

CORE FRAMEWORK: Depository Corporations Survey

National Descriptor (as applicable): Pakistan Monetary Survey

ENCOURAGED EXTENSION(S) (as applicable):

National Descriptor (as applicable):

National Methodological Publication (as applicable):

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I. Analytical Framework, Concepts, Definitions, and Classifications

Analytical Framework, Concepts and Definitions

The monthly Pakistan Monetary Survey is compiled in accordance with the analytical framework described in IMF's Monetary and Financial Statistics Manual and presented as stock data in millions of Pak rupees.

Monetary aggregates and other components with their brief description are:

- Narrow money (M1) comprises currency in circulation, other demand deposits with monetary authorities (excluding IMF accounts, counterpart funds, deposits of foreign governments, international organizations and deposits of foreign deposit money banks) and demand deposits with deposit money banks (excluding, inter bank deposits and deposits of federal & provincial governments).
- Broad money (M2) is the narrow money (M1) plus time deposits with deposit money banks plus residents' foreign currency deposits.
- Domestic credit is classified by sector and includes claims on public sector (net), claims on private sector (gross) and other accounts not classified by sector (net). Claims on public sector is further classified into two categories:
 1. Claims on central government (net);
 2. Claims on provincial governments (net)

- Net foreign assets comprises the net position of State Bank of Pakistan and deposit money banks.

The monetary survey is a consolidated balance sheet for entire banking system and is produced by consolidating the balance sheet of deposit money banks and State Bank of Pakistan. The survey is based on the weekly statement of the last Saturday of the month, while end month data are used for each quarter end. The Monetary survey is published in the monthly Statistical Bulletin, the quarterly report "The state of Pakistan's economy" and the Annual Report of the State Bank of Pakistan.

Classification System

The classification of domestic sectors is in accordance with the IMF's Monetary and Financial Statistics Manual. Foreign assets and liabilities are differentiated from domestic assets and liabilities on the basis of residence according to the definitions of the fifth edition of the IMF's "Balance of Payments Manual". The data are recorded on an accrual basis.

II. Scope of the Data

Unit Coverage

Monetary authorities and deposit money banks are covered. The assets and liabilities of non-bank financial institutions, modarabas, discount houses, venture capital companies, etc. are not incorporated. The Banking Supervision Department of the State Bank of Pakistan collects data from deposit money banks on a weekly basis (each Saturday's position). The Accounts Department of the State Bank of Pakistan prepares monetary authorities accounts on a weekly basis (each Saturday's position). The positions on the last Saturday of the month are used for compiling the survey.

Transaction Coverage

All transactions by Monetary Authorities and deposit money banks are properly covered in monetary survey statements.

Geographic Coverage

The branches of deposit money banks and State Bank of Pakistan (principal office & subsidiaries).

Unrecorded Activity (as relevant)

Not applicable.

Periodicity

Monthly.

Timeliness

4 weeks.

III. Accounting Conventions

Basic accounting conventions are as follows:

- The monetary survey is compiled on accrual basis of accounting;
- IMF quota and securities are revalued once every year;
- Foreign currency denominated assets & liabilities are revalued every month on the basis of last day's average rate;
- Gold is revalued at the end month and at the end of the financial year (June end) on the basis of the

closing London Bullion rate.

IV. Nature of the Basic Data Sources

The administrative records of the State Bank of Pakistan and the deposit money banks are used to compile monetary survey data. Actual data are used from all deposit money banks as well as the State Bank of Pakistan. The Accounts Department is responsible for the compilation of the State Bank of Pakistan's accounts and the Banking Supervision Department compiles data for deposit money banks. The data are available about two weeks after the end of reference month except for the end June where State Bank of Pakistan's accounts are finalized at the end of August.

The deposit money banks report their Liabilities & Assets through the statement of "Weekly Position of Liabilities & Assets". State Bank of Pakistan consistently provides guidelines to banks for proper reporting of their accounts. The consolidated report is prepared for all deposit money banks.

V. Compilation Practices

Minor adjustments are made from time to time to keep the monetary survey up to date. Some other adjustments, like BSAL I & II, privatization account and the ADB's fund are made in the other deposits with the Monetary Authority.

Strict monitoring is done when the banks report the data and in case of any discrepancies found the revised data are collected from the concerned bank. Extensive efforts are made to refine the data to avoid any revisions in the monetary survey statement.

VI. Other Aspects

No seasonal adjustments are made.

VII. Plans for Improvement

Recent Improvements

Proper classification of various accounts:

- Sinking funds were placed in the other assets of State Bank of Pakistan, which are now properly classified in net foreign assets of State Bank of Pakistan.
- Previously IMF accounts were adjusted in claims on federal government, which has now become a part of State Bank of Pakistan's balance sheet. Recently these accounts are properly classified in monetary survey. Federal government securities are now also classified in the monetary survey.

Short Term

The Statistics Department is collecting data on Liabilities & Assets of deposit money banks on month-end basis, as per IMF recommendations. The data also disaggregate non-financial public enterprises and non-bank financial institutions from the private sector. Work is in progress for compiling monetary survey on month-end basis.

Medium Term

The Statistics Department is also collecting data on non-bank financial institutions, modarabas, investment corporations, etc. This will be ultimately helpful to develop a financial survey.

Technical Assistance/Financing Needs/Other Prerequisites

Short Term

None.

Medium Term

None.