



RESERVE BANK OF VANUATU

FINANCIAL & ECONOMIC ANALYSIS: August 2020

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Issue 264

August 2020

1. INTERNATIONAL DEVELOPMENTS

The COVID-19 pandemic continues to pose a significant shock in the global economy with over 27 million COVID-19 cases and 900,000 deaths recorded globally by WHO¹. In its latest report, the Organization for Economic Co-operation and Development (OECD) estimated the global GDP to drop by 9.8 percent over the June quarter in the OECD area², caused mainly by lockdown and other virus containment measures. The Asian Development Bank's (ADB) September outlook update³ forecasted a 6.1 percent contraction (a 1.8 percentage point reduction from its previous forecast) in 2020 for the Pacific economy mainly driven by Fiji and Papua New Guinea. Global trade declined sharply over the first half of the year and is showing signs of recovery, in particular advanced economies. Overall, the global outlook is highly uncertain with recoveries in major economies depending on how rapid trade and travel restrictions will be securely lifted.

In terms of commodity prices, the IMF's all price commodity index along with food and energy prices have been increasing since April; however, year on year growth remains low. The recent pick-up in overall demand, in particular China has helped commodity prices to rise and improve risk appetite in financial markets.

In **Australia**, business investment remains low and expected to remain so over the short term. According to the Commonwealth Bank Services PMI, Australian service business activities declined in August after recording a solid growth for two months due to Victoria's restrictions amid new COVID-19 infections.

The Australian dollar has started to appreciate recently due to slight improvements in market sentiments data along with the plunge of USD against most currencies.

In **New Zealand**, quarterly GDP growth declined by 12.2 percent in June (a 2.0 percent reduction in annual basis).

Major attributions to the reductions were reflected in declines in the services industries, primary industries and goods producing industries. Consumer goods and services prices also declined by 0.5 percent over the June quarter due to fall in petrol prices (-12.1%) and cost of domestic accommodation services (-13.9%).

In the **US**, real gross domestic product (GDP) declined by 31.7 percent on annual terms over the June quarter⁴ compared to a 5.0 percent decline over the March quarter. The decline in economic activity continues to be sourced from COVID-19 effects heavily weighing on overall consumption and investment activities. The US dollar has remained weak recently due to the Federal Reserve's amendment of its monetary policy framework⁵, and economic recoveries of its major trading partners.

In the Euro area, overall output declined by 11.8 percent over the second quarter as the COVID-19 pandemic continues to weigh on the economy. According to the European Central Bank (ECB), recent August data is, however, signaling a strong rebound in the Euro area for the third quarter, with both consumer spending and business investment recovering. On the other hand, the services sector has slowed recently with the services business activity PMI dropping from 53.7 in July to 50.5 in August. The spring 2020 Economic Forecast of the European Union projects that the Euro area economy will contract by a record of 7.75 percent in 2020 and grow by 6.25 percent in 2021.

2. EXCHANGE RATES DEVELOPMENT

In August, the Vatu appreciated against the USD by 1.9 percent, while it depreciated against the AUD, NZD, and the Euro by 0.9 percent, 1.1 percent and 0.2 percent, respectively.

¹ <https://covid19.who.int/>

² The OECD area covers countries in North and South America, Europe and Asia- Pacific

³ <https://www.adb.org/sites/default/files/publication/635666/ado2020-update.pdf>

⁴ Bureau of Economic Analysis (BEA) second estimate

⁵ According to the new framework, the bar for monetary tightening has been raised hence increasing the possibility that rates will remain lower for longer

Vatu per foreign currency						
	End Rates				Average Rates	
	USD	AUD	NZD	EURO	USD	AUD
Aug-20	111.08	81.80	74.83	132.26	112.63	80.98
Jul-20	113.20	80.76	75.21	130.52	114.75	79.98
May-20	118.33	78.40	73.33	131.12	119.76	77.88
Aug-19	117.31	78.95	74.03	129.74	116.33	79.53

3. FOREIGN RESERVE DEVELOPMENTS

As of end August 2020, the level of foreign reserves was estimated to cover around 13.3 months of imports, which is well above RBV's threshold level.

4. DOMESTIC DEVELOPMENTS

A new agreement worth EUR 6 million (around VT700 million) was signed between the European Union (EU) and the Government of the Republic of Vanuatu to improve food and nutrition security of the vulnerable population living in remote and isolated parts of the country. This support came at a time when Vanuatu faces economic fallout of the COVID-19 pandemic, amplified by the disastrous impact of TC Harold. Ensuring food and nutrition security becomes more essential than ever. Vanuatu is one of the most natural disaster-prone countries and about 70 percent of Vanuatu's population lives in rural areas where subsistence farming, fishing and production of cash crops are the main sources of livelihood. The new EU support will promote sustainable production of safe and nutritious foods for vulnerable communities. Their action will complement the Ministry of Agriculture's Overarching Productive Sector Policy, which is supported by the EU Vanuatu Value Chain (VaVaC) Budget Support programme of EUR 25 million (VT3.2 billion).

Vanuatu Daily Post, 8 July 2020

The Reserve Bank of Vanuatu (RBV) has declared a net profit of VT767 million in 2019, and paid over VT400 million in dividend to the Vanuatu Government. The record amount since 40 years of the Bank's establishment, reflected the effective investment decisions and strong financial position of the Bank built over the years, supported by favorable investment climate in the international market in 2019. The dividend handing over ceremony coincided with the Bank's Education Award event and the unveiling of the Bank's 40 Years Anniversary theme, which complements the nation's 40th year of independence. RBV's education award was a sponsorship initiative introduced in 2017 for the best mathematics students of Year 12 in both French and English streams.

Vanuatu Daily Post, 25 July 2020

The Port Vila Central Market Facilities Upgrade Project was officially opened on 22nd July 2020, after it was closed for over three months. The newly upgraded market facility also unveiled its new brand and name 'Tamaso Fare Sara Akai' meaning a place for variety of food. The project, worth VT170 million, was jointly funded by the Australian Government through the Cyclone Pam Recovery Program and UN Women Fiji Multi Country Office through its Market for Change (M4C) Project. The Port Vila Council funded some additional improvements as well.

Vanuatu Daily Post, 25 July 2020

The Department of Agriculture and Rural Development (DARD) on Santo recently handed over a rice-milling machine to the SANMA Provincial Agricultural Officer, Joel Kalnpel and Santo rice farmers. Santo DARD had purchased six rice-milling machines for all the six provinces of Vanuatu and SANMA province was the first province to receive the machine. Interest has been high among Santo rice farmers in rice growing and the milling machine will likely motivate them to increase production. Rice industry in Vanuatu may have a bright future from high demand and the potential to develop the crop through interested rice farmers.

Vanuatu Daily Post, 25 July 2020

The Vanuatu Agriculture Development Bank (VADB) has paid VT6 million as dividend to the Vanuatu Government. The Minister of Finance, Johnny Koanapo, received the payment on behalf of the Vanuatu Government. The bank has been making profits since 2012 but could not pay any dividend to the Government because it was recovering accumulated losses from the period 2009-2016.

Vanuatu Daily Post, 26 August 2020

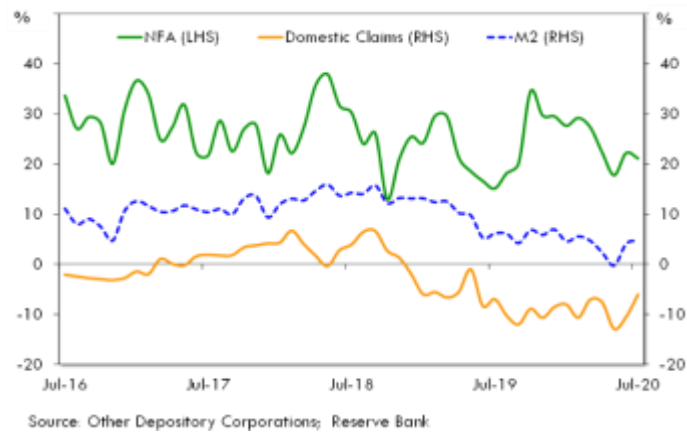
Australia's High Commissioner to Vanuatu, Sarah deZoeten, and New Zealand's High Commissioner to Vanuatu, Jonathan Schwass, signed a Memorandum of Arrangement for the design and construction of a new Vanuatu Supreme Court Building with Vanuatu Prime Minister, Bob Loughman. Australia will provide VT240 million (AUD 3 million) and New Zealand will contribute VT227 million (NZD 3 million) to the project. The two High Commissioners presented their countries' support for a new Hall of Justice as a gift from the people and Governments of New Zealand and Australia to the people and Government of Vanuatu to mark the anniversary of 40 years of Independence.

Vanuatu Daily Post, 3 August 2020

5. MONETARY DEVELOPMENTS

Money supply (M2) expanded by 2.4 percent and 4.7 percent, respectively, over the month and over the year to July 2020. The month-on-month expansion was driven by domestic credit while NFA remained the main determinant to the year-on-year M2 growth. The month-on-month expansion in domestic credit reflected the increases in both the Government's net credit vis-à-vis the banking system and private sector credit.

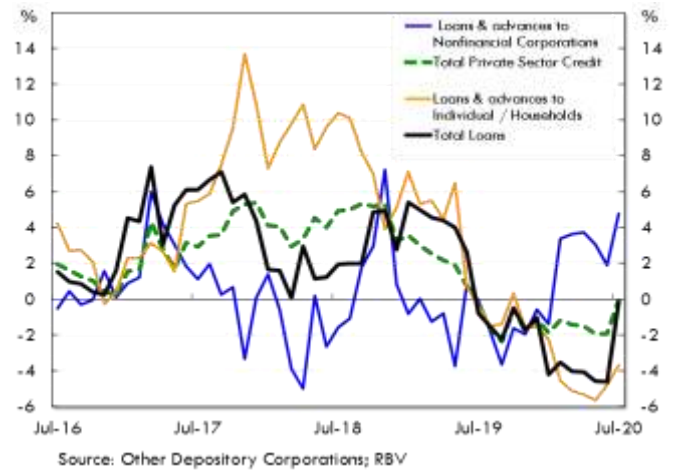
Chart 1: Determinants of Money Supply (yoy% Change)



Growth in NFA decelerated 1.6 percent month-on-month, reflecting net outflows of foreign reserves recorded by both the RBV and ODCs. However, NFA growth remained strong at 21.1 percent year-on-year, reflecting the persistent built up of foreign reserves in the domestic banking system.

Growth in domestic credit picked up 7.5 percent in July, relative to a downward trend recorded during the first half of 2020. This month-on-month trend was attributed to increases in both the Government's net credit position vis-à-vis the banking system and private sector credit. Private sector credit⁶ increased by 1.3 percent in July. However, the year-on-year growth remained negative at -0.1 percent. Total loans extended by ODCs to various sectors are depicted in table A4.

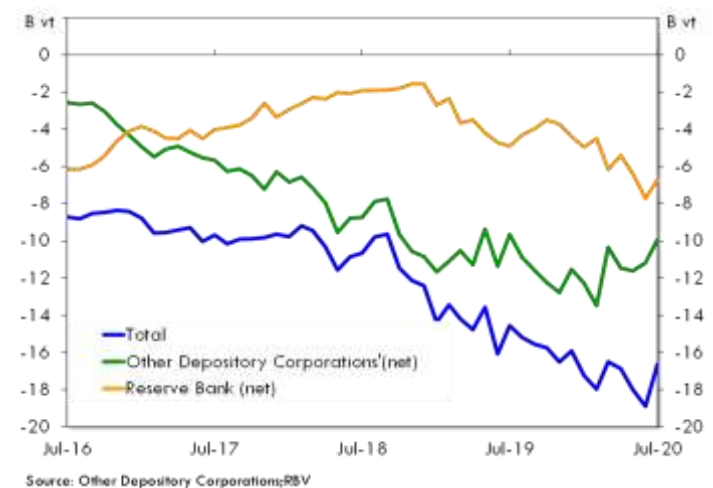
Chart 2: Private Sector Credit (yoy% Change)



Lending by OFIs⁷ declined further by 0.9 percent in July and 23.0 percent over the year to July 2020, to record VT 1 570.2 million.

The Central Governments' net credit position vis-à-vis the banking system deteriorated in July, reflecting the withdrawal of Government deposits held with both the RBV and ODCs. Nonetheless, the Government's net credit position remained favorable over the year to July 2020. Claims on the Central Government by OFIs remained at VT2,100 million in July as in June 2020.

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



⁶ Comprises of credit to non-financial corporations and other resident sectors

⁷ OFI: Other Financial Institutions cover Credit Corporation; Vanuatu Agriculture Bank; and Vanuatu National Provident Fund. Depending on

data availability, monthly reports for March, June, September and December covers two OFIs, while other months covers only one OFI.

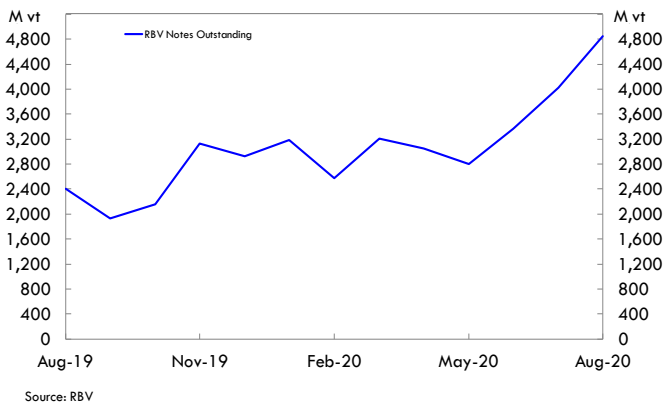
Open Market Operations (OMO)

The RBV continued to conduct weekly Open Market Operations. During August 2020 the RBV issued a total of VT2,800 million worth of RBV Notes, the comparable amount allotted during the previous month. Total subscriptions received stood at VT5,890 million, compared with VT5,346 million received during July 2020.

Allotments were made as follow:

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

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



The total amount of outstanding RBV Notes rose further to VT4844 million at the end of August 2020, up from VT4024 million as reported in the previous month.

Yields of RBV Notes

Yields on RBV Notes as of end August 2020:

<u>Term</u>	<u>End Aug.20</u>	<u>End Jul.20</u>
7 days:	0.30%	0.20%
14 days:	0.25%	0.20%
28 days:	0.25%	0.18%
63 days:	0.32 %	0.25%
91 days:	0.32%	0.25%

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

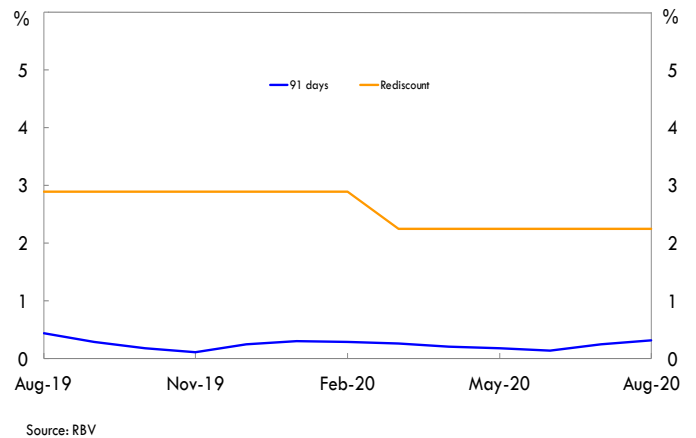


TABLE A1 : CONDENSED BALANCE SHEET OF THE RESERVE BANK OF VANUATU

(In Millions VT)

End of Period	Jul-19	Apr-20	Jun-20	Jul-20	%Change		
					1 Month	3 Months	12 Months
Claims on nonresidents	52,213.2	58,993.2	61,395.2	61,363.3	-0.1	4.0	17.5
Monetary gold and SDR holdings	812.3	782.6	703.4	696.1	-1.0	-11.0	-14.3
Reserve Assets	51,400.8	58,210.6	60,691.9	60,667.2	0.0	4.2	18.0
Currency and Deposits	42.2	9.7	15.5	28.9	86.3	199.6	-31.4
National currency	42.2	9.7	15.5	28.9	86.3	199.6	-31.4
Securities other than shares	2,827.7	2,528.6	2,371.6	2,371.3	0.0	-6.2	-16.1
Central government	2,827.7	2,528.6	2,371.6	2,371.3	0.0	-6.2	-16.1
Loans	76.2	110.2	132.7	146.4	10.3	32.8	92.0
Other depository corporations							
Other financial corporations							
Central government							
Other residents sectors	76.2	110.2	132.7	146.4	10.3	32.8	92.0
Other accounts receivable	4,303.4	4,308.6	4,236.2	4,215.1	-0.5	-2.2	-2.1
Trade credit and advances	49.1	92.0	76.6	76.1	-0.7	-17.3	55.0
Settlement accounts	540.3	402.1	352.7	340.6	-3.4	-15.3	-37.0
O/W Items in the process of collection	297.2	195.7	127.9	85.9	-32.9	-56.1	-71.1
Miscellaneous Assets	3,713.9	3,814.5	3,806.9	3,798.5	-0.2	-0.4	2.3
Nonfinancial assets	1,682.3	1,690.5	1,696.1	1,692.5	-0.2	0.1	0.6
TOTAL ASSETS	61,144.9	67,640.7	69,847.3	69,817.5	0.0	3.2	14.2
Monetary Base	41,559.1	46,643.4	47,238.4	47,525.6	0.6	1.9	14.4
Currency in Circulation	8,844.4	9,399.2	9,702.4	10,536.2	8.6	12.1	19.1
Currency Other Depository Corporations	2,895.9	2,436.6	2,645.8	2,962.8	12.0	21.6	2.3
Liabilities to Other Depository Corporations	29,818.8	34,807.7	34,890.3	34,026.6	-2.5	-2.2	14.1
Reserve Deposits	3,964.8	4,197.2	3,993.0	4,080.7	2.2	-2.8	2.9
Other Liabilities	25,854.0	30,610.5	30,897.3	29,945.9	-3.1	-2.2	15.8
Liabilities to Central Government	7,735.1	7,935.9	10,089.0	9,081.2	-10.0	14.4	17.4
Deposits	7,735.1	7,935.9	10,089.0	9,081.2	-10.0	14.4	17.4
Other							
Liabilities to non residents	2,173.0	1,755.0	1,445.9	1,471.5	1.8	-16.2	-32.3
Deposits	2,173.0	1,755.0	1,445.9	1,471.5	1.8	-16.2	-32.3
Deposits							
Other Deposits							
Securities other than shares	1,417.2	2,478.9	2,799.2	3,458.9	23.6	39.5	144.1
Other Depository Corporation	1,212.2	2,478.9	2,799.2	3,458.9	23.6	39.5	185.3
Other financial Corporation	205.0	0.0	0.0	0.0			
Loans	3.4	20.2	-47.0	-53.3	13.5	-363.5	-1687.5
Liabilities to the IMF- Central Government	3.4	20.2	-47.0	-53.3	13.5	-363.5	-1687.5
Other accounts payable	403.3	371.8	342.0	379.4	10.9	2.0	-5.9
Trade credit and advances	300.3	313.8	292.9	291.5	-0.5	-7.1	-2.9
Other Sectors	103.0	58.0	49.1	87.9	79.1	51.4	-14.7
o/w Settlement Accounts	60.5	48.1	33.3	58.6	76.4	21.9	-3.1
Shares and other equity	5,270.1	5,787.1	5,591.8	5,590.9	0.0	-3.4	6.1
SDR Allocation	2,583.8	2,648.4	2,388.0	2,363.4	-1.0	-10.8	-8.5
TOTAL LIABILITIES	61,144.9	67,640.7	69,847.3	69,817.5	0.0	3.2	14.2

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

(In Millions VT)

END OF PERIOD	Jul-19	Apr-20	Jun-20	Jul-20	%Change		
					1 Month	3 Months	12 Months
Monetary gold and SDR							
Currency and deposits	57,600.9	59,352.3	58,234.6	57,887.7	-0.6	-2.5	0.5
Currency	3,103.1	2,997.4	3,268.9	3,787.5	15.9	26.4	22.1
National	2,895.9	2,436.6	2,645.8	2,962.8	12.0	21.6	2.3
Foreign	207.2	560.8	623.1	824.7	32.4	47.1	297.9
Transferable deposits	35,316.6	38,649.1	36,922.9	37,899.7	2.6	-1.9	7.3
<i>In Local currency:</i>	30,672.0	34,765.3	34,603.4	34,715.0	0.3	-0.1	13.2
Central Bank	30,275.1	34,760.2	34,598.8	34,689.1	0.3	-0.2	14.6
Other depository corporations	360.2	-	-	-			
Other financial corporation							
Nonresidents	36.7	5.1	4.5	25.9	474.3	403.6	-29.4
Head offices and Branches	-	-	-	-			
Other depository corporations	36.7	5.1	4.5	25.9	474.3	403.6	-29.4
<i>In foreign currency:</i>	4,644.6	3,883.8	2,319.5	3,184.7	37.3	-18.0	-31.4
Other depository corporations							
Other financial corporation							
Other depository corporations	902.9	-	1.6	2.1	35.5		-99.8
Nonresidents	3,741.8	3,883.8	2,317.9	3,182.5	37.3	-18.1	-14.9
Head offices and Branches	92.4	170.2	309.1	268.9	-13.0	58.0	190.9
Other depository corporations	3,649.3	3,713.6	2,008.8	2,913.6	45.0	-21.5	-20.2
Other deposits	19,181.2	17,705.8	18,042.8	16,200.5	-10.2	-8.5	-15.5
<i>In Local currency:</i>							
Other depository corporations	525.5	488.0	488.2	488.2	0.0	0.0	-7.1
Other financial corporation							
Nonresidents	-	0.0	-	-			
Head offices and Branches							
Other depository corporations	-	0.0	-	-			
<i>In foreign currency:</i>							
Other depository corporations							
Other financial corporation							
Other depository corporations	3,324.9	46.6	651.1	897.8	37.9	1,827.9	-73.0
Nonresidents	15,330.7	17,171.2	16,903.5	14,814.5	-12.4	-13.7	-3.4
Head offices and Branches	1,466.2	-	-	-			
Other depository corporations	13,864.5	17,171.2	16,903.5	14,814.5	-12.4	-13.7	6.9
Securities other than shares	2,499.7	3,666.4	3,986.7	4,346.4	9.0	18.5	73.9
Central Bank	1,212.2	2,478.9	2,799.2	3,458.9	23.6	39.5	185.3
Central Government	1,287.5	1,187.5	1,187.5	887.5	-25.3	-25.3	-31.1
Loans	63,748.9	62,153.2	61,940.7	62,847.1	1.5	1.1	-1.4
Central bank							
Other depository corporations	0.1	0.0	0.2	0.2	4.6	22,800.0	241.8
Other financial corporations	69.8	66.1	66.6	82.9	24.5	25.5	18.7
Central government	-	-	-	-			
State and local government	71.3	60.8	59.7	60.1	0.6	-1.2	-15.7
Public nonfinancial corporations	899.8	920.0	807.3	867.1	7.4	-5.7	-3.6
Other nonfinancial corporations	26,189.4	26,416.2	26,398.6	27,042.6	2.4	2.4	3.3
Other residents sectors	35,059.5	33,199.6	33,150.4	33,330.1	0.5	0.4	-4.9
Nonresidents	1,459.1	1,490.5	1,457.9	1,464.1	0.4	-1.8	0.3
Interbank Funds sold	-	-	-	-			
Shares and Other Equity	-	-	-	-			
Other depository corporations	-	-	-	-			
Other accounts receivable	3,914.7	4,368.2	4,357.8	3,954.6	-9.3	-9.5	1.0
Trade credit and advances	159.9	183.2	157.5	136.5	-13.3	-25.5	-14.6
Settlement accounts	2,204.8	2,608.3	2,653.8	2,712.2	2.2	4.0	23.0
Miscellaneous assets items	1,550.0	1,576.7	1,546.5	1,105.9	-28.5	-29.9	-28.7
Nonfinancial assets	5,779.0	6,463.2	6,286.7	6,294.5	0.1	-2.6	8.9
TOTAL ASSETS	133,543.2	136,003.3	134,806.5	135,330.3	0.4	-0.5	1.3

* From October 2018 data includes Wanfuteng Bank

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

(In Millions VT)

END OF PERIOD	Jul-19	Apr-20	Jun-20	Jul-20	%Change		
					1 Month	3 months	12 Months
Deposits	103,037.4	104,401.2	103,920.2	103,916.9	0.0	-0.5	0.9
Transferable deposits	60,133.0	63,729.4	63,444.8	63,845.3	0.6	0.2	6.2
In Local currency:	36,102.4	39,796.4	40,686.6	41,266.6	1.4	3.7	14.3
Other depository corporation	812.1	342.0	412.9	481.5	16.6	40.8	-40.7
Other financial corporations	3,929.7	2,656.2	2,655.1	3,169.9	19.4	19.3	-19.3
Central government	2,765.4	3,668.5	3,404.5	3,321.9	-2.4	-9.4	20.1
State and local governments	191.7	130.5	143.5	82.0	-42.9	-37.1	-57.2
Public nonfinancial corporations	1,155.6	629.3	699.2	833.7	19.2	32.5	-27.9
Other non financial corporations	11,781.3	13,209.9	14,041.0	13,863.4	-1.3	4.9	17.7
Other residents sectors	15,763.7	19,355.8	19,458.3	19,600.0	0.7	1.3	24.3
Non-residents	1,535.2	1,816.4	1,637.2	1,768.3	8.0	-2.6	15.2
Head office and Branches	-	-	-	-	-	-	-
Other Depository and financial corporations	5.9	7.0	11.5	46.5	303.5	566.0	688.4
Other non residents	1,529.3	1,809.4	1,625.7	1,721.8	5.9	-4.8	12.6
In Foreign currency:	19,664.2	20,610.4	19,514.3	19,283.6	-1.2	-6.4	-1.9
Other depository corporation	1,021.6	113.9	104.0	94.1	-9.5	-17.4	-90.8
Other financial corporations	357.7	506.8	482.7	455.8	-5.6	-10.1	27.4
Central government	1,317.5	1,980.9	1,934.1	482.4	-75.1	-75.6	-63.4
State and local governments	-	-	-	-	-	-	-
Public nonfinancial corporations	330.2	105.1	352.9	328.1	-7.0	212.1	-0.6
Other non financial corporations	12,841.4	14,668.0	13,326.3	14,287.1	7.2	-2.6	11.3
Other residents sectors	3,319.1	2,727.2	2,749.1	3,061.2	11.4	12.2	-7.8
Non-residents	2,831.2	1,506.3	1,606.7	1,526.8	-5.0	1.4	-46.1
Head office and Branches	-	4.5	-	1.6	-	-63.5	-
Other Depository and financial corporations	328.0	57.6	128.1	52.2	-59.2	-9.3	-84.1
Other non residents	2,503.2	1,444.2	1,478.6	1,473.0	-0.4	2.0	-41.2
Other deposits	42,904.4	40,671.8	40,475.4	40,071.6	-1.0	-1.5	-6.6
In Local currency:	25,856.2	23,936.7	24,011.4	23,942.8	-0.3	0.0	-7.4
Other depository corporation	428.0	816.5	818.9	819.5	0.1	0.4	91.5
Other financial corporations	5,651.1	5,286.5	5,270.3	5,226.6	-0.8	-1.1	-7.5
Central government	6,862.3	6,007.4	6,062.1	6,068.4	0.1	1.0	-11.6
State and local governments	118.9	116.5	117.6	117.7	0.1	1.0	-1.1
Public nonfinancial corporations	1,468.5	1,114.1	1,116.1	1,066.2	-4.5	-4.3	-27.4
Other non financial corporations	2,388.1	2,715.4	2,751.1	2,739.6	-0.4	0.9	14.7
Other residents sectors	8,939.3	7,880.3	7,875.4	7,904.9	0.4	0.3	-11.6
Non-residents	604.9	1,038.2	893.0	899.0	0.7	-13.4	48.6
Head office and Branches	-	-	-	-	-	-	-
Other Depository and financial corporations	-	-	-	-	-	-	-
Other non residents	604.9	1,038.2	893.0	899.0	0.7	-13.4	48.6
In Foreign currency:	14,040.0	14,325.8	14,161.1	13,741.7	-3.0	-4.1	-2.1
Other depository corporation	1,938.2	-	-	-	-	-	-100.0
Other financial corporations	2,605.2	3,249.6	3,244.3	3,227.6	-0.5	-0.7	23.9
Central government	-	-	-	-	-	-	-
State and local governments	-	998.7	970.9	937.5	-3.4	-6.1	-
Central government	-	998.7	970.9	937.5	-3.4	-6.1	-
Public nonfinancial corporations	92.7	95.3	93.9	91.7	-2.3	-3.8	-1.1
Other non financial corporations	5,009.4	5,667.9	5,580.5	5,630.2	0.9	-0.7	12.4
Other residents sectors	4,394.5	4,314.3	4,271.5	3,854.7	-9.8	-10.7	-12.3
Non-residents	2,403.4	1,371.1	1,409.9	1,488.0	5.5	8.5	-38.1
Head office and Branches	-	-	-	-	-	-	-
Other Depository and financial corporations	-	-	-	-	-	-	-
Other non residents	2,403.4	1,371.1	1,409.9	1,488.0	5.5	8.5	-38.1
Loans	3,663.3	2,123.7	1,839.2	2,052.2	11.6	-3.4	-44.0
Central bank	-	-	-	-	-	-	-
Other depository Corporations	1,361.7	412.2	650.8	861.6	32.4	109.0	-36.7
Other financial corporations	-	-	-	-	-	-	-
Central government	-	-	-	-	-	-	-
Non residents	2,301.6	1,711.5	1,188.4	1,190.6	0.2	-30.4	-48.3
Head office and Branches	2,231.4	1,657.2	1,135.0	1,146.8	1.0	-30.8	-48.6
Other financial corporations	70.1	54.4	53.4	43.7	-18.1	-19.5	-37.6
Other non residents	-	-	-	-	-	-	-
Interbank Funds Purchased	10,999.1	14,331.0	13,637.6	13,946.0	2.3	-2.7	26.8
Other accounts payable	110.1	100.8	113.7	97.7	-14.1	-3.1	-11.3
Trade credit and advances	2,082.2	2,393.2	2,412.5	2,478.9	2.8	3.6	19.1
Settlement accounts	2,952.9	4,075.2	3,912.1	3,946.8	0.9	-3.1	33.7
Provisions for losses	2,888.4	3,290.5	3,233.5	3,273.9	1.3	-0.5	13.3
Accumulated depreciation	2,965.4	4,471.3	3,965.8	4,148.7	4.6	-7.2	39.9
Dividends payable	-	-	-	-	-	-	-
Miscellaneous liability items	-	-	-	-	-	-	-
Shares and other equity	15,840.5	15,147.3	15,409.5	15,415.1	0.0	1.8	-2.7
TOTAL LIABILITIES	133,540.3	136,003.3	134,806.5	135,330.3	0.4	-0.5	1.3

TABLE A3 : DEPOSITORY CORPORATION SURVEY

(In Million VT)

END OF PERIOD	Jul-19	Apr-20	Jun-20	Jul-20	%Change		
					1 Month	3 Months	12 Months
1. Net Foreign Assets	58,595.7	70,257.9	72,133.1	70,967.4	-1.6	1.0	21.1
Monetary Authorities (Net)	47,456.3	54,589.8	57,561.4	57,528.3	-0.1	5.4	21.2
Other Depository Corporations (Net)	11,139.4	15,668.1	14,571.7	13,439.0	-7.8	-14.2	20.6
2. Net Domestic Claims	35,263.4	25,155.3	23,571.0	26,993.3	14.5	7.3	-23.5
(a) Domestic Claims	47,800.9	43,897.8	41,713.8	44,896.6	7.6	2.3	-6.1
(i) Net claims on central government	-14,565.1	-16,875.1	-18,901.5	-16,632.5	12.0	1.4	-14.2
Monetary Authorities	-4,907.4	-5,407.2	-7,717.4	-6,709.9	13.1	-24.1	-36.7
Other Depository Corporations	-9,657.7	-11,467.9	-11,184.1	-9,922.7	11.3	13.5	-2.7
(ii) Claims on other Sectors	62,366.0	60,772.8	60,615.3	61,529.1	1.5	1.2	-1.3
Other Financial Corporations	69.8	66.1	66.6	82.9	24.5	25.5	18.7
State and local government	71.3	60.8	59.7	60.1	0.6	-1.2	-15.7
Public nonfinancial corporations	899.8	920.0	807.3	867.1	7.4	-5.7	-3.6
Other nonfinancial corporations	26,189.4	26,416.2	26,398.6	27,042.6	2.4	2.4	3.3
Other residents sectors	35,135.7	33,309.8	33,283.1	33,476.5	0.6	0.5	-4.7
(b) Other items (net)	-12,537.6	-18,742.5	-18,142.7	-17,903.3	-1.3	-4.5	42.8
3. Broad Money (M2)	93,561.9	95,413.1	95,704.1	97,960.7	2.4	2.7	4.7
(a) Money (M1)	60,528.1	64,156.6	64,564.7	67,282.1	4.2	4.9	11.2
(i) Currency in circulation	8,844.4	9,399.2	9,702.4	10,536.2	8.6	12.1	19.1
(ii) Transferable deposits	51,683.7	54,757.5	54,862.4	56,745.9	3.4	3.6	9.8
(b) Quasi-money	33,033.8	31,256.5	31,139.4	30,678.7	-1.5	-1.8	-7.1
Other Deposits	33,033.8	31,256.5	31,139.4	30,678.7	-1.5	-1.8	-7.1

* From October 2018 data includes Wanfuteng Bank

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

(In Million VT)

* SECTOR	Jul-19			Jul-20			YOY % Change		
	VT	FC	Total	VT	FC	Total	VT	FC	Total
Depository Institutions Domestic	0.2	-	0.2	0.2	-	0.2	0.0		0.0
Other Financial Corporations Domestic	11.1	58.7	69.8	25.8	57.1	82.9	131.7	-2.7	18.7
Central Government	-	-	-	-	-	-			
Provincial Assemblies & Local Government	71.3	-	71.3	60.1	-	60.1	-15.7		-15.7
Statutory Non-financial Corporations Domestic	460.6	439.2	899.8	462.4	404.7	867.1	0.4	-7.9	-3.6
Manufacturing	950.3	541.7	1,492.1	1,283.2	597.1	1,880.3	35.0	10.2	26.0
Agriculture	805.6	90.8	896.4	589.1	124.2	713.2	-26.9	36.7	-20.4
Public Utilities	313.1	85.0	398.1	129.4	68.0	197.4	-58.7	-19.9	-50.4
Forestry	-	-	-	-	86.6	86.6			
Fisheries	17.0	0.0	17.0	13.5	-	13.5	-20.7		-20.7
Mining & Quarrying	106.2	-	106.2	92.0	-	92.0	-13.4		-13.4
Construction	2,111.0	1,324.3	3,435.3	2,155.6	1,265.3	3,420.9	2.1	-4.5	-0.4
Distribution (Wholesale and Retail)	3,780.8	1,566.9	5,347.7	3,815.7	1,070.6	4,886.2	0.9	-31.7	-8.6
Tourism	1,551.1	4,714.3	6,265.4	1,573.0	5,765.1	7,338.0	1.4	22.3	17.1
Transport	542.0	392.3	934.2	601.8	417.3	1,019.1	11.0	6.4	9.1
Communications	967.0	816.5	1,783.5	861.3	728.6	1,589.8	-10.9	-10.8	-10.9
Entertainment & Catering	176.6	375.2	551.9	234.7	170.1	404.8	32.9	-54.7	-26.6
Professional & Other Services	2,486.6	2,097.9	4,584.6	3,257.0	2,143.7	5,400.7	31.0	2.2	17.8
Housing & Land Purchases	16,251.6	3,810.2	20,061.7	13,519.6	2,479.4	15,999.0	-16.8	-34.9	-20.3
Other individual	11,477.8	2,855.2	14,333.0	13,985.1	3,145.5	17,130.6	21.8	10.2	19.5
Non Profit Institutions Serving Households	241.3	-	241.3	200.5	0.0	200.5	-16.9		-16.9
Grand Total	42,321.3	19,168.1	61,489.4	42,859.7	18,523.3	61,383.0	1.3	-3.4	-0.2

* As of October 2018 data includes Wanfuteng Bank