



Monetary Developments: August 2016

The annual rate of growth of Broad Money Liabilities (BML) slowed down in August 2016. BML grew by 8.4 per cent year-on-year in August 2016, down from 9.7 per cent in July 2016, reflecting lower contributions from its main components. Among the key components of BML, savings deposits posted a higher year-on-year growth rate of 13.5 per cent, while the year-on-year growth in foreign currency deposits dropped to 12.0 per cent. Between end-July 2016 and end-August 2016, BML went up by Rs313 million, or by 0.1 per cent to Rs461.4 billion, reflecting the increase of 0.4 per cent in quasi-money liabilities, which offset the contraction of 1.1 per cent in narrow money liabilities.

The annual growth of the net foreign assets of depository corporations accelerated significantly in August 2016. The annual growth rate of net foreign assets of depository corporations rose by 7.3 per cent in August 2016 compared to an annual growth of 1.3 per cent registered in July 2016. Between end-July 2016 and end-August 2016, net foreign assets rose by Rs10.9 billion or by 2.0 per cent to Rs547.5 billion.

The annual growth in claims on other sectors dropped in August 2016. The annual growth rate of claims on other sectors declined from 6.9 per cent in July 2016 to 3.4 per cent in August 2016. Between end-July 2016 and end-August 2016, claims on other sectors went down by Rs5.5 billion, from Rs444.6 billion to Rs439.1 billion. Net claims on central government rose by Rs1.2 billion or by 2.3 per cent, from Rs50.3 billion at the end of July 2016 to Rs51.5 billion at the end of August 2016.

COMPONENTS AND SOURCES OF BROAD MONEY LIABILITIES

(Rs million)

Components of Broad Money Liabilities	August	July	Month-on-Month change		August	Year-on-Year change	
	2016	2016	Amount	Per cent	2015	Amount	Per cent
1. Currency with Public	26,566	26,762	-196	-0.7	24,794	1,771	7.1
2. Transferable Deposits	68,541	69,446	-904	-1.3	64,061	4,480	7.0
I. Narrow Money Liabilities (1+2)	95,107	96,208	-1,101	-1.1	88,855	6,252	7.0
1. Savings Deposits	182,024	181,453	571	0.3	160,409	21,616	13.5
2. Time Deposits	107,689	108,351	-662	-0.6	108,635	-946	-0.9
3. Foreign Currency Deposits	71,174	69,614	1,560	2.2	63,559	7,614	12.0
II. Quasi-Money Liabilities (1+2+3)	360,887	359,419	1,468	0.4	332,603	28,284	8.5
III. Securities other than Shares	5,437	5,491	-55	-1.0	4,282	1,154	27.0
BROAD MONEY LIABILITIES (I+II+III)	461,431	461,118	313	0.1	425,741	35,690	8.4
Sources of Broad Money Liabilities							
I. Net Foreign Assets	547,521	536,627	10,894	2.0	510,246	37,276	7.3
Bank of Mauritius	166,396	166,911	-515	-0.3	142,278	24,117	17.0
Other Depository Corporations	381,126	369,716	11,410	3.1	367,967	13,158	3.6
1. Net Claims on Central Government	51,497	50,347	1,150	2.3	43,687	7,811	17.9
Bank of Mauritius	-37,225	-35,783	-1,441	-4.0	-25,957	-11,268	-43.4
Other Depository Corporations	88,722	86,131	2,591	3.0	69,644	19,078	27.4
2. Claims on Other Sectors	439,060	444,613	-5,553	-1.2	424,520	14,541	3.4
Bank of Mauritius	3,762	3,749	13	0.3	3,670	92	2.5
Other Depository Corporations	435,299	440,864	-5,565	-1.3	420,849	14,449	3.4
II. Domestic Claims (1+2)	490,558	494,960	-4,402	-0.9	468,206	22,351	4.8
III. Net Non-Monetary Liabilities	576,648	570,469	6,179	1.1	552,711	23,937	4.3
BROAD MONEY LIABILITES (I+II-III)	461,431	461,118	313	0.1	425,741	35,690	8.4

Figures may not add up to totals due to rounding.