



# RESERVE BANK OF VANUATU

## FINANCIAL & ECONOMIC ANALYSIS:

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Issue 279

November 2021

### 1. INTERNATIONAL DEVELOPMENTS

In its October World economic outlook, the International Monetary Fund (IMF) forecasted the global economy to grow 5.9 percent in 2021 and 4.9 percent in 2022, 0.1 percentage point lower for 2021 than in the July forecast.

For **Commodity**, energy and metal prices dropped 6.4 percent and 6.1 percent, respectively, in November while agriculture prices gained 1.3 percent.

In **New Zealand**, partial indicators of GDP showed that economic activity fell substantially following the delta-outbreak and subsequent restrictions during the September 2021 quarter. Many economists have forecasted a fall between 1.0 percent and 7.0 percent in September quarter GDP.

In **Australia**, the economy is rebounding strongly as New South Well and Victoria reopen following the extended lockdowns through mid-2021. With a stronger inflation outlook, expectations of 'lift-off' of the RBA cash rate in mid-2023 and an ongoing steady normalization through to end 2024.

In the **US**, The US economy is booming again in November as Jobs are coming back, wages are rising and stock markets are hitting record high.

In the **Euro** area, the Euro Area hit a 4.9 percent record in November. Higher energy prices contributed the most to the latest inflation reading.

### 2. EXCHANGE RATES DEVELOPMENT

Over the month of November, the Vatu had appreciated against all 3 major currencies - the AUD (-1.34 percent), the NZD (-0.49 percent) and the Euro (-0.04 percent) while it depreciated against the USD by 2.02 percent.

	Vatu per foreign currency						
	End Rates				Average Rates		
	USD	AUD	NZD	EURO	USD	AUD	
Nov-21	111.39	81.24	78.21	127.52	110.99	81.53	
Oct-21	109.18	82.35	78.60	127.57	110.50	81.75	
Nov-20	110.51	81.38	77.455	131.66	111.61	81.06	

### 3. FOREIGN RESERVE DEVELOPMENT

The level of foreign reserves is estimated to increase by approximately 1 percent over the month of November from an actual level of VT69,800 million reported in October. This estimated level of foreign reserves is sufficient to finance around 12 months of imports as at November 2021

### 4. DOMESTIC DEVELOPMENTS

Vanuatu is expected to experience at least three named tropical cyclones (TC) during the 2021/2022 cyclone season, with a potential of at least one reaching category 3 status. TCs affecting any islands of Vanuatu will bring significant rainfall, extreme damaging winds, hazardous marine conditions and coastal damages. **Vanuatu Daily Post, 3 November 2021**

An International Cable Working Committee has been formed to spearhead Vanuatu's second subsea cable (ICN2), which will connect Port Vila and Honiara, Solomon Islands. Interchange Limited (ICL) completed Vanuatu's only sub-seas (ICN1) in 2014 connecting Port Vila and Suva, Fiji, and providing bandwidth to the country. ICL will also oversee the building of the second cable. The second cable will provide much-need backup to connectivity in Vanuatu in the event of a disruption which would be extremely costly to the Government and businesses. Two cables delivering bandwidth to Vanuatu will also provide a strong underpinning for the AelanSat Satellite service, which will be available in Vanuatu in December 2021. **Vanuatu Daily Post, 3 November 2021**

The island of Epi has been identified as one of the productive islands for onion farming in Vanuatu. Epi has a huge potential of producing high quantities of onions in the future that can substitute imported onions if farmers enter into semi-commercial to commercial farming of this crop. Currently, there are over 20 onion farmers and the number is still increasing **Vanuatu Daily Post, 4 November 2021**

A Memorandum of Understanding (MOU) establishing the framework of cooperation on a building project, has recently been signed between the Ministry of

Infrastructure and Public Utilities (MIPU) and the Vanuatu Provident Fund (VNPF). The proposal is for VNPF to fund the cost of constructing an office building for MIPU, through a loan and MIPU will repay with an interest. This could be a model for VNPF to use with other government agencies. **Vanuatu Daily Post, 10 November 2021**

The purchasing of root crops and vegetables from rural farmers, as part of the National Export Development Program (NEDP), is underway in SANMA Province. Farmers in Vanuatu are facing difficulties in selling their crops due to the lack of direct access to markets. To address this issue, the Government has provided a VT40 million supplementary budget to the Department of Industry (DOI) to establish the NEDP, in order to link farmers directly to markets. **Vanuatu Daily Post, 12 November 2021**

The Government is currently implementing a transition in its policy for major international contractors, contracted by the Government, to source their building materials from local suppliers only. The Government's policy shift focuses on money being spent on contractors. While the loans and grants are sourced from international partners, the Government intends to spend these funds locally. The VT13.2 billion construction of the Malekula Road Phase III is currently being implemented under this new direction. **Vanuatu Daily Post, 12 November 2021**

Minister of Finance and Economic Management, Johnny Koanapo, tabled a VT60 billion plus budget for 2022 in Parliament this week. The Minister informed parliament that 2022 will be a challenging year for the Government and the people. The 2022 budget is focused on the economic developments through productive sector, improvement of infrastructure and health services to improve the conditions of living of the people of Vanuatu. **Vanuatu Daily Post, 13 November 2021**

The Coconut Rhinoceros Beetle (CRB) is contained on Efate and there are no symptoms of it on other islands. The Department of Biosecurity has received reports claiming symptoms of CRB discovered on coconut trees outside Efate but has confirmed symptoms do not relate to CRB. Restrictions are being imposed to prevent the further spread of the dangerous coconut pests. **Vanuatu Daily Post, 16 November 2021**

The Council of Ministers (COM) has approved for Vanuatu to recruit 156 registered nurses from neighboring Pacific countries like Solomon Islands and Fiji and through other agencies, for COVID-19 surge support. Apart from nurses, Vanuatu also need additional support staff and specialists. Currently, the Ministry of Health (MOH) is getting VCH ready as part of the National Clinical

Preparedness Plan. COM also approved an amount of over VT1.3 billion to be allocated for VCH COVID-19 operations. COM agreed for the Government to allocate a VT10 million consultation fee for the design of a new hospital building. **Vanuatu Daily Post, 18 November 2021**

The shortage of goods (cement and flour) and the recent increase of price in Vanuatu was due to COVID-19 crisis situation. The cancellation of flights put pressure on shipping routes and the shipping companies increased freight charges leading to inflated charged and imported goods. The increase was due to two reasons – the shipping cost and a decrease of production in China, and the factories of cement and flour could not produce enough quantity of cement or flour due to lack of employees. It is a global issue, affecting every country, not only Vanuatu. **Vanuatu Daily Post, 23 November 2021**

The Minister of Finance and Economic Management has made a firm warning to all private companies to not take advantage of the crisis to make money from the people as people need building materials to prepare their homes now that Vanuatu is in cyclone season. Following a shortage of cement around Port Vila, cement price has hiked. This resulted in slowing down and even cause many projects to be on hold. **Vanuatu Daily Post, 23 November 2021**

Farmers from Port Patrick in Aneityum are now turning to agriculture, particularly vanilla cultivation, to generate income and support livelihoods, following the halt of tourism by COVID-19 pandemic. The farmers have assured buyers of an increased production next year and vanilla cultivation is now their priority income generating activity. The number of farmers has increased to 60. They have over 2,000 mature vanilla plants. **Vanuatu Daily Post, 23 November 2021**

The Ministry of Health (MOH) received 10 vehicles from an Asian Development Bank (ADB) project supporting immunization in Vanuatu. Two of the vehicles were sent to TORBA Provincial Health. Two others will remain in Port Vila for the National Surveillance and Health Promotion Unit and the SHEFA Expanded Programme of Immunization (EPI) while the rest will be sent to other provincial health centers. **Vanuatu Daily Post, 23 November 2021**

Vanuatu is set to receive the first batch of 14,400 Johnson and Johnson (J&J) single-shot vaccines next month, following the indemnity agreement signed between the Vanuatu Government and COVAX Facility on 23 November 2021. This would be the third COVID-19

vaccine to be used in Vanuatu, after AstraZeneca and Sinopharm. The vaccines will be supplied by the Governments of Netherland and Portugal, through the COVAX Facility. The single-shot vaccine is ideal for hard-to-reach and more remote communities where people have to walk long distances to the vaccination sites and recalling people for a second dose might be a challenge. The Government is focusing on administrating shots to many citizens as possible, to meet the national target of having 90 percent of the adult population vaccinated with at least one dose of vaccine by the end of this year and 70 percent fully vaccinated by the end of March 2022. **Vanuatu Daily Post, 24 November 2021**

There are 5,747 applications from all six provinces of Vanuatu for the Small Business Grant (SBG). This was revealed by the Department of Finance and Treasury (DoFT) in its latest update on phase 2 of the Government's Economic Stimulus Package (ESP). The Government had allocated VT700 million to support businesses under the SBG and VT560 million to support businesses who are eligible for the Wage Subsidy Scheme (WSS). There is a total of 3,288 applications from Small Medium Enterprises (SMEs), 683 from handicraft businesses and 1,165 from land transport businesses. The highest number of applications for the SBG are from SHEFA and SANMA provinces. At least 1,051 SBG applicants have been paid. The total number of applications assessed is 2,460. This excludes a huge number of applications that have been assessed but have discrepancies which need to be resolved. **Vanuatu Daily Post, 25 November 2021**

The Government's position on its fight against Non-Communicable Diseases (NCDs) is evident as the Members of Parliament (MPs) debated and passed the Bill of the Import Duties (Consolidation) Act No. of 2021. The bill amends the Import Duties (Consolidation) Act [CAP 91] ('the Act') to increase import rates of specific products. Parliament has now endorsed an increase on the import duty rate for the tariff on instant noodles from 10 percent to 20 percent. While the Government increases tariff on noodles, it has also substitute it by decreasing duty on healthy snacks such as cereals. The MPs have further imposed import duty rate of 40 percent on nicotine and tobacco products, which is also contributing to the NCDs in Vanuatu. **Vanuatu Daily Post, 26 November 2021**

One of the two patients that tested positive for COVID-19 Delta Variant has been cleared by officials from the Ministry of Health. The other COVID-19 Delta Variant patient will require additional medical assessment to confirm that the patient has recovered and will not pose a risk to his families and the community. Efate and its off-shore islands remain in Level 1, which stands at medium risk due to one active case. The rest of the islands

throughout Vanuatu maintained low risk of the virus. **Vanuatu Daily Post, 27 November 2021**

Another milestone in the bilateral relationship between Vanuatu and Tuvalu was marked with the signing of an Air Service Agreement (ASA) between the two countries on 15 November 2021. The ASA was signed by the Minister of Foreign Affairs, International Cooperation and External Trade and Foreign Minister of Tuvalu on behalf of the Vanuatu and Tuvalu Governments. The ASA signed in Port Vila and Funafuti respectively, will provide the basis for the exchange of air services between Tuvalu and Vanuatu, even international air services for passengers, cargo and mail. While the agreement provides an alternative travel route for Tuvalu citizens, it also allows Air Vanuatu to provide flights boosting connectivity options between the two countries. **Vanuatu Daily Post, 27 November 2021**

Vanuatu kava farmers and producers will now have direct access to the Australian market under Phase Two of the Australian Government's Kava Pilot. From December 1, producers will be able to export commercial quantities of kava to Australia under a two-year pilot. The quantity of kava that can be imported into Australia for personal use has already been doubled from two kilograms to four kilograms under Phase one of the pilot. The Australian Government has commissioned the National Drug and Alcohol Research Centre at the University of New South Wales and Ninti One Limited, an Indigenous owned organisation, to undertake monitoring and evaluation of the pilot. **Vanuatu Daily Post, 1 December 2021**

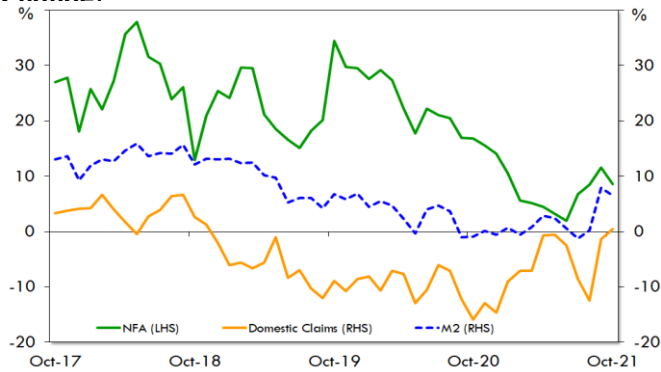
## **5. MONETARY DEVELOPMENTS**

Broad Money (M2) contracted by 0.2 percent over the month to VT99,565.7 million in October, while it increased by 6.6 percent year-on-year. The month-on-month contraction reflected the decline in domestic credit, while the persistent built up in net foreign assets (NFA) contributed to the year-on-year trend.

NFA rose by 0.1 percent and 8.6 percent month-on-month and year-on-year, respectively. These upward trends reflected net inflows of foreign currency recorded by the Reserve Bank.

Domestic credit fell by 1.8 percent in October, owing to declines in both net claims on the central Government and private sector credit (PSC). However, it rose 0.5 percent year-on-year owing to the increase in credit to other financial corporations, public nonfinancial corporations and other non-financial corporations.

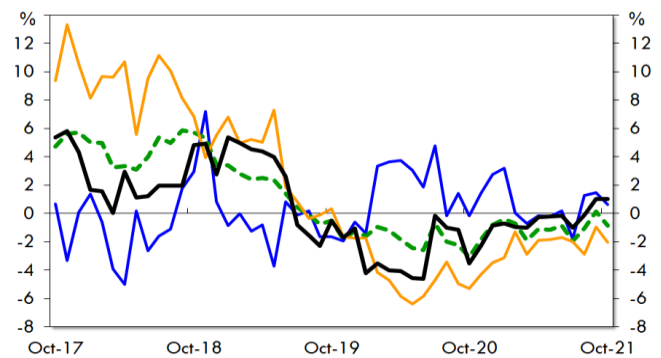
**Chart 1: Determinants of Money Supply (yoy% Change)**



Source: Other Depository Corporations; Reserve Bank

PSC<sup>1</sup> fell by 1.1 percent and 0.8 percent month-on-month and year-on-year, respectively. The month-on-month trend was attributed to the fall in credit extended to businesses, while the annual decline was due to the downturn in credit extended to households and individuals. Loans extended by Other Financial Institution (OFIs) recorded negative growths of 7.0 percent month-on-month and 40.3 percent year-on-year, respectively, to VT841.1 million in October 2021. The downward trend in credit continue to reflect subdued economic conditions. Total loans extended by Commercial Banks to various sectors are depicted in table A4.

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

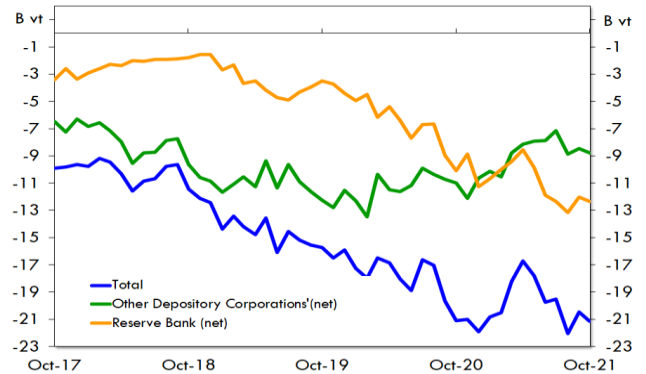


Source: Other Depository Corporations; RBV

The Central Governments’ net credit position vis-à-vis the banking system improved in October owing to the accumulation of Government deposits with both the Reserve bank and the Commercial Banks. Similarly, the Government’s net credit position, remained favorable over the year to October 2021. Claims on the Central Government by OFIs remain at VT4,700 million in October 2021, as recorded in September 2021.

<sup>1</sup> Private Sector Credit comprises of credit to non-financial corporations and other resident sectors

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



Source: Other Depository Corporations; RBV

**Open Market Operations (OMO)**

**Overview**

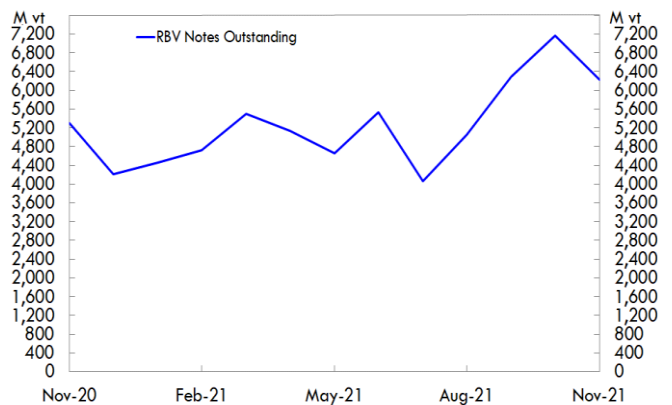
The Bank conducted three Open Market Operations during November 2021 where VT3000 million worth of RBV Notes were issued.

Total subscriptions received for these issues was VT5412 million compared with VT5049 million received throughout October 2021.

Allotments were made as follow:

- 7 days: VT720 million
- 14 days: VT670 million
- 28 days: VT614 million
- 63 days: VT484 million
- 91 days: VT420 million

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



Source: RBV

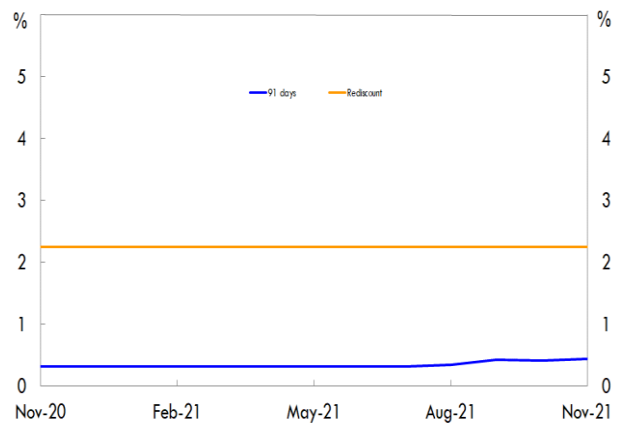
Total amount of matured RBV Notes for the month of November was at VT3850 million leaving outstanding Notes at VT6228 million, compared to VT7170 million as reported in the previous month.

Yields of RBV Notes

Yields on RBV Notes as of end November 2021:

<u>Term</u>	<u>End November.21</u>	<u>End October.21</u>
7 days	0.43%	0.43%
14 days:	0.43%	0.43%
28 days:	0.40%	0.40%
63 days:	0.42 %	0.41%
91 days:	0.44%	0.41%

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



Source: RBV

TABLE A1 : BALANCE SHEET OF THE RESERVE BANK OF VANUATU

(In Millions VT)

End of Period	Oct-20	Aug-21	Sep-21	Oct-21	%Change		
					1 Month	3 Months	12 Months
<b>Claims on nonresidents</b>	<b>63,925.0</b>	<b>69,729.7</b>	<b>73,420.8</b>	<b>73,945.1</b>	<b>0.7</b>	<b>6.0</b>	<b>15.7</b>
Monetary gold and SDR holdings	706.5	894.1	4,238.2	4,145.0	-2.2	363.6	486.7
Reserve Assets	63,218.6	68,835.6	69,182.6	69,800.1	0.9	1.4	10.4
<b>Currency and Deposits</b>	<b>30.0</b>	<b>30.8</b>	<b>21.0</b>	<b>24.1</b>	<b>14.8</b>	<b>-21.8</b>	<b>-19.8</b>
National currency	30.0	30.8	21.0	24.1	14.8	-21.8	-19.8
<b>Securities other than shares</b>	<b>2,372.3</b>	<b>2,319.3</b>	<b>2,319.3</b>	<b>2,319.5</b>	<b>0.0</b>	<b>0.0</b>	<b>-2.2</b>
Central government	2,372.3	2,319.3	2,319.3	2,319.5	0.0	0.0	-2.2
<b>Loans</b>	<b>156.8</b>	<b>157.7</b>	<b>161.6</b>	<b>159.4</b>	<b>-1.4</b>	<b>1.1</b>	<b>1.6</b>
Other depository corporations							
Other financial corporations							
Central government							
Other residents sectors	156.8	157.7	161.6	159.4	-1.4	1.1	1.6
<b>Other accounts receivable</b>	<b>4,064.5</b>	<b>4,248.9</b>	<b>4,259.3</b>	<b>4,290.1</b>	<b>0.7</b>	<b>1.0</b>	<b>5.5</b>
Trade credit and advances	18.4	51.4	28.9	30.6	5.7	-40.5	65.7
Settlement accounts	177.2	276.6	312.7	345.9	10.6	25.1	95.2
O/W Items in the process of collection	0.2	68.7	129.7	163.9	26.3	138.5	98,411.9
Miscellaneous Assets	3,868.8	3,920.9	3,917.7	3,913.6	-0.1	-0.2	1.2
<b>Nonfinancial assets</b>	<b>1,681.7</b>	<b>1,769.8</b>	<b>1,767.0</b>	<b>1,762.1</b>	<b>-0.3</b>	<b>-0.4</b>	<b>4.8</b>
<b>TOTAL ASSETS</b>	<b>72,230.5</b>	<b>78,256.2</b>	<b>81,949.0</b>	<b>82,500.3</b>	<b>0.7</b>	<b>5.4</b>	<b>14.2</b>
<b>Monetary Base</b>	<b>46,409.3</b>	<b>50,541.9</b>	<b>50,895.4</b>	<b>50,786.9</b>	<b>-0.2</b>	<b>0.5</b>	<b>9.4</b>
Currency in Circulation	10,123.5	10,359.0	10,499.2	10,844.5	3.3	4.7	7.1
Currency Other Depository Corporations	2,505.7	2,649.8	2,651.0	2,410.7	-9.1	-9.0	-3.8
Liabilities to Other Depository Corporations	<b>33,780.1</b>	<b>37,533.1</b>	<b>37,745.2</b>	<b>37,531.6</b>	<b>-0.6</b>	<b>0.0</b>	<b>11.1</b>
Reserve Deposits	4,124.7	4,074.8	4,071.4	4,102.3	0.8	0.7	-0.5
Other Liabilities	29,655.4	33,458.3	33,673.8	33,429.3	-0.7	-0.1	12.7
<b>Liabilities to Central Government</b>	<b>12,470.7</b>	<b>15,479.3</b>	<b>14,342.0</b>	<b>14,658.7</b>	<b>2.2</b>	<b>-5.3</b>	<b>17.5</b>
Deposits	12,470.7	15,479.3	14,342.0	14,658.7	2.2	-5.3	17.5
Other							
<b>Liabilities to non residents</b>	<b>1,404.8</b>	<b>1,593.6</b>	<b>1,594.7</b>	<b>1,572.5</b>	<b>-1.4</b>	<b>-1.3</b>	<b>11.9</b>
Deposits	1,404.8	1,593.6	1,594.7	1,572.5	-1.4	-1.3	11.9
<b>Deposits</b>							
Other Deposits							
<b>Securities other than shares</b>	<b>3,678.0</b>	<b>3,428.0</b>	<b>4,592.0</b>	<b>5,466.3</b>	<b>19.0</b>	<b>59.5</b>	<b>48.6</b>
Other Depository Corporation	3,678.0	3,428.0	4,592.0	5,466.3	19.0	59.5	48.6
Other financial Corporation	0.0						
<b>Loans</b>	<b>3.6</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>			<b>-100.0</b>
Liabilities to the IMF- Central Government	3.6	0.0	0.0	0.0			-100.0
<b>Other accounts payable</b>	<b>328.5</b>	<b>427.6</b>	<b>426.4</b>	<b>412.6</b>	<b>-3.2</b>	<b>-3.5</b>	<b>25.6</b>
Trade credit and advances	286.4	399.4	405.2	387.2	-4.5	-3.1	35.2
Other Sectors	42.1	28.3	21.1	25.4	20.2	-10.2	-39.7
<b>o/w Settlement Accounts</b>	<b>11.8</b>	<b>-2.8</b>	<b>-0.1</b>	<b>1.0</b>	<b>-1,010.6</b>	<b>-137.2</b>	<b>-91.1</b>
<b>Shares and other equity</b>	<b>5,535.4</b>	<b>4,411.0</b>	<b>4,374.6</b>	<b>4,005.5</b>	<b>-8.4</b>	<b>-9.2</b>	<b>-27.6</b>
<b>SDR Allocation</b>	<b>2,400.2</b>	<b>2,374.8</b>	<b>5,723.8</b>	<b>5,597.9</b>	<b>-2.2</b>	<b>135.7</b>	<b>133.2</b>
<b>TOTAL LIABILITIES</b>	<b>72,230.5</b>	<b>78,256.2</b>	<b>81,949.0</b>	<b>82,500.3</b>	<b>0.7</b>	<b>5.4</b>	<b>14.2</b>

TABLE A2a : BALANCE SHEET OF OTHER DEPOSITORY CORPORATIONS IN VANUATU

(In Millions VT)

END OF PERIOD	Oct-20	Aug-21	Sep-21	Oct-21	%Change		
					1 Month	3 Months	12 Months
<b>Monetary gold and SDR</b>							
<b>Currency and deposits</b>	<b>56,083.8</b>	<b>58,434.0</b>	<b>58,668.8</b>	<b>57,961.3</b>	<b>-1.2</b>	<b>-0.8</b>	<b>3.3</b>
<b>Currency</b>	<b>3,049.7</b>	<b>3,360.1</b>	<b>3,356.9</b>	<b>3,023.4</b>	<b>-9.9</b>	<b>-10.0</b>	<b>-0.9</b>
National	2,505.7	2,649.8	2,651.0	2,410.7	-9.1	-9.0	-3.8
Foreign	544.0	710.2	705.9	612.7	-13.2	-13.7	12.6
<b>Transferable deposits</b>	<b>36,086.2</b>	<b>42,063.7</b>	<b>42,153.1</b>	<b>41,970.4</b>	<b>-0.4</b>	<b>-0.2</b>	<b>16.3</b>
<i>In Local currency:</i>	<b>33,743.4</b>	<b>37,499.6</b>	<b>37,538.7</b>	<b>37,488.2</b>	<b>-0.1</b>	<b>0.0</b>	<b>11.1</b>
Central Bank	33,736.8	37,494.6	37,534.9	37,484.4	-0.1	0.0	11.1
Other depository corporations	0.0	0.0	0.0	0.0			
Other financial corporation							
<i>Nonresidents</i>	<b>6.5</b>	<b>5.0</b>	<b>3.8</b>	<b>3.8</b>	<b>-1.3</b>	<b>-23.7</b>	<b>-42.3</b>
Head offices and Branches	0.0	0.0	0.0	0.0			
Other depository corporations	6.5	5.0	3.8	3.8	-1.3	-23.7	-42.3
<i>In foreign currency:</i>	<b>2,342.8</b>	<b>4,564.1</b>	<b>4,614.4</b>	<b>4,482.1</b>	<b>-2.9</b>	<b>-1.8</b>	<b>91.3</b>
Other depository corporations							
Other financial corporation							
Other depository corporations	2.2	18.3	4.1	11.1	170.5	-39.3	418.1
<i>Nonresidents</i>	<b>2,340.7</b>	<b>4,545.7</b>	<b>4,610.3</b>	<b>4,471.0</b>	<b>-3.0</b>	<b>-1.6</b>	<b>91.0</b>
Head offices and Branches	254.8	1,298.9	1,331.8	512.0	-61.6	-60.6	100.9
Other depository corporations	2,085.8	3,246.9	3,278.5	3,959.0	20.8	21.9	89.8
<b>Other deposits</b>	<b>16,947.9</b>	<b>13,010.3</b>	<b>13,158.8</b>	<b>12,967.6</b>	<b>-1.5</b>	<b>-0.3</b>	<b>-23.5</b>
<i>In Local currency:</i>							
Other depository corporations	488.3	209.3	209.3	209.3	0.0	0.0	-57.1
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	1,015.2	664.9	0.0	0.0		-100.0	-100.0
<i>Nonresidents</i>	<b>15,444.4</b>	<b>12,136.1</b>	<b>12,949.5</b>	<b>12,758.3</b>	<b>-1.5</b>	<b>5.1</b>	<b>-17.4</b>
Head offices and Branches	0.0	0.0	0.0	0.0			
Other depository corporations	15,444.4	12,136.1	12,949.5	12,758.3	-1.5	5.1	-17.4
<b>Securities other than shares</b>	<b>4,565.5</b>	<b>4,428.0</b>	<b>5,592.0</b>	<b>6,466.3</b>	<b>15.6</b>	<b>46.0</b>	<b>41.6</b>
Central Bank	3,678.0	3,428.0	4,592.0	5,466.3	19.0	59.5	48.6
Central Government	887.5	1,000.0	1,000.0	1,000.0	0.0	0.0	12.7
<b>Loans</b>	<b>61,619.3</b>	<b>61,116.1</b>	<b>61,444.3</b>	<b>61,393.4</b>	<b>-0.1</b>	<b>0.5</b>	<b>-0.4</b>
Central bank		0.0	0.0	0.0			
Other depository corporations	0.0	0.0	0.0	0.0		-100.0	-100.0
Other financial corporations	76.4	104.6	102.1	285.4	<b>179.5</b>	<b>173.0</b>	<b>273.6</b>
Central government	0.0	392.6	399.8	393.4	-1.6	0.2	
State and local government	58.6	31.5	31.4	30.9	-1.6	-2.1	-47.3
Public nonfinancial corporations	871.6	1,042.3	1,031.9	1,023.2	-0.8	-1.8	17.4
Other nonfinancial corporations	26,237.0	26,482.7	26,644.5	26,402.6	-0.9	-0.3	0.6
Other residents sectors	32,907.7	32,454.5	32,623.5	32,649.1	0.1	0.6	-0.8
<i>Nonresidents</i>	1,467.9	607.9	611.1	608.7	-0.4	0.1	-58.5
<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>4,282.0</b>	<b>5,285.2</b>	<b>5,149.8</b>	<b>5,023.9</b>	<b>-2.4</b>	<b>-4.9</b>	<b>17.3</b>
Trade credit and advances	92.1	97.7	80.9	70.6	-12.7	-27.7	-23.4
Settlement accounts	2,797.8	3,092.3	3,062.6	3,119.0	1.8	0.9	11.5
Miscellaneous assets items	1,392.0	2,095.2	2,006.3	1,834.3	-8.6	-12.4	31.8
<b>Nonfinancial assets</b>	<b>6,413.2</b>	<b>6,161.8</b>	<b>6,218.0</b>	<b>6,313.0</b>	<b>1.5</b>	<b>2.5</b>	<b>-1.6</b>
<b>TOTAL ASSETS</b>	<b>132,963.8</b>	<b>135,425.2</b>	<b>137,072.9</b>	<b>137,158.0</b>	<b>0.1</b>	<b>1.3</b>	<b>3.2</b>

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

( In Millions VT)

END OF PERIOD	Oct-20	Aug-21	Sep-21	Oct-21	%Change		
					1 Month	3 Months	12 Months
<b>Deposits</b>	<b>100,550.0</b>	<b>102,033.5</b>	<b>104,140.9</b>	<b>104,083.3</b>	<b>-0.1</b>	<b>2.0</b>	<b>3.5</b>
<b>Transferable deposits</b>	<b>64,339.8</b>	<b>67,529.8</b>	<b>69,557.0</b>	<b>69,407.5</b>	<b>-0.2</b>	<b>2.8</b>	<b>7.9</b>
<b>In Local currency:</b>	<b>43,354.7</b>	<b>47,724.7</b>	<b>48,424.8</b>	<b>48,576.5</b>	<b>0.3</b>	<b>1.8</b>	<b>12.0</b>
Central Bank		0.2	0.3	0.4	14.0	94.1	
Other depository corporation	608.0	533.5	572.2	612.4	7.0	14.8	0.7
Other financial corporations	2,965.3	2,537.8	2,719.2	2,620.5	-3.6	3.3	-11.6
Central government	4,042.1	2,917.9	2,668.7	2,652.2	-0.6	-9.1	-34.4
State and local governments	65.1	138.5	159.8	125.3	-21.6	-9.5	92.4
Public nonfinancial corporations	632.8	476.3	255.4	269.4	5.4	-43.4	-57.4
Other non financial corporations	15,014.5	19,313.1	19,784.0	20,037.0	1.3	3.7	33.5
Other residents sectors	20,027.0	21,876.2	22,394.8	22,423.2	0.1	2.5	12.0
<b>Non-residents</b>	<b>1,630.8</b>	<b>1,589.9</b>	<b>1,786.6</b>	<b>1,793.0</b>	<b>0.4</b>	<b>12.8</b>	<b>10.0</b>
Head office and Branches							
Other Depository and financial corporations	15.0	10.1	55.2	18.7	-66.1	84.8	24.8
Other non residents	1,615.3	1,579.8	1,731.5	1,774.4	2.5	12.3	9.8
<b>In Foreign currency:</b>	<b>17,939.4</b>	<b>17,123.5</b>	<b>18,231.0</b>	<b>17,897.5</b>	<b>-1.8</b>	<b>4.5</b>	<b>-0.2</b>
Other depository corporation	86.0	64.9	62.9	58.4	-7.1	-10.0	-32.1
Other financial corporations	477.0	801.4	709.9	711.7	0.3	-11.2	49.2
Central government	1,024.6	901.0	707.8	1,087.2	53.6	20.7	6.1
State and local governments							
Public nonfinancial corporations	357.9	93.7	78.4	52.4	-33.2	-44.1	-85.4
Other non financial corporations	12,271.9	10,457.4	11,494.3	10,740.4	-6.6	2.7	-12.5
Other residents sectors	2,916.7	3,257.4	3,638.0	3,467.3	-4.7	6.4	18.9
<b>Non-residents</b>	<b>1,415.0</b>	<b>1,091.7</b>	<b>1,114.6</b>	<b>1,140.5</b>	<b>2.3</b>	<b>4.5</b>	<b>-19.4</b>
Head office and Branches	31.9	0.0	0.0	20.8			-34.8
Other Depository and financial corporations	46.0	2.6	2.7	2.7	0.3	4.1	-94.2
Other non residents	1,337.1	1,089.2	1,111.9	1,117.0	0.5	2.6	-16.5
<b>Other deposits</b>	<b>36,210.2</b>	<b>34,503.7</b>	<b>34,584.0</b>	<b>34,675.8</b>	<b>0.3</b>	<b>0.5</b>	<b>-4.2</b>
<b>In Local currency:</b>	<b>20,329.1</b>	<b>18,772.8</b>	<b>18,810.0</b>	<b>18,856.6</b>	<b>0.2</b>	<b>0.4</b>	<b>-7.2</b>
Central bank		0.03	0.03	0.03	0.0	0.0	
Other depository corporation	971.2	691.4	691.9	692.4	0.1	0.1	-28.7
Other financial corporations	1,550.7	1,550.2	1,552.5	1,548.6	-0.3	-0.1	-0.1
Central government	5,845.4	5,514.3	5,519.5	5,519.0	0.0	0.1	-5.6
State and local governments	110.4	67.0	67.0	59.0	-11.9	-11.9	-46.5
Public nonfinancial corporations	1,072.4	366.6	368.2	368.4	0.0	0.5	-65.6
Other non financial corporations	2,751.8	3,219.5	3,278.6	3,326.2	1.5	3.3	20.9
Other residents sectors	8,027.3	7,363.8	7,332.2	7,342.9	0.1	-0.3	-8.5
<b>Non-residents</b>	<b>1,476.1</b>	<b>1,483.7</b>	<b>1,502.4</b>	<b>1,506.6</b>	<b>0.3</b>	<b>1.5</b>	<b>2.1</b>
Head office and Branches		0.0	0.0	0.0			
Other Depository and financial corporations	0.0	0.0	0.0	0.0			
Other non residents	1,476.1	1,483.7	1,502.4	1,506.6	0.3	1.5	2.1
<b>In Foreign currency:</b>	<b>13,533.3</b>	<b>13,595.7</b>	<b>13,625.8</b>	<b>13,573.1</b>	<b>-0.4</b>	<b>-0.2</b>	<b>0.3</b>
Other depository corporation	0.0	0.0	0.0	0.0			
Other financial corporations	2,758.9	2,220.4	2,224.7	2,237.3	0.6	0.8	-18.9
Central government							
State and local governments							
Central government	953.3	940.1	950.8	924.0	-2.8	-1.7	-3.1
Public nonfinancial corporations	93.4	70.5	71.5	69.5	-2.7	-1.4	-25.6
Other non financial corporations	5,925.8	6,087.2	6,109.9	6,201.5	1.5	1.9	4.7
Other residents sectors	3,801.9	4,277.5	4,268.9	4,140.7	-3.0	-3.2	8.9
<b>Non-residents</b>	<b>871.6</b>	<b>651.4</b>	<b>645.7</b>	<b>739.6</b>	<b>14.5</b>	<b>13.5</b>	<b>-15.2</b>
Head office and Branches							
Other Depository and financial corporations	0.0	0.0	0.0	0.0			
Other non residents	871.6	651.4	645.7	739.6	14.5	13.5	-15.2
<b>Loans</b>	<b>2,218.9</b>	<b>1,185.1</b>	<b>397.4</b>	<b>446.9</b>	<b>12.5</b>	<b>-62.3</b>	<b>-79.9</b>
Central bank							
Other depository Corporations	1,013.3	837.2	15.5	0.0	-100.0	-100.0	-100.0
Other financial corporations							
Central government							
<b>Non residents</b>	<b>1,205.6</b>	<b>347.9</b>	<b>381.9</b>	<b>446.9</b>	<b>17.0</b>	<b>28.4</b>	<b>-62.9</b>
Head office and Branches	1,098.4	270.5	367.9	421.7	14.6	55.9	-61.6
Other financial corporations	107.3	77.4	14.0	25.2	80.2	-67.5	-76.5
Other non residents							
<b>Interbank Funds Purchased</b>							
<b>Other accounts payable</b>	<b>13,494.3</b>	<b>13,986.8</b>	<b>13,947.9</b>	<b>13,955.2</b>	<b>0.1</b>	<b>-0.2</b>	<b>3.4</b>
Trade credit and advances	100.8	147.5	202.3	158.9	-21.5	7.7	57.6
Settlement accounts	2,547.1	2,938.3	2,920.4	2,972.7	1.8	1.2	16.7
Provisions for losses	3,889.4	3,436.0	3,080.2	3,136.9	1.8	-8.7	-19.3
Accumulated depreciation	3,414.2	3,747.1	3,789.0	3,831.9	1.1	2.3	12.2
Dividends payable		205.3	205.3	205.3	0.0	0.0	
Miscellaneous liability items	3,542.7	3,512.6	3,750.6	3,649.4	-2.7	3.9	3.0
<b>Shares and other equity</b>	<b>16,700.7</b>	<b>18,219.8</b>	<b>18,586.7</b>	<b>18,672.7</b>	<b>0.5</b>	<b>2.5</b>	<b>11.8</b>
<b>TOTAL LIABILITIES</b>	<b>132,963.8</b>	<b>135,425.2</b>	<b>137,072.9</b>	<b>137,158.0</b>	<b>0.1</b>	<b>1.3</b>	<b>3.2</b>



TABLE A3 : DEPOSITORY CORPORATION SURVEY

(In Million VT)

END OF PERIOD	Oct-20	Aug-21	Sep-21	Oct-21	% Change		
					1 Month	3 Months	12 Months
<b>1. Net Foreign Assets</b>	<b>73,324.5</b>	<b>78,601.6</b>	<b>79,551.6</b>	<b>79,602.6</b>	<b>0.1</b>	<b>1.3</b>	<b>8.6</b>
Monetary Authorities (Net)	60,120.1	65,761.3	66,102.3	66,774.7	1.0	1.5	11.1
Other Depository Corporations (Net)	13,204.4	12,840.2	13,449.3	12,827.9	-4.6	-0.1	-2.9
<b>2. Net Domestic Claims</b>	<b>20,090.1</b>	<b>18,700.9</b>	<b>20,192.3</b>	<b>19,963.1</b>	<b>-1.1</b>	<b>6.7</b>	<b>-0.6</b>
<b>(a) Domestic Claims</b>	<b>39,231.9</b>	<b>38,232.6</b>	<b>40,125.3</b>	<b>39,422.5</b>	<b>-1.8</b>	<b>3.1</b>	<b>0.5</b>
<b>(i) Net claims on central government</b>	<b>-21,076.3</b>	<b>-22,040.7</b>	<b>-20,469.7</b>	<b>-21,128.1</b>	<b>-3.2</b>	<b>4.1</b>	<b>-0.2</b>
Monetary Authorities	-10,098.4	-13,159.9	-12,022.7	-12,339.1	-2.6	6.2	-22.2
Other Depository Corporations	-10,977.9	-8,880.8	-8,447.0	-8,789.0	-4.0	1.0	19.9
<b>(ii) Claims on other Sectors</b>	<b>60,308.2</b>	<b>60,273.3</b>	<b>60,595.0</b>	<b>60,550.6</b>	<b>-0.1</b>	<b>0.5</b>	<b>0.4</b>
Other Financial Corporations	76.4	104.6	102.1	285.4	179.5	173.0	273.6
State and local government	58.6	31.5	31.4	30.9	-1.6	-2.1	-47.3
Public nonfinancial corporations	871.6	1,042.3	1,031.9	1,023.2	-0.8	-1.8	17.4
Other nonfinancial corporations	26,237.0	26,482.7	26,644.5	26,402.6	-0.9	-0.3	0.6
Other residents sectors	33,064.6	32,612.2	32,785.1	32,808.5	0.1	0.6	-0.8
<b>(b) Other items (net)</b>	<b>-19,141.8</b>	<b>-19,531.7</b>	<b>-19,933.0</b>	<b>-19,459.4</b>	<b>-2.4</b>	<b>-0.4</b>	<b>1.7</b>
<b>3. Broad Money (M2)</b>	<b>93,414.6</b>	<b>97,302.5</b>	<b>99,743.9</b>	<b>99,565.7</b>	<b>-0.2</b>	<b>2.3</b>	<b>6.6</b>
<b>(a) Money (M1)</b>	<b>66,350.8</b>	<b>71,388.3</b>	<b>73,778.4</b>	<b>73,579.0</b>	<b>-0.3</b>	<b>3.1</b>	<b>10.9</b>
(i) Currency in circulation	10,123.5	10,359.0	10,499.2	10,844.5	3.3	4.7	7.1
(ii) Transferable deposits	56,227.3	61,029.3	63,279.3	62,734.5	-0.9	2.8	11.6
<b>(b) Quasi-money</b>	<b>27,063.7</b>	<b>25,914.2</b>	<b>25,965.4</b>	<b>25,986.7</b>	<b>0.1</b>	<b>0.3</b>	<b>-4.0</b>
Other Deposits	27,063.7	25,914.2	25,965.4	25,986.7	0.1	0.3	-4.0

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

(In Million VT)

*SECTOR	Oct-20			Oct-21			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	19.5	56.9	76.4	3.3	282.1	285.4	-83.0	395.9	273.6
Central Government	0.0	0.0	0.0	393.4	0.0	393.4			
Provincial Assemblies & Local Government	58.6	0.0	58.6	30.9	0.0	30.9	-47.3		-47.3
Statutory Non-financial Corporations Domestic	467.1	404.5	871.6	719.9	303.3	1,023.2	54.1	-25.0	17.4
Manufacturing	1,176.1	603.0	1,779.0	1,283.5	216.5	1,500.0	9.1	-64.1	-15.7
Agriculture	797.4	116.9	914.3	985.6	53.8	1,039.4	23.6	-54.0	13.7
Public Utilities	100.3	63.3	163.6	0.9	42.1	43.0	-99.1	-33.5	-73.7
Forestry	0.0	84.1	84.1	0.0	96.2	96.3		14.4	14.5
Fisheries	13.3	0.0	13.3	3.6	0.0	3.6	-72.9		-72.9
Mining & Quarrying	92.3	0.0	92.3	65.4	0.0	65.4	-29.2		-29.2
Construction	2,591.3	1,267.6	3,858.9	2,342.0	1,212.2	3,554.2	-9.6	-4.4	-7.9
Distribution (Wholesale and Retail)	3,881.7	1,240.1	5,121.8	4,197.0	1,319.5	5,516.5	8.1	6.4	7.7
Tourism	1,794.3	5,415.7	7,210.0	2,127.6	5,729.0	7,856.6	18.6	5.8	9.0
Transport	565.5	294.7	860.1	698.8	184.1	882.9	23.6	-37.5	2.6
Communications	689.5	0.0	689.5	676.9	0.0	676.9	-1.8		-1.8
Entertainment & Catering	187.5	170.5	358.0	288.1	175.8	463.8	53.6	3.1	29.5
Professional & Other Services	3,043.5	2,048.3	5,091.9	2,876.9	1,827.0	4,703.9	-5.5	-10.8	-7.6
Housing & Land Purchases	13,292.4	2,497.2	15,789.6	13,816.4	2,657.2	16,473.6	3.9	6.4	4.3
Other individual	14,080.3	2,848.5	16,928.8	13,445.7	2,476.9	15,922.6	-4.5	-13.0	-5.9
Non Profit Institutions Serving Households	189.3	0.0	189.3	253.0	0.0	253.0	33.6		33.6
<b>Grand Total</b>	<b>43,040.2</b>	<b>17,111.2</b>	<b>60,151.4</b>	<b>44,208.9</b>	<b>16,575.8</b>	<b>60,784.7</b>	<b>2.7</b>	<b>-3.1</b>	<b>1.1</b>

\* As of October 2018 data includes Wanfuteng Bank