



## Monetary Developments: July 2017

**The year-on-year (y-o-y) growth rate of Broad Money Liabilities (BML) slowed for the second consecutive month.** BML grew by 7.3 per cent, y-o-y, in July 2017, lower compared to the 8.0 per cent annual growth rate recorded in June 2017. With the exception of time deposits, the remaining components of BML continued to post significant year-on-year growth rates. Between end-June 2017 and end-July 2017, BML rose by Rs3.4 billion, or by 0.7 per cent to Rs494.9 billion, largely backed by narrow money liabilities.

**The annual growth rate of net foreign assets of depository corporations also slowed in July 2017.** The annual growth rate of net foreign assets of depository corporations fell from 8.9 per cent in June 2017 to 8.1 per cent in July 2017. Between end-June 2017 and end-July 2017, net foreign assets (NFA) of depository corporations went up by Rs3.0 billion or by 0.5 per cent to Rs580.2 billion, as the increase in the NFA of other depository corporations fully offset the decline in the NFA of the Bank.

**The pace of growth in claims on other sectors remained broadly stable in July 2017.** Year-on-year, claims on other sectors grew by 7.4 per cent in July 2017, unchanged from the previous period. Between end-June 2017 and end-July 2017, claims on other sectors rose by Rs8.1 billion, or by 1.7 per cent to Rs477.6 billion. Net claims on central government went up by Rs2.2 billion or by 3.8 per cent to Rs60.4 billion at the end of July 2017.

**Research and Economic Analysis Department  
31 August 2017**

**COMPONENTS AND SOURCES OF BROAD MONEY LIABILITIES**

*(Rs million)*

Components of Broad Money Liabilities	July	June	Month-on-Month change		July	Year-on-Year change	
	2017	2017	Amount	Per cent	2016	Amount	Per cent
1. Currency with Public	28,732	28,460	272	1.0	26,762	1,970	7.4
2. Transferable Deposits	75,961	74,010	1,950	2.6	69,446	6,515	9.4
<b>I. Narrow Money Liabilities (1+2)</b>	<b>104,693</b>	<b>102,471</b>	<b>2,222</b>	<b>2.2</b>	<b>96,208</b>	<b>8,485</b>	<b>8.8</b>
1. Savings Deposits	200,757	199,729	1,027	0.5	181,453	19,303	10.6
2. Time Deposits	105,010	104,496	514	0.5	108,351	-3,341	-3.1
3. Foreign Currency Deposits	77,340	78,192	-852	-1.1	69,614	7,726	11.1
<b>II. Quasi-Money Liabilities (1+2+3)</b>	<b>383,107</b>	<b>382,417</b>	<b>690</b>	<b>0.2</b>	<b>359,419</b>	<b>23,688</b>	<b>6.6</b>
<b>III. Securities other than Shares</b>	<b>7,072</b>	<b>6,609</b>	<b>463</b>	<b>7.0</b>	<b>5,491</b>	<b>1,581</b>	<b>28.8</b>
<b>BROAD MONEY LIABILITIES (I+II+III)</b>	<b>494,872</b>	<b>491,497</b>	<b>3,375</b>	<b>0.7</b>	<b>461,118</b>	<b>33,754</b>	<b>7.3</b>
<b>Sources of Broad Money Liabilities</b>							
<b>I. Net Foreign Assets</b>	<b>580,171</b>	<b>577,137</b>	<b>3,034</b>	<b>0.5</b>	<b>536,627</b>	<b>43,544</b>	<b>8.1</b>
Bank of Mauritius	176,192	180,438	-4,246	-2.4	166,911	9,281	5.6
Other Depository Corporations	403,979	396,699	7,280	1.8	369,716	34,264	9.3
<b>1. Net Claims on Central Government</b>	<b>60,388</b>	<b>58,184</b>	<b>2,204</b>	<b>3.8</b>	<b>50,347</b>	<b>10,041</b>	<b>19.9</b>
Bank of Mauritius	-27,482	-34,907	7,425	21.3	-35,783	8,301	23.2
Other Depository Corporations	87,870	93,091	-5,221	-5.6	86,131	1,740	2.0
<b>2. Claims on Other Sectors</b>	<b>477,606</b>	<b>469,475</b>	<b>8,131</b>	<b>1.7</b>	<b>444,613</b>	<b>32,993</b>	<b>7.4</b>
Bank of Mauritius	3,838	3,852	-13	-0.3	3,749	89	2.4
Other Depository Corporations	473,768	465,624	8,144	1.7	440,864	32,904	7.5
<b>II. Domestic Claims (1+2)</b>	<b>537,994</b>	<b>527,659</b>	<b>10,335</b>	<b>2.0</b>	<b>494,960</b>	<b>43,034</b>	<b>8.7</b>
<b>III. Net Non-Monetary Liabilities</b>	<b>623,293</b>	<b>613,299</b>	<b>9,995</b>	<b>1.6</b>	<b>570,469</b>	<b>52,825</b>	<b>9.3</b>
<b>BROAD MONEY LIABILITIES (I+II+III)</b>	<b>494,872</b>	<b>491,497</b>	<b>3,375</b>	<b>0.7</b>	<b>461,118</b>	<b>33,754</b>	<b>7.3</b>

Figures may not add up to totals due to rounding.