



## Monetary Developments: September 2016

**The annual rate of growth of Broad Money Liabilities (BML) gained some momentum in September 2016.** BML grew by 8.9 per cent year-on-year in September 2016, up from 8.4 per cent in August 2016, reflecting significant contributions from all but one of its components. Savings deposits and foreign currency deposits posted robust year-on-year growth rates of 14.6 per cent and 12.8 per cent, respectively. Between end-August 2016 and end-September 2016, BML went up by Rs290 million, or by 0.1 per cent to Rs461.7 billion. The increase of 0.6 per cent in narrow money liabilities fully offset the contraction of 0.1 per cent in quasi-money liabilities.

**The annual growth rate of net foreign assets of depository corporations slowed down in September 2016.** Net foreign assets of depository corporations rose by 7.0 per cent year-on-year in September 2016, down from the annual growth of 7.3 per cent registered in August 2016. Between end-August 2016 and end-September 2016, net foreign assets dropped by Rs6.3 billion or by 1.2 per cent to Rs541.2 billion.

**Year-on-year, claims on other sectors increased at a lower pace.** The annual growth rate of claims on other sectors declined from 3.4 per cent in August 2016 to 3.2 per cent in September 2016. Between end-August 2016 and end-September 2016, claims on other sectors went up by Rs1.0 billion, from Rs439.1 billion to Rs440.1 billion. Net claims on central government rose by Rs1.2 billion or by 2.3 per cent, from Rs51.5 billion at the end of August 2016 to Rs52.7 billion at the end of September 2016.

**COMPONENTS AND SOURCES OF BROAD MONEY LIABILITIES**

*(Rs million)*

Components of Broad Money Liabilities	September	August	Month-on-Month change		September	Year-on-Year change	
	2016	2016	Amount	Per cent	2015	Amount	Per cent
1. Currency with Public	26,680	26,566	114	0.4	24,355	2,325	9.5
2. Transferable Deposits	68,957	68,541	416	0.6	64,510	4,447	6.9
<b>I. Narrow Money Liabilities (1+2)</b>	<b>95,637</b>	<b>95,107</b>	<b>530</b>	<b>0.6</b>	<b>88,865</b>	<b>6,772</b>	<b>7.6</b>
1. Savings Deposits	184,500	182,024	2,476	1.4	161,037	23,463	14.6
2. Time Deposits	106,952	107,689	-737	-0.7	108,403	-1,451	-1.3
3. Foreign Currency Deposits	69,087	71,174	-2,087	-2.9	61,256	7,831	12.8
<b>II. Quasi-Money Liabilities (1+2+3)</b>	<b>360,539</b>	<b>360,887</b>	<b>-348</b>	<b>-0.1</b>	<b>330,697</b>	<b>29,842</b>	<b>9.0</b>
<b>III. Securities other than Shares</b>	<b>5,545</b>	<b>5,437</b>	<b>108</b>	<b>2.0</b>	<b>4,240</b>	<b>1,305</b>	<b>30.8</b>
<b>BROAD MONEY LIABILITIES (I+II+III)</b>	<b>461,720</b>	<b>461,431</b>	<b>290</b>	<b>0.1</b>	<b>423,802</b>	<b>37,919</b>	<b>8.9</b>
<b>Sources of Broad Money Liabilities</b>							
<b>I. Net Foreign Assets</b>	<b>541,174</b>	<b>547,521</b>	<b>-6,348</b>	<b>-1.2</b>	<b>505,830</b>	<b>35,344</b>	<b>7.0</b>
Bank of Mauritius	169,581	166,396	3,185	1.9	144,451	25,130	17.4
Other Depository Corporations	371,593	381,126	-9,533	-2.5	361,379	10,214	2.8
<b>1. Net Claims on Central Government</b>	<b>52,695</b>	<b>51,497</b>	<b>1,198</b>	<b>2.3</b>	<b>43,682</b>	<b>9,013</b>	<b>20.6</b>
Bank of Mauritius	-37,942	-37,225	-717	-1.9	-26,829	-11,113	-41.4
Other Depository Corporations	90,637	88,722	1,915	2.2	70,511	20,126	28.5
<b>2. Claims on Other Sectors</b>	<b>440,062</b>	<b>439,060</b>	<b>1,001</b>	<b>0.2</b>	<b>426,618</b>	<b>13,444</b>	<b>3.2</b>
Bank of Mauritius	3,762	3,762	0	0.0	3,675	87	2.4
Other Depository Corporations	436,299	435,299	1,001	0.2	422,942	13,357	3.2
<b>II. Domestic Claims (1+2)</b>	<b>492,757</b>	<b>490,558</b>	<b>2,199</b>	<b>0.4</b>	<b>470,300</b>	<b>22,457</b>	<b>4.8</b>
<b>III. Net Non-Monetary Liabilities</b>	<b>572,210</b>	<b>576,648</b>	<b>-4,438</b>	<b>-0.8</b>	<b>552,328</b>	<b>19,882</b>	<b>3.6</b>
<b>BROAD MONEY LIABILITIES (I+II+III)</b>	<b>461,720</b>	<b>461,431</b>	<b>290</b>	<b>0.1</b>	<b>423,802</b>	<b>37,919</b>	<b>8.9</b>

Figures may not add up to totals due to rounding.