



# RESERVE BANK OF VANUATU

## FINANCIAL & ECONOMIC ANALYSIS: November 2017

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### **International Developments<sup>1</sup>**

The global growth continued to pick-up and has led OECD to revise upward its global growth projections for 2017 (3.6 percent) and 2018 (3.7 percent, an increase of 0.1 percent point from its June 2017 forecasts. Reports of third quarter performance showed the world's largest economy, the United States (US), strengthening, while export powerhouses such as Japan and Eurozone are on course to record above potential growth, driven by buoyant global trade. Similarly, emerging economies performed well not only due to stimulative policies but also improvement in trade volume. The global trade volume continued to surge to a level well above the industrial output in quarter three for the third time in the last 4 quarters. On this background, there is demand for global production going forward and explained why there is a boom in manufacturing output in several major economies; Japan (1.4 percent), US (0.2 percent below expectation of 0.3percent) and Eurozone (2.5 percent). Underlying inflation for most advanced economies remained tame and still to show convincing uptrend trajectory. Nevertheless, even if there is an increase in inflation in 2018, it is unlikely that 2017 solid growth performance will not be repeated in 2018.

Focus Economics reported that prices for most major commodity groups continued to increase in November by 1.0 percent relative to the previous month, with energy prices leading.

### **US economy**

In the US, GDP rose by 3.3 percent, during the third quarter and well above the market expectations. Business sentiment boosted mostly by stabilization of energy sector and improved confidence at the background of buoyant global economy. Although the two hurricanes Harvey and Irma weighed on consumer spending and housing activity, domestic demand growth continued to be strong. The US Bureau of Labour Statistics reported November unemployment rate unchanged at 4.1 percent with

6.6 million people unemployed. Employment is, however, picking up under professional and business services, manufacturing and health care. Core CPI accelerated on a year-on-year basis for the first time since January 2017, rising to 1.8% in October from 1.7% in September but still trending below 2 percent Fed target.

### **Australian economy**

The ANZ report shows that business conditions in Australia fell in November. Furthermore, business confidence has been trending lower for the past six months though conditions are still at encouraging levels (ANZ research, 12 December 2017)

### **New Zealand economy**

In New Zealand, the new government banned foreigners from buying existing homes in a bid to cool the housing market and announced a review of the Central Bank's mandate to prioritizing employment. The level of housing market activity remains low, but there has been some improvement in recent months (ANZ research, 13 December 2017)

### **EURO area economy**

In the Eurozone, a preliminary estimate of GDP revealed that growth remained buoyant in the third quarter of 2017, on the back of solid activity in the region's major economies.

### **Developing economies**

Focus Economics second preliminary estimate depicted the ASEAN<sup>2</sup> economy to be expanding at a slightly slower pace in the third quarter than previously expected.

In China, annual GDP expanded 6.8 percent in Q3, comfortably in line to achieve this year's 6.5 percent growth target. The recent data for October suggests the economy is losing some momentum in Q4, with the manufacturing PMI receding, trade data weakening and the housing market showing signs of downbeat.

<sup>1</sup> Economic updates for US, Australia, NZ, Euro & developing economies are sourced from "Focus Economics" website.

<sup>2</sup> Members are Thailand, Vietnam, Indonesia, Malaysia, Philippines, Singapore, Myanmar, Cambodia, Laos, Brunei

In India, Consumption-related indicators have strengthened lately, while industrial output tracked higher in Q3 from the previous quarter. Nonetheless, GDP growth remained hampered by weak capital expenditure growth and a distressed banking sector. Consumer price index (CPI) inflation accelerated in November. Core inflation also picked up in November due to higher accommodation costs. (ANZ research, 13 December 2017).

### Exchange rate developments

The above developments in the international markets had influenced movements in Vanuatu basket of currencies.

Table 1 depicted Vatu position at the end of November. In November, the **VATU** appreciated against **AUD** by 1.0 percent, however depreciated against **USD** by 0.5 percent, **EURO** by 2.2 percent **CHINESE YUAN** by 16.4 percent and **NZD** by 0.3 percent.

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

Vatu per Foreign Currency					
	End Rates				
	US	AUD	NZD	EURO	CNY
<b>Nov-17</b>	109.3	82.8	75.3	129.5	16.5
<b>Oct-17</b>	108.8	83.6	75.0	126.8	16.4
% ▲	0.5	-1.0	0.3	2.2	0.9
<b>Aug-17</b>	106.9	84.2	76.8	126.8	16.2
% ▲	1.8	-0.7	-2.3	0.0	1.3
<b>Nov-16</b>	109.8	82.2	78.3	117.0	15.9
% ▲	-0.9	1.7	-4.2	8.3	2.9
(-) : Appreciation of the Vatu					

### Official Reserves<sup>3</sup>

Vanuatu's official foreign reserves declined from VT 41.2 million in October to VT40.8 million in November, however, remained well above the threshold of 4 months of import cover at estimated 10.7 months of imports.

### Real sector developments

The total visitor arrivals into Vanuatu reached 23,038 during the month of July 2017. This is an increase of 12 percent over the previous month but fell by 18 percent over the same period of 2016. Air visitors recorded 12,055 visitors and cruise-ship visitors recorded 10,983 visitors. Air visitor arrivals

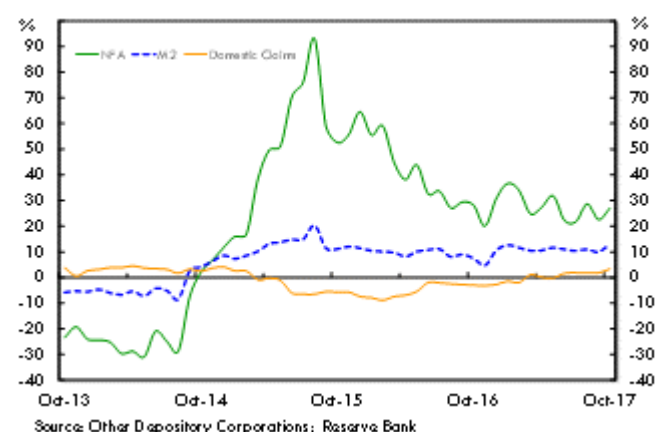
rose by 11 percent over the year, although cruise-ship visitors fell by 36 percent. Of the total air visitor arrivals, holiday visitors (which makes up 79 percent in July 2017), rose by 14 percent over the year and stop-over visitors rose by 38 percent. Visitors visiting friends and relatives and business visitors, on the other hand, dropped by 15 percent and 1 percent accordingly. The growth over the year was mainly contributed by the following major markets of tourist arrivals: Australia rose by 11 percent, New Zealand rose by 15 percent, China rose by 54 percent, Other Pacific Countries rose by 15 percent, New Caledonia rose by 6 percent, Europe rose by 5 percent and Japan rose by 27 percent. Other Countries and North America dropped by; 26 percent and 4 percent respectively.

### Monetary Developments

Money supply expanded further by 1.6 percent in October, thus triggered the annual growth to 13.1 percent over the year to October 2017. The month-on-month and year-on-year growth was driven by both net foreign assets (NFA) and domestic credit.

Total NFA rose by 2.5 percent and 27.0 percent relative to September 2017 and October 2016, respectively. The month-on-month increase reflected net inflows of foreign reserves recorded by the Reserve Bank of Vanuatu (RBV), thus increase the NFA holdings by 3.4 percent. The NFA holdings of Other Depository corporations (ODCs), in contrast, contracted by 4.2 percent. Overall, the NFA holdings of both the RBV and ODCs remained higher than previous year's level, causing the annual growth to remain strong at 27.0 percent.

**Chart 1: Determinants of Money Supply (yoy% Change)**



<sup>3</sup> One of the key objectives of the RBV; for official reserves to cover at least 4 months of import cover.

Domestic credit grew by a marginal 0.9 percent month-on-month and 3.3 percent year-on-year, driven by increases in; loans extended to public non-financial corporations, other non-financial corporation (businesses) and other residents sectors. Furthermore, net claims on the central government increased, thus contributed to this upward trend. Total loans extended by ODCs to various sectors are depicted in table A4.

The central government's net credit position vis-a-vis the banking system deteriorated in October 2017 due to withdrawals of deposits held with the RBV outweighing the accumulation of government deposits with ODCs. Overall, the fiscal net credit position remained favourable over the year to October 2017.

Claims on the central government by OFIs<sup>4</sup> remained at VT3,500 million as at end of November 2017, the same level recorded in October 2017.

#### **Monetary Policy Stance**

There were no recent changes made to the Banks monetary policy stance. The RBV policy interest rate was maintained at 2.85 percent. Similarly, the Statutory Reserve Deposits (SRD) and the Liquid Asset Ratio were also maintained at 5.00 percent, respectively

#### **Open Market Operations (OMO)**

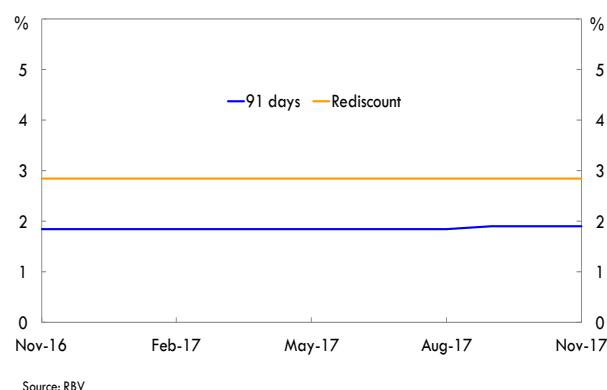
The RBV issued VT1,400 million worth of RBV notes in November 2017, compared to VT1100 million issued during the previous month. Similarly, total subscriptions received increased to VT3,420 million compared to VT2,500 million in October 2017.

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

Term	Amount Allotted	Yield End Nov. 2017	Yield End Oct. 2017
7 days	260	1.60	1.60
14 days	260	1.65	1.65
28 days	80	1.75	1.75
63 days	60	1.80	1.75
91 days	60	1.90	1.90

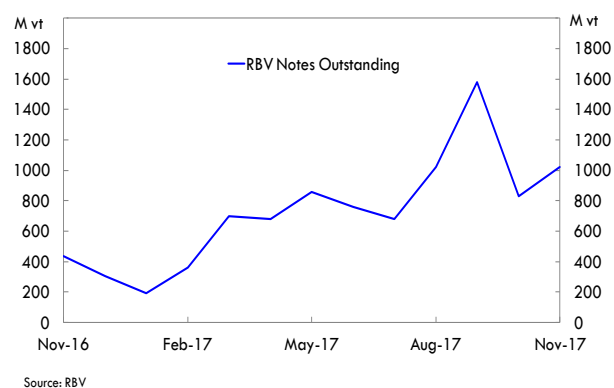
Chart 2 below shows the yield on the 91-days<sup>5</sup> RBV notes.

**Chart 2: Yield on 91-days RBV Note (Percentage, Month-end Position)**



VT750 million RBV notes matured in November 2017. The remaining balance of VT1,020 million yet to be retired, compared to VT830 million in the previous month.

**Chart 3: Outstanding RBV Notes (Levels, millions of VATU, month-End Data)**



<sup>4</sup> OFI: Other Financial Institutions covers Credit Corporation; Vanuatu Agriculture Bank; and Vanuatu National Provident Fund

<sup>5</sup>91 days RBV note rate plus a penalty rate of 100 basis points is the RBV policy interest rate.

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

End of Period	Oct-16	Jul-17	Sep-17	Oct-17	%Change		
					1 Month	3 months	12months
<b>Claims on nonresidents</b>	<b>34,108.1</b>	<b>37,673.9</b>	<b>40,770.0</b>	<b>42,046.8</b>	3.1	11.6	23.3
Monetary gold and SDR holdings	581.6	809.1	815.0	824.4	1.2	1.9	41.7
Reserve Assets	33,526.5	36,864.8	39,955.0	41,222.4	3.2	11.8	23.0
<b>Currency and Deposits</b>	<b>11.9</b>	<b>23.2</b>	<b>17.3</b>	<b>15.8</b>	-9.0	-32.1	33.0
National currency	11.9	23.2	17.3	15.8	-9.0	-32.1	33.0
<b>Securities other than shares</b>	<b>3,791.3</b>	<b>3,517.6</b>	<b>3,542.9</b>	<b>3,542.9</b>	0.0	0.7	-6.6
Central government	3,791.3	3,517.6	3,542.9	3,542.9	0.0	0.7	-6.6
<b>Loans</b>	<b>111.3</b>	<b>74.2</b>	<b>68.2</b>	<b>70.7</b>	3.8	-4.7	-36.5
Other depository corporations	20.0	-	-	-			
Other residents sectors	91.3	74.2	68.2	70.7	3.8	-4.7	-22.6
<b>Other accounts receivable</b>	<b>597.2</b>	<b>893.6</b>	<b>740.0</b>	<b>735.0</b>	-0.7	-17.8	23.1
Trade credit and advances	43.1	70.2	43.1	44.6	3.5	-36.5	3.3
Settlement accounts	33.4	197.6	32.0	41.2	28.7	-79.2	23.4
Miscellaneous Assets	520.7	625.8	664.9	649.2	-2.4	3.7	24.7
<b>Nonfinancial assets</b>	<b>1,582.5</b>	<b>1,570.9</b>	<b>1,563.0</b>	<b>1,561.7</b>	-0.1	-0.6	-1.3
<b>TOTAL ASSETS</b>	<b>40,202.3</b>	<b>43,753.4</b>	<b>46,701.4</b>	<b>47,972.9</b>	2.7	9.6	19.3
<b>Monetary Base</b>	<b>24,196.7</b>	<b>29,219.5</b>	<b>31,340.5</b>	<b>33,582.3</b>	7.2	14.9	38.8
Currency in Circulation	6,720.9	7,615.4	7,557.6	7,407.0	-2.0	-2.7	10.2
Currency Other Depository Corporations	1,502.1	2,404.4	1,806.7	2,192.4	21.3	-8.8	46.0
Liabilities to Other Depository Corporations	15,973.8	19,199.7	21,976.2	23,982.9	9.1	24.9	50.1
Reserve Deposits	2,806.8	3,061.8	3,105.5	3,171.9	2.1	3.6	13.0
Other Liabilities	13,167.0	16,137.9	18,870.7	20,811.0	10.3	29.0	58.1
<b>Liabilities to Central Government</b>	<b>9,223.2</b>	<b>7,540.2</b>	<b>7,318.2</b>	<b>6,946.2</b>	-5.1	-7.9	-24.7
Deposits	8,849.8	6,916.7	6,684.2	6,304.9	-5.7	-8.8	-28.8
Other							
<b>Liabilities to non residents</b>	<b>2,681.6</b>	<b>2,666.3</b>	<b>2,708.7</b>	<b>2,738.3</b>	1.1	2.7	2.1
Deposits	2,681.6	2,666.3	2,708.7	2,738.3	1.1	2.7	2.1
Liabilities to the IMF- Central Government	373.4	623.5	634.0	641.3	1.2	2.9	71.7
<b>Securities other than shares</b>	<b>598.2</b>	<b>677.9</b>	<b>1,575.8</b>	<b>826.9</b>	-47.5	22.0	38.2
Central Bank	598.2	677.9	1,575.8	826.9	-47.5	22.0	38.2
<b>Loans</b>							
<b>Other accounts payable</b>	<b>471.5</b>	<b>414.5</b>	<b>378.3</b>	<b>375.0</b>	-0.9	-9.5	-20.5
Trade credit and advances	405.2	333.2	333.6	334.0	0.1	0.3	-17.6
Other Sectors	66.3	81.3	44.7	41.0	-8.3	-49.6	-38.2
o/w Settlement Accounts	54.1	58.2	31.2	29.0	-6.9	-50.1	-46.4
<b>Shares and other equity</b>	<b>597.4</b>	<b>817.8</b>	<b>922.0</b>	<b>1,017.9</b>	10.4	24.5	70.4
<b>SDR Allocation</b>	<b>2,433.7</b>	<b>2,417.2</b>	<b>2,457.9</b>	<b>2,486.2</b>	1.2	2.9	2.2
<b>TOTAL LIABILITIES</b>	<b>40,202.3</b>	<b>43,753.4</b>	<b>46,701.4</b>	<b>47,972.9</b>	2.7	9.6	19.3

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

END OF PERIOD	Oct-16	Jul-17	Sep-17	Oct-17	%Change		
					1 Month	3 months	12 Months
<b>Monetary gold and SDR</b>							
<b>Currency and deposits</b>	<b>29,899.1</b>	<b>35,873.0</b>	<b>36,390.9</b>	<b>37,961.9</b>	4.3	5.8	27.0
<b>Currency</b>	1,779.5	2,933.6	2,417.7	2,882.3	19.2	-1.7	62.0
National	1,502.1	2,404.4	1,806.7	2,192.4	21.3	-8.8	46.0
Foreign	277.5	529.2	611.0	690.0	12.9	30.4	148.7
<b>Transferable deposits</b>	23,231.1	21,983.2	25,220.3	26,409.7	4.7	20.1	13.7
In Local currency : Central Bank	15,973.8	19,199.7	21,976.2	23,982.9	9.1	24.9	50.1
Other depository corporations	-	-	-	-			
Nonresidents	64.7	24.4	30.7	32.2	5.1	32.3	-50.2
Head offices and Branches	19.5	-	-	-			
Other depository corporations	45.2	24.4	30.7	32.2	5.1	32.3	-28.7
In foreign currency :							
Nonresidents	7,192.6	2,759.2	3,213.5	2,394.5	-25.5	-13.2	-66.7
Head offices and Branches	2,535.4	148.6	244.6	190.1	-22.3	27.9	-92.5
Other depository corporations	4,657.2	2,610.6	2,968.9	2,204.4	-25.7	-15.6	-52.7
<b>Other deposits</b>	4,888.4	10,956.2	8,752.9	8,669.8	-0.9	-20.9	77.4
In Local currency :							
Other depository corporations	413.2	478.4	480.4	480.4	0.0	0.4	16.3
Nonresidents	-	-	-	-			
Other depository corporations	-	-	-	-			
In foreign currency :							
Other depository corporations		1,471.5	1,838.0	1,847.0	0.5	25.5	
Nonresidents	4,475.2	9,006.2	6,434.4	6,342.4	-1.4	-29.6	41.7
Head offices and Branches	15.9	-	-	-			
Other depository corporations	4,459.3	9,006.2	6,434.4	6,342.4	-1.4	-29.6	42.2
<b>Securities other than shares</b>	<b>1,485.7</b>	<b>2,165.4</b>	<b>3,063.3</b>	<b>2,314.4</b>	-24.4	6.9	55.8
Central Bank	598.2	677.9	1,575.8	826.9	-47.5	22.0	38.2
Central Government	887.5	1,487.5	1,487.5	1,487.5	0.0	0.0	67.6
<b>Loans</b>	<b>58,827.8</b>	<b>60,761.1</b>	<b>61,054.8</b>	<b>61,473.9</b>	0.7	1.2	4.5
Other depository corporations	0.0	-	-	-			
Other financial corporations	0.5	1.0	478.2	262.2	-45.2	26,469.4	58046.3
Central government	-	-	-	-			
State and local government	117.4	110.9	109.9	108.6	-1.2	-2.1	-7.6
Public nonfinancial corporations	1,115.4	1,282.0	696.9	930.8	33.6	-27.4	-16.5
Other nonfinancial corporations	25,779.4	26,414.2	25,866.4	25,951.7	0.3	-1.8	0.7
Other residents sectors	29,682.0	31,267.6	32,148.9	32,496.3	1.1	3.9	9.5
Nonresidents	2,133.1	1,685.4	1,754.5	1,724.3	-1.7	2.3	-19.2
Interbank Funds sold	-	-	-	-			
<b>Other accounts receivable</b>	<b>3,343.2</b>	<b>7,977.8</b>	<b>10,201.5</b>	<b>3,467.0</b>	-66.0	-56.5	3.7
Trade credit and advances	84.9	152.2	112.5	92.1	-18.1	-39.5	8.6
Settlement accounts	2,158.8	6,050.3	7,789.9	2,158.9	-72.3	-64.3	0.0
Miscellaneous assets items	1,099.5	1,775.3	2,299.1	1,215.9	-47.1	-31.5	10.6
<b>Nonfinancial assets</b>	<b>4,437.8</b>	<b>3,969.4</b>	<b>4,030.6</b>	<b>4,058.2</b>	0.7	2.2	-8.6
<b>TOTAL ASSETS</b>	<b>97,993.6</b>	<b>110,746.7</b>	<b>114,741.1</b>	<b>109,275.4</b>	-4.8	-1.3	11.5



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

END OF PERIOD	Oct-16	Jul-17	Sep-17	Oct-17	%Change		
					1 Month	3 months	12 Months
<b>Deposits</b>	<b>75,804.7</b>	<b>81,341.4</b>	<b>82,796.0</b>	<b>83,893.6</b>	1.3	3.1	10.7
Transferable deposits	41,172.4	48,235.7	45,490.6	45,422.2	-0.2	-5.8	10.3
In Local currency:	24,644.4	31,284.2	28,657.3	29,693.0	3.6	-5.1	20.5
Other depository corporation	101.9	137.3	180.2	209.4	16.2	52.5	105.4
Other financial corporations	4,878.4	8,079.4	4,983.1	4,855.3	-2.6	-39.9	-0.5
Central government	1,053.5	3,373.0	1,198.1	1,273.9	6.3	-62.2	20.9
State and local governments	66.0	102.8	88.6	65.9	-25.6	-35.9	-0.3
Public nonfinancial coporations	348.2	217.0	414.2	477.5	15.3	120.0	37.1
Other non financial coporations	7,665.2	7,071.5	9,314.8	10,292.5	10.5	45.5	34.3
Other residents sectors	10,531.0	12,303.1	12,478.3	12,518.6	0.3	1.8	18.9
Non-residents	1,470.4	1,275.7	2,004.2	1,330.1	-33.6	4.3	-9.5
Other Depository and financial corporations	7.2	7.3	9.1	11.8	29.5	62.0	63.1
Other non residents	1,463.2	1,268.4	1,995.1	1,318.3	-33.9	3.9	-9.9
In Foreign currency:	11,835.0	14,167.8	13,428.3	12,986.0	-3.3	-8.3	9.7
Other depository corporation	438.9	53.6	266.9	242.9	-9.0	353.2	-44.7
Other financial corporations	258.4	570.8	594.9	691.4	16.2	21.1	167.6
Central government	1,758.0	2,636.1	1,257.8	526.5	-58.1	-80.0	-70.1
Public nonfinancial coporations	121.0	138.2	142.1	160.4	12.9	16.0	32.5
Other non financial coporations	6,364.9	7,988.3	8,072.7	8,696.6	7.7	8.9	36.6
Other residents sectors	2,884.9	2,774.9	3,091.6	2,665.9	-13.8	-3.9	-7.6
Non-residents	3,222.6	1,508.0	1,400.8	1,413.1	0.9	-6.3	-56.2
Head office and Branches	-	15.7	133.9	74.4	-44.4	374.5	
Other Depository and financial corporations	63.3	38.3	39.0	68.1	74.5	78.0	7.6
Other non residents	3,159.3	1,454.0	1,227.8	1,270.5	3.5	-12.6	-59.8
<b>Other deposits</b>	<b>34,632.2</b>	<b>33,105.7</b>	<b>37,305.5</b>	<b>38,471.4</b>	3.1	16.2	11.1
In Local currency:	21,424.0	21,145.9	25,469.6	26,715.1	4.9	26.3	24.7
Other depository corporation	263.5	268.9	269.8	275.3	2.0	2.4	4.5
Other financial corporations	3,268.8	3,249.8	3,717.8	3,767.3	1.3	15.9	15.3
Central government	1,113.6	1,143.5	5,167.6	6,178.1	19.6	440.3	454.8
State and local governments	98.9	113.2	112.2	123.2	9.8	8.9	24.6
Public nonfinancial coporations	677.8	591.7	647.8	657.1	1.4	11.0	-3.1
Other non financial coporations	3,264.6	3,073.2	3,644.7	3,707.0	1.7	20.6	13.6
Other residents sectors	12,736.8	12,705.5	11,909.6	12,007.1	0.8	-5.5	-5.7
Non-residents	1,815.0	1,073.2	1,095.1	1,078.8	-1.5	0.5	-40.6
Other Depository and financial corporations	-	-	-	-			
Other non residents	1,815.0	1,073.2	1,095.1	1,078.8	-1.5	0.5	-40.6
In Foreign currency:	8,926.0	10,126.4	9,976.8	9,913.9	-0.6	-2.1	11.1
Other depository corporation	319.6	561.4	415.6	414.0	-0.4	-26.2	29.6
Other financial corporations	1,735.7	1,295.5	2,409.6	2,323.6	-3.6	79.4	33.9
Central government	-	-	-	-			
Public nonfinancial coporations	90.8	89.7	90.2	91.5	1.4	2.0	0.7
Other non financial coporations	1,599.6	1,967.8	1,984.0	1,974.3	-0.5	0.3	23.4
Other residents sectors	5,180.3	6,212.0	5,077.3	5,110.4	0.7	-17.7	-1.3
Non-residents	2,467.3	760.3	764.0	763.7	-0.1	0.4	-69.0
Other Depository and financial corporations	33.5	-	-	-			-100.0
Other non residents	2,433.8	760.3	764.0	763.7	-0.1	0.4	-68.6
<b>Loans</b>	<b>1,632.4</b>	<b>4,156.0</b>	<b>4,054.2</b>	<b>3,994.4</b>	-1.5	-3.9	144.7
Other depository Corporations	-	1,254.9	1,947.5	1,872.2	-3.9	49.2	
Non residents	1,632.4	2,901.1	2,106.7	2,122.2	0.7	-26.8	30.0
Head office and Branches	1,599.2	2,852.8	2,039.6	2,016.7	-1.1	-29.3	26.1
Other financial corporations	33.2	48.3	67.1	105.4	57.1	118.1	217.5
<b>Other accounts payable</b>	<b>7,600.1</b>	<b>11,460.5</b>	<b>14,526.2</b>	<b>8,158.5</b>	-43.8	-28.8	7.3
Trade credit and advances	163.4	84.5	70.0	324.3	363.1	283.8	98.4
Settlement accounts	2,080.4	5,920.3	7,644.0	2,024.5	-73.5	-65.8	-2.7
Provisions for losses	1,118.7	1,267.0	1,585.2	1,666.0	5.1	31.5	48.9
Accumulated depreciation	2,410.7	2,158.7	2,216.8	2,236.2	0.9	3.6	-7.2
Miscellaneous liability items	1,826.8	2,030.0	3,010.1	1,907.6	-36.6	-6.0	4.4
<b>Shares and other equity</b>	<b>12,956.4</b>	<b>13,788.9</b>	<b>13,364.7</b>	<b>13,229.0</b>	-1.0	-4.1	2.1
<b>TOTAL LIABILITIES</b>	<b>97,993.6</b>	<b>110,746.7</b>	<b>114,741.1</b>	<b>109,275.4</b>	-4.8	-1.3	11.5

TABLE A3 : DEPOSITORY CORPORATION SURVEY

(MVT)

END OF PERIOD	Oct-16	Jul-17	Sep-17	Oct-17	%Change		
					1 Month	3 months	12 Months
<b>1. Net Foreign Assets</b>	<b>32,528.9</b>	<b>39,077.2</b>	<b>40,277.5</b>	<b>41,298.6</b>	2.5	5.7	27.0
Monetary Authorities (Net)	28,992.8	32,590.3	35,603.4	36,822.3	3.4	13.0	27.0
Other Depository Corporations (Net)	3,536.1	6,486.9	4,674.1	4,476.3	-4.2	-31.0	26.6
<b>2. Net Domestic Claims</b>	<b>37,096.2</b>	<b>38,109.8</b>	<b>37,188.5</b>	<b>37,437.9</b>	0.7	-1.8	0.9
<b>(a) Domestic Claims</b>	<b>48,316.6</b>	<b>49,462.2</b>	<b>49,457.2</b>	<b>49,926.1</b>	0.9	0.9	3.3
<b>(i) Net claims on central government</b>	<b>(8,469.5)</b>	<b>(9,687.7)</b>	<b>(9,911.3)</b>	<b>(9,894.2)</b>	0.2	-2.1	-16.8
Monetary Authorities	(5,431.9)	(4,022.6)	(3,775.3)	(3,403.3)	9.9	15.4	37.3
Other Depository Corporations	(3,037.6)	(5,665.1)	(6,136.0)	(6,490.9)	-5.8	-14.6	-113.7
<b>(ii) Claims on other Sectors</b>	<b>56,786.0</b>	<b>59,149.9</b>	<b>59,368.5</b>	<b>59,820.4</b>	0.8	1.1	5.3
Other Financial Corporations	0.5	1.0	478.2	262.2	-45.2	26,469.4	58,046.3
State and local government	117.4	110.9	109.9	108.6	-1.2	-2.1	-7.6
Public nonfinancial corporations	1,115.4	1,282.0	696.9	930.8	33.6	-27.4	-16.5
Other nonfinancial corporations	25,779.4	26,414.2	25,866.4	25,951.7	0.3	-1.8	0.7
Other residents sectors	29,773.4	31,341.8	32,217.1	32,567.1	1.1	3.9	9.4
<b>(b) Other items (net)</b>	<b>(11,220.4)</b>	<b>(11,352.4)</b>	<b>(12,268.6)</b>	<b>(12,488.2)</b>	1.8	10.0	11.3
<b>3. Broad Money (M2)</b>	<b>69,625.1</b>	<b>77,187.1</b>	<b>77,466.0</b>	<b>78,736.5</b>	1.6	2.0	13.1
<b>(a) Money (M1)</b>	<b>40,388.7</b>	<b>47,058.3</b>	<b>47,187.4</b>	<b>48,285.7</b>	2.3	2.6	19.6
(i) Currency in circulation	6,720.9	7,615.4	7,557.6	7,407.0	-2.0	-2.7	10.2
(ii) Transferable deposits	33,667.9	39,443.0	39,629.7	40,878.7	3.2	3.6	21.4
<b>(b) Quasi-money</b>	<b>29,236.4</b>	<b>30,128.7</b>	<b>30,278.7</b>	<b>30,450.9</b>	0.6	1.1	4.2
Other Deposits	29,236.4	30,128.7	30,278.7	30,450.9	0.6	1.1	4.2

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

SECTOR	Oct-16			Oct-17			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	-100.0		-100.0
Other Financial Corporations Domestic	0.5	0.0	0.5	443.0	35.2	478.2	98135.9		105930.2
Central Government	0.0	0.0	0.0	0.0	0.0	0.0	500.0		500.0
Provincial Assemblies & Local Government	117.4	0.0	117.4	109.9	0.0	109.9	-6.4		-6.4
Statutory Non-financial Corporations Domestic	838.4	277.0	1115.4	304.3	392.6	696.9	-63.7	41.7	-37.5
Manufacturing	1009.7	236.4	1246.1	877.3	475.9	1353.3	-13.1	101.3	8.6
Agriculture	424.5	46.1	470.6	394.4	139.9	534.3	-7.1	203.4	13.5
Public Utilities	7.1	194.5	201.6	5.7	129.6	135.3	-20.1	-33.4	-32.9
Forestry	9.7	0.0	9.7	1.6	0.0	1.6	-83.5		-83.5
Fisheries	3.3	0.0	3.3	27.5	0.0	27.5	727.5	100.0	727.3
Mining & Quarrying	137.3	0.0	137.3	28.2	0.0	28.2	-79.5		-79.5
Construction	2524.6	1386.1	3910.6	2051.2	1475.8	3527.0	-18.8	6.5	-9.8
Distribution (Wholesale and Retail)	4220.8	821.5	5042.2	4003.4	1110.4	5113.8	-5.2	35.2	1.4
Tourism	1813.4	4634.8	6448.2	1465.0	4847.8	6312.8	-19.2	4.6	-2.1
Transport	800.8	201.6	1002.5	628.2	173.1	801.3	-21.6	-14.1	-20.1
Communications	452.2	854.5	1306.7	1253.2	821.0	2074.2	177.1	-3.9	58.7
Entertainment & Catering	685.0	197.2	882.2	607.5	487.5	1095.0	-11.3	147.3	24.1
Professional & Other Services	3254.4	1863.8	5118.2	3232.5	1629.6	4862.1	-0.7	-12.6	-5.0
Housing & Land Purchases	14185.1	4034.6	18219.8	14650.4	4343.8	18994.2	3.3	7.7	4.3
Other individual	9548.6	1654.7	11203.3	10904.4	2017.5	12922.0	14.2	21.9	15.3
Non Profit Institutions Serving Households	259.0	0.0	259.0	269.2	0.2	269.3	4.0	3825.0	4.0
<b>Grand Total</b>	<b>40,291.8</b>	<b>16,402.9</b>	<b>56,694.7</b>	<b>41,256.9</b>	<b>18,080.0</b>	<b>59,336.9</b>	2.4	10.2	4.7