



Monetary Developments: MAY 2008

Broad Money Liabilities (BML) rose by Rs 6,016 million, or 2.5 per cent, from Rs243,193 million at the end of April 2008 to Rs249,209 million at the end of May 2008 as compared to a rise of 0.5 per cent recorded between end-March 2008 and end-April 2008. The annual growth rate of BML stood at 16.9 per cent in May 2008, up from 14.5 per cent in the previous month. An increase in both net foreign assets and domestic credit drove monetary growth during the month.

With regard to the counterparts of BML, domestic credit expanded by Rs10,047 million, or 4.2 per cent, from Rs240,090 million in April 2008 to Rs250,138 million in May 2008 compared to a rise of 1.5 per cent in the previous month. The annual rate of growth of domestic credit maintained its upward trend, rising from 16.3 per cent in April 2008 to 21.1 per cent in May 2008. The expansion of domestic credit growth during the month reflects the rise in both net claims on budgetary central government and claims on private sector. Net claims on budgetary central government expanded by Rs2,024 million or 4.1 per cent, from Rs48,897 million in April 2008 to Rs50,921 million in May 2008. Claims on private sector grew by Rs8,023 million or 4.2 per cent to Rs199,216 million in May 2008 as compared to an increase of 1.9 per cent in the previous month.

The net foreign assets of depository corporations increased by Rs6,363 million, or 7.9 per cent, from Rs80,877 million in April 2008 to Rs87,240 million in May 2008 as against a drop of 0.7 per cent in the previous month. As a result, the annual growth rate of net foreign assets stood at 11.4 per cent compared to 1.3 per cent in April 2008. This expansion during the month reflects the increase in net foreign assets of both other depository corporations and the Bank of Mauritius.

Statistics Division
Bank of Mauritius
01 July 2008

COMPONENTS AND SOURCES OF BROAD MONEY LIABILITIES (BML)*

Components of Broad Money Liabilities	May-08	Apr-08	Month-on-Month change		May-07	Year-on-Year change	
	(Rs Mn)	(Rs Mn)	(Rs Mn)	(Per cent)	(Rs Mn)	(Rs Mn)	(Per cent)
1. Currency with Public	12,796.7	12,797.0	-0.4	0.0	11,420.5	1,376.2	12.1
2. Transferable Deposits	31,133.9	31,396.8	-262.9	-0.8	27,012.6	4,121.3	15.3
I. Narrow Money Liabilities (1+2)	43,930.6	44,193.8	-263.2	-0.6	38,433.0	5,497.5	14.3
1. Savings Deposits	71,306.8	70,122.8	1,184.0	1.7	60,962.0	10,344.8	17.0
2. Time Deposits	85,094.1	84,411.4	682.7	0.8	70,960.2	14,133.9	19.9
3. Foreign Currency Deposits	47,354.2	42,959.6	4,394.6	10.2	40,826.6	6,527.5	16.0
II. Quasi-Money Liabilities (1+2+3)	203,755.1	197,493.7	6,261.3	3.2	172,748.8	31,006.3	17.9
III. Securities other than Shares	1,523.3	1,505.8	17.4	1.2	2,035.6	-512.3	-25.2
BROAD MONEY LIABILITIES (I+II+III)	249,209.0	243,193.4	6,015.6	2.5	213,217.4	35,991.6	16.9
Sources of Broad Money Liabilities							
I. Net Foreign Assets	87,240.4	80,877.0	6,363.3	7.9	78,332.6	8,907.7	11.4
Bank of Mauritius	57,775.0	54,533.4	3,241.7	5.9	49,459.9	8,315.1	16.8
Other Depository Corporations	29,465.3	26,343.6	3,121.7	11.8	28,872.7	592.6	2.1
1. Net Claims on Budgetary Central Government	50,921.2	48,897.0	2,024.2	4.1	42,966.8	7,954.4	18.5
Bank of Mauritius	-3,017.7	-1,026.6	-1,991.1	193.9	434.4	-3,452.1	-794.7
Other Depository Corporations	53,938.9	49,923.6	4,015.3	8.0	42,532.4	11,406.5	26.8
2. Claims on Private Sector	199,216.4	191,193.3	8,023.1	4.2	163,634.3	35,582.0	21.7
Bank of Mauritius	136.1	209.4	-73.4	-35.0	225.4	-89.4	-39.7
Other Depository Corporations	199,080.3	190,983.9	8,096.5	4.2	163,408.9	35,671.4	21.8
II. Domestic Credit (1+2)	250,137.5	240,090.2	10,047.3	4.2	206,601.1	43,536.4	21.1
III. Net Non-Monetary Liabilities	88,168.9	77,773.9	10,395.0	13.4	71,716.3	16,452.5	22.9
BROAD MONEY LIABILITIES (I+II+III)	249,209.0	243,193.4	6,015.6	2.5	213,217.4	35,991.6	16.9

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.

Data in this table are final.