



RESERVE BANK OF VANUATU

FINANCIAL & ECONOMIC ANALYSIS: January 2021

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Issue 269

January 2021

1. INTERNATIONAL DEVELOPMENTS

In its January 2021 World Economic Outlook (WEO)¹ update, the International Monetary Fund (IMF) revised its growth forecasts upward from its previous forecasts. The IMF now expects a 5.5 percent increase in global economic growth in 2021, a 0.3 percentage points increase from its previous forecast, compared with a -3.5 percent reduction in 2020. This increase in growth forecast mainly stemmed from improvements in economic activities in advanced economies over the second half of 2020, supported by vaccine developments and additional policy measures undertaken.

The IMF's Global Financial Stability report (January 2021)², highlighted that the approval and rollout of vaccines have increased risk asset prices and also increased market sentiments. Profitability challenges in the currently low-interest rate environment may exert pressure on banks' ability to lend in the future. In addition, policy accommodation has eased liquidity pressures and even though the US has recently increased long-term interest rates, market participants expect low rates in the foreseeable future.

Furthermore, the IMF's Fiscal Monitor Update (January 2021)³ reported that overall global fiscal support so far has helped to alleviate the effects of the health crisis on consumption and output but has led to a rise in public debt and deficits. As a result, fiscal policy should focus on enabling a sustainable recovery and assist in the transformation to a green, digital, and inclusive economy while managing fiscal and financing risks.

Table 1: IMF Global Growth Estimates (%)

January 2021 WEO	2019	Projections from JANUARY 2021 update		Difference from Oct 2020 Update	
		2020	2021	2020	2021
World	2.8	-3.5	5.5	0.9	0.3
Advanced	1.6	-4.9	4.3	0.9	0.4
Emerging and Developing	3.6	-2.4	6.3	0.9	0.3

Source: IMF World Economic Outlook (October 2020)

Most major commodity prices⁴ increased over the month of January as economic activities improved in major economies, thus fueling global demand. The IMF's food price index rose by 5.4 percent and 9.2 percent over the month and year, respectively, in line with broad movements of other commodity prices and a lower US currency. The energy price index continued to surge, increasing by 16.8 percent in January following supply cuts by the Organization of Petroleum Exporting Countries (OPEC).

In **Australia**, The Reserve Bank of Australia (RBA) expects economic growth to increase by 3.5 percent and return to 2019 levels by the middle of the current year. According to the RBA's February monetary policy update, Australia's economic recovery is well in progress with improvements in the labour market which has supported household spending; however, major economic data are still weak compared to pre-pandemic levels.

In **New Zealand**, the Reserve Bank of New Zealand (RBNZ) continued to implement an accommodative monetary policy stance to support the economy. According to its February 2021 monetary policy update, the economy is now above its pre-COVID-19 level due to supportive monetary, fiscal, and regulatory policies, increased demand for NZ exports and a moderately swift control of COVID-19. Updated data indicated that the current level will be maintained in the near term.

¹ <https://www.imf.org/en/Publications/WEO/Issues/2021/01/26/2021-world-economic-outlook-update>

² <https://www.imf.org/en/Publications/GFSR/Issues/2021/01/27/global-financial-stability-report-january-2021-update>

³ <https://www.imf.org/en/Publications/FM/Issues/2021/01/20/fiscal-monitor-update-january-2021>

⁴ <http://pubdocs.worldbank.org/en/961591614703072342/CMO-Pink-Sheet-March-2021.pdf>

In the **US**, the economy grew by 4.1 percent on annual terms over the fourth quarter of 2020 due to continued economic recovery from the sharp declines reported earlier in the year (US bureau of economic analysis). According to Bloomberg, retail sales and factory output increased in January, signaling a great start for the year. Furthermore, President Biden’s proposed new policies and stimulus packages⁵ since the beginning of the year has created optimistic market sentiments for the year, despite rising COVID-19 cases.

In the Euro area, actual data released for the third quarter showed real GDP (RGDP) increased by 12.5 percent compared to a decline over the previous quarter and over the year, supported mainly by improvements in private consumption and investment (Eurostat). According to the European Commission, the medium term outlook for the European economy looks weaker than expected as the number of more infectious variants of the virus continued to increase leading to restricted boarder movements.

2. EXCHANGE RATES DEVELOPMENT

Vatu per foreign currency						
	End Rates				Average Rates	
	USD	AUD	NZD	EURO	USD	AUD
Jan-21	107.93	82.925	77.505	130.82	107.57	83.11
Dec-20	107.70	82.79	77.59	132.45	109.09	78.19
Oct-20	113.80	80.00	75.46	132.85	113.02	80.66
Jan-20	116.97	78.63	75.94	129.06	115.55	79.37

Over the month of January, the Vatu appreciated against the Euro and NZD by 1.23 percent and 0.10 percent, while it depreciated against the USD and AUD by 0.21 percent and 0.16 percent, respectively. Over the year, the Vatu appreciated against the USD and depreciated against the AUD, NZD and EURO.

3. FOREIGN RESERVE DEVELOPMENTS

At end of January 2021, Vanuatu’s official foreign reserves stood at around VT65.1 billion, depicting a slight decline of 0.36 percent over the month after recording a 3.4 percent increase in December 2020. The current level of official foreign reserves is sufficient to cover approximately 14 months of total imports of goods.

4. DOMESTIC DEVELOPMENTS

The launching of the Interoperability program between the National Bank of Vanuatu (NBV) and BRED Bank has paved a way for its customers to access both NBV/BRED ATMs and its EFTPOS machines. With the support from the Australian High Commission and BRED Bank, this new milestone guarantees another positive innovation for customers at NBV. With 4-years in making, the Interoperability program improves customer experience for convenience of choice and flexibility. The National Bank now has an interoperability network with 2 working banks – Bank of the South Pacific (BSP) and BRED Bank.

Vanuatu Daily Post, December 2 2020

The Governments of Vanuatu and Australia have announced a further VT1.6 billion (AUD20 million) package of support to assist Vanuatu’s recovery from Tropical Cyclone Harold in-line with the Government of Vanuatu’s Recovery Strategy 2020-2023 “Yumi Evriwan Tugeta”. This is additional funding from the Australian Government that will go towards helping the people of Vanuatu. Building on Australia’s VT900 million immediate funding package to support the Tropical Harold response, it will support the rebuilding of key infrastructure to withstand future disasters – including schools and health facilities, improve water, sanitation and hygiene in communities, and strengthen disaster preparedness and resilience.

Vanuatu Daily Post, December 11 2020

New Zealand is supporting the Tropical Cyclone Harold recovery with a total of VT788 million package of assistance over two years. The New Zealand recovery support is aligned with the objectives of the Vanuatu Recovery Strategy 2020-2023 “Yumi Evriwan Tugeta”. The recovery package will support the rebuilding of medical centers, the rebuilding of water system, the rebuilding of classrooms, the support for improved agricultural resilience, cash transfer program, and support the disability sector. The New Zealand Government has provided VT236 million to support the immediate Tropical Harold Response. New Zealand also supported Vanuatu’s COVID-19 preparations with funding of VT337 million.

Vanuatu Daily Post, December 12 2020

The New Zealand Government and the United Nations Development Program (UNDP) signed a new three-and-a-half-year electoral project that will provide crucial technical and financial assistance to the electoral authorities in Vanuatu till the next general election in 2024. The funding assistance of NZD5 million will boost the current

⁵ <https://edition.cnn.com/2021/01/14/politics/biden-economic-rescue-package-coronavirus-stimulus/index.html>

electoral project implemented by UNDP into phase two of the Vanuatu Electoral Environment Project (VEEP-II) which will begin in January 2021.

Vanuatu Daily Post, December 16 2020

The Ministry of Agriculture, Livestock, Forestry, Fisheries and Biosecurity (MALFFB) launched its first National Subsidy Initiative of 70/30 and 60/40, as well as the Gudfala Kaikai Policy that will support farmers increase production and export, encourage local food production and economic growth.

Vanuatu Daily Post, December 18 2020

The United Nations (UN) General Assembly has endorsed the Vanuatu Least Development Country (LDC) graduation resolution to graduate out of the LDC category to developing category, with deferment of all International Support measures for five years to 4th of December, 2025. This request was made to give Vanuatu ample time to implement its smooth transition strategy and fully recover from the impacts of COVID-19 and TC Harold. Vanuatu's graduation reflects a very strong commitment of the Government to progressing sustainable development, improving institutional and productive capacity, and creating an effective business climate.

Vanuatu Daily Post, December 18 2020

V-Lab and the Department of Labour have launched a joint venture to help seasonal workers start their own businesses on their return from Australia and New Zealand. This urban innovative support will see them developing new apps for business and venturing out from simple town-based businesses to agriculture and fisheries. This joint-venture is supported by Australia and New Zealand Governments and the new skills gained through seasonal work will help workers to set their objective for the long run and put ideas and new skills into practice upon their return.

Vanuatu Daily Post, December 19 2020

Air Vanuatu ATR 72-600 aircraft recommenced its domestic service after undergoing nine months of maintenance in Cairns, Australia. The recommencement of the airline additional service will support the peak season of the airline's domestic services during Christmas and New Year period as demand for the passenger route between Port Vila and Tanna, and Luganville increase.

Vanuatu Daily Post, December 19 2020

Vodafone Vanuatu launched its M-Vatu International Money Transfer (IMT) initiative that enables a user to electronically transfer funds to a friend, relative or to a company overseas. This new service is a game changer for Vanuatu. IMT will allow thousands of people, including

seasonal workers or students abroad to easily receive or send money to their families and communities overseas. In line with the Government's policy and with the support of the Reserve Bank of Vanuatu and UNDP, Vodafone has launched the first electronic wallet of the country in 2019 – M-Vatu. M-Vatu offers the convenience of anytime and anywhere easy access to payments and funds like send money, bill payments, recharge, receipt and many more. It provides an instant, secure, affordable and convenient means of transaction and payment.

Vanuatu Daily Post, December 26 2020

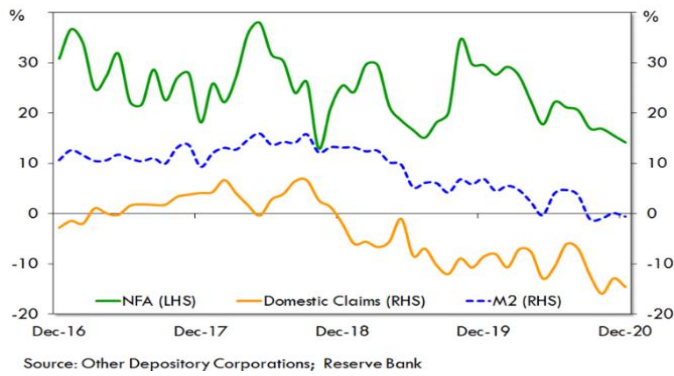
The Head of State, Obed Moses Tallis, signed the order for the extension of the State of Emergency (SOE) over the whole of Vanuatu. The presidential order of the extension of the SOE will take effect on January 1, 2021 up to July 31, 2021. The extension was made to ensure the full implementation of the clinical response plan for COVID-19 in the two main referral hospitals in Port Vila and Luganville. The extension was also to keep the country COVID-19 case free following the second wave and new strain of COVID-19 currently in the United Kingdom and South Africa, and is also an opportunity to prepare Vanuatu to receive the COVID-19 vaccine. The Council of Ministers (COM) has mandated the Ministry of Internal Affairs to ensure peace and security is maintained, for health facilities to be improved, and finally the Ministry of Infrastructure is tasked to maintain the international border restrictions in line with COVID-19 preventive measures.

Vanuatu Daily Post, December 26 2020

5. MONETARY DEVELOPMENTS

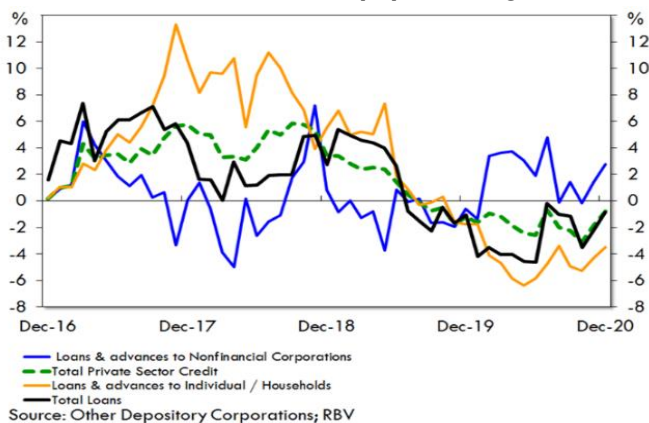
Total money supply (M2) grew by 0.8 percent month-on-month to VT94,570.8 million at the close of 2020. However, the year-on-year growth remained at negative 0.6 percent. Net foreign assets (NFA) remained the main driver of money growth in 2020. This trend continues to reflect net inflows of foreign exchange reserves witnessed throughout the year. On the other hand, weak domestic credit growth remained a drag on money growth, due to the combined effects of slow credit growth and a declining net credit position of the central Government vis-à-vis the banking system.

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



NFA strengthened by 2.3 percent month-on-month and 14.1 percent year-on-year to VT75,325.7 million in December 2020. This favorable trend reflected the built up of net foreign reserves in the banking system throughout the year. Domestic credit, in contrast, deteriorated further by 2.1 percent month-on-month and 14.6 percent year-on-year to VT38,625.8 million at end 2020. This deterioration continues to reflect weak domestic economic conditions even prior to the COVID-19 and escalated by the relief measures in place during the COVID-19 pandemic in 2020. Furthermore, the Central Government's net credit vis-à-vis the banking system declined at the end of 2020 thus partly attributed to the downward trend in domestic credit. With subdued economic conditions, growth in private sector credit⁶ remained virtually unchanged month-on-month and contracted 0.8 percent year-on-year. Total loans extended by ODCs to various sectors are depicted in table A4.

Chart 2: Private Sector Credit (yoy% Change)



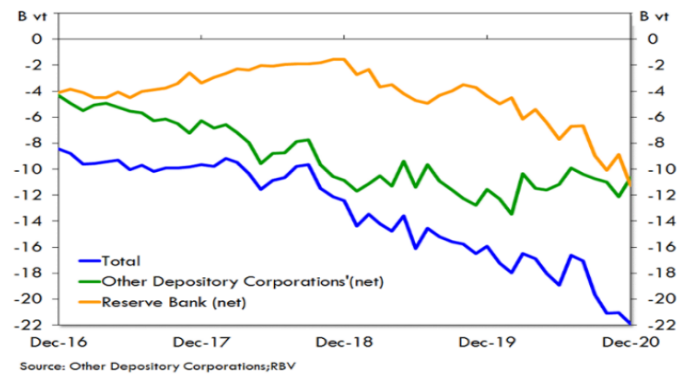
The Central Governments' net credit position vis-à-vis the banking system improved at the end of 2020. This improvement reflected the accumulation of Government deposits held with the Reserve Bank. Similarly, the Government's net credit position remained positive over the

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

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

year to December 2020. Claims on the Central Government by OFIs⁷ remained at VT4, 800 million in December 2020.

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



Open Market Operations (OMO)

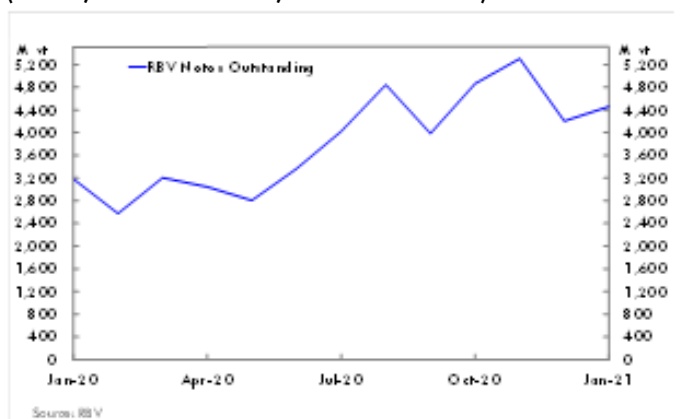
The Bank conducted three Open Market Operations during January 2021 where VT2,400 million worth of RBV Notes were issued compare with VT1,600 million issued during the previous month.

Total subscriptions received for these issues was VT6,930 million compare with VT3,520 million received during December 2020.

Allotments were made as follow:

- 7 days: VT420 million
- 14 days: VT420 million
- 28 days: VT480 million
- 63 days: VT540 million
- 91 days: VT540 million

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



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

Total amount of matured RBV Notes for the month of January was at VT2,143 million leaving outstanding Notes at VT4,461 million, compared to VT4,204 million as reported in the previous month.

Yields of RBV Notes

Yields on RBV Notes as of end January 2021:

<u>Term</u>	<u>End Jan.21</u>	<u>End Dec.20</u>
7 days:	0.30%	0.30%
14 days:	0.30%	0.30%
28 days:	0.30%	0.30%
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)

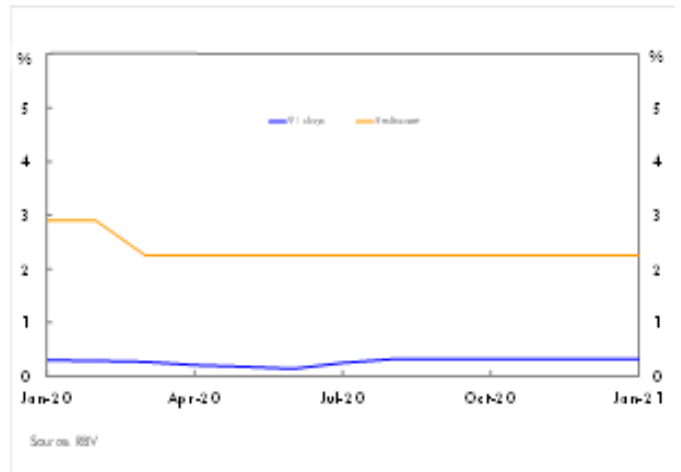


TABLE A1 : BALANCE SHEET OF THE RESERVE BANK OF VANUATU

(In Millions VT)

End of Period	Dec-19	Sep-20	Nov-20	Dec-20	%Change		
					1 Month	3 Months	12 Months
Claims on nonresidents	58,475.4	61,885.9	63,845.7	66,029.4	3.4	6.7	12.9
Monetary gold and SDR holdings	770.9	702.3	694.2	707.3	1.9	0.7	-8.3
Reserve Assets	57,704.5	61,183.6	63,151.5	65,322.1	3.4	6.8	13.2
Currency and Deposits	27.8	20.8	16.7	33.0	98.4	59.2	18.9
National currency	27.8	20.8	16.7	33.0	98.4	59.2	18.9
Securities other than shares	2,527.6	2,372.3	2,372.4	2,375.4	0.1	0.1	-6.0
Central government	2,527.6	2,372.3	2,372.4	2,375.4	0.1	0.1	-6.0
Loans	85.8	152.9	155.6	154.9	-0.5	1.3	80.6
Other depository corporations							
Other financial corporations							
Central government							
Other residents sectors	85.8	152.9	155.6	154.9	-0.5	1.3	80.6
Other accounts receivable	4,137.2	3,936.6	4,281.2	4,262.5	-0.4	8.3	3.0
Trade credit and advances	115.4	17.8	27.4	93.7	241.9	427.4	-18.9
Settlement accounts	322.4	201.7	284.7	231.9	-18.5	15.0	-28.1
O/W Items in the process of collection	98.2	35.7	94.4	0.0	-100.0	-100.0	-100.0
Miscellaneous Assets	3,699.4	3,717.2	3,969.1	3,937.0	-0.8	5.9	6.4
Nonfinancial assets	1,687.3	1,682.7	1,676.1	1,739.8	3.8	3.4	3.1
TOTAL ASSETS	66,941.0	70,051.2	72,347.7	74,595.1	3.1	6.5	11.4
Monetary Base	47,098.7	43,456.9	47,312.4	48,463.4	2.4	11.5	2.9
Currency in Circulation	9,345.1	9,703.1	10,236.2	10,383.5	1.4	7.0	11.1
Currency Other Depository Corporations	2,962.0	0.0	2,706.2	3,046.1	12.6		2.8
Liabilities to Other Depository Corporation	34,791.6	33,753.8	34,370.0	35,033.7	1.9	3.8	0.7
Reserve Deposits	4,099.7	4,102.4	4,050.0	3,989.7	-1.5	-2.7	-2.7
Other Liabilities	30,691.9	29,651.4	30,320.0	31,044.0	2.4	4.7	1.1
Liabilities to Central Government	6,913.2	11,337.4	11,263.9	13,640.8	21.1	20.3	97.3
Deposits	6,913.2	11,337.4	11,263.9	13,640.8	21.1	20.3	97.3
Other							
Liabilities to non residents	1,826.1	1,397.5	1,383.8	1,247.0	-9.9	-10.8	-31.7
Deposits	1,826.1	1,397.5	1,383.8	1,247.0	-9.9	-10.8	-31.7
Deposits							
Other Deposits							
Securities other than shares	2,669.3	2,798.4	4,117.6	3,018.0	-26.7	7.8	13.1
Other Depository Corporation	2,669.3	2,798.4	4,117.6	3,018.0	-26.7	7.8	13.1
Other financial Corporation	0.0	0.0	0.0	0.0			
Loans	-0.2	-47.4	0.0	0.0			
Liabilities to the IMF- Central Government	-0.2	-47.4	0.0	0.0			
Other accounts payable	446.5	329.3	316.0	493.0	56.0	49.7	10.4
Trade credit and advances	321.9	290.8	283.4	420.6	48.4	44.6	30.7
Other Sectors	124.6	38.5	32.6	72.4	121.9	88.2	-41.9
o/w Settlement Accounts	96.6	17.4	15.7	39.1	149.1	124.2	-59.5
Shares and other equity	5,417.5	5,616.6	5,594.1	5,401.6	-3.4	-3.8	-0.3
SDR Allocation	2,570.0	2,386.2	2,360.0	2,331.3	-1.2	-2.3	-9.3
TOTAL LIABILITIES	66,941.0	67,274.8	72,347.7	74,595.1	3.1	10.9	11.4

TABLE A2a : BALANCE SHEET OF OTHER DEPOSITORY CORPORATIONS IN VANUATU

(In Millions VT)

END OF PERIOD	Dec-19	Sep-20	Nov-20	Dec-20	%Change		
					1 Month	3 Months	12 Months
Monetary gold and SDR							
Currency and deposits	57,157.5	57,058.6	57,332.3	57,206.5	-0.2	0.3	0.1
Currency	3,487.8	3,272.6	3,268.2	3,666.1	12.2	12.0	5.1
National	2,962.0	2,776.4	2,706.2	3,046.1	12.6	9.7	2.8
Foreign	525.8	496.1	562.0	620.0	10.3	25.0	17.9
Transferable deposits	41,393.4	37,506.5	39,466.2	37,898.5	-4.0	1.0	-8.4
<i>In Local currency:</i>	35,613.4	34,156.0	34,342.1	34,869.2	1.5	2.1	-2.1
Central Bank	35,531.9	34,151.7	34,336.9	34,862.5	1.5	2.1	-1.9
Other depository corporations	0.0	0.0	0.0	0.0			
Other financial corporation							
Nonresidents	81.5	4.3	5.2	6.6	27.2	54.5	-91.9
Head offices and Branches	0.0	0.0	0.0	0.0			
Other depository corporations	81.5	4.3	5.2	6.6	27.2	54.5	-91.9
<i>In foreign currency:</i>	5,780.0	3,350.5	5,124.1	3,029.4	-40.9	-9.6	-47.6
Other depository corporations							
Other financial corporation							
Other depository corporations	0.0	2.1	2.1	2.1	0.3	0.0	
Nonresidents	5,780.0	3,348.4	5,121.9	3,027.2	-40.9	-9.6	-47.6
Head offices and Branches	227.2	303.9	398.6	401.2	0.7	32.0	76.6
Other depository corporations	5,552.7	3,044.4	4,723.3	2,626.0	-44.4	-13.7	-52.7
Other deposits	12,276.3	16,279.5	14,598.0	15,641.9	7.2	-3.9	27.4
<i>In Local currency:</i>							
Other depository corporations	537.8	488.3	488.3	249.4	-48.9	-48.9	-53.6
Other financial corporation							
Nonresidents	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	47.6	1,018.8	1,020.1	1,032.2	1.2	1.3	2,068.0
Nonresidents	11,690.9	14,772.4	13,089.5	14,360.3	9.7	-2.8	22.8
Head offices and Branches	0.0	0.0	0.0	0.0			
Other depository corporations	11,690.9	14,772.4	13,089.5	14,360.3	9.7	-2.8	22.8
Securities other than shares	3,856.8	3,685.9	5,005.1	3,905.5	-22.0	6.0	1.3
Central Bank	2,669.3	2,798.4	4,117.6	3,018.0	-26.7	7.8	13.1
Central Government	1,187.5	887.5	887.5	887.5	0.0	0.0	-25.3
Loans	62,596.4	61,673.7	61,770.7	61,851.0	0.1	0.3	-1.2
Central bank							
Other depository corporations	0.0	0.0	0.0	0.0			
Other financial corporations	53.9	71.9	71.7	72.3	0.9	0.6	34.0
Central government	0.0	0.0	0.0	0.0			
State and local government	66.8	59.8	57.7	37.3	-35.3	-37.6	-44.1
Public nonfinancial corporations	1,065.0	875.3	870.6	947.4	8.8	8.2	-11.0
Other nonfinancial corporations	25,691.7	26,257.5	26,365.8	26,400.8	0.1	0.5	2.8
Other residents sectors	34,182.9	32,937.6	32,945.6	32,925.6	-0.1	0.0	-3.7
Nonresidents	1,536.0	1,471.5	1,459.4	1,467.6	0.6	-0.3	-4.5
Interbank Funds sold	0.0	0.0	0.0	0.0			
Shares and Other Equity	0.0	0.0	0.0	0.0			
Other depository corporations	0.0	0.0	0.0	0.0			
Other accounts receivable	4,447.9	4,172.5	4,153.0	4,116.3	-0.9	-1.3	-7.5
Trade credit and advances	40.3	112.5	65.9	49.2	-25.3	-56.3	21.9
Settlement accounts	2,441.7	2,709.5	2,838.3	2,862.9	0.9	5.7	17.2
Miscellaneous assets items	1,965.8	1,350.5	1,248.8	1,204.2	-3.6	-10.8	-38.7
Nonfinancial assets	6,285.2	6,396.0	6,441.9	6,075.2	-5.7	-5.0	-3.3
TOTAL ASSETS	134,343.7	132,986.8	134,703.0	133,154.4	-1.1	0.1	-0.9

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

(In Millions VT)

END OF PERIOD	Dec-19	Sep-20	Nov-20	Dec-20	%Change		
					1 Month	3 Months	12 Months
Deposits	104,100.2	99,674.2	102,196.4	101,049.7	-1.1	1.4	-2.9
Transferable deposits	61,168.7	63,682.9	65,840.9	65,104.5	-1.1	2.2	6.4
In Local currency:	40,178.6	42,438.7	43,972.0	44,224.1	0.6	4.2	10.1
Other depository corporation	243.0	605.4	673.6	635.3	-5.7	4.9	161.4
Other financial corporations	4,307.9	2,810.4	3,037.9	3,051.3	0.4	8.6	-29.2
Central government	3,694.9	3,914.7	4,128.2	3,513.0	-14.9	-10.3	-4.9
State and local governments	86.2	99.9	67.6	64.8	-4.1	-35.1	-24.8
Public nonfinancial corporations	970.9	705.9	609.7	654.4	7.3	-7.3	-32.6
Other non financial corporations	13,772.9	14,611.4	15,770.2	16,118.9	2.2	10.3	17.0
Other residents sectors	17,201.0	19,726.8	19,779.3	20,186.4	2.1	2.3	17.4
Non-residents	1,696.6	1,642.4	1,617.6	1,656.3	2.4	0.8	-2.4
Head office and Branches							
Other Depository and financial corporations	11.7	14.5	19.3	18.4	-4.4	26.8	57.2
Other non residents	1,684.9	1,627.9	1,597.8	1,637.3	2.5	0.6	-2.8
In Foreign currency:	17,775.6	18,223.2	18,652.9	17,848.1	-4.3	-2.1	0.4
Other depository corporation	126.9	92.3	85.8	87.3	1.7	-5.4	-31.2
Other financial corporations	503.1	655.7	470.6	561.1	19.2	-14.4	11.5
Central government	753.9	890.7	2,096.3	1,275.5	-39.2	43.2	69.2
State and local governments							
Public nonfinancial corporations	226.5	329.2	365.7	405.9	11.0	23.3	79.2
Other non financial corporations	12,930.7	12,926.1	11,907.3	11,874.5	-0.3	-8.1	-8.2
Other residents sectors	2,761.2	2,752.7	2,928.9	2,937.4	0.3	6.7	6.4
Non-residents	1,518.0	1,378.5	1,598.4	1,376.0	-13.9	-0.2	-9.4
Head office and Branches	47.0	0.0	0.0	0.0			
Other Depository and financial corporations	64.3	52.2	179.2	43.2	-75.9	-17.4	-32.9
Other non residents	1,406.7	1,326.3	1,419.2	1,332.8	-6.1	0.5	-5.3
Other deposits	42,931.5	35,991.4	36,355.5	35,945.3	-1.1	-0.1	-16.3
In Local currency:	27,080.9	20,127.5	20,407.7	20,079.4	-1.6	-0.2	-25.9
Other depository corporation	811.3	820.7	971.6	733.1	-24.5	-10.7	-9.6
Other financial corporations	5,428.1	1,590.1	1,534.3	1,538.4	0.3	-3.3	-71.7
Central government	8,276.0	5,845.4	5,875.4	5,901.1	0.4	1.0	-28.7
State and local governments	115.4	119.2	110.4	73.9	-33.1	-38.0	-36.0
Public nonfinancial corporations	1,201.3	1,068.1	1,073.3	1,073.4	0.0	0.5	-10.7
Other non financial corporations	2,834.3	2,733.7	2,882.6	2,839.8	-1.5	3.9	0.2
Other residents sectors	8,414.3	7,950.5	7,960.1	7,919.9	-0.5	-0.4	-5.9
Non-residents	1,067.6	1,474.0	1,476.8	1,477.6	0.1	0.2	38.4
Head office and Branches							
Other Depository and financial corporations	0.0	0.0	0.0	0.0			
Other non residents	1,067.6	1,474.0	1,476.8	1,477.6	0.1	0.2	38.4
In Foreign currency:	13,447.3	13,507.2	13,597.7	13,570.2	-0.2	0.5	0.9
Other depository corporation	0.0	0.0	0.0	0.0			
Other financial corporations	2,969.8	2,727.1	2,718.7	2,613.0	-3.9	-4.2	-12.0
Central government							
State and local governments							
Central government	0.0	948.0	925.8	845.1	-8.7	-10.9	
Public nonfinancial corporations	695.8	92.9	91.7	90.3	-1.5	-2.8	-87.0
Other non financial corporations	5,179.9	5,839.9	6,028.0	6,241.0	3.5	6.9	20.5
Other residents sectors	4,601.8	3,899.4	3,833.5	3,780.9	-1.4	-3.0	-17.8
Non-residents	1,335.7	882.7	873.3	818.0	-6.3	-7.3	-38.8
Head office and Branches							
Other Depository and financial corporations	0.0	0.0	0.0	0.0			
Other non residents	1,335.7	882.7	873.3	818.0	-6.3	-7.3	-38.8
Loans	2,123.8	2,757.6	2,146.8	2,227.7	3.8	-19.2	4.9
Central bank							
Other depository Corporations	47.5	1,260.6	1,018.2	948.3	-6.9	-24.8	1,894.6
Other financial corporations							
Central government							
Non residents	2,076.2	1,497.0	1,128.6	1,279.3	13.4	-14.5	-38.4
Head office and Branches	2,019.7	1,432.3	1,002.8	1,174.2	17.1	-18.0	-41.9
Other financial corporations	56.6	64.7	125.8	105.1	-16.5	62.5	85.8
Other non residents							
Interbank Funds Purchased							
Other accounts payable	13,158.2	13,764.8	13,605.6	13,580.8	-0.2	-1.3	3.2
Trade credit and advances	124.5	146.2	115.8	115.5	-0.3	-21.0	-7.3
Settlement accounts	2,243.2	2,457.9	2,575.6	2,553.2	-0.9	3.9	13.8
Provisions for losses	4,122.0	3,882.5	3,855.8	4,000.8	3.8	3.0	-2.9
Accumulated depreciation	3,114.4	3,365.8	3,461.7	3,443.4	-0.5	2.3	10.6
Dividends payable							
Miscellaneous liability items	3,554.1	3,912.4	3,596.6	3,467.9	-3.6	-11.4	-2.4
Shares and other equity	14,961.5	16,790.2	16,754.2	16,296.3	-2.7	-2.9	8.9
TOTAL LIABILITIES	134,343.7	132,986.8	134,703.0	133,154.4	-1.1	0.1	-0.9

TABLE A3 : DEPOSITORY CORPORATION SURVEY

(In Million VT)

END OF PERIOD	Dec-19	Sep-20	Nov-20	Dec-20	%Change		
					1 Month	3 Months	12 Months
1. Net Foreign Assets	65,999.4	71,320.3	73,645.4	75,325.7	2.3	5.6	14.1
Monetary Authorities (Net)	54,079.3	58,102.3	60,102.0	62,451.1	3.9	7.5	15.5
Other Depository Corporations (Net)	11,920.0	13,218.0	13,543.4	12,874.6	-4.9	-2.6	8.0
2. Net Domestic Claims	29,201.3	21,080.6	20,195.6	19,245.1	-4.7	-8.7	-34.1
(a) Domestic Claims	45,223.2	40,678.9	39,437.3	38,625.8	-2.1	-5.0	-14.6
(i) Net claims on central government	-15,923.0	-19,676.2	-21,029.6	-21,912.6	-4.2	-11.4	-37.6
Monetary Authorities	-4,385.6	-8,965.1	-8,891.5	-11,265.4	-26.7	-25.7	-156.9
Other Depository Corporations	-11,537.4	-10,711.2	-12,138.1	-10,647.1	12.3	0.6	7.7
(ii) Claims on other Sectors	61,146.2	60,355.1	60,466.9	60,538.3	0.1	0.3	-1.0
Other Financial Corporations	53.9	71.9	71.7	72.3	0.9	0.6	34.0
State and local government	66.8	59.8	57.7	37.3	-35.3	-37.6	-44.1
Public nonfinancial corporations	1,065.0	875.3	870.6	947.4	8.8	8.2	-11.0
Other nonfinancial corporations	25,691.7	26,257.5	26,365.8	26,400.8	0.1	0.5	2.8
Other residents sectors	34,268.7	33,090.5	33,101.2	33,080.6	-0.1	0.0	-3.5
(b) Other items (net)	-16,021.8	-19,598.2	-19,241.7	-19,380.7	0.7	-1.1	21.0
3. Broad Money (M2)	95,102.4	92,401.0	93,840.9	94,570.8	0.8	2.3	-0.6
(a) Money (M1)	62,850.3	65,559.7	66,636.7	67,667.3	1.5	3.2	7.7
(i) Currency in circulation	9,345.1	9,703.1	10,236.2	10,383.5	1.4	7.0	11.1
(ii) Transferable deposits	53,505.2	55,856.5	56,400.5	57,283.7	1.6	2.6	7.1
(b) Quasi-money	32,252.1	26,841.3	27,204.3	26,903.5	-1.1	0.2	-16.6
Other Deposits	32,252.1	26,841.3	27,204.3	26,903.5	-1.1	0.2	-16.6

Table A4: ODC* SECTORAL DISTRIBUTION OF LOANS AND ADVANCES** IN VATU AND FOREIGN CURRENCY

(In Million VT)

SECTOR	Dec-19			Dec-20			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			
Other Financial Corporations Domestic	19.0	34.9	53.9	13.6	58.7	72.3	-28.7	68.3	34.0
Central Government	0.0	0.0	0.0	0.0	0.0	0.0			
Provincial Assemblies & Local Government	66.8	0.0	66.8	37.3	0.0	37.3	-44.1		-44.1
Statutory Non-financial Corporations Domestic	641.1	423.9	1,065.0	525.3	422.1	947.4	-18.1	-0.4	-11.0
Manufacturing	1,048.4	521.2	1,569.7	1,195.5	573.2	1,768.7	14.0	10.0	12.7
Agriculture	832.3	138.5	970.8	812.1	111.4	923.5	-2.4	-19.5	-4.9
Public Utilities	195.5	75.1	270.6	80.7	58.3	139.0	-58.7	-22.4	-48.6
Forestry	0.0	0.0	0.0	0.0	85.7	85.7			
Fisheries	15.1	0.0	15.1	13.0	0.0	13.0	-13.9		-13.9
Mining & Quarrying	95.3	0.0	95.3	94.0	0.0	94.0	-1.3		-1.3
Construction	2,157.5	1,296.1	3,453.6	2,816.0	1,172.2	3,988.3	30.5	-9.6	15.5
Distribution (Wholesale and Retail)	3,600.0	1,446.3	5,046.3	3,768.3	1,051.0	4,819.3	4.7	-27.3	-4.5
Tourism	1,402.2	4,560.8	5,963.0	1,784.3	5,536.4	7,320.6	27.3	21.4	22.8
Transport	605.2	378.6	983.8	544.8	306.0	850.8	-10.0	-19.2	-13.5
Communications	872.3	775.7	1,647.9	673.6	0.0	673.6	-22.8	-100.0	-59.1
Entertainment & Catering	169.8	176.5	346.3	187.0	173.1	360.0	10.1	-2.0	4.0
Professional & Other Services	3,162.8	2,166.7	5,329.5	3,151.8	2,212.5	5,364.3	-0.3	2.1	0.7
Housing & Land Purchases	16,468.1	3,502.6	19,970.7	13,347.2	2,588.8	15,936.0	-19.0	-26.1	-20.2
Other individual	11,233.1	2,716.3	13,949.4	13,904.4	2,814.6	16,719.0	23.8	3.6	19.9
Non Profit Institutions Serving Households	262.8	0.0	262.8	270.7	0.0	270.7	3.0		3.0
Grand Total	42,847.2	18,213.2	61,060.4	43,219.4	17,164.0	60,383.407	0.9	-5.8	-1.1

*ODC: Other Depository Corporations

** As of October 2018 data includes Wanfuteng Bank