

Provisional Data on Monetary Aggregates as on February 15, 2019

1) Broad Money (M2)

Components		Stocks at End-June 2018	Flows		Monetary Impact Since	
			FY17	FY18	1 st July to	
					15-Feb-19	16-Feb-18
A.	Currency in Circulation	4,387,828	577,531	476,513	389,851	177,012
B.	Other Deposits with SBP	26,962	3,936	4,270	725	83
C.	Total Deposits with Banks ^{1/}	11,582,372	1,174,562	935,497	-107,617	-56,085
	(i) Demand Deposits	10,074,402	1,184,303	693,147	-78,951	-224,842
	(ii) Time Deposits	678,615	-77,824	68,335	-108,429	88,485
	(iii) Residents Foreign Currency Deposits (RFCDs)	829,355	68,082	174,015	79,763	80,272
Broad Money (M2) (A+B+C)		15,997,162	1,756,029	1,416,280	282,960	121,010
Growth			13.69%	9.71%	1.77%	0.83%
Factors Affecting Broad Money (M2)						
A.	Net Foreign Assets of the Banking System	-208,423	-405,548	-810,473	-828,501	-360,262
	(i) State Bank of Pakistan	12,453	-204,094	-816,469	-709,532	-359,371
	(ii) Scheduled Banks	-220,877	-201,455	5,996	-118,968	-891
B.	Net Domestic Assets of the Banking System (1+2+3)	16,205,586	2,161,578	2,226,753	1,111,461	481,272
	(i) State Bank of Pakistan	4,902,311	1,005,638	1,363,422	967,296	427,665
	(ii) Scheduled Banks	11,303,275	1,155,940	863,331	144,165	53,607
	Growth		18.29%	15.93%	6.86%	3.44%
1.	Net Government Sector Borrowings (a+b+c)	10,199,670	1,136,052	1,244,073	716,383	258,038
	a. Borrowings for Budgetary Support ²	9,392,960	1,087,259	1,110,887	866,207	296,022
	(i) From SBP	3,613,406	907,866	1,263,298	1,815,426	422,481
	a) Federal Government	3,667,619	710,316	1,226,995	1,915,103	574,698
	of which deposits with SBP	-40,546	237,973	50,693	-2,111,408	-571,923
	b) Provincial Government	-43,840	189,736	44,715	-82,541	-138,127
	Balochistan Government	-5,329	16,797	-3,868	-24,252	-37,644
	Khyber Pakhtunkhwa Government	-23,945	45,775	6,300	-11,239	-35,878
	Punjab Government	-5,114	58,286	33,032	-60,468	-18,232
	Sindh Government	-9,453	68,877	9,252	13,417	-46,373
	c) AJK Government	5,515	6,324	-1,764	-12,838	-7,969
	d) Gilgit-Baltistan	-15,888	1,491	-6,649	-4,297	-6,121
	(ii) From Scheduled banks	5,779,554	179,394	-152,411	-949,219	-126,459
	a) Federal Government	6,523,418	361,375	-107,981	-854,560	-83,520
	of which deposits with banks ³	-1,083,755	-167,023	-199,959	-22,991	-137,695
	b) Provincial Government	-743,864	-181,982	-44,430	-94,659	-42,939
	of which deposits with banks ³	-744,888	-181,982	-44,430	-94,659	-42,939
	b. Commodity Operations	819,680	49,934	133,172	-150,875	-41,634
	c. Others	-12,971	-1,142	14	1,051	3,651
2.	Credit to Non-Government Sector (a+b+c+d)	7,033,598	998,680	1,022,331	711,564	428,076
	a. Credit to Private Sector*	5,972,968	747,926	775,495	592,829	293,334
	Conventional Banking Branches	4,789,627	511,441	548,453	411,674	190,698
	Islamic Banks	732,195	139,369	103,860	93,801	21,948
	Islamic Banking Branches of Conventional Banks	451,146	97,116	123,182	87,354	80,689
	b. Credit to Public Sectors Enterprises (PSEs)	1,068,199	254,740	245,402	116,851	133,965
	c. PSEs Special Account-Debt Repayment with SBP	-24,244	0	0	0	0
	d. Credit to NBFIs	16,675	-3,987	1,433	1,883	777
3.	Other Items (net)	-1,027,682	26,847	-39,651	-316,486	-204,842
Broad Money (M2) (A+B)		15,997,162	1,756,029	1,416,280	282,960	121,010
Growth			13.69%	9.71%	1.77%	0.83%
Memorandum Items						
	Accrued profit on SBP holdings of MRTBs/MTBs	73,953	19,980	23,490	83,505	-12,976
	Outstanding amount of MTBs (realized value in auctions)	4,743,836	1,097,511	1,032,082	-428,530	565,765
	Net Government Budgetary Borrowings (cash basis)	9,283,551	1,045,987	1,120,523	791,562	362,271
	From SBP	3,539,453	887,885	1,239,807	1,731,921	435,457
	From Scheduled Banks	5,744,098	158,101	-119,284	-940,359	-73,187

P: Provisional

1/ Excluding inter-bank deposits, deposits of governments and foreign constituents. The breakup of total deposits with banks into demand, time and Residents Foreign Currency Deposits (RFCDs) have been added since June 30, 2014.

2/ Government's borrowing net of Federal, Provincial, Azad Kashmir's and Gilgit-Baltistan's deposit with SBP and Scheduled Banks. The (-) sign in govt. deposits shows a credit balance whereas (+) sign shows their debtor/withdrawal from the system

3/ Data on government deposits with scheduled banks are available only on monthly basis therefore, the previous month data were repeated in subsequent weeks till the availability of latest month data.

Government's borrowing mechanisms from the banking system are as follows:-

(a) Borrowings from scheduled banks is mainly through fortnightly auctioning of Market Treasury Bills (MTBs) of 3, 6 and 12-month maturities. Government of Pakistan also borrows long-term by quarterly auctioning of Pakistan Investment Bonds (PIBs)/Sukuk of 3, 5, 10, 15, 20 and 30 years maturities.

(b) Federal Government may also borrow directly from SBP either through ways and means advance or purchase (by SBP) of Market Related Treasury Bills (MRTBs). The Ways and Means Advance is extended for government borrowings up to Rs.100 million at an interest rate of 4 percent per annum whereas higher amounts are borrowed through SBP purchase of 6-month MRTBs at the weighted average yield of 6-month MTB determined in the most recent fortnightly auction of treasury bills. The weighted average yield on 6-month MTB was 10.60 percent as a result of the auction conducted on 13th February 2019. There after no bid has been received in 6-month T-bill auction.

(c) Provincial Governments and the Government of Azad Jammu & Kashmir may also borrow directly from SBP through raising of their debtor balances (over drafts) within limits defined for them. An interest rate is charged on the borrowings which is the weighted average yields of 6-month MTBs over the preceding three months. In case, the Provincial Governments or the Government of Azad Jammu & Kashmir borrow over and above the over draft limit, they are penalized by charging an incremental rate of 4 percent per annum.

* Note: Islamic Financings, Advances (against Murabaha etc), Inventories and any Other related item(s) pertaining to Islamic Financing previously reported under Other Assets has been reclassified as credit to private sector. Details of reclassifications/revisions are available in revision study on SBP website at :

www.sbp.org.pk/ecodata/Revision_Monetary_Stats.pdf

Source: Based on weekly returns of scheduled banks for the week ending Friday.

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For Feedback: <http://www.sbp.org.pk/stats/survey/index.asp>