



# CENTRAL BANK OF SWAZILAND

MONTHLY STATISTICAL RELEASE - JANUARY 2014

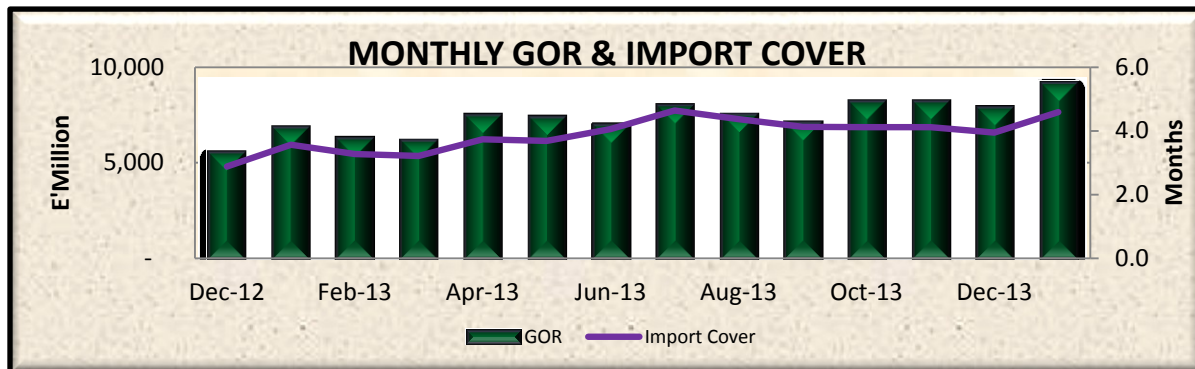
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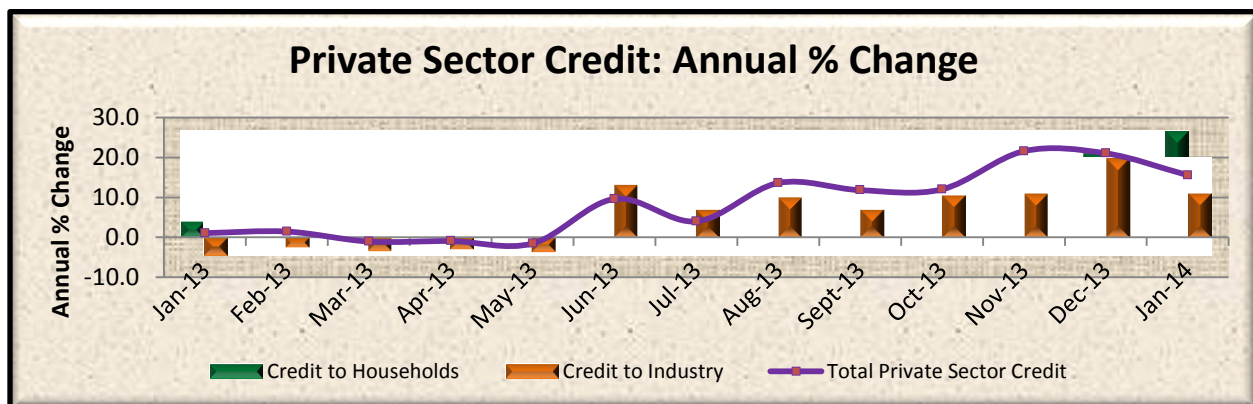
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**Gross Official Reserves** grew by 16 percent to settle at E9, 179.7 million at the end of January 2014. The rise was mainly attributed to an inflow of the quarterly Southern African Customs Union (SACU) revenue at the beginning of the month under review. Consequently, the reserves were enough to cover 4.6 months of estimated imports of goods and services, higher than the 3.9 months recorded the previous month. Valued in Special Drawing Rights (SDRs), gross official reserves rose by 9 percent to SDR530.2 million. Compared on a year-on-year basis, the reserves expanded by 33.3 percent when valued in Emalangeni and by 6.2 percent when valued in SDRs.



Source: Central Bank of Swaziland

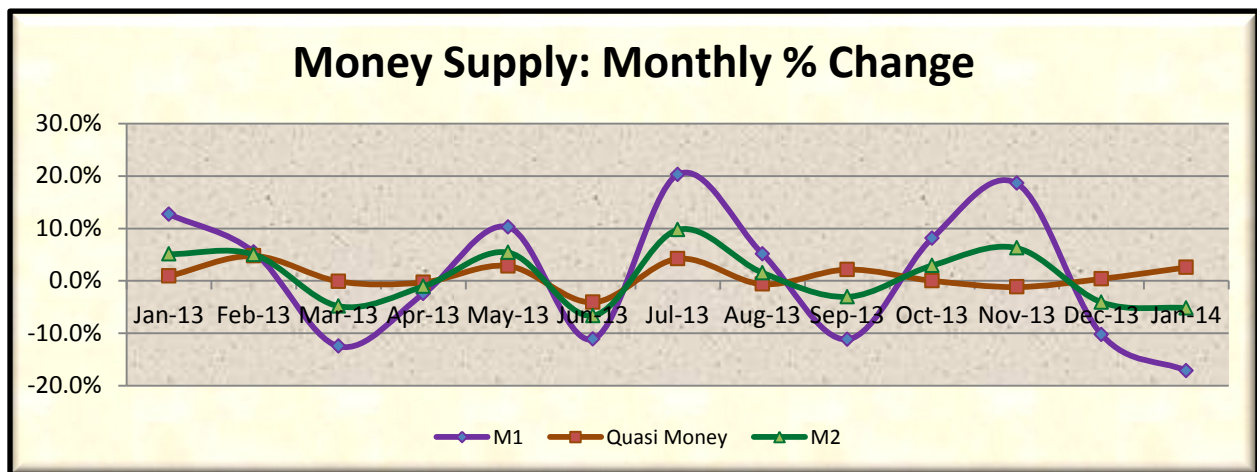
**Domestic Claims (net)** contracted by 21.5 percent over the month to close at E5, 297.2 million due to a contraction in credit extended to the private sector coupled with a rise in net government balances with commercial banks. Credit extended to the private sector receded by 1.4 percent to E9, 623.6 million, mainly driven by a decline in claims on other nonfinancial corporations (Industry). Credit extended to industry decelerated by 6.2 percent to E4, 806.7 million largely on account of subdued demand from the Manufacturing, Mining and Quarrying as well as the Agriculture and Forestry sectors. Credit extended to other sectors (mainly public nonfinancial corporation) on the other hand, expanded by 4.7 percent to E528.6 million over the review month. Credit extended to other resident sectors [Households & Non-Profit Institutions Serving Households (NPISH)] rose by 3.9 percent to E4, 288.3 million. Over the year, credit to the private sector grew by 15.6 percent.



Source: Other Depository Corporations

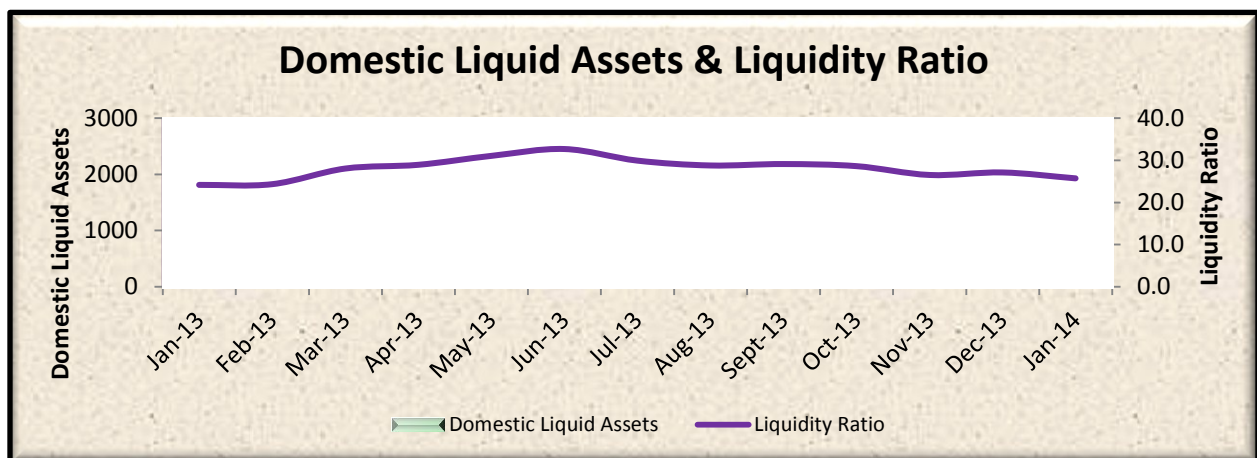
Net Government balances with the banking system increased markedly by 43.8 percent to E4, 326.3 million primarily due to the inflow of SACU revenue mentioned above. Annually, net government balances accelerated by 42.5 million.

**Broad Money Supply (M<sub>2</sub>)** amounted to E10, 617.8 million decelerating by 5.2 percent over the month due to a fall in narrow money supply (M<sub>1</sub>) which surpassed a rise in quasi money. (M<sub>1</sub>) trended downward by 17.1 percent to reach E3, 645.8 million, mainly propelled by a decline in both its components, transferable (demand) deposits and currency outside depository corporations. Transferable deposits declined significantly by 18.5 percent to E3, 178.2 million, while currency outside depository corporations shrank by 6.3 percent to E467.6 million. In contrast, quasi money rose by 2.6 percent to E6, 972 million mainly driven by time deposits. Time deposits grew by 4.1 percent to E5, 468.4 million while savings deposits declined by 2.6 percent to settle at E1, 503.6 million. Compared annually, M<sub>1</sub> contracted by 5.5 percent while quasi money reflected growth of 10.8 percent.



Source: Other Depository Corporations & Central Bank of Swaziland

**Liquid Assets of Banks** contracted by 7.9 percent to settle at E2, 336 million over the review month. Commercial banks' liquidity ratio was at 25.7 percent, 1.4 percentage points lower than the level recorded the previous month. Compared annually, banks' domestic liquid assets expanded by 15.4 percent.



Source: Other Depository Corporations

**RELEASE OF MONEY AND BANKING STATISTICS****Notes:**

1. Data supplied in this Monthly Release represent an abstract of those provided regularly in the Central Bank's Quarterly Review.

2. This Release is issued every month.

3. All figures shown are subject to revision.

4. For definitions of concepts used reference should be made to the relevant notes in the Central Bank's Quarterly Review.

ITEM	2014	2013	2013
	Jan-14	Dec-13	Jan-13
	Amount (E'000)	Amount (E'000)	Amount (E'000)
<b>CENTRAL BANK OF SWAZILAND</b>			
<b>Claims on Non-residents</b>	<b>9,943,866</b>	<b>8,628,531</b>	<b>7,495,568</b>
<b>Claims on Domestic Economy</b>	<b>124,894</b>	<b>79,896</b>	<b>80,607</b>
Government	59,541	60,363	58,618
Other Depository Corporations	46,839	665	1,839
Other Resident Sectors	18,514	18,868	20,150
<b>Other Assets</b>	<b>372,263</b>	<b>348,059</b>	<b>282,653</b>
<b>Total Assets/Liabilities</b>	<b>10,441,023</b>	<b>9,056,486</b>	<b>7,858,828</b>
<b>OTHER DEPOSITORY CORPORATIONS</b>			
<b>Cash and Deposits with CBS</b>	<b>847,384</b>	<b>1,056,069</b>	<b>773,501</b>
<b>Net Balances with Banks Outside Swaziland</b>	<b>731,064</b>	<b>789,276</b>	<b>1,808,807</b>
<b>Loans and advances</b>	<b>9,485,290</b>	<b>9,606,602</b>	<b>7,975,934</b>
<b>Government Securities</b>	<b>1,697,578</b>	<b>1,679,810</b>	<b>1,377,628</b>
<b>Total Deposits</b>	<b>10,152,889</b>	<b>10,691,677</b>	<b>9,906,910</b>
Transferable/Demand	3,187,664	3,911,262	3,483,154
Savings	1,530,223	1,569,688	1,361,094
Time	5,435,002	5,210,727	5,062,662
<b>Capital and Reserves</b>	<b>2,161,915</b>	<b>2,123,197</b>	<b>1,897,873</b>
<b>Total Assets/Liabilities</b>	<b>42,036</b>	<b>55,135</b>	<b>21,978</b>
<b>Total Liquid Assets (Banks only)</b>	<b>2,336,003</b>	<b>2,535,548</b>	<b>2,024,636</b>

	Jan-14	Dec-13	Jan-13
	Amount (E'000)	Amount (E'000)	Amount (E'000)
<b>Required Liquidity (Banks only)</b>	<b>1,778,487</b>	<b>1,833,982</b>	<b>1,642,259</b>
<b>Surplus/ Deficiency(-)(Banks only)</b>	<b>557,516</b>	<b>701,566</b>	<b>382,377</b>
<b>RATIOS (%)</b>			
<b>Actual Liquidity to Domestic Liabilities (Banks Only)</b>	<b>25.7</b>	<b>27.1</b>	<b>24.1</b>
<b>Loans and Advances to Deposits</b>	<b>93.4</b>	<b>89.9</b>	<b>80.5</b>
<b>DEPOSITORY CORPORATIONS SURVEY</b>			
<b>Net Foreign Assets</b>	<b>9,108,396</b>	<b>7,920,289</b>	<b>7,965,660</b>
<b>Net Domestic Claims</b>	<b>5,297,244</b>	<b>6,748,695</b>	<b>5,291,851</b>
Net Claims on Government	-4,326,307	-3,008,441	-3,035,173
Claims on other sectors	9,623,551	9,757,136	8,327,025
Other nonfinancial corporations(Industry)	4,806,674	5,124,180	4,331,362
Other resident sectors(Households &NPISH)	4,288,316	4,128,110	3,389,813
Other sectors	528,562	504,847	605,850
<b>Broad Money Supply(M2)</b>	<b>10,617,834</b>	<b>11,196,933</b>	<b>10,149,909</b>
<b>Narrow Money Supply(M1)</b>	<b>3,645,801</b>	<b>4,399,201</b>	<b>3,855,972</b>
Currency outside depository corporations(E) Transferable(Demand)deposits	467,623 3,178,178	499,167 3,900,034	381,666 3,474,306
<b>Quasi Money</b>	<b>6,972,033</b>	<b>6,797,732</b>	<b>6,293,936</b>
Savings Deposits	1,503,587	1,543,024	1,339,099
Time Deposits	5,468,446	5,254,708	4,954,837
<b>Shares and other equity</b>	<b>3,973,000</b>	<b>3,733,208</b>	<b>3,299,098</b>
<b>Other Items (net)</b>	<b>-185,194</b>	<b>-261,156</b>	<b>-191,495</b>
<b>SWAZILAND'S INTERNATIONAL RESERVES</b>			
<b>Total Official (Gross)</b> - E	<b>9,179,693</b>	<b>7,911,012</b>	<b>6,886,911</b>
SDR	<b>530,214</b>	<b>486,646</b>	<b>499,421</b>
Central Bank	9,179,693	7,911,012	6,886,911
Government	70,247	68,378	59,670
Import Cover (Reserves to months of estimated imports)	4.6	3.9	3.6
<b>Net Bank Holdings</b>	<b>641,559</b>	<b>709,076</b>	<b>1,680,439</b>