



# RESERVE BANK OF VANUATU

## FINANCIAL & ECONOMIC ANALYSIS: November 2016

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### International Developments

According to the October IMF World Economic Outlook, global growth is projected to slow to 3.1 percent in 2016 before recovering to 3.4 percent in 2017. The forecast is revised downwards by 0.1 percentage point for 2016 and 2017 relative to the April 2016 forecast. This reflects a more subdued outlook for the advanced economies following the June U.K. vote in favour of leaving the European Union (Brexit) and weaker-than-expected growth in the United States. These developments have put further downward pressure on global interest rates, as monetary policy is now expected to remain accommodative for longer. Although the market reaction to the Brexit shock was reassuringly orderly, the ultimate impact remains very unclear, as the fate of institutional and trade arrangements between the United Kingdom and the European Union is uncertain.

#### **US economy**

Following the events on 8th November, markets were agitated in the wake of Donald's Trump election win. However, the Federal Reserve appears to be sticking to its message regarding monetary policy, as one top official put the possibility of an interest rate hike in December on the table. Inflation remains below the Fed's target of 2 percent reaching 1.6 percent in October, yet since the election, market expectations on inflation were projected on an upward trend.

The USD appreciated against the Vatu over the month on improvement in growth indicators including consumer spending and exports.

#### **Australian economy**

Following its second quarter slowdown, the Australian economy has shown mixed signals over the past months. In September, the labor market remained sluggish: headline unemployment fell further but only because of a lower participation rate and growing part-time employment. Retail sales, however, grew at their fastest pace in over a year in September.

The Australian dollar depreciated slightly against the Vatu by 0.3 percent over the month, and appreciated against the Vatu by 1.9 percent over the year.

**Table 1: Exchange Rate of Vatu/ Foreign Currency**

	US	AUD	NZ	EURO
<b>Nov-16</b>	<b>109.81</b>	<b>82.24</b>	<b>78.32</b>	<b>117.00</b>
<b>Oct-16</b>	108.72	82.51	77.74	119.44
% ▲	1.0	-0.3	0.7	-2.0
<b>Nov-15</b>	111.75	80.73	73.41	118.53
% ▲	-1.7	1.9	6.7	-1.3
% ▲ (-) : Appreciation of the Vatu				

#### **New Zealand economy**

Unemployment dropped to a multi-year low in Q3 and although business confidence dipped in October, the New Zealand dollar weakened against the USD over the November period given RBNZ's decision to reduce its official interest rate from 2 percent to 1.75 percent during its monetary policy meeting in November. Annual CPI inflation weakened over the September quarter partly due to lower fuel prices.

The New Zealand dollar (NZD) strengthened against the Vatu over the month and year, respectively.

#### **Euro area economy**

The euro area's GDP rose by 0.3 percent over the third quarter as compared to the second quarter, underpinned by improvements in consumption, investment and exports. Unemployment rate declined to 9.8 percent in October from 9.9 percent in September.

The Euro weakened against the Vatu over the month and year-ago, correspondingly.

### Real Sector Developments

**Export earnings** in July 2016 stood at VT421 million recording a 20 percent drop over the previous month and 50 percent over the same month last year, respectively. Out of these total, 75 percent was exported out of Luganville, while 25 percent was from Port Vila. For the main export commodities, copra contributed to the largest share of 35 percent of total export earnings, followed by kava at 24 percent, coconut oil at 13 percent, cocoa at 11 percent and other products at 6 percent.

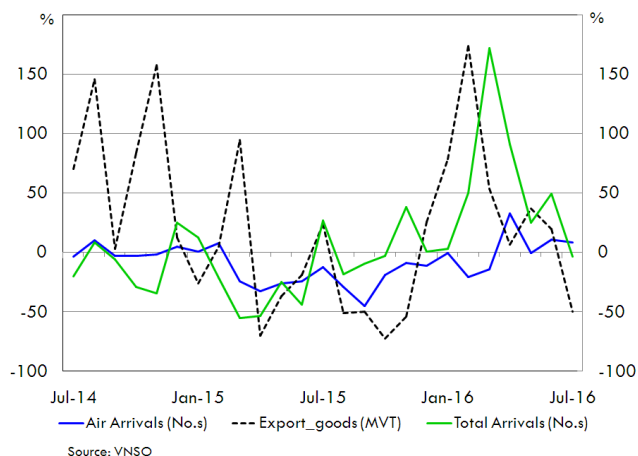
**Total imports** for July 2016 stood at VT4,470 million, an increase of 48 percent and 64 percent over June 2016 and over July 2015, respectively. From this total, 1 percent were imports for re-exports at VT45 million and 99 percent were imports for home consumption at

VT4,425 million. From the total, 29 percent was imports of miscellaneous goods, machines and equipments at 23 percent, food and live animals at 15 percent, basic manufactured goods imports at 13 percent, and mineral fuels make up 7 percent of total imports for consumption into Vanuatu in July 2016.

As a result, Vanuatu's (goods) trade deficit was a VT4,050 million, which was VT1,557 million higher than the previous month and VT2,163 million higher over the year.

The number of **total visitors** to the country during the month of July 2016, was 28,106, recording a 13 percent increase over June 2016; however it declined 3 percent over the year from July 2015. Air visitors rose by 19 percent and 8 percent over the month and over the year, respectively. The increase over the year was related to the increase in visitors from Australia by 20 percent, New Caledonia by 36 percent, Other Pacific Countries by 69 percent and China by 44 percent, despite declined in the number of visitors from New Zealand (-35 percent), North America (-10 percent) and Europe (-2 percent). Visitors arriving for holiday, visitors visiting friends and relatives, and visitors arriving for businesses and meetings rose 7 percent, 11 percent and 34 percent over July 2015, respectively.

**Chart 1: Year on year growth in air arrivals, total arrivals and export (goods) (Monthly Data)**



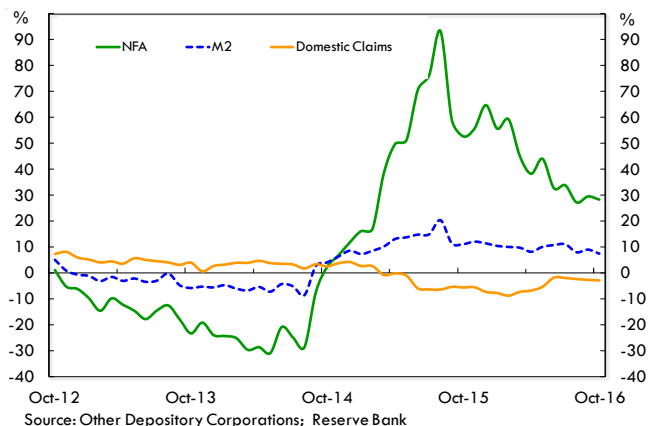
On the other hand, cruise-ship visitors rose by 10 percent over the previous month and fell 9 percent over the year.

**Monetary Developments**

Money growth was sluggish in October considering that both net foreign assets (NFA) and domestic credit recorded gradual declines from previous months' level. These downward trend caused M2 to contract by 1.2 percent. This further triggered the annual growth over

the year to October 2016 to slow to 7.4 percent relative to 9.0 percent over the year to September 2016.

**Chart 2: Determinants of Money Supply (yoy% Change)**



Total NFA fell by 1.0 percent, reflecting the decline of 11.9 percent in the NFA holdings of Other Depository Corporations (ODC) which outweighs the 0.5 percent growth in the NFA holdings of the Reserve Bank of Vanuatu (RBV). This was due to the combine effects of a decline in ODC's foreign assets and an increase in their foreign liabilities due to non residents and financial institutions abroad. On the other hand, the RBV recorded net inflows of foreign exchange during the month. Despite this decline in NFA, the level remained relatively high compared to previous year's level. Domestic credit remained weak relative to the previous month and year, respectively. Demand for credit was still down as all economic sectors continued to record less loans. Total loans extended by ODCs to various sectors are depicted in table A4.1

The central government's net credit position vis-a-vis the banking system deteriorated in October. This resulted mainly from a decline in government deposits held with the RBV which offsetted the accumulation of government deposits with ODC's. Yet, the fiscal net credit position remained favourable over the year to October 2016.

Claims on the central government by OFIs<sup>1</sup> was maintained at VT3,650 million as in September.<sup>2</sup> Though loans extended by ODC's declined, loans by OFIs increased by 1.4 percent from the previous month to record VT1,312.3 million in October.

**Open Market Operations (OMO)**

The Bank issued VT400 million worth of RBV notes in November 2016, compared to VT450 million issued in

<sup>1</sup> OFI: Other Financial Institutions covers Credit Corporation; Vanuatu Agriculture Bank; and Vanuatu National Provident Fund  
<sup>2</sup>Due to different reporting period, OFI data for March, June, Sept, &Dec are reported on quarterly bases.

October. Total subscriptions received reached VT1,200 million compared to VT1,250 million in October 2016.

**Table 2: Amount Allotted (Millions of Vatu) and Yields on RBV Notes (Percent)**

Term	Amount Allotted	Yield End Nov. 2016	Yield End Oct. 2016
7 days	115	1.35	1.35
14 days	115	1.45	1.45
28 days	90	1.75	1.75
63 days	65	1.80	1.80
91 days	65	1.85	1.85

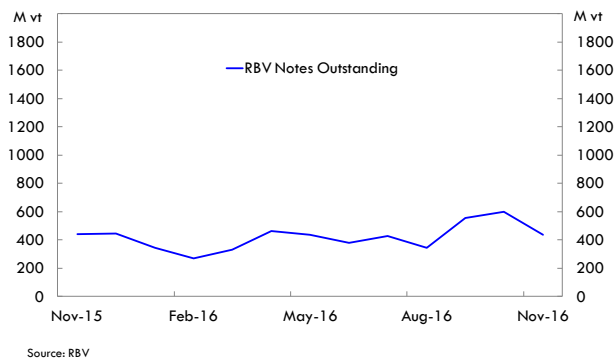
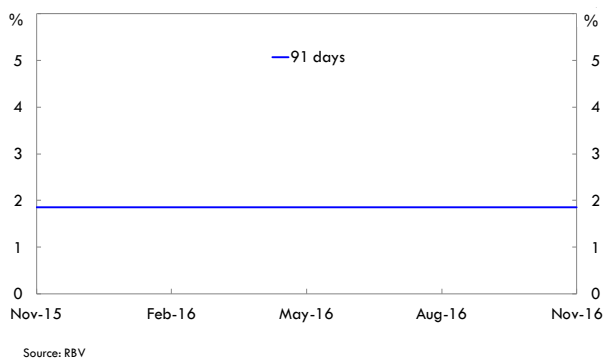


Chart 3 below shows the yield on the 91-days<sup>3</sup> RBV notes.

**Chart 3: Yield on 91-days RBV Note**  
(Percentage, Month-end Position)



The total amount of matured RBV notes in November amounted to VT565 million leaving outstanding notes at VT435 million, compared to VT600 million in the previous month.

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

<sup>3</sup>91 days RBV note rate plus a penalty rate of 100 basis points is the RBV policy interest rate.

**TABLE A1 : CONDENSED BALANCE SHEET OF THE RESERVE BANK OF VANUATU (In Millions Vatu)**

End of Period	Oct-15	Jul-16	Sep-16	Oct-16	%Change		
					1 Month	3 months	12months
<b>Claims on nonresidents</b>	<b>30,122.9</b>	<b>34,119.6</b>	<b>34,038.6</b>	<b>34,108.1</b>	0.2	0.0	13.2
Monetary gold and SDR holdings	622.1	590.0	586.3	581.6	-0.8	-1.4	-6.5
Reserve Assets	29,500.8	33,529.5	33,452.3	33,526.5	0.2	0.0	13.6
<b>Currency and Deposits</b>	<b>6.6</b>	<b>6.8</b>	<b>8.8</b>	<b>11.9</b>	35.2	73.8	80.9
National currency	6.6	6.8	8.8	11.9	35.2	73.8	80.9
<b>Securities other than shares</b>	<b>2,371.2</b>	<b>3,791.5</b>	<b>3,791.2</b>	<b>3,791.3</b>	0.0	0.0	59.9
Central government	2,371.2	3,791.5	3,791.2	3,791.3	0.0	0.0	59.9
<b>Loans</b>	<b>86.1</b>	<b>112.8</b>	<b>107.2</b>	<b>111.3</b>	3.8	-1.3	29.3
Other depository corporations	-	26.0	20.1	20.0	-0.5	-23.1	0.0
Other residents sectors	86.1	86.8	87.1	91.3	4.8	5.3	6.0
<b>Other accounts receivable</b>	<b>557.8</b>	<b>628.1</b>	<b>593.0</b>	<b>597.2</b>	0.7	-4.9	7.1
Trade credit and advances	11.8	65.9	41.4	43.1	4.2	-34.5	265.7
Settlement accounts	23.8	71.5	27.0	33.4	23.5	-53.3	40.4
Miscellaneous Assets	522.2	490.8	524.5	520.7	-0.7	6.1	-0.3
<b>Nonfinancial assets</b>	<b>1,359.6</b>	<b>1,580.4</b>	<b>1,577.8</b>	<b>1,582.5</b>	0.3	0.1	16.4
<b>TOTAL ASSETS</b>	<b>34,504.2</b>	<b>40,239.2</b>	<b>40,116.7</b>	<b>40,202.3</b>	0.2	-0.1	16.5
<b>Monetary Base</b>	<b>20,625.8</b>	<b>23,684.8</b>	<b>23,513.0</b>	<b>24,196.7</b>	2.9	2.2	17.3
Currency in Circulation	6,077.2	6,661.3	6,793.9	6,720.9	-1.1	0.9	10.6
Currency Other Depository Corporations	1,818.8	1,515.9	1,406.7	1,502.1	6.8	-0.9	-17.4
Liabilities to Other Depository Corporations	12,729.8	15,507.6	15,312.4	15,973.8	4.3	3.0	25.5
Reserve Deposits	2,557.7	2,732.2	2,806.4	2,806.8	0.0	2.7	9.7
Other Liabilities	10,172.1	12,775.4	12,506.0	13,167.0	5.3	3.1	29.4
<b>Liabilities to Central Government</b>	<b>7,550.3</b>	<b>9,942.1</b>	<b>9,720.3</b>	<b>9,223.2</b>	-5.1	-7.2	22.2
Deposits	7,160.4	9,563.7	9,343.9	8,849.8	-5.3	-7.5	23.6
Other							
<b>Liabilities to non residents</b>	<b>2,806.3</b>	<b>2,712.0</b>	<b>2,726.5</b>	<b>2,681.6</b>	-1.6	-1.1	-4.4
Deposits	2,806.3	2,712.0	2,726.5	2,681.6	-1.6	-1.1	-4.4
Liabilities to the IMF- Central Government	389.9	378.4	376.4	373.4	-0.8	-1.3	-4.2
<b>Securities other than shares</b>	<b>458.6</b>	<b>293.9</b>	<b>553.4</b>	<b>598.2</b>	8.1	103.5	30.4
Central Bank	458.6	293.9	553.4	598.2	8.1	103.5	30.4
<b>Loans</b>							
<b>Other accounts payable</b>	<b>332.6</b>	<b>599.7</b>	<b>608.1</b>	<b>471.5</b>	-22.5	-21.4	41.7
Trade credit and advances	306.5	492.0	426.7	311.5	-27.0	-36.7	1.6
Other Sectors	26.1	107.7	181.3	159.9	-11.8	48.5	512.3
o/w Settlement Accounts	19.3	100.6	172.3	54.1	-68.6	-46.2	180.7
<b>Shares and other equity</b>	<b>196.2</b>	<b>540.3</b>	<b>542.0</b>	<b>597.4</b>	10.2	10.6	204.4
<b>SDR Allocation</b>	<b>2,541.0</b>	<b>2,466.4</b>	<b>2,453.3</b>	<b>2,433.7</b>	-0.8	-1.3	-4.2
<b>TOTAL LIABILITIES</b>	<b>34,510.8</b>	<b>40,239.2</b>	<b>40,116.7</b>	<b>40,202.3</b>	0.2	-0.1	16.5

**TABLE A2a : CONDENSED BALANCE SHEET OF OTHER DEPOSITORY CORPORATIONS IN VANUATU ( In Millions VT)**

END OF PERIOD	Oct-15	Jul-16	Sep-16	Oct-16	%Change		
					1 Month	3 months	12 Months
<b>Monetary gold and SDR</b>							
<b>Currency and deposits</b>	<b>24,757.4</b>	<b>28,746.8</b>	<b>29,870.7</b>	<b>29,899.1</b>	0.1	4.0	20.8
<b>Currency</b>	2,146.2	1,951.5	1,766.2	1,779.5	0.8	-8.8	-17.1
National	1,818.8	1,515.9	1,406.7	1,502.1	6.8	-0.9	-17.4
Foreign	327.3	435.7	359.5	277.5	-22.8	-36.3	-15.2
<b>Transferable deposits</b>	16,928.3	21,762.8	23,477.1	23,231.1	-1.0	6.7	37.2
<i>In Local currency : Central Bank</i>	12,729.8	15,507.6	15,312.4	15,973.8	4.3	3.0	25.5
Other depository corporations		-	-	-			
Nonresidents	19.5	16.7	21.9	64.7	196.0	286.9	231.1
Head offices and Branches	1.4	0.4	5.4	19.5	263.9	5,127.6	1307.9
Other depository corporations	18.2	16.3	16.5	45.2	173.9	176.5	148.9
<i>In foreign currency :</i>							
Nonresidents	4,179.0	6,238.5	8,142.8	7,192.6	-11.7	15.3	72.1
Head offices and Branches	1,490.7	1,905.8	2,746.1	2,535.4	-7.7	33.0	70.1
Other depository corporations	2,688.3	4,332.6	5,396.7	4,657.2	-13.7	7.5	73.2
<b>Other deposits</b>	5,682.9	5,032.4	4,627.4	4,888.4	5.6	-2.9	-14.0
<i>In Local currency :</i>							
Other depository corporations	402.8	410.6	413.2	413.2	0.0	0.6	2.6
Nonresidents	-	-	-	-	0.0	0.0	0.0
Other depository corporations	-	-	-	-	0.0	0.0	0.0
<i>In foreign currency :</i>					0.0	0.0	0.0
Nonresidents	5,280.1	4,621.9	4,214.2	4,475.2	6.2	-3.2	-15.2
Head offices and Branches	2,218.2	165.0	57.2	15.9	-72.2	-90.4	-99.3
Other depository corporations	3,061.9	4,456.9	4,157.0	4,459.3	7.3	0.1	45.6
<b>Securities other than shares</b>	<b>1,146.1</b>	<b>1,113.9</b>	<b>1,440.9</b>	<b>1,485.7</b>	3.1	33.4	29.6
Central Bank	458.6	293.9	553.4	598.2	8.1	103.5	30.4
Central Government	687.5	820.0	887.5	887.5	0.0	8.2	29.1
<b>Loans</b>	<b>57,770.3</b>	<b>58,907.1</b>	<b>58,851.2</b>	<b>58,827.8</b>	0.0	-0.1	1.8
Other depository corporations	0.0	0.0	0.0	0.0	7.1	87.5	87.5
Other financial corporations	45.7	0.5	1.8	0.5	-75.0	-9.6	-99.0
Central government		100.1	-	-	0.0	0.0	0.0
State and local government	58.7	132.5	125.4	117.4	-6.3	-11.4	100.0
Public nonfinancial corporations	1,457.6	1,182.4	1,131.7	1,115.4	-1.4	-5.7	-23.5
Other nonfinancial corporations	25,792.0	25,958.3	25,800.3	25,779.4	-0.1	-0.7	0.0
Other residents sectors	29,107.5	29,930.8	29,977.8	29,682.0	-1.0	-0.8	2.0
Nonresidents	1,308.7	1,602.6	1,814.2	2,133.1	17.6	33.1	63.0
Interbank Funds sold	-	-	-	-	0.0	0.0	0.0
<b>Other accounts receivable</b>	<b>3,237.7</b>	<b>3,311.0</b>	<b>3,260.0</b>	<b>3,343.2</b>	2.6	1.0	3.3
Trade credit and advances	83.4	138.7	98.9	84.9	-14.2	-38.8	1.8
Settlement accounts	1,818.2	2,021.9	2,123.0	2,158.8	1.7	6.8	18.7
Miscellaneous assets items	1,336.1	1,150.3	1,038.1	1,099.5	5.9	-4.4	-17.7
<b>Nonfinancial assets</b>	<b>4,290.1</b>	<b>4,436.8</b>	<b>4,516.4</b>	<b>4,437.8</b>	-1.7	0.0	3.4
<b>TOTAL ASSETS</b>	<b>91,201.5</b>	<b>96,515.6</b>	<b>97,939.2</b>	<b>97,993.6</b>	0.1	1.5	7.4



**TABLE A2b : CONDENSED BALANCE SHEET OF OTHER DEPOSITORY CORPORATIONS IN VANUATU ( In Millions VT)**

END OF PERIOD	Oct-15	Jul-16	Sep-16	Oct-16	%Change		
					1 Month	3 months	12 Months
<b>Deposits</b>	<b>69,026.1</b>	<b>74,841.3</b>	<b>76,031.4</b>	<b>75,804.7</b>	-0.3	1.3	9.8
<b>Transferable deposits</b>	<b>34,130.3</b>	<b>39,780.0</b>	<b>41,356.3</b>	<b>41,172.4</b>	-0.4	3.5	20.6
<i>In Local currency:</i>	21,199.9	24,344.8	24,818.7	24,644.4	-0.7	1.2	16.2
Other depository corporation	98.0	41.7	91.8	101.9	11.0	144.2	4.0
Other financial corporations	2,717.4	4,401.0	4,650.6	4,878.4	4.9	10.8	79.5
Central government	818.0	915.2	952.0	1,053.5	10.7	15.1	28.8
State and local governments	79.7	80.3	78.0	66.0	-15.4	-17.8	-17.1
Public nonfinancial coporations	352.7	314.8	445.0	348.2	-21.7	10.6	-1.3
Other non financial coporations	6,757.7	7,619.9	7,844.4	7,665.2	-2.3	0.6	13.4
Other residents sectors	10,376.4	10,971.8	10,756.9	10,531.0	-2.1	-4.0	1.5
<i>Non-residents</i>	1,579.3	1,283.0	1,147.0	1,470.4	28.2	14.6	-6.9
Other Depository and financial corporations	19.9	45.7	6.2	7.2	16.6	-84.1	-63.6
Other non residents	1,559.4	1,237.3	1,140.8	1,463.2	28.3	18.3	-6.2
<i>In Foreign currency:</i>	9,191.4	11,394.1	11,948.3	11,835.0	-0.9	3.9	28.8
Other depository corporation	218.7	635.2	566.1	438.9	-22.5	-30.9	100.7
Other financial corporations	341.1	363.7	362.2	258.4	-28.7	-28.9	-24.2
Central government	692.8	1,480.2	1,422.1	1,758.0	23.6	18.8	153.7
Public nonfinancial coporations	106.0	207.0	168.5	121.0	-28.2	-41.5	14.2
Other non financial coporations	5,353.7	6,282.3	6,553.0	6,364.9	-2.9	1.3	18.9
Other residents sectors	2,479.1	2,419.4	2,872.0	2,884.9	0.4	19.2	16.4
<i>Non-residents</i>	2,159.7	2,758.2	3,442.2	3,222.6	-6.4	16.8	49.2
Head office and Branches	-	473.6	-	-	-	-	-
Other Depository and financial corporations	162.2	3.3	7.8	63.3	713.1	1,845.5	-60.9
Other non residents	1,997.5	2,281.4	3,434.5	3,159.3	-8.0	38.5	58.2
<b>Other deposits</b>	<b>34,895.8</b>	<b>35,061.3</b>	<b>34,675.1</b>	<b>34,632.2</b>	-0.1	-1.2	-0.8
<i>In Local currency:</i>	21,998.0	21,630.8	21,422.6	21,424.0	0.0	-1.0	-2.6
Other depository corporation	304.5	313.9	263.6	263.5	0.0	-16.0	-13.5
Other financial corporations	3,483.1	2,913.4	3,239.2	3,268.8	0.9	12.2	-6.2
Central government	725.7	1,089.8	1,109.0	1,113.6	0.4	2.2	53.5
State and local governments	96.8	103.3	104.2	98.9	-5.1	-4.2	2.2
Public nonfinancial coporations	711.1	687.4	699.9	677.8	-3.2	-1.4	-4.7
Other non financial coporations	4,147.4	3,652.1	3,483.3	3,264.6	-6.3	-10.6	-21.3
Other residents sectors	12,529.4	12,870.9	12,523.3	12,736.8	1.7	-1.0	1.7
<i>Non-residents</i>	1,866.7	1,759.8	1,765.2	1,815.0	2.8	3.1	-2.8
Other Depository and financial corporations	-	-	-	-	-	-	-
Other non residents	1,866.7	1,759.8	1,765.2	1,815.0	2.8	3.1	-2.8
<i>In Foreign currency:</i>	8,568.2	9,387.5	8,975.8	8,926.0	-0.6	-4.9	4.2
Other depository corporation	284.9	320.8	322.0	319.6	-0.7	-0.4	12.2
Other financial corporations	1,749.1	1,975.6	1,809.0	1,735.7	-4.1	-12.1	-0.8
Central government	-	-	-	-	-	-	-
Public nonfinancial coporations	108.8	79.9	79.4	90.8	14.4	13.8	-16.5
Other non financial coporations	1,253.4	1,582.7	1,598.5	1,599.6	0.1	1.1	27.6
Other residents sectors	5,172.0	5,428.5	5,166.9	5,180.3	0.3	-4.6	0.2
<i>Non-residents</i>	2,462.9	2,283.1	2,511.6	2,467.3	-1.8	8.1	0.2
Other Depository and financial corporations	45.7	45.4	33.4	33.5	0.5	-26.0	-26.6
Other non residents	2,417.2	2,237.8	2,478.2	2,433.8	-1.8	8.8	0.7
<b>Loans</b>	<b>2,440.6</b>	<b>1,674.8</b>	<b>1,672.4</b>	<b>1,632.4</b>	-2.4	-2.5	-33.1
Other depository Corporations	-	-	-	-	-	-	-
<i>Non residents</i>	2,440.6	1,674.8	1,672.4	1,632.4	-2.4	-2.5	-33.1
Head office and Branches	1,708.8	1,624.9	1,621.7	1,599.2	-1.4	-1.6	-6.4
Other financial corporations	731.8	49.9	50.7	33.2	-34.5	-33.4	-95.5
<b>Other accounts payable</b>	<b>10,589.4</b>	<b>7,431.2</b>	<b>7,419.3</b>	<b>7,600.1</b>	2.4	2.3	-28.2
Trade credit and advances	170.5	167.4	155.6	163.4	5.0	-2.4	-4.2
Settlement accounts	1,836.9	1,964.1	2,062.7	2,080.4	0.9	5.9	13.3
Provisions for losses	1,789.5	1,097.8	1,066.5	1,118.7	4.9	1.9	-37.5
Accumulated depreciation	2,204.0	2,454.4	2,480.9	2,410.7	-2.8	-1.8	9.4
Miscellaneous liability items	4,588.4	1,747.6	1,653.6	1,826.8	10.5	4.5	-60.2
<b>Shares and other equity</b>	<b>9,145.4</b>	<b>12,568.3</b>	<b>12,816.0</b>	<b>12,956.4</b>	1.1	3.1	41.7
<b>TOTAL LIABILITIES</b>	<b>91,201.5</b>	<b>96,515.6</b>	<b>97,939.2</b>	<b>97,993.6</b>	0.1	1.5	7.4

TABLE A3 : DEPOSITORY CORPORATION SURVEY

(MVT)

END OF PERIOD	Oct-15	Jul-16	Sep-16	Oct-16	%Change		
					1 Month	3 months	12 Months
<b>1. Net Foreign Assets</b>	<b>25,381.8</b>	<b>32,110.6</b>	<b>32,873.7</b>	<b>32,528.9</b>	-1.0	1.3	28.2
Monetary Authorities (Net)	24,775.6	28,941.1	28,858.8	28,992.8	0.5	0.2	17.0
Other Depository Corporations (Net)	606.2	3,169.4	4,014.9	3,536.1	-11.9	11.6	483.3
<b>2. Net Domestic Claims</b>	<b>39,416.4</b>	<b>37,822.6</b>	<b>37,602.5</b>	<b>37,096.2</b>	-1.3	-1.9	-5.9
<b>(a) Domestic Claims</b>	<b>49,819.7</b>	<b>48,575.3</b>	<b>48,599.4</b>	<b>48,316.6</b>	-0.6	-0.5	-3.0
<b>(i) Net claims on central government</b>	<b>(6,728.0)</b>	<b>(8,715.9)</b>	<b>(8,524.6)</b>	<b>(8,469.5)</b>	0.6	2.8	-25.9
Monetary Authorities	(5,179.0)	(6,150.6)	(5,929.0)	(5,431.9)	8.4	11.7	-4.9
Other Depository Corporations	(1,549.0)	(2,565.2)	(2,595.6)	(3,037.6)	-17.0	-18.4	-96.1
<b>(ii) Claims on other Sectors</b>	<b>56,547.7</b>	<b>57,291.2</b>	<b>57,124.1</b>	<b>56,786.0</b>	-0.6	-0.9	0.4
Other Financial Corporations	45.7	0.5	1.8	0.5	-75.0	-9.6	-99.0
State and local government	58.7	132.5	125.4	117.4	-6.3	-11.4	100.0
Public nonfinancial corporations	1,457.6	1,182.4	1,131.7	1,115.4	-1.4	-5.7	-23.5
Other nonfinancial corporations	25,792.0	25,958.3	25,800.3	25,779.4	-0.1	-0.7	0.0
Other residents sectors	29,193.7	30,017.6	30,064.9	29,773.4	-1.0	-0.8	2.0
<b>(b) Other items (net)</b>	<b>(10,403.3)</b>	<b>(10,752.7)</b>	<b>(10,996.9)</b>	<b>(11,220.4)</b>	2.0	4.3	7.9
<b>3. Broad Money (M2)</b>	<b>64,798.2</b>	<b>69,933.2</b>	<b>70,476.2</b>	<b>69,625.1</b>	-1.2	-0.4	7.4
<b>(a) Money (M1)</b>	<b>34,957.7</b>	<b>40,004.7</b>	<b>41,186.9</b>	<b>40,388.7</b>	-1.9	1.0	15.5
(i) Currency in circulation	6,077.2	6,661.3	6,793.9	6,720.9	-1.1	0.9	10.6
(ii) Transferable deposits	28,880.4	33,343.4	34,392.9	33,667.9	-2.1	1.0	16.6
<b>(b) Quasi-money</b>	<b>29,840.5</b>	<b>29,928.5</b>	<b>29,289.4</b>	<b>29,236.4</b>	-0.2	-2.3	-2.0
Other Deposits	29,840.5	29,928.5	29,289.4	29,236.4	-0.2	-2.3	-2.0

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

SECTOR	Oct-15			Oct-16			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	0.0	0.0	0.0
Other Financial Corporations Domestic	45.7	0.0	45.7	0.5	0.0	0.5	0.0	0.0	0.0
Central Government	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Provincial Assemblies & Local Government	58.7	0.0	58.7	117.4	0.0	117.4	0.0	0.0	0.0
Statutory Non-financial Corporations Domestic	719.4	738.3	1457.6	838.4	277.0	1115.4	16.6	-62.5	-23.5
Manufacturing	1420.5	284.7	1705.2	1009.7	236.4	1246.1	-28.9	-17.0	-26.9
Agriculture	393.4	47.1	440.5	424.5	46.1	470.6	7.9	-2.1	6.8
Public Utilities	7.0	148.9	155.9	7.1	194.5	201.6	2.2	30.6	29.3
Forestry	28.8	0.0	28.8	9.7	0.0	9.7	-66.5	0.0	-66.5
Fisheries	12.1	0.0	12.1	3.3	0.0	3.3	-72.5	0.0	-72.5
Mining & Quarrying	38.5	0.0	38.5	137.3	0.0	137.3	256.6	0.0	256.6
Construction	2619.3	1248.1	3867.4	2524.6	1386.1	3910.6	-3.6	11.1	1.1
Distribution (Wholesale and Retail)	4491.8	589.5	5081.3	4220.8	821.5	5042.2	-6.0	39.3	-0.8
Tourism	1890.2	4246.9	6137.1	1813.4	4634.8	6448.2	-4.1	9.1	5.1
Transport	640.9	104.6	745.5	800.8	201.6	1002.5	24.9	92.9	34.5
Communications	593.5	889.0	1482.5	452.2	854.5	1306.7	-23.8	-3.9	-11.9
Entertainment & Catering	818.4	161.9	980.3	685.0	197.2	882.2	-16.3	21.8	-10.0
Professional & Other Services	3236.7	1880.2	5116.9	3254.4	1863.8	5118.2	0.5	-0.9	0.0
Housing & Land Purchases	15029.3	2461.7	17491.0	14185.1	4034.6	18219.8	-5.6	63.9	4.2
Other individual	9045.0	2287.0	11332.0	9548.6	1654.7	11203.3	5.6	-27.6	-1.1
Non Profit Institutions Serving Households	284.5	0.0	284.5	259.0	0.0	259.0	-9.0	0.0	-9.0
<b>Grand Total</b>	<b>41,373.8</b>	<b>15,087.9</b>	<b>56,461.6</b>	<b>40,291.8</b>	<b>16,402.9</b>	<b>56,694.7</b>	<b>-2.6</b>	<b>8.7</b>	<b>0.4</b>