3</b>	<b>91,757.7</b>	0.3	1.6	8.0

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

END OF PERIOD	Dec-14	Sep-15	Nov-15	Dec-15	%Change		
					1 Month	3 months	12 Months
<b>Deposits</b>	<b>62,090.9</b>	<b>68,344.2</b>	<b>69,886.9</b>	<b>69,543.1</b>	-0.5	1.8	12.0
<b>Transferable deposits</b>	27,050.0	32,783.8	34,799.3	34,218.9	-1.7	4.4	26.5
<i>In Local currency:</i>	16,040.8	20,394.1	21,162.4	21,462.1	1.4	5.2	33.8
Other depository corporation	257.2	97.7	98.2	74.8	-23.9	-23.5	-70.9
Other financial corporations	1,591.8	2,080.0	2,899.2	3,164.9	9.2	52.2	98.8
Central government	868.9	947.3	824.3	928.2	12.6	-2.0	6.8
State and local governments	38.9	59.2	60.5	50.7	-16.2	-14.4	30.4
Public nonfinancial coporations	265.2	355.9	319.1	411.8	29.0	15.7	55.3
Other non financial coporations	4,619.0	6,283.9	6,634.5	6,565.4	-1.0	4.5	42.1
Other residents sectors	8,399.9	10,570.0	10,326.7	10,266.2	-0.6	-2.9	22.2
<i>Non-residents</i>	1,244.1	1,218.6	1,450.4	1,384.2	-4.6	13.6	11.3
Other Depository and financial corporations	6.6	5.9	8.5	14.2	66.5	142.0	113.5
Other non residents	1,237.5	1,212.8	1,441.9	1,370.0	-5.0	13.0	10.7
<i>In Foreign currency:</i>	7,692.9	9,236.3	9,969.9	8,875.0	-11.0	-3.9	15.4
Other depository corporation	17.2	206.8	236.4	232.1	-1.8	12.2	1246.1
Other financial corporations	546.6	260.9	271.6	428.0	57.6	64.1	-21.7
Central government	195.6	468.6	618.3	225.1	-63.6	-52.0	15.1
Public nonfinancial coporations	290.7	137.0	242.1	209.8	-13.3	53.2	-27.8
Other non financial coporations	3,951.7	5,751.6	6,248.6	5,458.0	-12.7	-5.1	38.1
Other residents sectors	2,691.1	2,411.3	2,352.9	2,322.0	-1.3	-3.7	-13.7
<i>Non-residents</i>	2,072.1	1,934.8	2,216.6	2,497.6	12.7	29.1	20.5
Head office and Branches	189.1	-	-	-	-	-	-
Other Depository and financial corporations	85.3	7.2	11.4	11.8	3.5	63.7	-86.2
Other non residents	1,797.7	1,927.6	2,205.2	2,485.8	12.7	29.0	38.3
<b>Other deposits</b>	<b>35,041.0</b>	<b>35,560.4</b>	<b>35,087.5</b>	<b>35,324.2</b>	0.7	-0.7	0.8
<i>In Local currency:</i>	22,310.4	22,475.1	21,946.3	22,208.0	1.2	-1.2	-0.5
Other depository corporation	40.1	303.2	307.2	307.6	0.1	1.4	666.3
Other financial corporations	4,526.1	3,699.0	3,447.9	3,257.8	-5.5	-11.9	-28.0
Central government	739.1	724.8	733.3	1,236.6	68.6	70.6	67.3
State and local governments	90.3	96.7	98.1	98.8	0.7	2.1	9.4
Public nonfinancial coporations	723.3	711.9	712.2	902.9	26.8	26.8	24.8
Other non financial coporations	4,216.4	4,522.8	4,113.1	4,050.9	-1.5	-10.4	-3.9
Other residents sectors	11,975.1	12,416.7	12,534.5	12,353.4	-1.4	-0.5	3.2
<i>Non-residents</i>	2,050.5	2,012.1	1,820.7	2,010.0	10.4	-0.1	-2.0
Other Depository and financial corporations	0.1	-	-	-	-	-	-
Other non residents	2,050.4	2,012.1	1,820.7	2,010.0	10.4	-0.1	-2.0
<i>In Foreign currency:</i>	8,618.1	8,583.4	8,835.8	8,621.3	-2.4	0.4	0.0
Other depository corporation	118.8	308.6	283.0	240.2	-15.1	-22.2	102.1
Other financial corporations	1,450.3	1,811.7	1,655.7	1,721.2	4.0	-5.0	18.7
Central government	-	-	-	-	-	-	-
Public nonfinancial coporations	102.3	109.8	109.2	108.2	-0.9	-1.4	5.7
Other non financial coporations	2,377.7	1,439.2	1,597.3	1,234.2	-22.7	-14.2	-48.1
Other residents sectors	4,568.8	4,914.1	5,190.5	5,317.5	2.4	8.2	16.4
<i>Non-residents</i>	2,062.0	2,489.8	2,484.7	2,485.0	0.0	-0.2	20.5
Other Depository and financial corporations	47.7	45.5	40.2	40.1	-0.2	-11.8	-15.8
Other non residents	2,014.3	2,444.3	2,444.5	2,444.8	0.0	0.0	21.4
<b>Loans</b>	<b>2,461.2</b>	<b>2,362.5</b>	<b>2,265.1</b>	<b>2,367.1</b>	4.5	0.2	-3.8
Other depository Corporations	-	-	-	200.0	-	-	-
<i>Non residents</i>	2,461.2	2,362.5	2,265.1	2,167.1	-4.3	-8.3	-12.0
Head office and Branches	2,049.0	1,758.8	1,687.3	1,688.7	0.1	-4.0	-17.6
Other financial corporations	412.1	603.7	577.8	478.3	-17.2	-20.8	16.1
<b>Other accounts payable</b>	<b>10,550.0</b>	<b>10,187.3</b>	<b>9,982.6</b>	<b>10,468.8</b>	4.9	2.8	-0.8
Trade credit and advances	117.0	164.0	177.1	181.7	2.6	10.8	55.3
Settlement accounts	2,166.0	1,797.3	1,582.5	1,590.6	0.5	-11.5	-26.6
Provisions for losses	1,834.4	1,748.0	1,817.8	1,741.6	-4.2	-0.4	-5.1
Accumulated depreciation	2,227.1	2,179.8	2,209.6	2,245.7	1.6	3.0	0.8
Miscellaneous liability items	4,205.4	4,298.2	4,195.7	4,709.2	12.2	9.6	12.0
<b>Shares and other equity</b>	<b>9,857.9</b>	<b>9,443.1</b>	<b>9,308.7</b>	<b>9,378.7</b>	0.8	-0.7	-4.9
<b>TOTAL LIABILITIES</b>	<b>84,960.0</b>	<b>90,337.1</b>	<b>91,443.3</b>	<b>91,757.7</b>	0.3	1.6	8.0

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

END OF PERIOD	Dec-14	Sep-15	Nov-15	Dec-15	%Change		
					1 Month	3 months	12 Months
<b>1. Net Foreign Assets</b>	<b>15,975.4</b>	<b>25,410.2</b>	<b>26,486.6</b>	<b>26,290.9</b>	-0.7	3.5	64.6
Monetary Authorities (Net)	16,342.0	23,875.8	24,517.8	24,521.1	0.0	2.7	50.0
Other Depository Corporations (Net)	(366.6)	1,534.4	1,968.8	1,769.8	-10.1	15.3	582.7
<b>2. Net Domestic Claims</b>	<b>42,415.8</b>	<b>39,244.1</b>	<b>39,327.6</b>	<b>38,769.6</b>	-1.4	-1.2	-8.6
<b>(a) Domestic Claims</b>	<b>53,886.4</b>	<b>49,995.1</b>	<b>49,852.9</b>	<b>49,862.9</b>	0.02	-0.3	-7.5
<b>(i) Net claims on central government</b>	<b>(1,618.0)</b>	<b>(6,648.1)</b>	<b>(6,625.2)</b>	<b>(6,852.3)</b>	-3.4	-3.1	-323.5
Monetary Authorities	(403.8)	(5,194.9)	(5,136.9)	(5,149.8)	-0.3	0.9	-1,175.3
Other Depository Corporations	(1,214.2)	(1,453.2)	(1,488.3)	(1,702.5)	-14.4	-17.2	-40.2
<b>(ii) Claims on other Sectors</b>	<b>55,504.4</b>	<b>56,643.2</b>	<b>56,478.0</b>	<b>56,715.2</b>	0.4	0.1	2.2
Other Financial Corporations	49.4	46.1	45.3	45.0	-0.7	-2.4	-9.0
State and local government	91.0	73.9	61.4	73.6	19.8	-0.4	-19.1
Public nonfinancial corporations	1,306.4	1,366.5	1,204.7	1,184.4	-1.7	-13.3	-9.3
Other nonfinancial corporations	25,996.8	25,879.3	25,185.9	25,583.8	1.6	-1.1	-1.6
Other residents sectors	28,060.8	29,277.4	29,980.8	29,828.5	-0.5	1.9	6.3
<b>(b) Other items (net)</b>	<b>(11,470.6)</b>	<b>(10,751.0)</b>	<b>(10,525.3)</b>	<b>(11,093.3)</b>	5.4	3.2	-3.3
<b>3. Broad Money (M2)</b>	<b>58,391.2</b>	<b>64,654.3</b>	<b>65,814.2</b>	<b>65,060.5</b>	-1.1	0.6	11.4
<b>(a) Money (M1)</b>	<b>28,201.8</b>	<b>34,320.6</b>	<b>35,765.4</b>	<b>35,467.9</b>	-0.8	3.3	25.8
(i) Currency in circulation	5,532.5	6,106.2	6,075.6	6,284.1	3.4	2.9	13.6
(ii) Transferable deposits	22,669.3	28,214.4	29,689.8	29,183.8	-1.7	3.4	28.7
<b>(b) Quasi-money</b>	<b>30,189.4</b>	<b>30,333.7</b>	<b>30,048.8</b>	<b>29,592.7</b>	-1.5	-2.4	-2.0
Other Deposits	30,189.4	30,333.7	30,048.8	29,592.7	-1.5	-2.4	-2.0

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

SECTOR	Dec-14			Dec-15			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	49.4	0.0	49.4	45.0	0.0	45.0	-9.0		-9.0
Central Government	1.8	0.0	1.8	0.0	0.0	0.0	-100.0		-100.0
Provincial Assemblies & Local Government	91.0	0.0	91.0	73.6	0.0	73.6	-19.1		-19.1
Statutory Non-financial Corporations Domestic	663.2	643.2	1306.4	832.7	351.6	1184.4	25.6	-45.3	-9.3
Manufacturing	1459.8	260.8	1720.6	941.1	276.1	1217.2	-35.5	5.9	-29.3
Agriculture	440.1	43.6	483.6	718.3	46.9	765.2	63.2	7.7	58.2
Public Utilities	9.9	164.8	174.8	7.0	141.8	148.8	-29.6	-14.0	-14.9
Forestry	65.0	0.0	65.0	28.4	0.0	28.4	-56.2		-56.2
Fisheries	9.7	0.0	9.7	3.1	0.0	3.1	-67.6		-67.6
Mining & Quarrying	64.6	0.0	64.6	123.0	0.0	123.0	90.4		90.4
Construction	2803.1	816.6	3619.6	2593.9	1300.8	3894.6	-7.5	59.3	7.6
Distribution (Wholesale and Retail)	4825.8	503.1	5329.0	4428.0	490.0	4917.9	-8.2	-2.6	-7.7
Tourism	1645.4	4545.6	6190.9	1957.6	4428.7	6386.3	19.0	-2.6	3.2
Transport	488.9	105.4	594.3	523.1	114.8	637.9	7.0	8.9	7.3
Communications	635.0	819.3	1454.3	571.5	869.8	1441.2	-10.0	6.2	-0.9
Entertainment & Catering	620.5	342.6	963.1	799.0	164.0	962.9	28.8	-52.1	0.0
Professional & Other Services	3524.8	1802.5	5327.3	3018.2	2038.9	5057.1	-14.4	13.1	-5.1
Housing & Land Purchases	14944.4	2319.3	17263.7	15167.1	2459.5	17626.7	1.5	6.0	2.1
Other individual	8141.5	2306.3	10447.8	9368.4	2439.8	11808.2	15.1	5.8	13.0
Non Profit Institutions Serving Households	273.2	0.0	273.2	309.0	0.0	309.0	13.1	-100.0	13.1
<b>Grand Total</b>	<b>40,757.1</b>	<b>14,673.2</b>	<b>55,430.2</b>	<b>41,507.9</b>	<b>15,122.8</b>	<b>56,630.7</b>	1.8	3.1	2.2