



RESERVE BANK OF VANUATU

FINANCIAL & ECONOMIC ANALYSIS:

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Issue 293

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1. INTERNATIONAL DEVELOPMENTS

The International Monetary Fund (IMF) projected global growth at 2.9 percent in 2023, down from 3.4 percent in 2022. Growth is estimated to increase to 3.1 percent in 2024¹. Tighter global financial conditions to counteract the persistent upsurge in inflation, Russia's war in Ukraine and the resurgence of the COVID-19 in China which is expected to continue in 2023; remained the main drivers behind the current downward trend in global growth. For advanced economies, growth is projected to decline to 1.2 percent in 2023 relative to 2.7 percent in 2022, before rising to 1.4 percent in 2024. Growth in emerging markets and developing economies is projected to slightly rise to 4.0 percent in 2023 from 3.9 percent in 2022, and further expand by 4.2 percent in 2024.

According to the IMF commodities prices, nonfuel price index rose by 3 percent; of which food and beverage price increased by 0.7 percent in January 2023. Similarly, crude oil price index increased by 2.4 percent while the natural gas price index declined significantly by 40 percent². This decline reflected warmer than normal temperatures across the United States that reduced natural gas consumption for space heating. This also increased natural gas production.

Annual inflation in the United States slightly increased by 6.4 percent in January 2023, from 6.5 percent in December 2022, owing largely to higher price indexes for food and energy items. Total nonfarm payroll employment increased in January, keeping the unemployment rate at 3.4 percent. Job growth was widespread led by gains in leisure and hospitality, professional and business services and health care. Government sector employment also pick up, partly reflecting the return of workers from a strike.

Annual inflation in the Euro Area reached 8.5 percent in January 2023, lower than 9.2 percent in December 2022. The unemployment rate was stable at 6.6 percent over the month. The European Central Bank forecasted the main refinancing operations interest rate to increase to 3.0 percent in the first quarter of 2023 to ensure a

timely return of inflation to its 2 percent medium-term target.

In Australia, the inflation rate reached 7.8 percent over the year to the December quarter 2022. The labour market remained very tight with the unemployment rate steady at around 3.5 per cent over recent months. In its recent monetary policy statement, the Governor of the Reserve Bank Australia stated that "the Board is seeking to return inflation to the 2–3 per cent range while keeping the economy on an even keel, but the path to achieving a soft landing remains a narrow one". The Reserve Bank kept its cash rate unchanged at 3.10 percent in January 2023, since December 2022.

For New Zealand, annual Inflation increased by 7.2 percent in December 2022, a similar growth as in September 2022. The unemployment rate was stable at 3.4 percent in January 2023. The Reserve Bank of New Zealand kept the official cash rate at 4.25 percent over the month in line with its monetary policy goals.

2. EXCHANGE RATES DEVELOPMENT

Over the month of January 2023, the VUV depreciated against the AUD by 2.2 percent while it appreciated against the USD, NZD and EURO by 2.4, 0.3 and 0.6 percent respectively.

Table 1. Exchange rate of Vatu against major currencies

Exchange rate of the Vatu against Major Currencies						
Period	End Rates				Average Rates	
	USD	AUD	NZD	EURO	USD	AUD
Jan-23	114.4	81.3	74.2	124.4	89.4	61.2
Dec-22	117.2	79.5	74.5	125.1	106.9	72.1
% ▲	- 2.4	2.2	- 0.3	- 0.6	- 16.4	- 15.1
Oct-22	122.3	78.3	71.0	121.7	123.1	78.3
% ▲	- 6.4	3.8	4.6	2.1	- 27.4	- 21.8
Jan-22	114.8	80.3	75.1	127.9	112.8	81.0
% ▲	- 0.3	1.2	- 1.1	- 2.8	- 20.8	- 24.5

¹ January 2023, World Economic Outlook

² IMF, Primary Commodity prices, January 2023

3. FOREIGN RESERVE DEVELOPMENT

Official foreign reserves recorded VT70,638.3 million in January 2023, a slight decline by 0.2 percent from December 2022. The level was sufficient to cover at least 9 months of imports.

4. DOMESTIC DEVELOPMENTS³

Partial *consumption* indicators designated an upward trend in consumption towards the end of 2022. Value added tax (VAT) rose 28.0 percent for the year to end 2022, from the similar period in 2021. Similarly, lending to other resident's sector rose 1.0 percent in December 2022, relative to December 2021.

Correspondingly, *investment* partial indicators showed positive growth in 2022. Lending to businesses rose by 8.8 percent over the year to the end of 2022 relative to the same period in 2021. Increased lending was recorded for these sectors; fisheries (30.2 percent), mining & quarrying (14.1 percent), distribution (wholesale & retail) (14.5 percent), Tourism (12.6%), transport (78.8 percent), entertainment & category (11.7 percent) and professional and other services (16.6 percent). Relating to private investment, loans extended for housing and land purchase grew by 3.1 percent in 2022 from 2021.

The upward trend in both consumption and investment in 2022 reflected the improvement in domestic demand as Vanuatu reopened its borders. Furthermore, reflecting the continuation in the Government's program of economic recovery, including fiscal stimulatory expenditure and its Special COVID-19 Banking Facility offered through commercial banks to support businesses affected by the pandemic.

The International Monetary Fund (IMF)⁴ projected Vanuatu's GDP growth at 1.9 percent in 2022, indicating a gradual recovery from 2021. Growth is estimated to strengthen by 3.4 percent in 2023 driven by the return of tourism, higher public infrastructure spending (construction) and ongoing economic recovery of trading partners. However, several challenges to economic recovery remain from a new spread of COVID-19 variant, surging commodity prices, the suspension of Vanuatu visa waiver agreements by European Union (EU), and the Air Vanuatu operational and financial distress, which will likely affect the tourism arrivals into Vanuatu. According to Evan Papageorgiu, Vanuatu's Article IV

Mission Chief at the IMF, some of the issues will take a little longer to be resolved and cautioned against reliance on revenue from the Government's citizenship by Investment program

Government subsidy to domestic copra prices in Vanuatu will continue at an amount of up to VT10,000 per ton of copra until March 2023. This is part of the Government's ongoing effort to strengthen the productive sector.

Partial indicators of activities in the *labour markets* show there were 98 job advertisements recorded in January 2023, lower than 112 vacancies in December 2022, but higher than 69 vacancies in January 2022. The annual increase in advertisements continues to implicate a high demand for workers relative to a year ago. Among these advertisements, 4 percent were from the government and 96 percent from the private sector, indicating a strong pick up of economic activities from the private sector. Media reports also indicated that the process to review the minimum wages in Vanuatu by the Government has commenced.

Regarding domestic *price developments*, the domestic price of petrol increased by 1.6 percent, from 193VT/litre in November to 196VT/litre in December 2022. Nevertheless, diesel prices have declined to 210VT/litre in December in comparison to 229VT/litre in the previous month. Domestic fuel prices remained volatile over the past few months, due to factors such as higher cost of refinery, continuing supply chain disruptions due to the Russia/Ukraine war and the recent cut in crude oil production by the OPEC+ country members. Port Vila's electricity tariff showed a further drop by (-2.37) percent or (-1.68) VT/kwh over December, mainly due to a decrease in the weighted average diesel cost in Vatu/litre by 4.59 percent, and a 0.34 percent rise in electricity demand, which has an inverse relationship with the electricity tariff. The Bill for the Price Monitoring and Consumer Act No. of 2023 is scheduled to be discussed in the upcoming Parliament session in March 2023; which will be a land mark development in terms of price control regulations.

5. MONETARY DEVELOPMENTS

Money supply expanded by 0.6 percent and 7.3 percent month on month and year on year, respectively to reach VT 110,498.6 million at the end of December 2022. Money growth was attributed to the upsurge in domestic credit; as both net claims on the central Government and private sector credit continues to increase. In contrast, the

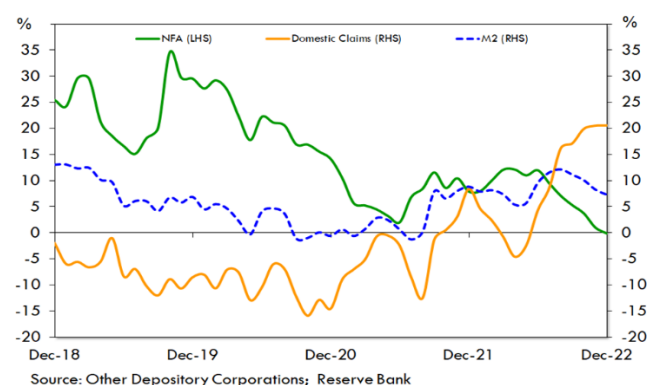
³ Information from variety of sources: RBV, the Utilities Regulatory Authority (URA) and various online and print media platforms in Vanuatu

⁴ Preliminary findings from the International Monetary Fund (IMF) Article IV Mission to Vanuatu conducted from January 11 to 25 2023 Source: [Vanuatu: Staff Concluding Statement of the 2023 Article IV Mission \(imf.org\)](#) and local media sources

trend in net foreign assets (NFA) was weak in 2022 compared to robust growths recorded in previous years. Overall, domestic credit was the main determinant of money supply growth in 2022, overriding the contribution of NFA which was the main driver of money growth over the past decades. NFA declined by 1.2 percent and 0.1 percent in December 2022 and over the year to December 2022, respectively to record VT81,153.5 million. The month-on-month and year-on-year contractions reflected net outflows of foreign reserves from commercial banks. Generally, the downward trend in NFA continues to reflect the external price shocks posed by the negative spill overs from the Ukraine war and the COVID-19 pandemic and the slowdown in Government revenues from the Citizenship by Investment (CBI) initiative in 2022.

Domestic credit further accelerated by 3.0 percent and 22.5 percent in December and over the year to December 2022. These upward trends, reflected the combine effects of the increase in net claims on the Central Government via the banking system and the improvement in private sector credit. The deterioration in the Governments net credit position reflected the increase in Government claims (bond holdings) with the banking system. Furthermore, the Government continued to withdraw its deposits from the banking system to finance its operation and attributed to the deterioration in the Government net credit position.

Chart 1: Determinants of Money Supply (Y-O-Y% Change)



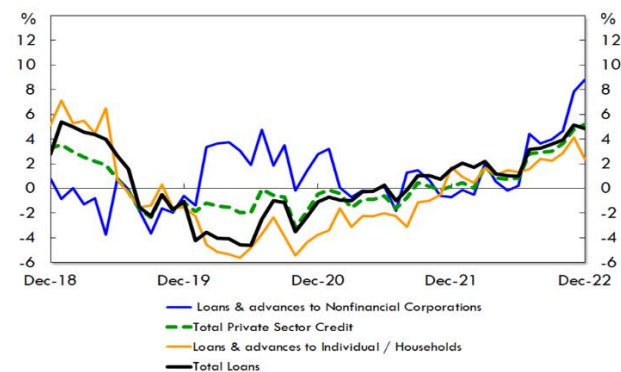
Private Sector Credit (PSC⁵) expanded by 1.0 percent and 5.2 percent in December and over the year to December 2022. Growth was broad-based as both businesses and households & individuals recorded

extension in credit month-on-month and year-on-year, respectively.

Loans extended by one of the Other Financial Institutions (OFIs)⁶ decreased by 0.7 percent and 18.3 percent, month-on-month and year-on-year, respectively to record VT652.0 million in December 2022.

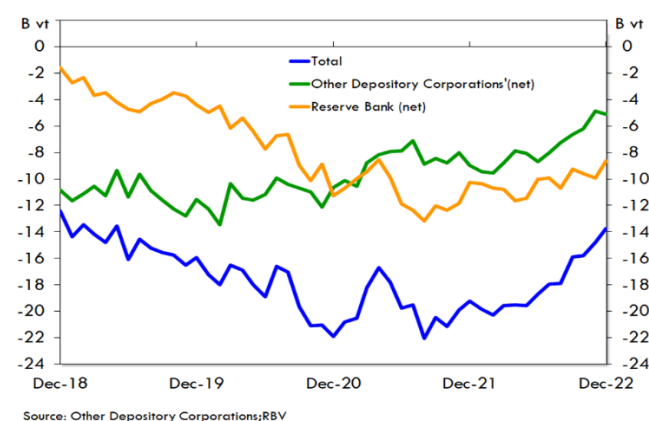
Total loans extended by Commercial Banks to various sectors are depicted in table A4.

Chart 2: Private Sector Credit (Y-O-Y% Change)



The central government's net credit position⁷ with the banking system deteriorated in December 2022, reflecting declines in government deposits with the Reserve Bank. Similarly, the Governments net credit position with the banking system deteriorated over the year to December 2022. Claims on the Central Government by OFIs remained at VT5,000 million in December 2022 as previously recorded in November 2022.

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



⁵ Private Sector Credit comprises of credit to non-financial corporations and other resident sectors

⁶ OFI: Other Financial Institutions cover Credit Corporation Vanuatu Ltd; Vanuatu Agriculture Bank; and Vanuatu National Provident Fund. Depending on data availability, monthly

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

⁷ The Central Governments' net credit position vis-à-vis the banking system is determined by the movements in the Government's financial assets (deposits) and Governments financial liabilities (credit) with the banking system.

Open Market Operations (OMO)

The Bank conducted three OMO's during January 2023. It issued VT3,600 million worth of RBV notes compared to VT2,400 million during the previous month.

Subscriptions to the note issue totaled VT8,743 million, compared to VT5,490 million in the previous month.

Allotments were made as follow:

- 7 days: VT530 million
- 14 days: VT530 million
- 28 days: VT620 million
- 63 days: VT940 million
- 91 days: VT980 million

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

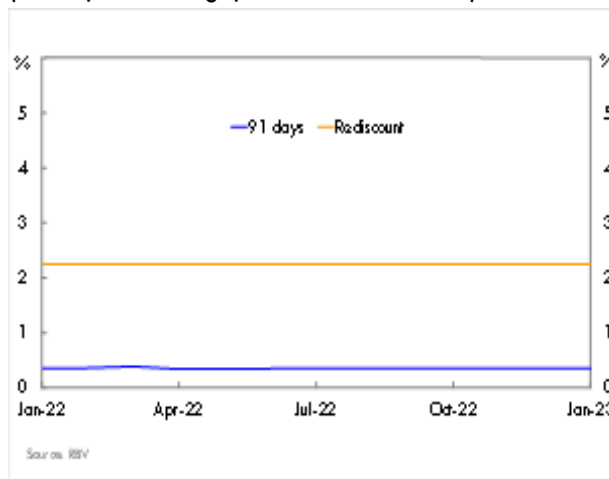
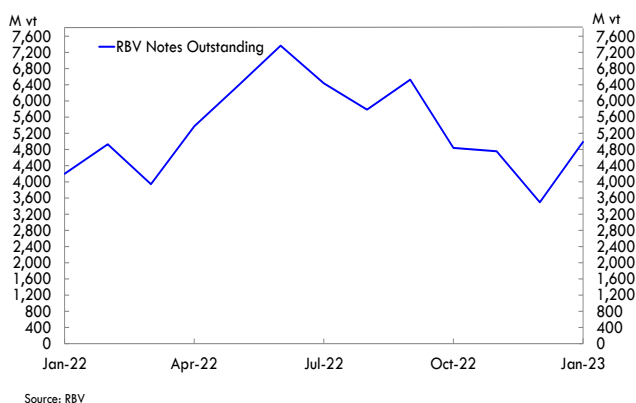


Chart 4: Outstanding RBV Notes
(Levels, millions of Vatu, month-End Data)



The amount of matured RBV notes totaled VT2,106 million in January while outstanding notes amounted to VT4,990 million, compared to VT3,496 million in the previous month.

Yields of RBV Notes

Yields on RBV Notes as of end January 2023:

Term	End Jan.23	End Dec.22
7 days	0.38%	0.30%
14 days:	0.35%	0.30%
28 days:	0.40%	0.30%
63 days:	0.34%	0.34%
91 days:	0.35%	0.35%

TABLE A1 : BALANCE SHEET OF THE RESERVE BANK OF VANUATU

(In Millions VT)

End of Period	Dec-21	Sep-22	Nov-22	Dec-22	%Change		
					1 Month	3 Months	12 Months
Claims on nonresidents	74,257.6	74,946.6	74,633.8	74,601.4	0.0	-0.5	0.5
Monetary gold and SDR holdings	4,083.3	3,979.7	3,949.9	3,841.7	-2.7	-3.5	-5.9
Reserve Assets	70,174.3	70,966.9	70,683.9	70,759.7	0.1	-0.3	0.8
Currency and Deposits	46.5	13.0	29.0	25.0	-13.8	91.7	-46.2
National currency	46.5	13.0	29.0	25.0	-13.8	91.7	-46.2
Securities other than shares	2,323.9	3,325.2	3,326.2	3,325.2	0.0	0.0	43.1
Central government	2,323.9	3,325.2	3,326.2	3,325.2	0.0	0.0	43.1
Loans	168.7	282.1	294.1	294.5	0.2	4.4	74.5
Other depository corporations							
Other financial corporations							
Central government							
Other residents sectors	168.7	282.1	294.1	294.5	0.2	4.4	74.5
Other accounts receivable	4,227.5	4,270.4	4,574.7	4,453.3	-2.7	4.3	5.3
Trade credit and advances	108.8	171.8	273.5	439.0	60.5	155.6	303.3
Settlement accounts	213.1	248.5	466.7	188.4	-59.6	-24.2	-11.6
O/W Items in the process of collection	0.0	162.3	371.1	0.0	-100.0	-100.0	
Miscellaneous Assets	3,905.6	3,850.1	3,834.6	3,825.9	-0.2	-0.6	-2.0
Nonfinancial assets	1,766.7	1,745.6	1,738.0	1,734.6	-0.2	-0.6	-1.8
TOTAL ASSETS	82,791.0	84,583.0	84,595.8	84,434.1	-0.2	-0.2	2.0
Monetary Base	55,759.2	54,198.1	55,349.7	57,100.6	3.2	5.4	2.4
Currency in Circulation	11,332.9	13,133.6	13,239.7	13,553.5	2.4	3.2	19.6
Currency Other Depository Corporations	3,221.1	2,983.4	3,757.1	4,952.9	31.8	66.0	53.8
Liabilities to Other Depository Corporations	41,205.2	38,081.2	38,352.9	38,594.3	0.6	1.3	-6.3
Reserve Deposits	4,219.5	4,432.3	4,474.6	4,454.6	-0.4	0.5	5.6
Other Liabilities	36,985.7	33,648.9	33,878.3	34,139.7	0.8	1.5	-7.7
Liabilities to Central Government	12,593.2	12,608.6	13,232.0	11,946.8	-9.7	-5.2	-5.1
Deposits	12,593.2	12,608.6	13,232.0	11,946.8	-9.7	-5.2	-5.1
Other							
Liabilities to non residents	1,468.7	1,399.5	1,395.5	1,274.2	-8.7	-8.9	-13.2
Deposits	1,468.7	1,399.5	1,395.5	1,274.2	-8.7	-8.9	-13.2
Deposits							
Other Deposits							
Securities other than shares	2,826.7	6,803.4	4,752.5	3,493.4	-26.5	-48.7	23.6
Other Depository Corporation	2,826.7	6,803.4	4,752.5	3,493.4	-26.5	-48.7	23.6
Other financial Corporation							
Loans	0.0	0.0	0.0	2.5			
Liabilities to the IMF- Central Government	0.0	0.0	0.0	2.5			
Other accounts payable	509.2	678.2	803.1	1,360.8	69.4	100.7	167.3
Trade credit and advances	415.7	401.5	391.9	475.0	21.2	18.3	14.3
Other Sectors	93.5	276.7	411.2	885.8	115.4	220.1	847.6
O/W Settlement Accounts	46.7	263.4	382.0	860.5	125.3	226.7	1,742.1
Shares and other equity	3,951.8	3,176.6	3,374.7	3,544.5	5.0	11.6	-10.3
SDR Allocation	5,682.3	5,718.7	5,688.2	5,711.2	0.4	-0.1	0.5
TOTAL LIABILITIES	82,791.0	84,583.0	84,595.8	84,434.1	-0.2	-0.2	2.0

TABLE A2a : BALANCE SHEET OF OTHER DEPOSITORY CORPORATIONS IN VANUATU

(In Millions VT)

END OF PERIOD	Dec-21	Sep-22	Nov-22	Dec-22	%Change		
					1 Month	3 Months	12 Months
Monetary gold and SDR							
Currency and deposits	62,970.6	62,369.3	60,622.2	62,195.5	2.6	-0.3	-1.2
Currency	3,894.7	3,882.1	4,958.3	6,234.3	25.7	60.6	60.1
National	3,221.1	2,983.4	3,757.1	4,952.9	31.8	66.0	53.8
Foreign	673.5	898.7	1,201.2	1,281.5	6.7	42.6	90.3
Transferable deposits	45,572.1	43,021.2	40,688.8	41,386.9	1.7	-3.8	-9.2
<i>In Local currency:</i>	41,212.8	37,990.4	37,372.4	38,501.9	3.0	1.3	-6.6
Central Bank	41,206.4	37,982.2	37,365.5	38,475.3	3.0	1.3	-6.6
Other depository corporations	0.0	0.0	0.0	0.0			
Other financial corporation							
Nonresidents	6.5	8.2	6.9	26.6	287.4	226.1	311.3
Head offices and Branches	0.0	0.0	0.0	0.0			
Other depository corporations	6.5	8.2	6.9	26.6	287.4	226.1	311.3
<i>In foreign currency:</i>	4,359.3	5,030.8	3,316.4	2,885.0	-13.0	-42.7	-33.8
Other depository corporations							
Other financial corporation							
Other depository corporations	4.0	0.0	0.0	0.0			-100.0
Nonresidents	4,355.3	5,030.8	3,316.4	2,885.0	-13.0	-42.7	-33.8
Head offices and Branches	794.4	1,342.2	753.6	560.8	-25.6	-58.2	-29.4
Other depository corporations	3,560.9	3,688.6	2,562.8	2,324.2	-9.3	-37.0	-34.7
Other deposits	13,503.8	15,466.0	14,975.1	14,574.2	-2.7	-5.8	7.9
<i>In Local currency:</i>							
Other depository corporations	146.5	146.5	146.5	148.6	1.5	1.5	1.5
Other financial corporation							
Nonresidents	0.0	0.0	3.0	0.0	-100.0	-100.0	
Head offices and Branches							
Other depository corporations	0.0	0.0	3.0	0.0	-100.0	-100.0	
<i>In foreign currency:</i>							
Other depository corporations							
Other financial corporation							
Other depository corporations	0.0	465.9	452.8	356.3	-21.3	-23.5	
Nonresidents	13,357.3	14,853.7	14,372.9	14,069.3	-2.1	-5.3	5.3
Head offices and Branches	0.0	0.0	498.4	493.3	-1.0		
Other depository corporations	13,357.3	14,853.7	13,874.5	13,576.0	-2.2	-8.6	1.6
Securities other than shares	3,826.7	7,803.4	6,752.5	5,893.4	-12.7	-24.5	54.0
Central Bank	2,826.7	6,803.4	4,752.5	3,493.4	-26.5	-48.7	23.6
Central Government	1,000.0	1,000.0	2,000.0	2,400.0	20.0	140.0	140.0
Loans	61,933.5	63,597.7	64,503.4	64,961.3	0.7	2.1	4.9
Central bank	0.0	0.0	0.0	0.0			
Other depository corporations	0.0	0.0	0.0	0.0			-100.0
Other financial corporations	510.9	427.9	447.9	518.8	15.8	21.2	1.6
Central government	398.4	395.8	393.4	395.3	0.5	-0.1	-0.8
State and local government	30.7	28.0	24.9	25.5	2.3	-9.1	-16.9
Public nonfinancial corporations	1,136.9	1,125.2	1,105.6	1,145.3	3.6	1.8	0.7
Other nonfinancial corporations	26,217.8	27,711.8	28,257.7	28,525.3	0.9	2.9	8.8
Other residents sectors	33,040.8	33,339.3	33,657.8	33,704.1	0.1	1.1	2.0
Nonresidents	598.0	569.7	616.0	647.0	5.0	13.6	8.2
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	4,943.3	5,537.3	5,633.2	5,511.5	-2.2	-0.5	11.5
Trade credit and advances	90.0	116.9	81.7	76.1	-6.9	-34.9	-15.4
Settlement accounts	3,142.3	3,489.2	3,588.4	3,720.9	3.7	6.6	18.4
Miscellaneous assets items	1,710.9	1,931.2	1,963.0	1,714.5	-12.7	-11.2	0.2
Nonfinancial assets	6,159.2	6,414.1	6,461.4	6,503.5	0.7	1.4	5.6
TOTAL ASSETS	139,833.2	145,721.8	143,972.8	145,065.2	0.8	-0.5	3.7

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

(In Millions VT)

END OF PERIOD	Dec-21	Sep-22	Nov-22	Dec-22	%Change		
					1 Month	3 Months	12 Months
Deposits	106,732.3	109,901.1	108,215.7	109,319.5	1.0	-0.5	2.4
Transferable deposits	72,423.1	79,799.4	78,265.6	79,668.4	1.8	-0.2	10.0
In Local currency:	51,237.1	55,892.1	54,811.8	57,081.1	4.1	2.1	11.4
Central Bank	0.3	0.2	1.2	1.1	-4.8	541.5	282.7
Other depository corporation	535.2	324.5	285.9	264.6	-7.5	-18.5	-50.6
Other financial corporations	3,619.5	4,698.5	4,461.3	4,355.1	-2.4	-7.3	20.3
Central government	3,365.0	3,574.0	2,757.8	3,115.9	13.0	-12.8	-7.4
State and local governments	114.0	176.0	94.2	125.6	33.3	-28.6	10.2
Public nonfinancial corporations	254.6	268.0	287.0	380.5	32.6	42.0	49.4
Other non financial corporations	20,482.9	21,356.2	21,735.8	22,327.6	2.7	4.5	9.0
Other residents sectors	22,865.5	25,657.0	25,559.6	26,510.8	3.7	3.3	15.9
Non-residents	1,796.8	2,003.2	2,127.6	2,114.5	-0.6	5.6	17.7
Head office and Branches							
Other Depository and financial corporations	32.7	62.8	133.8	127.4	-4.8	102.9	289.5
Other non residents	1,764.1	1,940.5	1,993.8	1,987.1	-0.3	2.4	12.6
In Foreign currency:	18,283.5	20,689.0	20,041.0	19,046.5	-5.0	-7.9	4.2
Other depository corporation	53.7	40.6	37.1	35.2	-5.1	-13.4	-34.5
Other financial corporations	650.3	906.2	858.2	801.9	-6.6	-11.5	23.3
Central government	1,163.4	603.0	686.3	973.9	41.9	61.5	-16.3
State and local governments							
Public nonfinancial corporations	255.0	138.1	194.3	148.2	-23.7	7.3	-41.9
Other non financial corporations	10,823.8	13,714.8	13,587.1	12,394.6	-8.8	-9.6	14.5
Other residents sectors	3,418.3	3,382.0	2,974.7	3,031.3	1.9	-10.4	-11.3
Non-residents	1,105.7	1,215.0	1,285.2	1,426.3	11.0	17.4	29.0
Head office and Branches	0.0	47.3	53.7	275.8	413.3	483.2	
Other Depository and financial corporations	2.7	2.3	82.7	6.9	-91.6	201.0	154.6
Other non residents	1,103.0	1,165.4	1,148.8	1,143.7	-0.4	-1.9	3.7
Other deposits	34,309.2	30,101.7	29,950.1	29,651.1	-1.0	-1.5	-13.6
In Local currency:	19,824.6	15,948.1	15,703.0	15,418.5	-1.8	-3.3	-22.2
Central bank	0.03	0.03	0.03	0.03	0.0	0.0	0.0
Other depository corporation	693.4	698.9	699.4	699.4	0.0	0.1	0.9
Other financial corporations	1,547.6	722.5	740.2	626.0	-15.4	-13.4	-59.6
Central government	5,562.7	2,814.6	2,833.0	2,833.0	0.0	0.7	-49.1
State and local governments	59.1	48.0	48.0	48.0	0.0	0.0	-18.8
Public nonfinancial corporations	368.4	429.0	429.4	429.5	0.0	0.1	16.6
Other non financial corporations	3,190.4	2,748.2	2,537.8	2,556.4	0.7	-7.0	-19.9
Other residents sectors	8,402.9	8,486.8	8,415.1	8,226.2	-2.2	-3.1	-2.1
Non-residents	435.7	460.9	474.6	473.9	-0.1	2.8	8.8
Head office and Branches	0.0	0.0	0.0	0.0			
Other Depository and financial corporations	0.0	0.0	0.0	0.0			
Other non residents	435.7	460.9	474.6	473.9	-0.1	2.8	8.8
In Foreign currency:	13,323.5	13,255.4	13,332.5	13,318.2	-0.1	0.5	0.0
Other depository corporation	0.0	0.0	0.0	0.0			
Other financial corporations	2,192.8	1,761.8	1,725.5	1,715.1	-0.6	-2.6	-21.8
Central government							
State and local governments							
Central government	949.5	1,035.7	1,008.4	996.3	-1.2	-3.8	4.9
Public nonfinancial corporations	71.5	77.8	75.9	75.0	-1.2	-3.7	4.9
Other non financial corporations	5,846.0	5,950.6	5,979.6	6,000.6	0.4	0.8	2.6
Other residents sectors	4,263.8	4,429.5	4,543.1	4,531.2	-0.3	2.3	6.3
Non-residents	725.4	437.3	440.1	440.5	0.1	0.7	-39.3
Head office and Branches							
Other Depository and financial corporations	0.0	0.0	0.0	0.0			
Other non residents	725.4	437.3	440.1	440.5	0.1	0.7	-39.3
Loans	760.9	1,789.1	1,052.2	1,272.6	20.9	-28.9	67.2
Central bank							
Other depository Corporations	0.0	465.5	452.5	356.1	-21.3	-23.5	
Other financial corporations							
Central government							
Non residents	760.9	1,323.6	599.7	916.5	52.8	-30.8	20.4
Head office and Branches	750.7	1,295.1	504.0	901.5	78.9	-30.4	20.1
Other financial corporations	10.2	28.5	95.7	15.0	-84.4	-47.4	46.6
Other non residents							
Interbank Funds Purchased							
Other accounts payable	13,574.8	14,938.9	15,519.4	15,053.8	-3.0	0.8	10.9
Trade credit and advances	150.2	249.1	218.8	216.3	-1.1	-13.2	44.0
Settlement accounts	2,931.4	3,325.1	3,381.3	3,431.3	1.5	3.2	17.1
Provisions for losses	3,130.5	3,107.5	3,177.9	3,202.2	0.8	3.0	2.3
Accumulated depreciation	3,909.8	4,192.7	4,272.3	4,318.2	1.1	3.0	10.4
Dividends payable	205.3	302.7	302.7	302.7	0.0	0.0	47.4
Miscellaneous liability items	3,247.7	3,761.8	4,166.4	3,583.2	-14.0	-4.7	10.3
Shares and other equity	18,765.2	19,092.7	19,185.5	19,419.2	1.2	1.7	3.5
TOTAL LIABILITIES	139,833.2	145,721.8	143,972.8	145,065.2	0.8	-0.5	3.7

TABLE A3 : DEPOSITORY CORPORATION SURVEY

(In Million VT)

END OF PERIOD	Dec-21	Sep-22	Nov-22	Dec-22	%Change		
					1 Month	3 Months	12 Months
1. Net Foreign Assets	81,272.8	83,749.5	82,139.2	81,153.5	-1.2	-3.1	-0.1
Monetary Authorities (Net)	67,106.6	67,828.5	67,550.1	67,615.9	0.1	-0.3	0.8
Other Depository Corporations (Net)	14,166.2	15,921.1	14,589.2	13,537.6	-7.2	-15.0	-4.4
2. Net Domestic Claims	21,688.3	27,141.4	27,703.2	29,345.1	5.9	8.1	35.3
(a) Domestic Claims	41,194.4	46,999.4	48,990.2	50,468.1	3.0	7.4	22.5
(i) Net claims on central government	-19,911.4	-15,914.9	-14,797.9	-13,745.4	7.1	13.6	31.0
Monetary Authorities	-10,269.2	-9,283.4	-9,905.7	-8,621.6	13.0	7.1	16.0
Other Depository Corporations	-9,642.2	-6,631.6	-4,892.1	-5,123.8	-4.7	22.7	46.9
(ii) Claims on other Sectors	61,105.8	62,914.3	63,788.1	64,213.5	0.7	2.1	5.1
Other Financial Corporations	510.9	427.9	447.9	518.8	15.8	21.2	1.6
State and local government	30.7	28.0	24.9	25.5	2.3	-9.1	-16.9
Public nonfinancial corporations	1,136.9	1,125.2	1,105.6	1,145.3	3.6	1.8	0.7
Other nonfinancial corporations	26,217.8	27,711.8	28,257.7	28,525.3	0.9	2.9	8.8
Other residents sectors	33,209.5	33,621.4	33,951.9	33,998.6	0.1	1.1	2.4
(b) Other items (net)	-19,506.1	-19,858.0	-21,287.0	-21,123.0	-0.8	6.4	8.3
3. Broad Money (M2)	102,961.0	110,890.9	109,842.4	110,498.6	0.6	-0.4	7.3
(a) Money (M1)	76,325.2	85,537.7	84,648.4	85,591.2	1.1	0.1	12.1
(i) Currency in circulation	11,332.9	13,133.6	13,239.7	13,553.5	2.4	3.2	19.6
(ii) Transferable deposits	64,992.3	72,404.1	71,408.7	72,037.8	0.9	-0.5	10.8
(b) Quasi-money	26,635.8	25,353.2	25,194.0	24,907.4	-1.1	-1.8	-6.5
Other Deposits	26,635.8	25,353.2	25,194.0	24,907.4	-1.1	-1.8	-6.5

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

(In Million VT)

*SECTOR	Dec-21			Dec-22			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	3.4	279.1	282.5	305.8	213.0	518.8	8,924.0	-23.7	83.7
Central Government	396.7	0.0	396.7	395.3	0.0	395.3	-0.4		-0.4
Provincial Assemblies & Local Government	31.3	0.0	31.3	25.5	0.0	25.5	-18.6		-18.6
Statutory Non-financial Corporations Domestic	706.6	293.3	999.9	765.8	379.5	1,145.3	8.4	29.4	14.5
Manufacturing	1,264.8	291.4	1,556.2	1,152.4	200.5	1,352.9	-8.9	-31.2	-13.1
Agriculture	1,079.9	52.4	1,132.3	881.2	44.6	925.8	-18.4	-14.8	-18.2
Public Utilities	1.0	37.3	38.2	0.3	22.5	22.8	-66.5	-39.7	-40.4
Forestry	0.0	92.0	92.0	0.0	137.8	137.8	140.0	49.8	49.8
Fisheries	2.9	0.0	2.9	3.8	0.0	3.8	30.2		30.2
Mining & Quarrying	67.3	0.0	67.3	76.7	0.1	76.8	14.0	511.1	14.1
Construction	2,406.0	1,188.0	3,594.0	2,236.2	924.5	3,160.7	-7.1	-22.2	-12.1
Distribution (Wholesale and Retail)	4,209.0	1,320.3	5,529.3	5,001.7	1,328.4	6,330.1	18.8	0.6	14.5
Tourism	2,000.8	5,689.1	7,690.0	2,617.5	6,042.7	8,660.2	30.8	6.2	12.6
Transport	700.8	184.6	885.5	1,313.9	269.7	1,583.5	87.5	46.1	78.8
Communications	615.3	0.0	615.3	446.3	0.0	446.3	-27.5		-27.5
Entertainment & Catering	260.9	171.0	431.9	323.3	159.0	482.3	23.9	-7.0	11.7
Professional & Other Services	2,865.5	1,717.5	4,583.0	3,950.1	1,392.3	5,342.4	37.9	-18.9	16.6
Housing & Land Purchases	13,973.2	2,637.3	16,610.6	14,603.5	2,524.7	17,128.2	4.5	-4.3	3.1
Other individual	13,712.0	2,462.8	16,174.8	14,312.9	2,025.3	16,338.2	4.4	-17.8	1.0
Non Profit Institutions Serving Households	255.4	0.0	255.4	237.6	0.0	237.7	-7.0	725.0	-7.0
Grand Total	44,552.8	16,416.1	60,968.9	48,649.7	15,664.6	64,314.3	9.2	-4.6	5.5

* As of October 2018 data includes Wanfuteng Bank