



# RESERVE BANK OF VANUATU

## FINANCIAL & ECONOMIC ANALYSIS: July 2020

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Issue 263

July 2020

### 1. INTERNATIONAL DEVELOPMENTS

The COVID-19 pandemic continues to have a significant impact on global economic activity. According to the World Health Organization (WHO), the global confirmed cases of COVID-19 has reached over 19 million people<sup>1</sup> with the American region recording around 54 percent of total global cases, followed by Europe (18 percent) and South East Asia (14 percent). In terms of global economic and financial indicators, the global services sector has been severely affected by the health crisis. In relation to the latest World Trade Organization (WTO) report<sup>2</sup>, tourism, transport and distribution services have been negatively affected which has shifted more emphasis on online trading services (i.e. telecommunications and computer services) that enable online supply. In addition, the IMF's Global Financial Stability Report (June 2020) underscored easing of financial conditions as a result of rising risk asset prices and falling benchmark interest rates, while few emerging market economies are facing refinancing risks<sup>3</sup>

In global commodity prices<sup>4</sup>, both energy and non-energy prices increased by 6.1 percent and 2.7 percent, respectively, in July as global demand started to rise slowly due to easing of restrictions and lockdown measures, and also a recent cut in oil production by the Organization of the Petroleum Exporting Countries (OPEC).

In **Australia**, the recent rising number of COVID-19 cases has weighed on the economic activities. Though policy measures<sup>5</sup> have helped support the labour market and standard of living, consumption and investment activities still remained at low levels. According to the Reserve Bank of Australia's (RBA) latest economic outlook report (August 2020), employment, investment activities and international trade are expected to decline over the next

few months, while consumption is expected to recover over the next few months due to the continuous support from the Government.

In the **Euro Zone Area**, the latest data (IHS Markit, August 2020) indicated that most European sectors recorded growth in the autos production, while decline in activities were seen in technology equipment, other financials and tourism. The European Central Bank (ECB) continues to support liquidity via its emergency purchase of bond program which has recently been extended from the end of 2020 until June 2021.

In the **US**, the unemployment rate fell by 0.9 percentage points to 10.2 percent in July, which indicated an improvement over the past 3 months. In addition, according to IHS Markit updated release (August 5 2020), health care and consumer goods grew at the fastest rate in July as compared to other economic indicators in July. Meanwhile, presidential campaigns have continued in preparation for upcoming elections in November.

In **New Zealand**, international boarder restrictions<sup>6</sup> continued to restrain tourism and migration creating a patchy outlook for the economy. According to the Reserve Bank of New Zealand's (RBNZ) latest monetary policy decision (August 12 2020), further easing in monetary policy was announced to expand the large scale asset purchase (LSAP) programme with the aim of further lowering retail interest rates.

### 2. EXCHANGE RATES DEVELOPMENT

In June, the Vatu appreciated against the USD by 2.3 percent, while it depreciated against the AUD, NZD, and the Euro by 0.9 percent, 1.1 percent and 0.2 percent, respectively.

<sup>1</sup> Report retrieved online (<https://covid19.who.int/>) as of August 11 2020.

<sup>2</sup> May 2020 WTO (Trade in Services) report

<sup>3</sup> IMF's advice is for the concerned authorities to ensure monitoring of financial vulnerabilities and safeguarding of financial stability to be maintained during the crisis period.

<sup>4</sup> World Bank Commodity Price Index (July 2020).

<sup>5</sup> Policy measures included JOBKEEPER program (subsidies given to employers badly affected by the pandemic) and other financial assistance to businesses; RBA maintained its cash rate at 0.25 percent since 4 August 2020.

<sup>6</sup> Additional few COVID-19 cases were detected in early August causing additional lockdown measures after the economy returned to normal business activities in early June

Vatu per foreign currency						
	End Rates				Average Rates	
	USD	AUD	NZD	EURO	USD	AUD
Jul-20	113.20	80.76	75.21	130.52	114.75	79.98
Jun-20	115.90	80.05	74.37	130.29	115.68	79.63
Jul-19	115.45	79.37	76.36	128.82	114.36	79.99

### 3. FOREIGN RESERVE DEVELOPMENTS

As of end July 2020, the level of official foreign reserves is estimated to cover around 13.5 months of Vanuatu's imports, which is well above RBV's threshold level.

### 4. DOMESTIC DEVELOPMENTS

The Vanuatu National Provident Fund (VNPF) has declared an interest rate of 1.2 percent for the 2019 financial year, with VT254,420,000 to be paid to all its members following the Board's approval of the Fund's 2019 audit statements. This was attributed to a net accumulated profit of VT400,329,000, of which, a total of VT254,420,000 will be paid to all members, and a balance of VT145,909,000 to be added to the General Reserve Account. The Fund continued to maintain a healthy financial position. According to the Vanuatu Daily Post, dated 9 June 2020, VNPF has also launched its new Membership and Contributions System allowing employers and members to access VNPF services online.

Australia will provide an additional assistance of VT117 million to support the Ministry of Infrastructure and Public Utilities' response to the dual challenges of COVID-19 and Tropical Cyclone Harold. According to the Vanuatu Daily Post, dated 9 June 2020, the assistance will support efforts to rebuild and repair critical roads affected by Tropical Cyclone Harold, improving accessibility and providing employment opportunities for Ni-Vanuatu. It will be implemented through the Australian-funded Roads for Development Program Phase 2 (R4D2) in partnership with Public Works Department.

The first phase of the Vanuatu Government's repatriation of citizens and residents to Vanuatu following COVID-19 was a success. The Prime Minister (PM) Bob Loughman announced in a press conference following the end of the first phase of the repatriation that Vanuatu remains COVID-19 free. According to the Vanuatu Daily Post, dated 24 June 2020, the first repatriation of 1,500 citizens and residents, which commenced on 23<sup>rd</sup> May 2020, was made possible through the assistance of donor partners: New Zealand, Australia and New Caledonia, including government agencies, community leaders and the business community. The 2<sup>nd</sup> phase of repatriation will take place after July 2020.

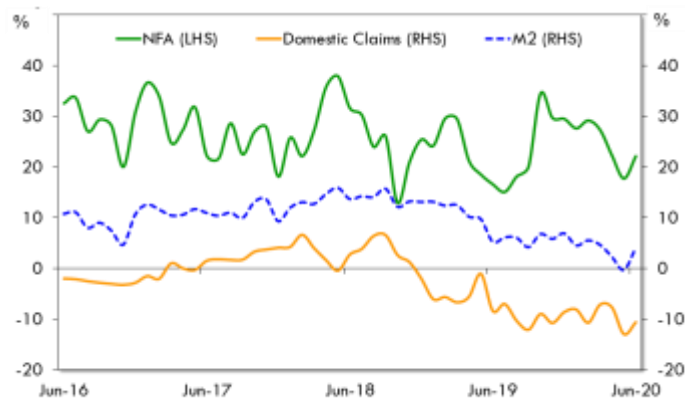
Transporting of local crops to markets in a container has become a new and innovative way for the Tanna Farmers Association in Vanuatu. This is made possible through the services provided by the local logistic company, South Sea Cargo. According to the Vanuatu Daily Post, dated 27 June 2020, the Tanna Farmers Association delivered a 20-foot container to the local market in Port Vila. This container contained 600 bundle of taro and other root crops harvested by farmers from around Tanna.

Following the impact of the COVID-19 restrictions on local businesses, the Department of Industry (DOI) has signed a Memorandum of Understanding (MOU) with the Vanuatu Farmer's Market (VFM) comprising of local farmers, producers, artisans and local chefs and ACTIV Association who were affected by the crisis. According to the Vanuatu Daily Post, dated 29 June 2020, the MOU aims to identify the producers/farmers, increase the sales of the local market, promote local Vanuatu-Made campaign and encourage the local people to invest in agriculture and agro-process with value-addition of local resources, increase resilience and support food security.

### 5. MONETARY DEVELOPMENTS

Broad Money (M2) declined by 0.1 percent to VT95,704.1 million in June 2020. Compared with a year ago, broad money was higher by 4.0 percent. Money growth mirrored the developments in total net foreign assets (NFA) and domestic credit; total NFA continued to expand in June 2020 while domestic credit declined.

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



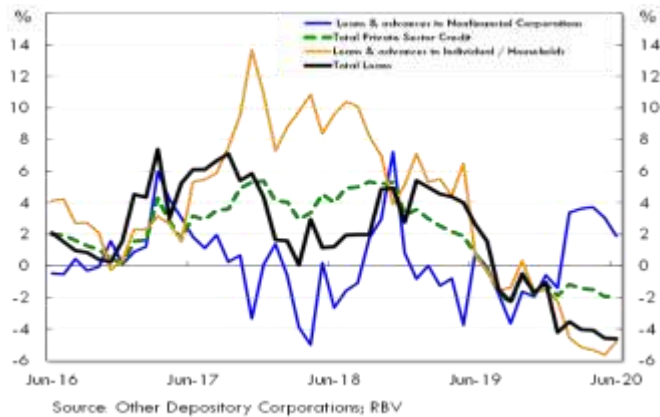
Source: Other Depository Corporations; Reserve Bank

NFA expanded by 1.0 percent and 22.2 percent month-on-month and year-on-year, respectively. The monthly growth reflected net inflows recorded by the Reserve Bank (RBV), while the annual growth continued to reflect accumulations of foreign assets by both the RBV and Other Depository Corporations (ODCs).

Domestic credit continued to trend downward during the first half of 2020. It contracted by 2.3 percent over the

month and 10.6 percent over the year to June 2020 owing to declines in both the net claims on the Central Government and private sector credit. Private sector credit<sup>7</sup> decreased by 0.03 percent and 1.9 percent month-on-month and year-on-year, reflecting the current subdued economic conditions. Total loans extended by ODCs to various sectors are depicted in table A4.

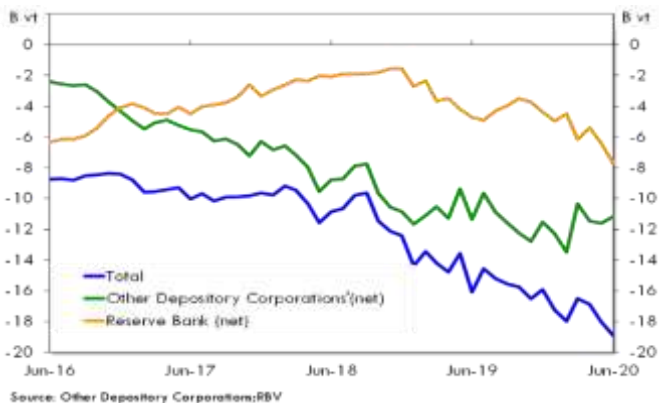
**Chart 2: Private Sector Credit (yoy% Change)**



Lending by OFIs<sup>8</sup> also depicted a downward trend during the first half of 2020. Loans by OFIs recorded VT1,583.7 million in June, representing contractions of 1.9 percent and 23.6 percent, month-on-month and year-on-year, respectively.

The Central Governments' net credit position vis-à-vis the banking system improved further in June, reflecting mainly an increase in Government deposits held with the Reserve Bank. The Government's net credit position also improved over the year to June 2020. Claims on the Central Government by OFIs remained at VT2,100 million in June 2020.

**Chart 3: Net Claims of the Vanuatu Government vis-à-vis the Banking Sector (BVT)**



<sup>7</sup> Comprises of credit to non-financial corporations and other resident sectors

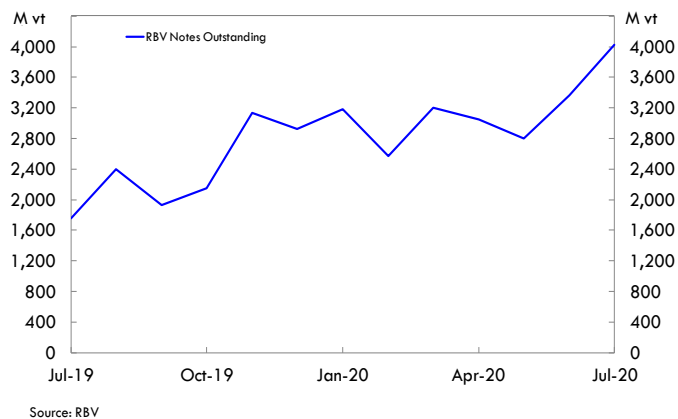
**Open Market Operations (OMO)**

During July 2020, the RBV issued VT2,800 million worth of RBV Notes, compared with VT2,600 million allotted during the previous month.

Allotments were made as follow:

- 7 days: VT560 million
- 14 days: VT560 million
- 28 days: VT540 million
- 63 days: VT560 million
- 91 days: VT560 million

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



Total amount of outstanding RBV Notes increased from VT3,364 million to VT4,024 million at the end of July 2020.

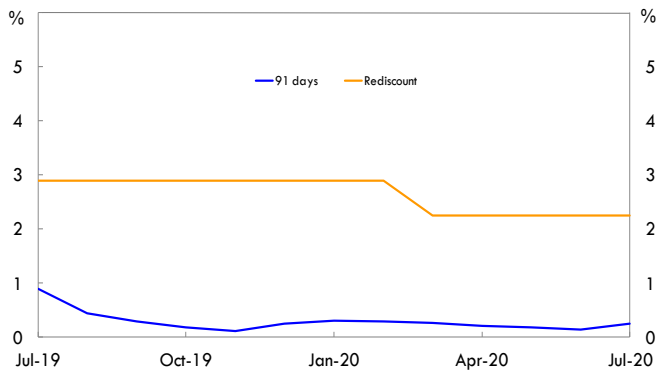
**Yields of RBV Notes**

Yields on RBV Notes as of end July 2020:

<u>Term</u>	<u>End Jun.20</u>	<u>End May.20</u>
7 days:	0.20%	0.20%
14 days:	0.20%	0.15%
28 days:	0.18%	0.14%
63 days:	0.25 %	0.15%
91 days:	0.25%	0.14%

<sup>8</sup> OFI: Other Financial Institutions cover Credit Corporation; Vanuatu Agriculture Bank; and Vanuatu National Provident Fund

**Chart 5: Yield on 91-days RBV Notes**  
(Levels, Percentage, Month-end Position)



Source: RBV

TABLE A1 : CONDENSED BALANCE SHEET OF THE RESERVE BANK OF VANUATU

In Millions VT

End of Period	Jun-19	Mar-20	May-20	Jun-20	%Change		
					1 Month	3 months	12months
<b>Claims on nonresidents</b>	<b>52,937.7</b>	<b>59,332.0</b>	<b>59,817.4</b>	<b>61,395.2</b>	<b>2.6</b>	<b>3.5</b>	<b>16.0</b>
Monetary gold and SDR holdings	810.8	812.1	776.7	703.4	-9.4	-13.4	-13.2
Reserve Assets	52,127.0	58,520.0	59,040.8	60,691.9	2.8	3.7	16.4
<b>Currency and Deposits</b>	<b>21.4</b>	<b>17.3</b>	<b>11.6</b>	<b>15.5</b>	<b>34.2</b>	<b>-10.1</b>	<b>-27.3</b>
National currency	21.4	17.3	11.6	15.5	34.2	-10.1	-27.3
<b>Securities other than shares</b>	<b>2,827.7</b>	<b>2,528.6</b>	<b>2,528.6</b>	<b>2,371.6</b>	<b>-6.2</b>	<b>-6.2</b>	<b>-16.1</b>
Central government	2,827.7	2,528.6	2,528.6	2,371.6	-6.2	-6.2	-16.1
<b>Loans</b>	<b>77.3</b>	<b>108.1</b>	<b>108.7</b>	<b>132.7</b>	<b>22.1</b>	<b>22.7</b>	<b>71.6</b>
Other depository corporations							
Other financial corporations							
Central government							
Other residents sectors	77.3	108.1	108.7	132.7	22.1	22.7	71.6
<b>Other accounts receivable</b>	<b>4,222.8</b>	<b>4,026.7</b>	<b>4,120.6</b>	<b>4,236.2</b>	<b>2.8</b>	<b>5.2</b>	<b>0.3</b>
Trade credit and advances	97.4	96.5	81.4	76.6	-5.8	-20.6	-21.3
Settlement accounts	405.5	235.3	228.0	352.7	54.7	49.9	-13.0
O/W Items in the process of collection	173.4	52.8	20.4	127.9	525.8	142.4	-26.2
Miscellaneous Assets	3,719.9	3,694.9	3,811.2	3,806.9	-0.1	3.0	2.3
<b>Nonfinancial assets</b>	<b>1,727.5</b>	<b>1,689.7</b>	<b>1,686.4</b>	<b>1,696.1</b>	<b>0.6</b>	<b>0.4</b>	<b>-1.8</b>
<b>TOTAL ASSETS</b>	<b>61,814.4</b>	<b>67,702.5</b>	<b>68,273.4</b>	<b>69,847.3</b>	<b>2.3</b>	<b>3.2</b>	<b>13.0</b>
<b>Monetary Base</b>	<b>42,153.9</b>	<b>45,847.9</b>	<b>46,529.2</b>	<b>47,238.4</b>	<b>1.5</b>	<b>3.0</b>	<b>12.1</b>
Currency in Circulation	8,664.2	8,809.2	9,615.8	9,702.4	0.9	10.1	12.0
Currency Other Depository Corporations	2,537.0	2,522.3	2,480.0	2,645.8	6.7	4.9	4.3
Liabilities to Other Depository Corporations	30,952.7	34,516.4	34,433.4	34,890.3	1.3	1.1	12.7
Reserve Deposits	3,964.8	4,197.2	4,185.1	3,993.0	-4.6	-4.9	0.7
Other Liabilities	26,987.9	30,319.2	30,248.3	30,897.3	2.1	1.9	14.5
<b>Liabilities to Central Government</b>	<b>7,545.8</b>	<b>8,691.2</b>	<b>8,926.5</b>	<b>10,089.0</b>	<b>13.0</b>	<b>16.1</b>	<b>33.7</b>
Deposits	7,545.8	8,691.2	8,926.5	10,089.0	13.0	16.1	33.7
Other							
<b>Liabilities to non residents</b>	<b>2,169.0</b>	<b>1,749.2</b>	<b>1,748.2</b>	<b>1,445.9</b>	<b>-17.3</b>	<b>-17.3</b>	<b>-33.3</b>
Deposits	2,169.0	1,749.2	1,748.2	1,445.9	-17.3	-17.3	-33.3
<b>Deposits</b>							
Other Deposits							
<b>Securities other than shares</b>	<b>1,436.3</b>	<b>2,788.6</b>	<b>2,239.1</b>	<b>2,799.2</b>	<b>25.0</b>	<b>0.4</b>	<b>94.9</b>
Other Depository Corporation	1,331.3	2,788.6	2,239.1	2,799.2	25.0	0.4	110.3
Other financial Corporation	105.0	-	-	-			-100.0
<b>Loans</b>	<b>24.1</b>	<b>40.2</b>	<b>17.2</b>	<b>-47.0</b>	<b>-372.3</b>	<b>-216.8</b>	<b>-294.9</b>
Liabilities to the IMF- Central Government	24.1	40.2	17.2	-47.0	-372.3	-216.8	-294.9
<b>Other accounts payable</b>	<b>639.0</b>	<b>334.9</b>	<b>357.7</b>	<b>342.0</b>	<b>-4.4</b>	<b>2.1</b>	<b>-46.5</b>
Trade credit and advances	281.5	267.1	310.2	292.9	-5.6	9.7	4.1
Other Sectors	357.6	67.8	47.5	49.1	3.3	-27.7	-86.3
o/w Settlement Accounts	336.2	50.3	35.6	33.3	-6.7	-33.9	-90.1
<b>Shares and other equity</b>	<b>5,267.5</b>	<b>5,523.7</b>	<b>5,818.6</b>	<b>5,591.8</b>	<b>-3.9</b>	<b>1.2</b>	<b>6.2</b>
<b>SDR Allocation</b>	<b>2,578.8</b>	<b>2,726.6</b>	<b>2,636.8</b>	<b>2,388.0</b>	<b>-9.4</b>	<b>-12.4</b>	<b>-7.4</b>
<b>TOTAL LIABILITIES</b>	<b>61,814.4</b>	<b>67,702.5</b>	<b>68,273.4</b>	<b>69,847.3</b>	<b>2.3</b>	<b>3.2</b>	<b>13.0</b>

TABLE A2a : CONDENSED BALANCE SHEET OF OTHER DEPOSITORY CORPORATIONS IN VANUATU

In Millions VT

END OF PERIOD	Jun-19	Mar-20	May-20	Jun-20	%Change		
					1 Month	3 months	12 Months
<b>Monetary gold and SDR</b>							
<b>Current and deposits</b>	<b>57,643.8</b>	<b>58,401.6</b>	<b>59,952.4</b>	<b>58,234.6</b>	<b>-2.9</b>	<b>-0.3</b>	<b>1.0</b>
<b>Currency</b>	2,736.6	3,040.9	3,056.7	3,268.9	6.9	7.5	19.4
National	2,537.0	2,522.3	2,480.0	2,645.8	6.7	4.9	4.3
Foreign	199.6	518.6	576.7	623.1	8.0	20.1	212.1
<b>Transferable deposits</b>	<b>34,225.1</b>	<b>38,351.9</b>	<b>38,513.2</b>	<b>36,922.9</b>	<b>-4.1</b>	<b>-3.7</b>	<b>7.9</b>
<b>In Local currency :</b>	30,915.4	33,980.7	34,449.4	34,603.4	0.4	1.8	11.9
Central Bank	30,873.5	33,977.6	34,431.1	34,598.8	0.5	1.8	12.1
Other depository corporations	37.0	-	-	-			-100.0
Other financial corporation							
<b>Nonresidents</b>	<b>4.9</b>	<b>3.1</b>	<b>18.3</b>	<b>4.5</b>	<b>-75.3</b>	<b>43.7</b>	<b>-8.5</b>
Head offices and Branches	-	-	-	-			
Other depository corporations	4.9	3.1	18.3	4.5	-75.3	43.7	-8.5
<b>In foreign currency :</b>	3,309.7	4,371.2	4,063.8	2,319.5	-42.9	-46.9	-29.9
Other depository corporations							
Other financial corporation							
Other depository corporations	683.2	-	11.1	1.6	-85.9		-99.8
<b>Nonresidents</b>	<b>2,626.5</b>	<b>4,371.2</b>	<b>4,052.6</b>	<b>2,317.9</b>	<b>-42.8</b>	<b>-47.0</b>	<b>-11.7</b>
Head offices and Branches	77.8	606.9	347.0	309.1	-10.9	-49.1	297.2
Other depository corporations	2,548.7	3,764.3	3,705.7	2,008.8	-45.8	-46.6	-21.2
<b>Other deposits</b>	<b>20,682.1</b>	<b>17,008.8</b>	<b>18,382.5</b>	<b>18,042.8</b>	<b>-1.8</b>	<b>6.1</b>	<b>-12.8</b>
<b>In Local currency :</b>							
Other depository corporations	525.5	538.0	488.1	488.2	0.0	-9.3	-7.1
Other financial corporation							
<b>Nonresidents</b>	<b>0.0</b>	<b>-</b>	<b>-</b>	<b>-</b>			
Head offices and Branches							
Other depository corporations	0.0	-	-	-			
<b>In foreign currency :</b>							
Other depository corporations							
Other financial corporation							
Other depository corporations	4,227.0	426.6	417.3	651.1	56.1	52.6	-84.6
<b>Nonresidents</b>	<b>15,929.5</b>	<b>16,044.1</b>	<b>17,477.2</b>	<b>16,903.5</b>	<b>-3.3</b>	<b>5.4</b>	<b>6.1</b>
Head offices and Branches	2,769.1	-	-	-			-100.0
Other depository corporations	13,160.4	16,044.1	17,477.2	16,903.5	-3.3	5.4	28.4
<b>Securities other than shares</b>	<b>2,618.8</b>	<b>3,976.1</b>	<b>3,426.6</b>	<b>3,986.7</b>	<b>16.3</b>	<b>0.3</b>	<b>52.2</b>
Central Bank	1,331.3	2,788.6	2,239.1	2,799.2	25.0	0.4	110.3
Central Government	1,287.5	1,187.5	1,187.5	1,187.5	0.0	0.0	-7.8
<b>Loans</b>	<b>64,137.4</b>	<b>62,356.4</b>	<b>62,085.1</b>	<b>61,940.7</b>	<b>-0.2</b>	<b>-0.7</b>	<b>-3.4</b>
Central bank							
Other depository corporations	0.5	0.0	0.0	0.2	3,550.0	21,800.0	-59.4
Other financial corporations	69.2	65.5	65.9	66.6	1.0	1.6	-3.8
Central government	-	-	0.5	-	-100.0		
State and local government	69.8	64.2	60.3	59.7	-1.0	-7.1	-14.5
Public nonfinancial corporations	986.1	851.4	901.1	807.3	-10.4	-5.2	-18.1
Other nonfinancial corporations	26,245.6	26,504.5	26,521.1	26,398.6	-0.5	-0.4	0.6
Other residents sectors	35,276.2	33,362.1	33,069.4	33,150.4	0.2	-0.6	-6.0
Nonresidents	1,489.9	1,508.7	1,466.7	1,457.9	-0.6	-3.4	-2.1
<b>Interbank Funds sold</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>			
<b>Shares and Other Equity</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>			
Other depository corporations	-	-	-	-			
<b>Other accounts receivable</b>	<b>4,174.5</b>	<b>4,321.7</b>	<b>4,344.4</b>	<b>4,357.8</b>	<b>0.3</b>	<b>0.8</b>	<b>4.4</b>
Trade credit and advances	174.9	209.1	159.8	157.5	-1.5	-24.7	-10.0
Settlement accounts	2,156.7	2,576.6	2,655.6	2,653.8	-0.1	3.0	23.0
Miscellaneous assets items	1,842.9	1,536.0	1,529.0	1,546.5	1.1	0.7	-16.1
<b>Nonfinancial assets</b>	<b>5,683.5</b>	<b>6,433.6</b>	<b>6,425.5</b>	<b>6,286.7</b>	<b>-2.2</b>	<b>-2.3</b>	<b>10.6</b>
<b>TOTAL ASSETS</b>	<b>134,258.0</b>	<b>135,489.4</b>	<b>136,234.0</b>	<b>134,806.5</b>	<b>-1.0</b>	<b>-0.5</b>	<b>0.4</b>

\* From October 2018 data includes Wanfuteng Bank

TABLE A2b : CONDENSED BALANCE SHEET OF OTHER DEPOSITORY CORPORATIONS IN VANUATU

In Millions VT

END OF PERIOD	Jun-19	Mar-20	May-20	Jun-20	%Change		
					1 Month	3 months	12 Months
<b>Deposits</b>	<b>103,359.9</b>	<b>104,129.3</b>	<b>104,792.9</b>	<b>103,920.2</b>	<b>-0.8</b>	<b>-0.2</b>	<b>0.5</b>
<b>Transferable deposits</b>	<b>58,471.0</b>	<b>63,358.7</b>	<b>64,214.9</b>	<b>63,444.8</b>	<b>-1.2</b>	<b>0.1</b>	<b>8.5</b>
<b>In Local currency:</b>	<b>35,557.6</b>	<b>39,597.1</b>	<b>40,009.7</b>	<b>40,686.6</b>	<b>1.7</b>	<b>2.8</b>	<b>14.4</b>
Other depository corporation	395.0	384.1	345.1	412.9	19.7	7.5	4.5
Other financial corporations	3,805.2	4,137.0	2,847.4	2,655.1	-6.8	-35.8	-30.2
Central government	2,870.3	3,634.0	3,544.3	3,404.5	-3.9	-6.3	18.6
State and local governments	210.5	100.0	112.6	143.5	27.4	43.5	-31.8
Public nonfinancial corporations	438.0	551.8	614.2	699.2	13.9	26.7	59.6
Other non financial corporations	11,864.7	12,884.7	13,263.2	14,041.0	5.9	9.0	18.3
Other residents sectors	16,147.3	17,958.1	19,303.4	19,458.3	0.8	8.4	20.5
<b>Non-residents</b>	<b>1,490.5</b>	<b>1,840.1</b>	<b>1,812.1</b>	<b>1,637.2</b>	<b>-9.7</b>	<b>-11.0</b>	<b>9.8</b>
Head office and Branches							
Other Depository and financial corporations	19.7	13.5	58.9	11.5	-80.4	-14.8	-41.6
Other non residents	1,470.8	1,826.6	1,753.3	1,625.7	-7.3	-11.0	10.5
<b>In Foreign currency:</b>	<b>19,177.2</b>	<b>20,278.4</b>	<b>20,795.4</b>	<b>19,514.3</b>	<b>-6.2</b>	<b>-3.8</b>	<b>1.8</b>
Other depository corporation	790.8	117.4	109.6	104.0	-5.1	-11.5	-86.9
Other financial corporations	399.3	506.0	539.3	482.7	-10.5	-4.6	20.9
Central government	1,427.5	874.7	2,209.3	1,934.1	-12.5	121.1	35.5
State and local governments							
Public nonfinancial corporations	359.9	108.6	264.3	352.9	33.5	225.0	-2.0
Other non financial corporations	12,714.1	15,477.4	14,356.0	13,326.3	-7.2	-13.9	4.8
Other residents sectors	3,005.5	2,664.1	2,791.9	2,749.1	-1.5	3.2	-8.5
<b>Non-residents</b>	<b>2,245.7</b>	<b>1,643.1</b>	<b>1,597.6</b>	<b>1,606.7</b>	<b>0.6</b>	<b>-2.2</b>	<b>-28.5</b>
Head office and Branches	82.0	58.1	-	-		-100.0	-100.0
Other Depository and financial corporations	76.0	68.3	50.1	128.1	155.5	87.6	68.6
Other non residents	2,087.7	1,516.7	1,547.5	1,478.6	-4.5	-2.5	-29.2
<b>Other deposits</b>	<b>44,888.9</b>	<b>40,770.6</b>	<b>40,578.0</b>	<b>40,475.4</b>	<b>-0.3</b>	<b>-0.7</b>	<b>-9.8</b>
<b>In Local currency:</b>	<b>27,243.7</b>	<b>24,121.9</b>	<b>23,944.8</b>	<b>24,011.4</b>	<b>0.3</b>	<b>-0.5</b>	<b>-11.9</b>
Other depository corporation	428.0	815.4	817.7	818.9	0.1	0.4	91.3
Other financial corporations	5,703.9	5,326.8	5,256.0	5,270.3	0.3	-1.1	-7.6
Central government	8,355.8	6,001.9	6,057.3	6,062.1	0.1	1.0	-27.5
State and local governments	118.8	116.0	117.6	117.6	0.0	1.4	-1.0
Public nonfinancial corporations	1,292.6	1,160.1	1,116.0	1,116.1	0.0	-3.8	-13.7
Other non financial corporations	2,634.8	2,689.3	2,748.7	2,751.1	0.1	2.3	4.4
Other residents sectors	8,709.8	8,012.3	7,831.6	7,875.4	0.6	-1.7	-9.6
<b>Non-residents</b>	<b>652.2</b>	<b>1,037.9</b>	<b>992.9</b>	<b>893.0</b>	<b>-10.1</b>	<b>-14.0</b>	<b>36.9</b>
Head office and Branches							
Other Depository and financial corporations	-	-	-	-			
Other non residents	652.2	1,037.9	992.9	893.0	-10.1	-14.0	36.9
<b>In Foreign currency:</b>	<b>13,997.5</b>	<b>14,501.9</b>	<b>14,225.8</b>	<b>14,161.1</b>	<b>-0.5</b>	<b>-2.4</b>	<b>1.2</b>
Other depository corporation	1,917.5	-	-	-			-100.0
Other financial corporations	2,574.7	3,287.5	3,245.4	3,244.3	0.0	-1.3	26.0
Central government							
State and local governments							
Central government	-	1,025.2	991.3	970.9	-2.1	-5.3	
Public nonfinancial corporations	92.0	96.6	95.1	93.9	-1.3	-2.8	2.0
Other non financial corporations	4,811.1	5,507.5	5,570.4	5,580.5	0.2	1.3	16.0
Other residents sectors	4,602.2	4,585.2	4,323.5	4,271.5	-1.2	-6.8	-7.2
<b>Non-residents</b>	<b>2,995.5</b>	<b>1,109.0</b>	<b>1,414.4</b>	<b>1,409.9</b>	<b>-0.3</b>	<b>27.1</b>	<b>-52.9</b>
Head office and Branches							
Other Depository and financial corporations	-	-	-	-			
Other non residents	2,995.5	1,109.0	1,414.4	1,409.9	-0.3	27.1	-52.9
<b>Loans</b>	<b>4,302.0</b>	<b>2,589.9</b>	<b>2,289.7</b>	<b>1,839.2</b>	<b>-19.7</b>	<b>-29.0</b>	<b>-57.2</b>
Central bank							
Other depository Corporations	2,283.3	426.2	482.1	650.8	35.0	52.7	-71.5
Other financial corporations							
Central government							
<b>Non residents</b>	<b>2,018.7</b>	<b>2,163.8</b>	<b>1,807.6</b>	<b>1,188.4</b>	<b>-34.3</b>	<b>-45.1</b>	<b>-41.1</b>
Head office and Branches	1,880.2	2,104.5	1,743.3	1,135.0	-34.9	-46.1	-39.6
Other financial corporations	138.5	59.3	64.3	53.4	-16.9	-9.9	-61.4
Other non residents							
Interbank Funds Purchased							
<b>Other accounts payable</b>	<b>11,039.7</b>	<b>13,682.7</b>	<b>13,960.3</b>	<b>13,637.6</b>	<b>-2.3</b>	<b>-0.3</b>	<b>23.5</b>
Trade credit and advances	149.2	129.5	105.5	113.7	7.7	-12.2	-23.8
Settlement accounts	2,019.8	2,358.0	2,406.0	2,412.5	0.3	2.3	19.4
Provisions for losses	2,960.9	4,112.7	4,012.7	3,912.1	-2.5	-4.9	32.1
Accumulated depreciation	2,855.5	3,254.7	3,326.3	3,233.5	-2.8	-0.7	13.2
Dividends payable							
Miscellaneous liability items	3,054.3	3,827.9	4,109.7	3,965.8	-3.5	3.6	29.8
<b>Shares and other equity</b>	<b>15,556.4</b>	<b>15,087.5</b>	<b>15,191.3</b>	<b>15,409.5</b>	<b>1.4</b>	<b>2.1</b>	<b>-0.9</b>
<b>TOTAL LIABILITIES</b>	<b>134,258.0</b>	<b>135,489.4</b>	<b>136,234.0</b>	<b>134,806.5</b>	<b>-1.0</b>	<b>-0.5</b>	<b>0.4</b>

TABLE A3 : DEPOSITORY CORPORATION SURVEY

In Millions VT

END OF PERIOD	Jun-19	Mar-20	May-20	Jun-20	%Change		
					1 Month	3 months	12 Months
<b>1. Net Foreign Assets</b>	<b>59,041.5</b>	<b>69,508.1</b>	<b>71,399.3</b>	<b>72,133.1</b>	<b>1.0</b>	<b>3.8</b>	<b>22.2</b>
Monetary Authorities (Net)	48,189.9	54,856.2	55,432.4	57,561.4	3.8	4.9	19.4
Other Depository Corporations (Net)	10,851.6	14,651.9	15,966.9	14,571.7	-8.7	-0.5	34.3
<b>2. Net Domestic Claims</b>	<b>33,118.6</b>	<b>26,264.4</b>	<b>24,390.1</b>	<b>23,571.0</b>	<b>-3.4</b>	<b>-10.3</b>	<b>-28.8</b>
<b>(a) Domestic Claims</b>	<b>46,640.1</b>	<b>44,444.8</b>	<b>42,714.6</b>	<b>41,713.8</b>	<b>-2.3</b>	<b>-6.1</b>	<b>-10.6</b>
<b>(i) Net claims on central government</b>	<b>-16,084.2</b>	<b>-16,511.0</b>	<b>-18,011.9</b>	<b>-18,901.5</b>	<b>-4.9</b>	<b>-14.5</b>	<b>-17.5</b>
Monetary Authorities	-4,718.1	-6,162.6	-6,397.8	-7,717.4	-20.6	-25.2	-63.6
Other Depository Corporations	-11,366.1	-10,348.4	-11,614.1	-11,184.1	3.7	-8.1	1.6
<b>(ii) Claims on other Sectors</b>	<b>62,724.3</b>	<b>60,955.9</b>	<b>60,726.5</b>	<b>60,615.3</b>	<b>-0.2</b>	<b>-0.6</b>	<b>-3.4</b>
Other Financial Corporations	69.2	65.5	65.9	66.6	1.0	1.6	-3.8
State and local government	69.8	64.2	60.3	59.7	-1.0	-7.1	-14.5
Public nonfinancial corporations	986.1	851.4	901.1	807.3	-10.4	-5.2	-18.1
Other nonfinancial corporations	26,245.6	26,504.5	26,521.1	26,398.6	-0.5	-0.4	0.6
Other residents sectors	35,353.6	33,470.2	33,178.1	33,283.1	0.3	-0.6	-5.9
(b) Other items (net)	-13,521.5	-18,180.4	-18,324.5	-18,142.7	-1.0	-0.2	34.2
<b>3. Broad Money (M2)</b>	<b>91,986.7</b>	<b>95,772.5</b>	<b>95,789.4</b>	<b>95,704.1</b>	<b>-0.1</b>	<b>-0.1</b>	<b>4.0</b>
<b>(a) Money (M1)</b>	<b>59,101.3</b>	<b>64,175.9</b>	<b>64,667.4</b>	<b>64,564.7</b>	<b>-0.2</b>	<b>0.6</b>	<b>9.2</b>
(i) Currency in circulation	8,664.2	8,809.2	9,615.8	9,702.4	0.9	10.1	12.0
(ii) Transferable deposits	50,437.1	55,366.7	55,051.6	54,862.4	-0.3	-0.9	8.8
<b>(b) Quasi-money</b>	<b>32,885.4</b>	<b>31,596.6</b>	<b>31,122.1</b>	<b>31,139.4</b>	<b>0.1</b>	<b>-1.4</b>	<b>-5.3</b>
Other Deposits	32,885.4	31,596.6	31,122.1	31,139.4	0.1	-1.4	-5.3

\* From October 2018 data includes Wanfuteng Bank

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

In Millions VT

* SECTOR	Jun-19			Jun-20			YOY % Change		
	VT	FC	Total	VT	FC	Total	VT	FC	Total
Depository Institutions Domestic	0.0	0.0	0.0	0.2	0.0	0.2	3,550.0		3,550.0
Other Financial Corporations Domestic	10.6	55.4	65.9	10.6	56.0	66.6	0.4	1.2	1.0
Central Government	0.5	0.0	0.5	0.0	0.0	0.0	-100.0		-100.0
Provincial Assemblies & Local Government	60.3	0.0	60.3	59.7	0.0	59.7	-1.0		-1.0
Statutory Non-financial Corporations Domestic	509.1	392.0	901.1	408.1	399.2	807.3	-19.8	1.8	-10.4
Manufacturing	1,046.5	581.8	1,628.3	1,084.4	610.4	1,694.8	3.6	4.9	4.1
Agriculture	790.4	140.1	930.5	784.6	124.9	909.5	-0.7	-10.8	-2.3
Public Utilities	148.5	72.1	220.6	139.0	66.9	205.9	-6.4	-7.2	-6.7
Forestry	0.0	85.8	85.8	0.0	85.2	85.2		-0.7	-0.7
Fisheries	13.8	0.0	13.8	13.3	0.0	13.3	-3.3		-3.3
Mining & Quarrying	95.0	0.0	95.0	98.5	0.0	98.5	3.7		3.7
Construction	2,258.5	1,296.3	3,554.8	2,074.7	1,285.7	3,360.4	-8.1	-0.8	-5.5
Distribution (Wholesale and Retail)	3,996.5	1,144.9	5,141.4	4,210.8	1,134.5	5,345.3	5.4	-0.9	4.0
Tourism	1,681.1	4,771.3	6,452.4	1,661.5	4,759.9	6,421.4	-1.2	-0.2	-0.5
Transport	607.8	391.5	999.3	596.7	411.0	1,007.7	-1.8	5.0	0.8
Communications	883.4	769.5	1,652.9	866.3	749.7	1,616.0	-1.9	-2.6	-2.2
Entertainment & Catering	222.8	170.8	393.6	219.7	168.1	387.8	-1.4	-1.6	-1.5
Professional & Other Services	3,209.7	2,143.0	5,352.8	3,109.1	2,143.6	5,252.8	-3.1	0.0	-1.9
Housing & Land Purchases	16,653.3	3,210.7	19,863.9	13,412.7	2,541.9	15,954.6	-19.5	-20.8	-19.7
Other individual	10,634.6	2,399.0	13,033.6	13,899.1	3,119.7	17,018.8	30.7	30.0	30.6
Non Profit Institutions Serving Households	171.9	0.0	171.9	177.0	0.0	177.0	3.0	33.3	3.0
<b>Grand Total</b>	<b>42,994.3</b>	<b>17,624.1</b>	<b>60,618.4</b>	<b>42,826.1</b>	<b>17,656.8</b>	<b>60,482.9</b>	<b>-0.4</b>	<b>0.2</b>	<b>-0.2</b>

\* As of October 2018 data includes Wanfuteng Bank