



## *Monetary Developments: July 2009*

Broad Money Liabilities (BML) rose by Rs236 million, or 0.1 per cent, from Rs283,778 million at the end of June 2009 to Rs284,014 million at the end of July 2009. The annual growth rate of BML declined to 10.8 per cent in July 2009, from 12.5 per cent in June 2009. Monetary expansion during the month was the net result of an increase in domestic credit, more than offsetting the decline in net foreign assets.

With regard to the counterparts of BML, domestic credit expanded by Rs1,950 million, or 0.7 per cent, from Rs275,224 million in June 2009 to Rs277,173 million in July 2009 as against a contraction of 1.1 per cent in the previous month. The annual rate of growth of domestic credit rose from 6.4 per cent in June 2009 to 6.6 per cent in July 2009. Net claims on budgetary central government increased by Rs1,171 million or 2.4 per cent, from Rs49,785 million in June 2009 to Rs50,956 million in July 2009. Claims on private sector rose by Rs779 million or 0.3 per cent to Rs226,218 million in July 2009 compared to a decline of 1.1 per cent in the previous month. The annual rate of growth of claims on private sector edged down to 9.6 per cent, from 9.7 per cent in the previous month.

The net foreign assets of depository corporations decreased by Rs1,331 million, or 1.4 per cent, from Rs97,146 million in June 2009 to Rs95,815 million in July 2009 as against an increase of 3.7 per cent in the previous month. The contraction during the month reflects mainly a drop in net foreign assets of other depository corporations. The annual growth rate of net foreign assets rose to 18.1 per cent in July 2009, from 16.2 per cent in June 2009.

Statistics Division  
Bank of Mauritius  
31 August 2009

**COMPONENTS AND SOURCES OF BROAD MONEY LIABILITIES\***

*(Rs million)*

Components of Broad Money Liabilities	July 2009	June 2009	Month-on-Month change		July 2008	Year-on-Year change	
			Amount	Per cent		Amount	Per cent
1. Currency with Public	15,199.8	14,847.9	351.9	2.4	12,998.8	2,201.1	16.9
2. Transferable Deposits	38,541.3	39,236.9	-695.6	-1.8	33,299.7	5,241.6	15.7
<b>I. Narrow Money Liabilities (1+2)</b>	<b>53,741.1</b>	<b>54,084.8</b>	<b>-343.7</b>	<b>-0.6</b>	<b>46,298.5</b>	<b>7,442.7</b>	<b>16.1</b>
1. Savings Deposits	78,845.6	79,604.1	-758.5	-1.0	72,769.0	6,076.6	8.4
2. Time Deposits	94,300.4	92,050.6	2,249.8	2.4	87,132.2	7,168.2	8.2
3. Foreign Currency Deposits	55,556.2	56,482.3	-926.1	-1.6	48,623.6	6,932.6	14.3
<b>II. Quasi-Money Liabilities (1+2+3)</b>	<b>228,702.2</b>	<b>228,137.0</b>	<b>565.2</b>	<b>0.2</b>	<b>208,524.8</b>	<b>20,177.4</b>	<b>9.7</b>
<b>III. Securities other than Shares</b>	<b>1,570.3</b>	<b>1,555.9</b>	<b>14.4</b>	<b>0.9</b>	<b>1,527.9</b>	<b>42.4</b>	<b>2.8</b>
<b>BROAD MONEY LIABILITIES (I+II+III)</b>	<b>284,013.7</b>	<b>283,777.8</b>	<b>235.9</b>	<b>0.1</b>	<b>256,351.2</b>	<b>27,662.5</b>	<b>10.8</b>
<b>Sources of Broad Money Liabilities</b>							
<b>I. Net Foreign Assets</b>	<b>95,814.8</b>	<b>97,145.7</b>	<b>-1,330.9</b>	<b>-1.4</b>	<b>81,136.4</b>	<b>14,678.4</b>	<b>18.1</b>
Bank of Mauritius	63,325.2	63,281.8	43.3	0.1	55,745.5	7,579.6	13.6
Other Depository Corporations	32,489.6	33,863.9	-1,374.2	-4.1	25,390.9	7,098.8	28.0
<b>1. Net Claims on Budgetary Central Government</b>	<b>50,955.7</b>	<b>49,784.8</b>	<b>1,170.9</b>	<b>2.4</b>	<b>53,564.6</b>	<b>-2,609.0</b>	<b>-4.9</b>
Bank of Mauritius	-10,113.8	-10,174.6	60.8	0.6	-5,446.8	-4,666.9	-85.7
Other Depository Corporations	61,069.5	59,959.4	1,110.1	1.9	59,011.5	2,058.0	3.5
<b>2. Claims on Private Sector</b>	<b>226,217.6</b>	<b>225,438.7</b>	<b>778.9</b>	<b>0.3</b>	<b>206,408.4</b>	<b>19,809.2</b>	<b>9.6</b>
Bank of Mauritius	133.9	133.3	0.6	0.5	134.7	-0.8	-0.6
Other Depository Corporations	226,083.7	225,305.4	778.3	0.3	206,273.7	19,810.0	9.6
<b>II. Domestic Credit (1+2)</b>	<b>277,173.3</b>	<b>275,223.5</b>	<b>1,949.8</b>	<b>0.7</b>	<b>259,973.1</b>	<b>17,200.2</b>	<b>6.6</b>
<b>III. Net Non-Monetary Liabilities</b>	<b>88,974.4</b>	<b>88,591.4</b>	<b>383.0</b>	<b>0.4</b>	<b>84,758.3</b>	<b>4,216.1</b>	<b>5.0</b>
<b>BROAD MONEY LIABILITIES (I+II+III)</b>	<b>284,013.7</b>	<b>283,777.8</b>	<b>235.9</b>	<b>0.1</b>	<b>256,351.2</b>	<b>27,662.5</b>	<b>10.8</b>

Figures may not add up to totals due to rounding.

\* Based on the new methodology of the IMF's Depository Corporations Survey framework.

Source: Statistics Division.