



# RESERVE BANK OF VANUATU

## FINANCIAL & ECONOMIC ANALYSIS: September 2020

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Issue 265

September 2020

### 1. INTERNATIONAL DEVELOPMENTS

Over 1.8 million new COVID-19 cases and 38,000 new deaths were reported to the World Health Organization (WHO) in the week ending 30 August, a 1.0 percent increase in the number of cases and 3.0 percent decrease in the number of deaths compared to the previous week (17 to 23 August). A cumulative total of nearly 25 million cases and 800,000 deaths have been reported since the start of the outbreak<sup>1</sup>.

In its October 2020 release of the World Economic Outlook (WEO) the International Monetary Fund (IMF) forecasted a somewhat less severe recession than it predicted in June but warned of a slower growth in 2021.

Job losses stemming from the COVID-19 pandemic are hurting households around the world, but for Asia and the Pacific's 91 million migrant workers, the impacts will be particularly severe. ADB economists have estimated that the region faces remittance losses ranging from \$31.4 billion to \$54.3 billion<sup>2</sup> in August 2020. The developing Asia (stretching from the Cook Islands in the Pacific to Kazakhstan in Central Asia) is expected to contract by 0.7 percent in 2020 as per the Asian Development Bank forecast dated July 2020. The Pacific sub region is expected to suffer an economic contraction because of the COVID-19 pandemic and the resultant global slowdown. The sub region's 3.7 percent growth in 2019 is projected to contract (-4.3 percent) in 2020 as travel restrictions severely impact several tourism dependent economies.

All monitored commodities saw solid price gains during July as global demand strengthened and supply chains began to recover from coronavirus disease 2019 (COVID-19) related restrictions.<sup>3</sup> That said, most prices remained below pre-COVID levels, with copper and iron ore the notable exceptions, according to a Markit report released in July.

In **Australia**, unemployment rate hit 6.9 percent, with 29,500 more people losing jobs, after a surprise 0.7 percent drop in unemployment from 7.5 percent to 6.8 percent in August. The Federal budget projected the

unemployment rate to reach 7.25 percent in 2020-21 and delivered more than \$30bn of tax concessions to businesses and \$18bn of income tax cuts to households to spur the recovery.

In **New Zealand**, expectations are that the Consumer Price index (CPI) rose 1.1 percent in Q3 following a 0.5 percent drop in Q2. This would see annual inflation tick up to 1.8 percent, after dropping from 2.5 percent to 1.5 percent in Q2.

In the **US**, real Gross Domestic Product (GDP) decreased at an annual rate of 31.4 percent in the second quarter of 2020<sup>4</sup>. The change was 0.3 percentage point higher than the "second" estimate released in August. In the first quarter of 2020, real GDP decreased by 5.0 percent.

In the **Euro area**, harmonized consumer prices fell by 0.2 percent compared to the same period of the previous year in August, swinging from July's 0.4 percent increase. Inflation thus moved further away from the European Central Bank's target rate of near, but under, 2.0 percent. August's drop was due to a fall in prices for non-energy industrial goods.

### 2. EXCHANGE RATES DEVELOPMENT

In September, the Vatu appreciated against the AUD by 1.4 percent and NZD by 0.4 percent, while it depreciated against the USD by 2.3 percent, and the Euro by 0.5 percent.

	Exchange rate of the Vatu against Major Currencies					
	End Rates				Average rates	
	USD	AUD	NZD	EURO	USD	AUD
<b>Sep-20</b>	113.6	80.7	74.5	132.9	111.6	81.0
<b>Aug-20</b>	111.1	81.8	74.8	132.3	112.6	81.0
% ▲	2.3	-1.4	-0.4	0.5		
<b>Jun-20</b>	115.9	79.5	74.4	130.3	115.6	79.7
% ▲	-2.0	1.4	0.2	2.0		
<b>Sep-19</b>	117.2	79.3	73.7	128.8	114.9	71.8
% ▲	-3.1	1.7	1.1	3.1		
% ▲	(-) Appreciation of Vatu					

<sup>1</sup> World Health Organization

<sup>2</sup> Asian Development Bank

<sup>3</sup> Markit, August 10 Update

<sup>4</sup> Third estimate, Bureau of Economic Analysis

### 3. FOREIGN RESERVE DEVELOPMENTS

As of end September 2020, foreign reserves were estimated at 13 months of import cover, which is well above RBV's threshold level.

### 4. DOMESTIC DEVELOPMENTS

ANZ Vanuatu customers now have the convenience of tap and go payments, after ANZ announced it has introduced contactless payments to Vanuatu and six other Pacific countries with ANZ Visa Debit cards. Contactless is a payment method that securely transmit purchase information via a tiny antenna embedded in the card. ANZ customers can 'tap and pay' at a contactless payment terminal anywhere in the world without entering their PIN for transactions under the VT2,000 limit. Customers will still be able to swipe or inset their card when required. ANZ Vanuatu Country Head, Sheng Lee, said contactless payments increase convenience for customers and reduce the risk of cash handling as a means of spreading COVID-19.

*Vanuatu Daily Post, 15 August 2020*

The Utilities Regulatory Authority (the Authority) for electricity and water utility in Vanuatu determines the maximum price, which may be charged to consumers in relation to any aspect of a regulated service. During the first half of 2020, the Government through the Department responsible for Energy (DOE) informed the Authority of two donor funded renewable energy projects and requested the Authority to provide respective electricity tariff for each project. One of the two donor funded projects is a 8.8 kW Pico Hydro PV Solar hybrid system in Lolong, North Pentecost and the other is a 75.24 kWp solar micro-grid with a 48 V back up battery in Wintua/Lorlow village in South West Bay, Malekula.

*Vanuatu Daily Post, 22 August 2020*

The Australia's Foreign Minister, Health Minister and Minister for International Development and the Pacific announced that Australia will invest \$80 million (VT6 billion) in the COVAX Advanced Market Commitment (AMC) to help secure COVID-19 vaccines for Pacific Islands and Southeast Asian countries, including Vanuatu. The Minister of Health, Silas Bule met with Australia's High Commissioner Sara deZoeten to discuss Australia's ongoing efforts and this financial contribution to support Vanuatu's health preparation for COVID-19, including access to COVID-19 vaccines.

*Vanuatu Daily Post, 26 August 2020*

As part of the recovery program, South Pentecost communities are fortunate to engage in agroforestry

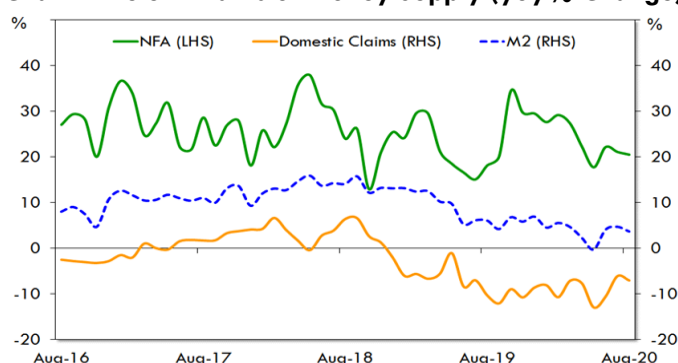
activities that will improve their livelihood after the devastation caused by Tropical Cyclone (TC) Harold. Through the month of July 2020, teams of Government agencies and donor partners were in South Pentecost establishing 10 community agroforestry nurseries in 10 communities affected by TC Harold. The activity is part of the Integrated Sustainable Land and Coastal Management (ISLCM) project, which aims to implement sustainable and integrated management of forest, land and marine resources.

*Vanuatu Daily Post, 27 August 2020*

### 5. MONETARY DEVELOPMENTS

Total money supply (M2) stood at VT97,054.5 million in August 2020; representing a decline of 0.9 percent over the month, and an increase of 3.7 percent over the year. The month-on-month contraction was attributed to the decline in domestic credit, while net foreign assets (NFA) continued to be the main driver to the annual growth in M2.

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



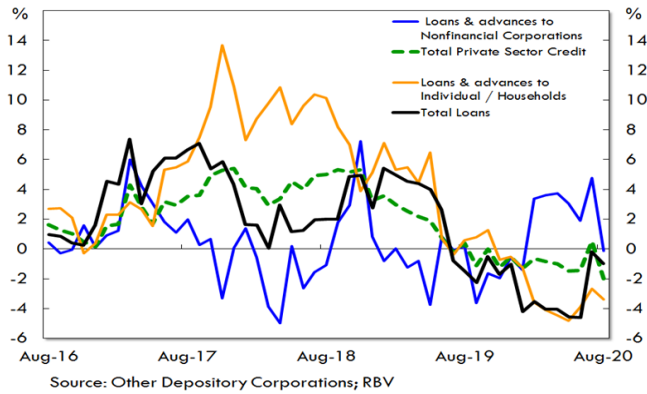
Source: Other Depository Corporations; Reserve Bank

Total NFA registered positive growths of 2.1 percent and 20.5 percent in August and over the year to August 2020, respectively. Both the RBV and commercial banks recorded net inflows of foreign reserves during these periods.

Following a transitory pick-up in the previous month, domestic credit contracted by 2.7 percent month-on-month and 7.0 percent year-on-year to August 2020. The decline in credit growth reflected the decreases in credit to the private sector and net credit to the Central Government. Private sector credit<sup>5</sup> in particular, recorded negative growths of -1.3 percent and -2.0 percent month-on-month and year-on-year, respectively. Total loans extended by ODCs to various sectors are depicted in table A4.

<sup>5</sup> Comprises of credit to non-financial corporations and other resident sectors

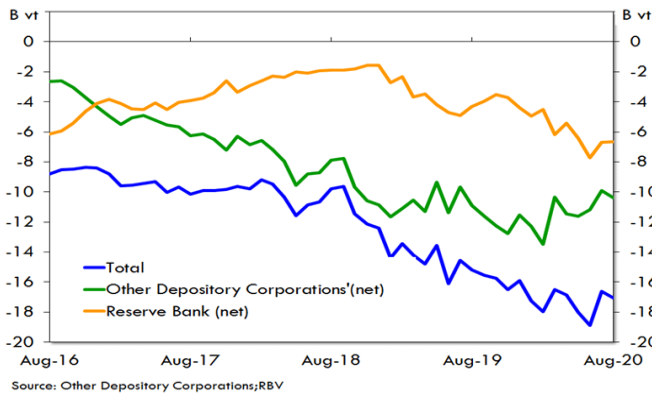
**Chart 2: Private Sector Credit (yoy% Change)**



Lending by OFIs<sup>6</sup> decreased further by 3.1 percent over the month and 24.2 percent over the year to VT 1521.6 million during August 2020.

The Governments' net credit position vis-à-vis the banking system improved in August following a deterioration witnessed in July. This improved position largely reflected the accumulation of Government deposits with the commercial banks. The Government's net credit position also improved over the year to August 2020. OFIs' claims on the Central Government remained at VT2, 100 million in August as in July 2020.

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



**Open Market Operations (OMO)**

The Bank conducted three Open Market Operations in September 2020 and issued a total of VT2100 million in RBV Notes, compared with a total of VT2800 million allotted during August 2020.

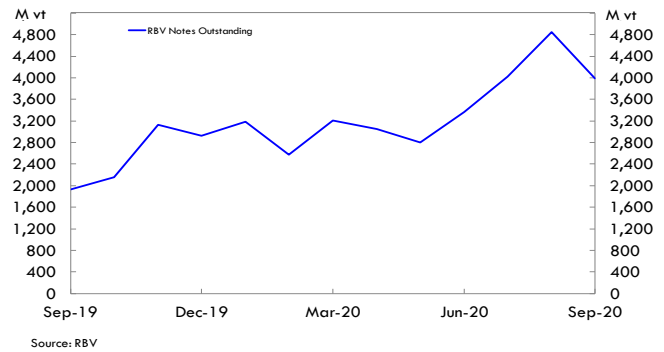
Total subscriptions received during September was VT6300 million, compared with VT5890 million received during August 2020.

<sup>6</sup> OFI: Other Financial Institutions cover Credit Corporation; Vanuatu Agriculture Bank; and Vanuatu National Provident Fund. Depending on

Allotments were made as follow:

- 7 days: VT420 million
- 14 days: VT420 million
- 28 days: VT420 million
- 63 days: VT420 million
- 91 days: VT420 million

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



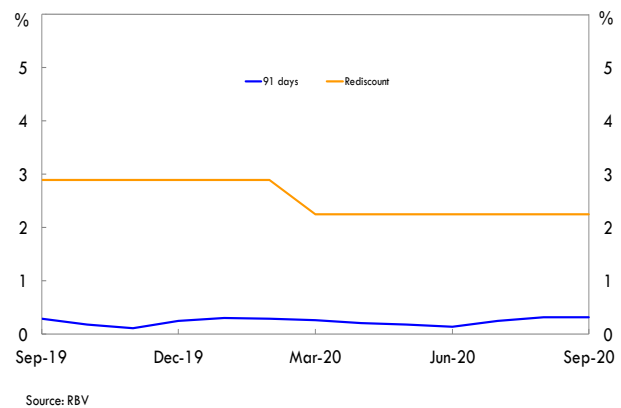
VT2960 million worth of RBV Notes matured in the month of September 2020 bringing the outstanding Notes down to VT3984 million, as shown in chart 4.

**Yields of RBV Notes**

Yields on RBV Notes as of end September 2020:

Term	End Sep.20	End Aug.20
7 days:	0.30%	0.30%
14 days:	0.30%	0.25%
28 days:	0.30%	0.25%
63 days:	0.32 %	0.32%
91 days:	0.32%	0.32%

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



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

TABLE A1 : BALANCE SHEET OF THE RESERVE BANK OF VANUATU

(In Millions VT)

End of Period	Aug-19	May-20	Jul-20	Aug-20	%Change		
					1 Month	3 Months	12 Months
<b>Claims on nonresidents</b>	<b>53,668.2</b>	<b>59,817.4</b>	<b>61,363.3</b>	<b>61,939.6</b>	<b>0.9</b>	<b>3.5</b>	<b>15.4</b>
Monetary gold and SDR holdings	821.3	776.7	696.1	694.5	-0.2	-10.6	-15.4
Reserve Assets	52,846.8	59,040.8	60,667.2	61,245.0	1.0	3.7	15.9
<b>Currency and Deposits</b>	<b>22.1</b>	<b>11.6</b>	<b>28.9</b>	<b>25.6</b>	<b>-11.5</b>	<b>121.3</b>	<b>16.0</b>
National currency	22.1	11.6	28.9	25.6	-11.5	121.3	16.0
<b>Securities other than shares</b>	<b>2,827.7</b>	<b>2,528.6</b>	<b>2,371.3</b>	<b>2,372.3</b>	<b>0.0</b>	<b>-6.2</b>	<b>-16.1</b>
Central government	2,827.7	2,528.6	2,371.3	2,372.3	0.0	-6.2	-16.1
<b>Loans</b>	<b>75.3</b>	<b>108.7</b>	<b>146.4</b>	<b>157.8</b>	<b>7.8</b>	<b>45.2</b>	<b>109.5</b>
Other depository corporations							
Other financial corporations							
Central government							
Other residents sectors	75.3	108.7	146.4	157.8	7.8	45.2	109.5
<b>Other accounts receivable</b>	<b>4,192.4</b>	<b>4,120.6</b>	<b>4,215.1</b>	<b>4,154.3</b>	<b>-1.4</b>	<b>0.8</b>	<b>-0.9</b>
Trade credit and advances	36.1	81.4	76.1	34.1	-55.2	-58.2	-5.6
Settlement accounts	449.7	228.0	340.6	344.5	1.1	51.1	-23.4
O/W Items in the process of collection	201.3	20.4	85.9	134.5	56.7	558.0	-33.2
Miscellaneous Assets	3,706.6	3,811.2	3,798.5	3,775.8	-0.6	-0.9	1.9
<b>Nonfinancial assets</b>	<b>1,677.8</b>	<b>1,686.4</b>	<b>1,692.5</b>	<b>1,687.3</b>	<b>-0.3</b>	<b>0.1</b>	<b>0.6</b>
<b>TOTAL ASSETS</b>	<b>62,463.4</b>	<b>68,273.4</b>	<b>69,817.5</b>	<b>70,336.9</b>	<b>0.7</b>	<b>3.0</b>	<b>12.6</b>
<b>Monetary Base</b>	<b>42,688.5</b>	<b>46,529.2</b>	<b>47,525.6</b>	<b>47,981.7</b>	<b>1.0</b>	<b>3.1</b>	<b>12.4</b>
Currency in Circulation	8,667.2	9,615.8	10,536.2	9,869.1	-6.3	2.6	13.9
Currency Other Depository Corporations	2,393.7	2,480.0	2,962.8	2,687.2	-9.3	8.4	12.3
Liabilities to Other Depository Corporations	<b>31,627.5</b>	<b>34,433.4</b>	<b>34,026.6</b>	<b>35,425.5</b>	<b>4.1</b>	<b>2.9</b>	<b>12.0</b>
Reserve Deposits	3,993.8	4,185.1	4,080.7	4,092.0	0.3	-2.2	2.5
Other Liabilities	27,633.7	30,248.3	29,945.9	31,333.5	4.6	3.6	13.4
<b>Liabilities to Central Government</b>	<b>7,132.5</b>	<b>8,926.5</b>	<b>9,081.2</b>	<b>9,030.2</b>	<b>-0.6</b>	<b>1.2</b>	<b>26.6</b>
Deposits	7,132.5	8,926.5	9,081.2	9,030.2	-0.6	1.2	26.6
Other							
<b>Liabilities to non residents</b>	<b>2,195.5</b>	<b>1,748.2</b>	<b>1,471.5</b>	<b>1,383.6</b>	<b>-6.0</b>	<b>-20.9</b>	<b>-37.0</b>
Deposits	2,195.5	1,748.2	1,471.5	1,383.6	-6.0	-20.9	-37.0
<b>Deposits</b>							
Other Deposits							
<b>Securities other than shares</b>	<b>2,067.4</b>	<b>2,239.1</b>	<b>3,458.9</b>	<b>3,658.5</b>	<b>5.8</b>	<b>63.4</b>	<b>77.0</b>
Other Depository Corporation	1,807.4	2,239.1	3,458.9	3,658.5	5.8	63.4	102.4
Other financial Corporation	260.0	0.0	0.0	0.0			
<b>Loans</b>	<b>10.7</b>	<b>17.2</b>	<b>-53.3</b>	<b>-54.3</b>	<b>1.8</b>	<b>-414.6</b>	<b>-605.1</b>
Liabilities to the IMF- Central Government	10.7	17.2	-53.3	-54.3	1.8	-414.6	-605.1
<b>Other accounts payable</b>	<b>371.7</b>	<b>357.7</b>	<b>379.4</b>	<b>338.4</b>	<b>-10.8</b>	<b>-5.4</b>	<b>-9.0</b>
Trade credit and advances	290.6	310.2	291.5	289.8	-0.6	-6.6	-0.3
Other Sectors	81.1	47.5	87.9	48.6	-44.7	2.4	-40.1
<b>o/w Settlement Accounts</b>	<b>58.8</b>	<b>35.6</b>	<b>58.6</b>	<b>22.7</b>	<b>-61.3</b>	<b>-36.2</b>	<b>-61.3</b>
<b>Shares and other equity</b>	<b>5,384.7</b>	<b>5,818.6</b>	<b>5,590.9</b>	<b>5,639.0</b>	<b>0.9</b>	<b>-3.1</b>	<b>4.7</b>
<b>SDR Allocation</b>	<b>2,612.4</b>	<b>2,636.8</b>	<b>2,363.4</b>	<b>2,359.7</b>	<b>-0.2</b>	<b>-10.5</b>	<b>-9.7</b>
<b>TOTAL LIABILITIES</b>	<b>62,463.4</b>	<b>68,273.4</b>	<b>69,817.5</b>	<b>70,336.9</b>	<b>0.7</b>	<b>3.0</b>	<b>12.6</b>

TABLE A2a : BALANCE SHEET OF OTHER DEPOSITORY CORPORATIONS IN VANUATU

(In Millions VT)

END OF PERIOD	Aug-19	May-20	Jul-20	Aug-20	%Change		
					1 Month	3 Months	12 Months
<b>Monetary gold and SDR</b>							
<b>Currency and deposits</b>	<b>56,675.7</b>	<b>59,952.4</b>	<b>57,887.7</b>	<b>58,844.6</b>	<b>1.7</b>	<b>-1.8</b>	<b>3.8</b>
<b>Currency</b>	<b>2,612.5</b>	<b>3,056.7</b>	<b>3,787.5</b>	<b>3,525.7</b>	<b>-6.9</b>	<b>15.3</b>	<b>35.0</b>
National	2,393.7	2,480.0	2,962.8	2,687.2	-9.3	8.4	12.3
Foreign	218.8	576.7	824.7	838.6	1.7	45.4	283.3
<b>Transferable deposits</b>	<b>35,367.0</b>	<b>38,513.2</b>	<b>37,899.7</b>	<b>38,204.3</b>	<b>0.8</b>	<b>-0.8</b>	<b>8.0</b>
<i>In Local currency:</i>	<b>32,243.2</b>	<b>34,449.4</b>	<b>34,715.0</b>	<b>35,135.0</b>	<b>1.2</b>	<b>2.0</b>	<b>9.0</b>
Central Bank	31,687.9	34,431.1	34,689.1	35,127.8	1.3	2.0	10.9
Other depository corporations	535.4	0.0	0.0	0.0			
Other financial corporation							
<i>Nonresidents</i>	<b>20.0</b>	<b>18.3</b>	<b>25.9</b>	<b>7.1</b>	<b>-72.5</b>	<b>-61.1</b>	<b>-64.4</b>
Head offices and Branches	0.0	0.0	0.0	0.0			
Other depository corporations	20.0	18.3	25.9	7.1	-72.5	-61.1	-64.4
<i>In foreign currency:</i>	<b>3,123.7</b>	<b>4,063.8</b>	<b>3,184.7</b>	<b>3,069.3</b>	<b>-3.6</b>	<b>-24.5</b>	<b>-1.7</b>
Other depository corporations							
Other financial corporation							
Other depository corporations	621.2	11.1	2.1	2.1	0.7	-80.7	-99.7
<i>Nonresidents</i>	<b>2,502.5</b>	<b>4,052.6</b>	<b>3,182.5</b>	<b>3,067.2</b>	<b>-3.6</b>	<b>-24.3</b>	<b>22.6</b>
Head offices and Branches	194.5	347.0	268.9	268.2	-0.3	-22.7	37.9
Other depository corporations	2,308.0	3,705.7	2,913.6	2,799.0	-3.9	-24.5	21.3
<b>Other deposits</b>	<b>18,696.3</b>	<b>18,382.5</b>	<b>16,200.5</b>	<b>17,114.6</b>	<b>5.6</b>	<b>-6.9</b>	<b>-8.5</b>
<i>In Local currency:</i>							
Other depository corporations	525.7	488.1	488.2	488.2	0.0	0.0	-7.1
Other financial corporation							
<i>Nonresidents</i>	0.0	0.0	0.0	0.0			
Head offices and Branches							
Other depository corporations	0.0	0.0	0.0	0.0			
<i>In foreign currency:</i>							
Other depository corporations							
Other financial corporation							
Other depository corporations	3,358.9	417.3	897.8	907.8	1.1	117.6	-73.0
<i>Nonresidents</i>	<b>14,811.8</b>	<b>17,477.2</b>	<b>14,814.5</b>	<b>15,718.5</b>	<b>6.1</b>	<b>-10.1</b>	<b>6.1</b>
Head offices and Branches	1,743.2	0.0	0.0	0.0			
Other depository corporations	13,068.6	17,477.2	14,814.5	15,718.5	6.1	-10.1	20.3
<b>Securities other than shares</b>	<b>3,094.9</b>	<b>3,426.6</b>	<b>4,346.4</b>	<b>4,546.0</b>	<b>4.6</b>	<b>32.7</b>	<b>46.9</b>
Central Bank	1,807.4	2,239.1	3,458.9	3,658.5	5.8	63.4	102.4
Central Government	1,287.5	1,187.5	887.5	887.5	0.0	-25.3	-31.1
<b>Loans</b>	<b>63,747.8</b>	<b>62,085.1</b>	<b>62,847.1</b>	<b>62,042.2</b>	<b>-1.3</b>	<b>-0.1</b>	<b>-2.7</b>
Central bank							
Other depository corporations	0.2	0.0	0.2	0.2	0.0	3,716.7	10.6
Other financial corporations	69.3	65.9	82.9	67.8	-18.2	2.9	-2.1
Central government	0.0	0.5	0.0	0.0			
State and local government	68.6	60.3	60.1	60.9	1.3	0.9	-11.2
Public nonfinancial corporations	1,121.3	901.1	867.1	878.8	1.3	-2.5	-21.6
Other nonfinancial corporations	26,182.0	26,521.1	27,042.6	26,145.9	-3.3	-1.4	-0.1
Other residents sectors	34,685.9	33,069.4	33,330.1	33,423.7	0.3	1.1	-3.6
<i>Nonresidents</i>	1,620.6	1,466.7	1,464.1	1,464.9	0.1	-0.1	-9.6
<b>Interbank Funds sold</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>			
<b>Shares and Other Equity</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>			
Other depository corporations	0.0	0.0	0.0	0.0			
<b>Other accounts receivable</b>	<b>3,930.9</b>	<b>4,344.4</b>	<b>3,954.6</b>	<b>4,228.7</b>	<b>6.9</b>	<b>-2.7</b>	<b>7.6</b>
Trade credit and advances	139.3	159.8	136.5	124.4	-8.8	-22.1	-10.7
Settlement accounts	2,256.9	2,655.6	2,712.2	2,776.3	2.4	4.5	23.0
Miscellaneous assets items	1,534.8	1,529.0	1,105.9	1,328.0	20.1	-13.1	-13.5
<b>Nonfinancial assets</b>	<b>5,811.7</b>	<b>6,425.5</b>	<b>6,294.5</b>	<b>6,316.9</b>	<b>0.4</b>	<b>-1.7</b>	<b>8.7</b>
<b>TOTAL ASSETS</b>	<b>133,261.1</b>	<b>136,234.0</b>	<b>135,330.3</b>	<b>135,978.4</b>	<b>0.5</b>	<b>-0.2</b>	<b>2.0</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	Aug-19	May-20	Jul-20	Aug-20	%Change		
					1 Month	3 Months	12 Months
<b>Deposits</b>	<b>102,886.9</b>	<b>104,792.9</b>	<b>103,916.9</b>	<b>103,997.7</b>	<b>0.1</b>	<b>-0.8</b>	<b>1.1</b>
<b>Transferable deposits</b>	<b>60,045.9</b>	<b>64,214.9</b>	<b>63,845.3</b>	<b>65,734.2</b>	<b>3.0</b>	<b>2.4</b>	<b>9.5</b>
<b>In Local currency:</b>	<b>37,610.4</b>	<b>40,009.7</b>	<b>41,266.6</b>	<b>44,030.8</b>	<b>6.7</b>	<b>10.1</b>	<b>17.1</b>
Other depository corporation	1,056.2	345.1	481.5	541.1	12.4	56.8	-48.8
Other financial corporations	4,218.7	2,847.4	3,169.9	4,409.8	39.1	54.9	4.5
Central government	3,896.2	3,544.3	3,321.9	4,025.7	21.2	13.6	3.3
State and local governments	143.7	112.6	82.0	80.0	-2.4	-29.0	-44.3
Public nonfinancial corporations	1,097.0	614.2	833.7	751.4	-9.9	22.3	-31.5
Other non financial corporations	11,351.8	13,263.2	13,863.4	14,670.2	5.8	10.6	29.2
Other residents sectors	16,048.0	19,303.4	19,600.0	19,687.0	0.4	2.0	22.7
<b>Non-residents</b>	<b>1,521.4</b>	<b>1,812.1</b>	<b>1,768.3</b>	<b>1,694.0</b>	<b>-4.2</b>	<b>-6.5</b>	<b>11.3</b>
Head office and Branches							
Other Depository and financial corporations	12.2	58.9	46.5	21.4	-53.9	-63.6	75.8
Other non residents	1,509.2	1,753.3	1,721.8	1,672.6	-2.9	-4.6	10.8
<b>In Foreign currency:</b>	<b>19,636.0</b>	<b>20,795.4</b>	<b>19,283.6</b>	<b>18,523.8</b>	<b>-3.9</b>	<b>-10.9</b>	<b>-5.7</b>
Other depository corporation	747.6	109.6	94.1	93.3	-0.8	-14.9	-87.5
Other financial corporations	343.5	539.3	455.8	480.9	5.5	-10.8	40.0
Central government	1,413.8	2,209.3	482.4	486.3	0.8	-78.0	-65.6
State and local governments							
Public nonfinancial corporations	353.4	264.3	328.1	334.7	2.0	26.6	-5.3
Other non financial corporations	13,063.9	14,356.0	14,287.1	13,286.4	-7.0	-7.5	1.7
Other residents sectors	3,233.9	2,791.9	3,061.2	3,268.6	6.8	17.1	1.1
<b>Non-residents</b>	<b>1,278.2</b>	<b>1,597.6</b>	<b>1,526.8</b>	<b>1,485.7</b>	<b>-2.7</b>	<b>-7.0</b>	<b>16.2</b>
Head office and Branches	22.4	0.0	1.6	44.1	2,598.8		96.9
Other Depository and financial corporations	94.0	50.1	52.2	46.5	-11.0	-7.3	-50.6
Other non residents	1,161.8	1,547.5	1,473.0	1,395.2	-5.3	-9.8	20.1
<b>Other deposits</b>	<b>42,840.9</b>	<b>40,578.0</b>	<b>40,071.6</b>	<b>38,263.5</b>	<b>-4.5</b>	<b>-5.7</b>	<b>-10.7</b>
<b>In Local currency:</b>	<b>25,895.3</b>	<b>23,944.8</b>	<b>23,942.8</b>	<b>22,001.2</b>	<b>-8.1</b>	<b>-8.1</b>	<b>-15.0</b>
Other depository corporation	428.2	817.7	819.5	820.2	0.1	0.3	91.6
Other financial corporations	5,459.9	5,256.0	5,226.6	3,440.1	-34.2	-34.5	-37.0
Central government	6,876.9	6,057.3	6,068.4	5,828.2	-4.0	-3.8	-15.2
State and local governments	120.4	117.6	117.7	119.2	1.3	1.4	-1.0
Public nonfinancial corporations	1,470.9	1,116.0	1,066.2	1,068.0	0.2	-4.3	-27.4
Other non financial corporations	2,713.9	2,748.7	2,739.6	2,768.4	1.1	0.7	2.0
Other residents sectors	8,825.1	7,831.6	7,904.9	7,957.1	0.7	1.6	-9.8
<b>Non-residents</b>	<b>602.3</b>	<b>992.9</b>	<b>899.0</b>	<b>899.2</b>	<b>0.0</b>	<b>-9.4</b>	<b>49.3</b>
Head office and Branches							
Other Depository and financial corporations	0.0	0.0	0.0	0.0			
Other non residents	602.3	992.9	899.0	899.2	0.0	-9.4	49.3
<b>In Foreign currency:</b>	<b>14,003.2</b>	<b>14,225.8</b>	<b>13,741.7</b>	<b>13,900.5</b>	<b>1.2</b>	<b>-2.3</b>	<b>-0.7</b>
Other depository corporation	1,961.2	0.0	0.0	0.0			
Other financial corporations	2,599.7	3,245.4	3,227.6	2,671.8	-17.2	-17.7	2.8
Central government							
State and local governments							
Central government	0.0	991.3	937.5	930.6	-0.7	-6.1	
Public nonfinancial corporations	93.7	95.1	91.7	708.7	672.6	644.9	656.1
Other non financial corporations	4,997.8	5,570.4	5,630.2	5,656.6	0.5	1.5	13.2
Other residents sectors	4,350.8	4,323.5	3,854.7	3,932.9	2.0	-9.0	-9.6
<b>Non-residents</b>	<b>2,340.1</b>	<b>1,414.4</b>	<b>1,488.0</b>	<b>1,462.5</b>	<b>-1.7</b>	<b>3.4</b>	<b>-37.5</b>
Head office and Branches							
Other Depository and financial corporations	0.0	0.0	0.0	0.0			
Other non residents	2,340.1	1,414.4	1,488.0	1,462.5	-1.7	3.4	-37.5
<b>Loans</b>	<b>3,454.0</b>	<b>2,289.7</b>	<b>2,052.2</b>	<b>2,432.0</b>	<b>18.5</b>	<b>6.2</b>	<b>-29.6</b>
Central bank							
Other depository Corporations	1,290.3	482.1	861.6	1,152.1	33.7	139.0	-10.7
Other financial corporations							
Central government							
<b>Non residents</b>	<b>2,163.8</b>	<b>1,807.6</b>	<b>1,190.6</b>	<b>1,279.9</b>	<b>7.5</b>	<b>-29.2</b>	<b>-40.8</b>
Head office and Branches	2,032.4	1,743.3	1,146.8	1,260.2	9.9	-27.7	-38.0
Other financial corporations	131.4	64.3	43.7	19.6	-55.1	-69.5	-85.1
Other non residents							
<b>Interbank Funds Purchased</b>							
<b>Other accounts payable</b>	<b>10,937.6</b>	<b>13,960.3</b>	<b>13,946.0</b>	<b>13,742.7</b>	<b>-1.5</b>	<b>-1.6</b>	<b>25.6</b>
Trade credit and advances	142.4	105.5	97.7	108.4	11.0	2.7	-23.9
Settlement accounts	2,123.7	2,406.0	2,478.9	2,547.7	2.8	5.9	20.0
Provisions for losses	2,901.4	4,012.7	3,946.8	3,942.2	-0.1	-1.8	35.9
Accumulated depreciation	2,922.4	3,326.3	3,273.9	3,319.8	1.4	-0.2	13.6
Dividends payable							
Miscellaneous liability items	2,847.6	4,109.7	4,148.7	3,824.6	-7.8	-6.9	34.3
<b>Shares and other equity</b>	<b>15,982.5</b>	<b>15,191.3</b>	<b>15,415.1</b>	<b>15,806.0</b>	<b>2.5</b>	<b>4.0</b>	<b>-1.1</b>
<b>TOTAL LIABILITIES</b>	<b>133,261.1</b>	<b>136,234.0</b>	<b>135,330.3</b>	<b>135,978.4</b>	<b>0.5</b>	<b>-0.2</b>	<b>2.0</b>

TABLE A3 : DEPOSITORY CORPORATION SURVEY

(In Million VT)

END OF PERIOD	Aug-19	May-20	Jul-20	Aug-20	%Change		
					1 Month	3 Months	12 Months
<b>1. Net Foreign Assets</b>	<b>60,136.9</b>	<b>71,399.3</b>	<b>70,967.4</b>	<b>72,471.2</b>	<b>2.1</b>	<b>1.5</b>	<b>20.5</b>
Monetary Authorities (Net)	48,860.3	55,432.4	57,528.3	58,196.3	1.2	5.0	19.1
Other Depository Corporations (Net)	11,276.7	15,966.9	13,439.0	14,274.9	6.2	-10.6	26.6
<b>2. Net Domestic Claims</b>	<b>33,689.6</b>	<b>24,390.1</b>	<b>26,993.3</b>	<b>24,583.3</b>	<b>-8.9</b>	<b>0.8</b>	<b>-27.0</b>
<b>(a) Domestic Claims</b>	<b>46,998.2</b>	<b>42,714.6</b>	<b>44,896.6</b>	<b>43,693.7</b>	<b>-2.7</b>	<b>2.3</b>	<b>-7.0</b>
<b>(i) Net claims on central government</b>	<b>-15,204.1</b>	<b>-18,011.9</b>	<b>-16,632.5</b>	<b>-17,041.2</b>	<b>-2.5</b>	<b>5.4</b>	<b>-12.1</b>
Monetary Authorities	-4,304.8	-6,397.8	-6,709.9	-6,657.9	0.8	-4.1	-54.7
Other Depository Corporations	-10,899.3	-11,614.1	-9,922.7	-10,383.3	-4.6	10.6	4.7
<b>(ii) Claims on other Sectors</b>	<b>62,202.3</b>	<b>60,726.5</b>	<b>61,529.1</b>	<b>60,734.8</b>	<b>-1.3</b>	<b>0.0</b>	<b>-2.4</b>
Other Financial Corporations	69.3	65.9	82.9	67.8	-18.2	2.9	-2.1
State and local government	68.6	60.3	60.1	60.9	1.3	0.9	-11.2
Public nonfinancial corporations	1,121.3	901.1	867.1	878.8	1.3	-2.5	-21.6
Other nonfinancial corporations	26,182.0	26,521.1	27,042.6	26,145.9	-3.3	-1.4	-0.1
Other residents sectors	34,761.2	33,178.1	33,476.5	33,581.5	0.3	1.2	-3.4
<b>(b) Other items (net)</b>	<b>-13,308.6</b>	<b>-18,324.5</b>	<b>-17,903.3</b>	<b>-19,110.4</b>	<b>6.7</b>	<b>4.3</b>	<b>43.6</b>
<b>3. Broad Money (M2)</b>	<b>93,625.2</b>	<b>95,789.4</b>	<b>97,960.7</b>	<b>97,054.5</b>	<b>-0.9</b>	<b>1.3</b>	<b>3.7</b>
<b>(a) Money (M1)</b>	<b>60,603.6</b>	<b>64,667.4</b>	<b>67,282.1</b>	<b>67,911.5</b>	<b>0.9</b>	<b>5.0</b>	<b>12.1</b>
(i) Currency in circulation	8,667.2	9,615.8	10,536.2	9,869.1	-6.3	2.6	13.9
(ii) Transferable deposits	51,936.4	55,051.6	56,745.9	58,042.4	2.3	5.4	11.8
<b>(b) Quasi-money</b>	<b>33,021.6</b>	<b>31,122.1</b>	<b>30,678.7</b>	<b>29,143.0</b>	<b>-5.0</b>	<b>-6.4</b>	<b>-11.7</b>
Other Deposits	33,021.6	31,122.1	30,678.7	29,143.0	-5.0	-6.4	-11.7

\* 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	Aug-19			Aug-20			YOY % Change		
	VT	FC	Total	VT	FC	Total	VT	FC	Total
Depository Institutions Domestic	0.2	0.0	0.2	0.2	0.0	0.2	0.0		0.0
Other Financial Corporations Domestic	25.8	57.1	82.9	10.2	57.6	67.8	-60.3	0.8	-18.2
Central Government	0.0	0.0	0.0	0.0	0.0	0.0			
Provincial Assemblies & Local Government	60.1	0.0	60.1	60.9	0.0	60.9	1.3		1.3
Statutory Non-financial Corporations Domestic	462.4	404.7	867.1	466.6	412.2	878.8	0.9	1.9	1.3
Manufacturing	1,283.2	597.1	1,880.3	1,067.3	564.1	1,631.5	-16.8	-5.5	-13.2
Agriculture	589.1	124.2	713.2	795.7	114.7	910.4	35.1	-7.6	27.6
Public Utilities	129.4	68.0	197.4	119.7	67.9	187.6	-7.4	-0.2	-5.0
Forestry	0.0	86.6	86.6	0.0	84.6	84.6		-2.3	-2.3
Fisheries	13.5	0.0	13.5	13.6	0.0	13.6	1.1		1.1
Mining & Quarrying	92.0	0.0	92.0	86.3	0.0	86.3	-6.2		-6.2
Construction	2,155.6	1,265.3	3,420.9	2,222.2	1,260.7	3,482.9	3.1	-0.4	1.8
Distribution (Wholesale and Retail)	3,815.7	1,070.6	4,886.2	3,890.0	1,086.4	4,976.3	1.9	1.5	1.8
Tourism	1,573.0	5,765.1	7,338.0	1,666.8	5,408.3	7,075.1	6.0	-6.2	-3.6
Transport	601.8	417.3	1,019.1	595.0	425.3	1,020.3	-1.1	1.9	0.1
Communications	861.3	728.6	1,589.8	857.8	0.0	857.8	-0.4	-100.0	-46.0
Entertainment & Catering	234.7	170.1	404.8	230.8	171.9	402.6	-1.7	1.0	-0.5
Professional & Other Services	3,257.0	2,143.7	5,400.7	3,134.7	2,282.1	5,416.8	-3.8	6.5	0.3
Housing & Land Purchases	13,519.6	2,479.4	15,999.0	13,380.4	2,489.2	15,869.6	-1.0	0.4	-0.8
Other individual	13,985.1	3,145.5	17,130.6	14,324.9	3,037.4	17,362.4	2.4	-3.4	1.4
Non Profit Institutions Serving Households	200.5	0.0	200.5	191.8	0.0	191.8	-4.4	-16.7	-4.4
<b>Grand Total</b>	<b>42,859.7</b>	<b>18,523.3</b>	<b>61,383.0</b>	<b>43,114.8</b>	<b>17,462.5</b>	<b>60,577.3</b>	<b>0.6</b>	<b>-5.7</b>	<b>-1.3</b>

\* As of October 2018 data includes Wanfuteng Bank