



**STATISTICS AND DATA WAREHOUSE DEPARTMENT
(Monetary Statistics Division)**

Reclassification of Advances/Deposit Data

1. Statistics & DWH Department, State Bank of Pakistan initiated a project for classification of Private Sector Businesses on the basis of International Standard Industrial Classification Rev-4 (ISIC 4) and to update the list of Public Sector Enterprises (PSEs). It is now being implemented from July, 2019 onward. The new classification (ISIC 4) will provide more detailed position of deposits and advances of private sector businesses.
2. The implementation would affect banks' reporting of 'deposits distributed by category of deposit holders' and 'advances classified by borrowers.' The changes have reclassified some of the PSEs, which were previously reported under government institutions. Following variables would see changes at the time of transition to new classification.
 - a. Advances to government will decrease
 - b. Advances to PSEs would increase
 - c. Deposits of the government would decrease
 - d. Deposits of the PSEs would increase
 - e. Net budgetary borrowing would increase
3. The impact of these changes on monetary data would be as per following table.

Monetary Impact of New reporting (billion rupee)

	Stocks as on end July, 2019		Change
	Old	New	
Net Budgetary Borrowings	11581.1	11620.9	39.8
Federal Government	12610.3	12610.9	0.5
From Scheduled Banks	7126.7	7127.3	0.5
(i) Government Securities	2614.1	2614.1	0.0
(ii) Treasury Bills	5695.8	5695.8	0.0
(iii) Government Deposits	-1183.2	-1182.6	0.5
From SBP	5483.6	5483.6	0.0
Provincial Government	-1029.3	-990.0	39.3
From Scheduled Banks	-851.2	-812.0	39.3
(i) Government Securities	0.0	0.0	0.0
(ii) Advances to Punjab Government for Cooperatives	1.0	1.0	0.0
(iii) Government Deposits	-852.3	-813.0	39.3
From SBP	-178.0	-178.0	0.0
NDA	18989.3	19028.6	39.3
M2	17618.7	17658.0	39.3
Liability Side			
Total Deposits with Banks	12406	12445	39.3
M2	17618.7	17658.0	39.3

Note: 1) Net Budgetary Borrowing (NBB) means scheduled banks holding of government securities net of its deposits with banks.

2) NDA (Net Domestic Assets) is the sum of (i) NBB (ii) Banks' credit to the non-government sector and Other Items Net (OIN)

3) M2 (monetary assets) is the sum of NDA and Net Foreign Assets (NFA)