



## Monetary Developments: May 2015

**The annual rate of growth of Broad Money Liabilities (BML) stood unchanged at 10.0 per cent in May 2015.** BML growth stemmed from broad-based increases of all of its components. Between end-April and end-May 2015, BML rose by Rs1,851 million, or by 0.5 per cent to Rs411,918 million, reflecting the expansion in transferable and savings deposits, more than offsetting the contraction in foreign currency deposits.

**Net foreign assets continued to drive the growth in broad money liabilities.** The annual growth rate of net foreign assets of depository corporations stood at 39.2 per cent in May 2015, down from 43.2 per cent in the year to April 2015. Between end-April and end-May 2015, net foreign assets fell by Rs33,935 million or 6.0 per cent to Rs533,347 million.

**Claims on other sectors grew at a higher pace.** The annual growth rate increased from 1.5 per cent in April 2015 to 3.0 per cent in May 2015. Claims on other sectors went up by Rs50 million, from Rs409,999 million at the end of April 2015 to Rs410,049 million at the end of May 2015. Net claims on central government rose by Rs2,520 million or 5.8 per cent, from Rs43,101 million at the end of April 2015 to Rs45,621 million at the end of May 2015, mostly reflecting net issue of government securities.

Statistics Division

30 June 2015

**COMPONENTS AND SOURCES OF BROAD MONEY LIABILITIES <sup>1</sup>**

| <i>(Rs million)</i>                        |                |                |                       |             |                |                     |             |
|--|----------------|----------------|-----------------------|-------------|----------------|---------------------|-------------|
| Components of Broad Money Liabilities      | May 2015       | April 2015     | Month-on-Month change |             | May 2014       | Year-on-Year change |             |
|  |                |                | Amount                | Per cent    |                | Amount              | Per cent    |
| 1. Currency with Public                    | 24,221         | 23,912         | 308                   | 1.3         | 21,737         | 2,483               | 11.4        |
| 2. Transferable Deposits                   | 63,381         | 61,511         | 1,870                 | 3.0         | 56,141         | 7,240               | 12.9        |
| <b>I. Narrow Money Liabilities (1+2)</b>   | <b>87,602</b>  | <b>85,424</b>  | <b>2,178</b>          | <b>2.5</b>  | <b>77,878</b>  | <b>9,724</b>        | <b>12.5</b> |
| 1. Savings Deposits                        | 156,973        | 155,800        | 1,173                 | 0.8         | 140,202        | 16,771              | 12.0        |
| 2. Time Deposits                           | 106,937        | 106,614        | 323                   | 0.3         | 104,499        | 2,438               | 2.3         |
| 3. Foreign Currency Deposits               | 56,923         | 58,617         | -1,694                | -2.9        | 48,614         | 8,309               | 17.1        |
| <b>II. Quasi-Money Liabilities (1+2+3)</b> | <b>320,833</b> | <b>321,031</b> | <b>-197</b>           | <b>-0.1</b> | <b>293,315</b> | <b>27,518</b>       | <b>9.4</b>  |
| <b>III. Securities other than Shares</b>   | <b>3,483</b>   | <b>3,613</b>   | <b>-130</b>           | <b>-3.6</b> | <b>3,256</b>   | <b>227</b>          | <b>7.0</b>  |
| <b>BROAD MONEY LIABILITIES (I+II+III)</b>  | <b>411,918</b> | <b>410,067</b> | <b>1,851</b>          | <b>0.5</b>  | <b>374,448</b> | <b>37,469</b>       | <b>10.0</b> |
| <b>Sources of Broad Money Liabilities</b>  |                |                |                       |             |                |                     |             |
| <b>I. Net Foreign Assets</b>               | <b>533,347</b> | <b>567,281</b> | <b>-33,935</b>        | <b>-6.0</b> | <b>383,221</b> | <b>150,126</b>      | <b>39.2</b> |
| Bank of Mauritius                          | 138,175        | 137,586        | 589                   | 0.4         | 117,055        | 21,120              | 18.0        |
| Other Depository Corporations              | 395,171        | 429,695        | -34,524               | -8.0        | 266,165        | 129,006             | 48.5        |
| <b>1. Net Claims on Central Government</b> | <b>45,621</b>  | <b>43,101</b>  | <b>2,520</b>          | <b>5.8</b>  | <b>35,877</b>  | <b>9,803</b>        | <b>27.4</b> |
| Bank of Mauritius                          | -22,878        | -22,661        | -217                  | -1.0        | -16,472        | -6,406              | -38.9       |
| Other Depository Corporations              | 68,499         | 65,763         | 2,737                 | 4.2         | 52,290         | 16,209              | 31.0        |
| <b>2. Claims on Other Sectors</b>          | <b>410,049</b> | <b>409,999</b> | <b>50</b>             | <b>0.0</b>  | <b>398,087</b> | <b>11,962</b>       | <b>3.0</b>  |
| Bank of Mauritius                          | 380            | 372            | 8                     | 2.3         | 162            | 218                 | 134.7       |
| Other Depository Corporations              | 409,669        | 409,628        | 42                    | 0.0         | 397,925        | 11,744              | 3.0         |
| <b>II. Domestic Claims (1+2)</b>           | <b>455,670</b> | <b>453,100</b> | <b>2,570</b>          | <b>0.6</b>  | <b>433,905</b> | <b>21,765</b>       | <b>5.0</b>  |
| <b>III. Net Non-Monetary Liabilities</b>   | <b>577,099</b> | <b>610,315</b> | <b>-33,216</b>        | <b>-5.4</b> | <b>442,677</b> | <b>134,422</b>      | <b>30.4</b> |
| <b>BROAD MONEY LIABILITES (I+II-III)</b>   | <b>411,918</b> | <b>410,067</b> | <b>1,851</b>          | <b>0.5</b>  | <b>374,448</b> | <b>37,469</b>       | <b>10.0</b> |

Figures may not add up to totals due to rounding.

<sup>1</sup> Following IMF recommendations in January 2013, with effect from January 2010, liabilities to Central Government now include deposits of budgetary central government, extra-budgetary units and social security funds, as well as their holdings of Bank of Mauritius securities, which were formerly classified as Deposits and Securities Other than Shares, Excluded from Monetary Base.

Source: Statistics Division.