

Money, Credit and Interest Rate Developments

July 2023

Economic Research Department

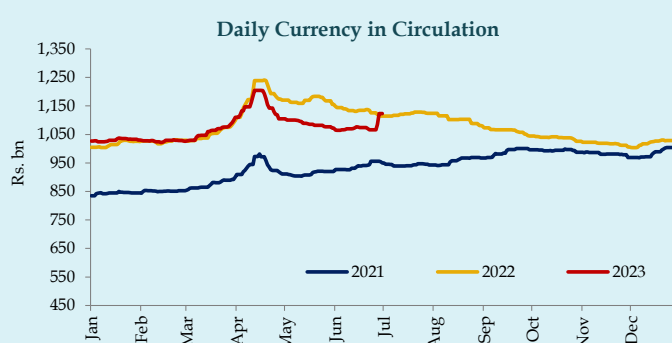
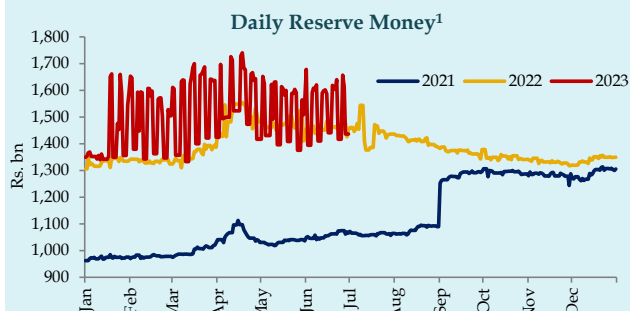
Central Bank of Sri Lanka

Volume 04 Issue 07



Money and Credit Aggregates*

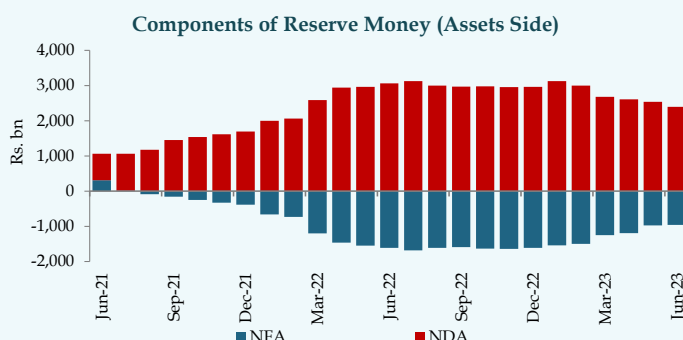
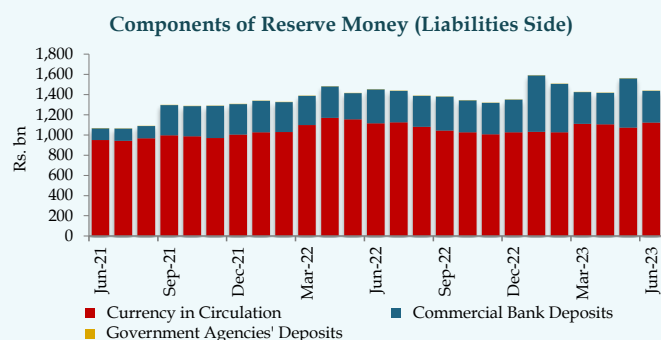
Reserve Money**



¹ Increased volatility in daily Reserve Money since Jan 2023 reflects the impact of measures implemented to restrict access to standing facilities of the Central Bank by LCBs

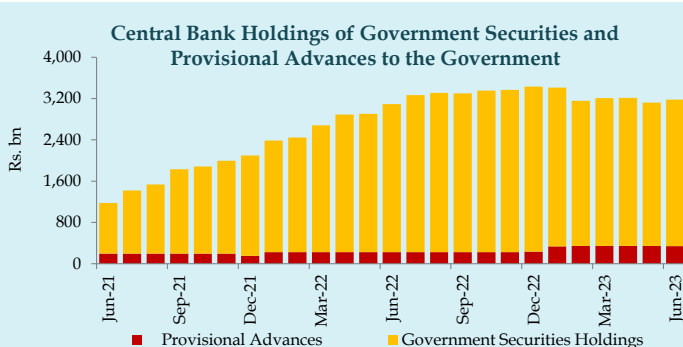
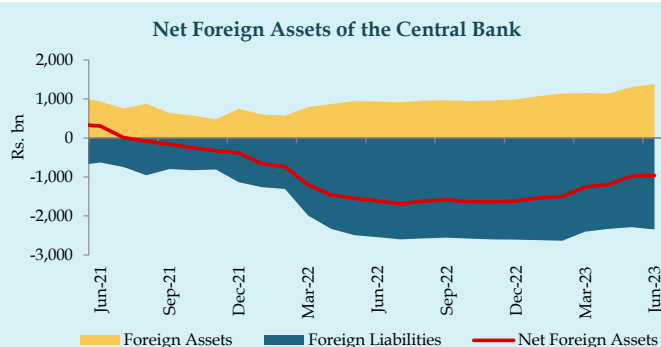
Reserve Money	Jun-23	May-23
Year-on-Year growth (%):	(1.2)	10.2
Monthly Change (Rs. bn):	(123.3)	142.1

Currency in Circulation	Jun-23	May-23
Year-on-Year growth (%):	0.8	(7.2)
Monthly Change (Rs. bn):	51.0	(32.1)



Commercial Bank Deposits	Jun-23	May-23
Year-on-Year growth (%):	(7.5)	87.9
Monthly Change (Rs. bn):	(174.3)	174.1

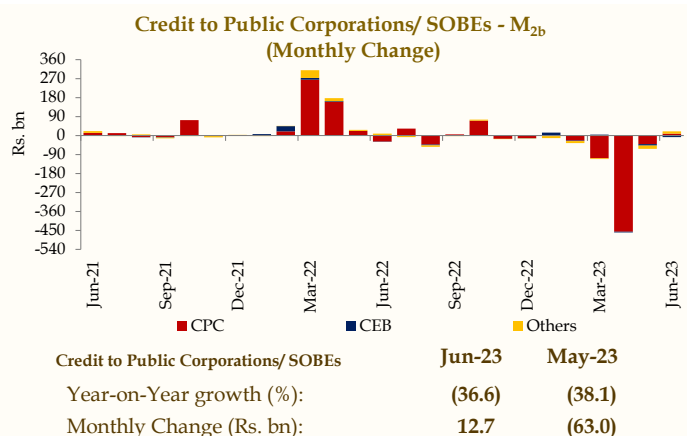
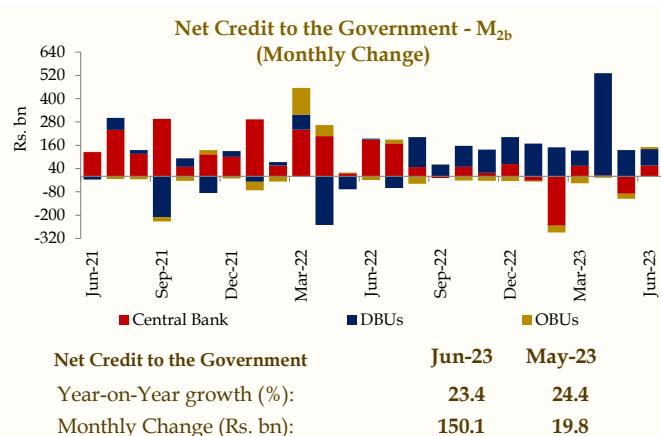
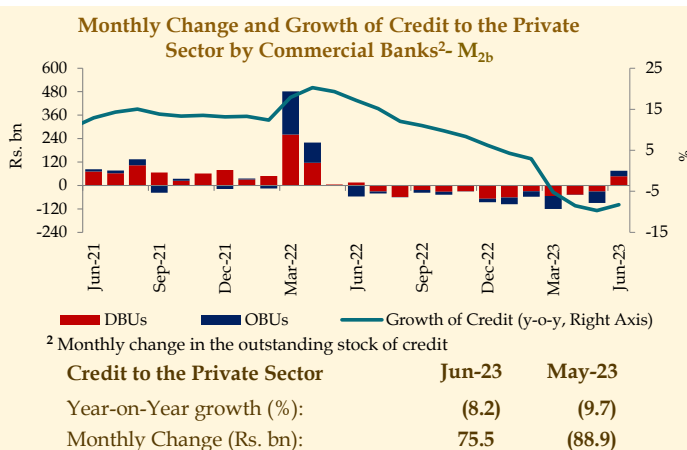
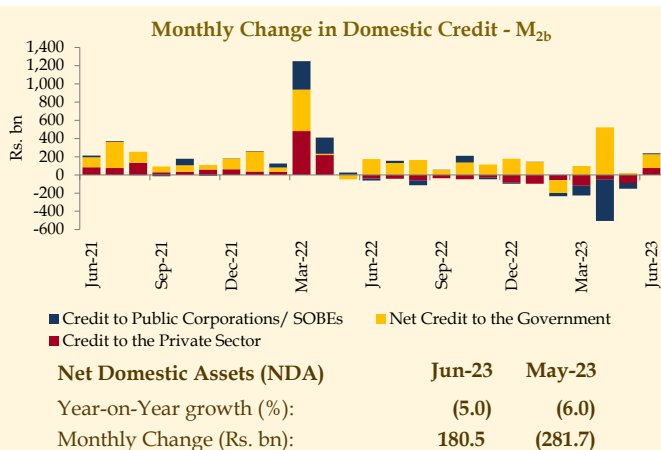
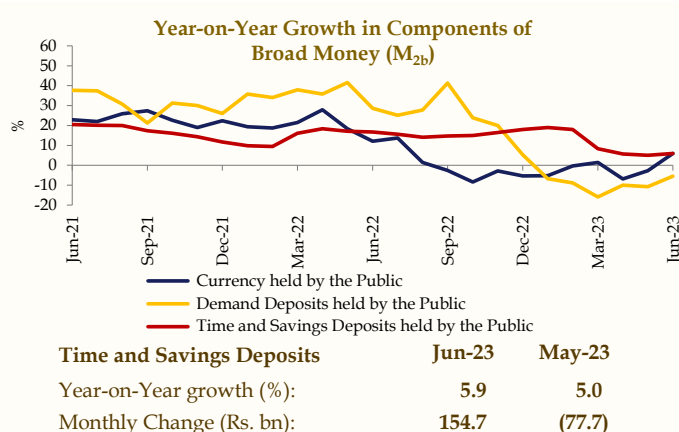
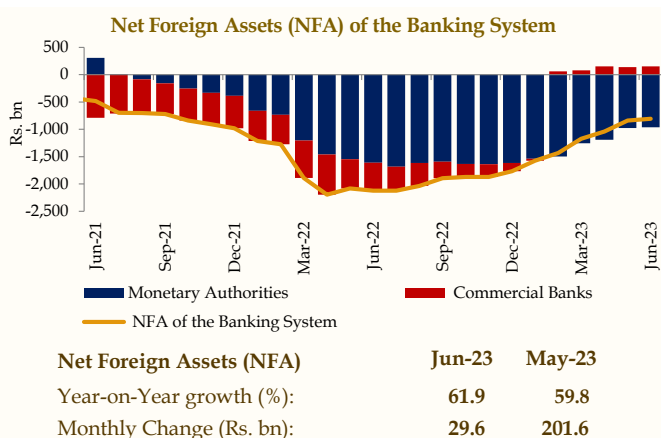
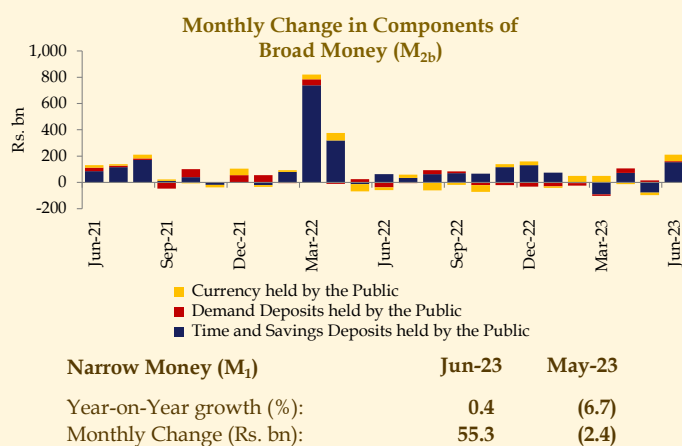
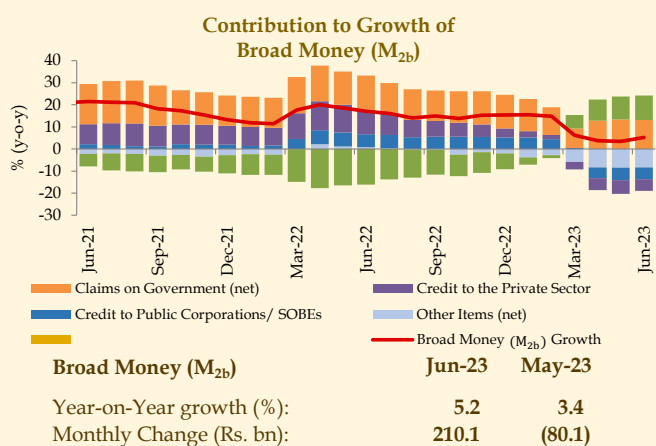
Net Domestic Assets (NDA)	Jun-23	May-23
Year-on-Year growth (%):	(21.7)	(14.3)
Monthly Change (Rs. bn):	(137.8)	(71.4)



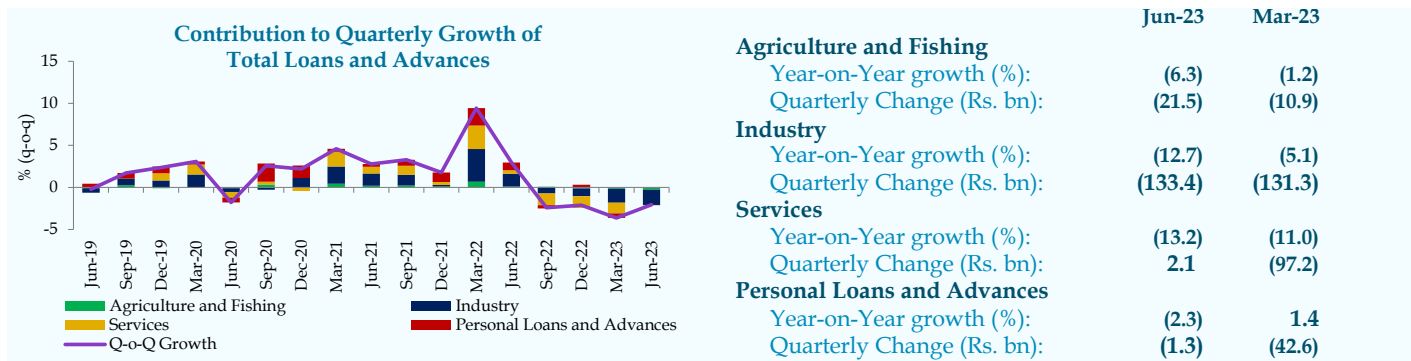
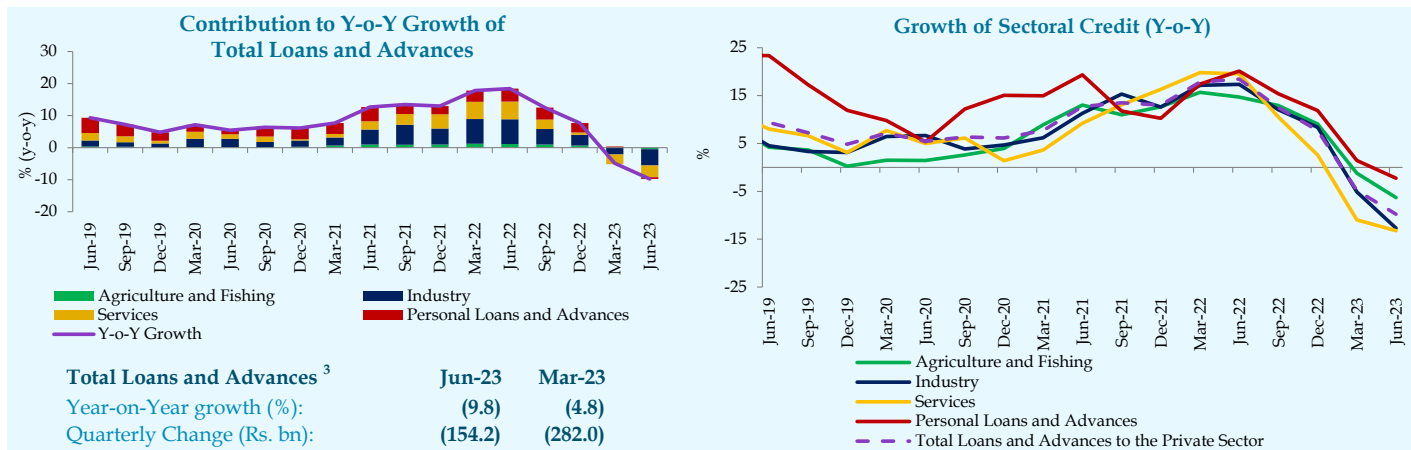
Net Foreign Assets (NFA)	Jun-23	May-23
Year-on-Year growth (%):	40.3	36.8
Monthly Change (Rs. bn):	14.4	213.5

Net Claims on Government	Jun-23	May-23
Year-on-Year growth (%):	2.7	7.5
Monthly Change (Rs. bn):	54.8	(90.5)

Broad Money M_{2b} - (Monetary Survey)**

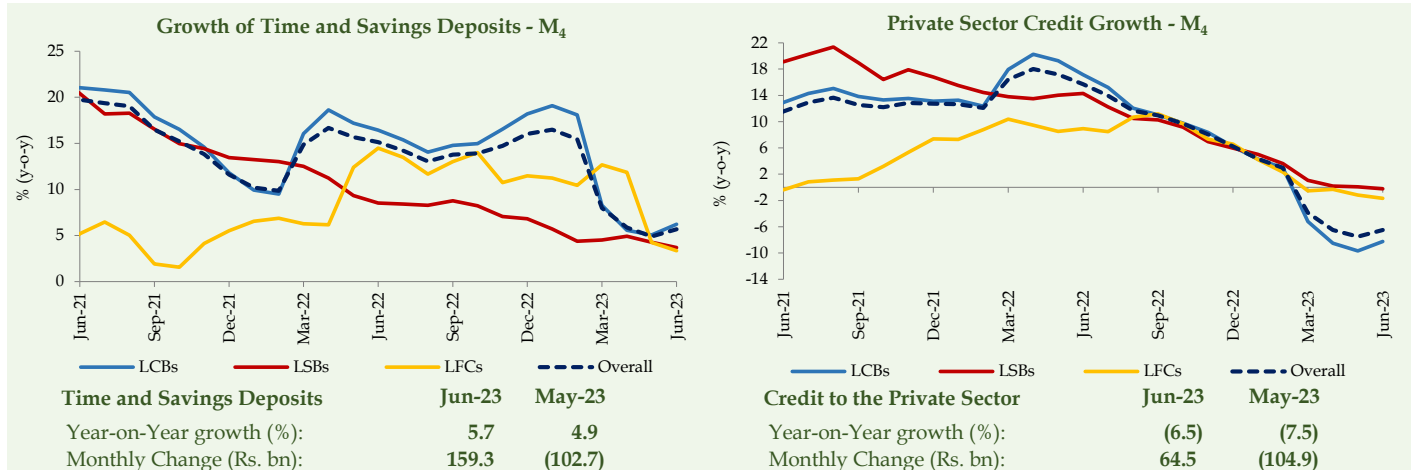
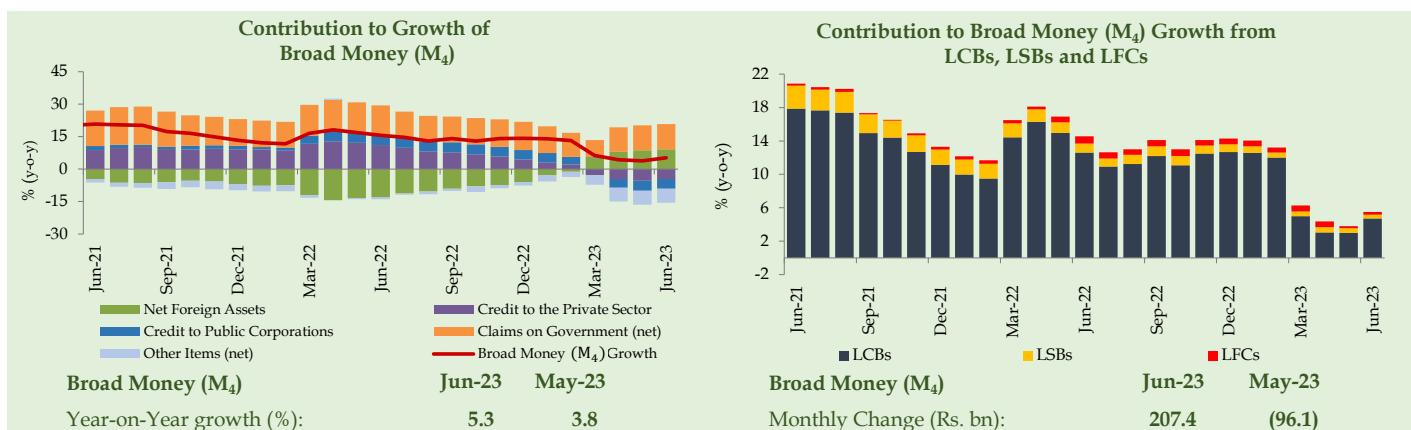


Sectoral Distribution of Loans and Advances - (Quarterly Survey)**



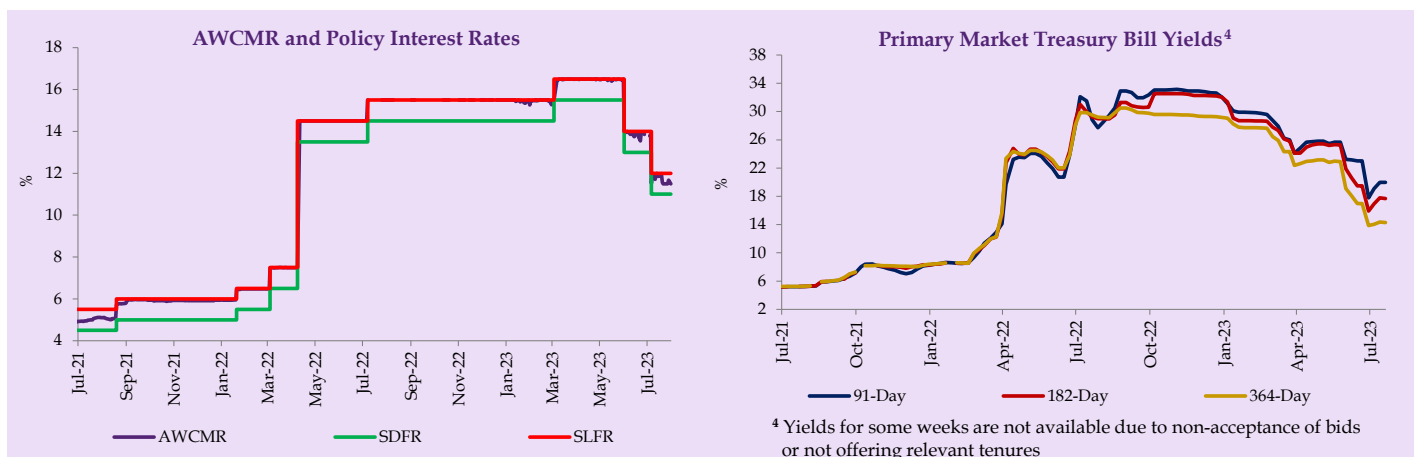
³ Total credit to the private sector as per the Quarterly Survey differs from that in the monthly Monetary Survey due to differences in the compilation methodologies.

Broad Money M₄ - (Financial Survey)**



Interest Rates

Money Market Rates***



End July 2023

AWCMR 11.50 %

Change compared to end of the previous month

2.35 pps



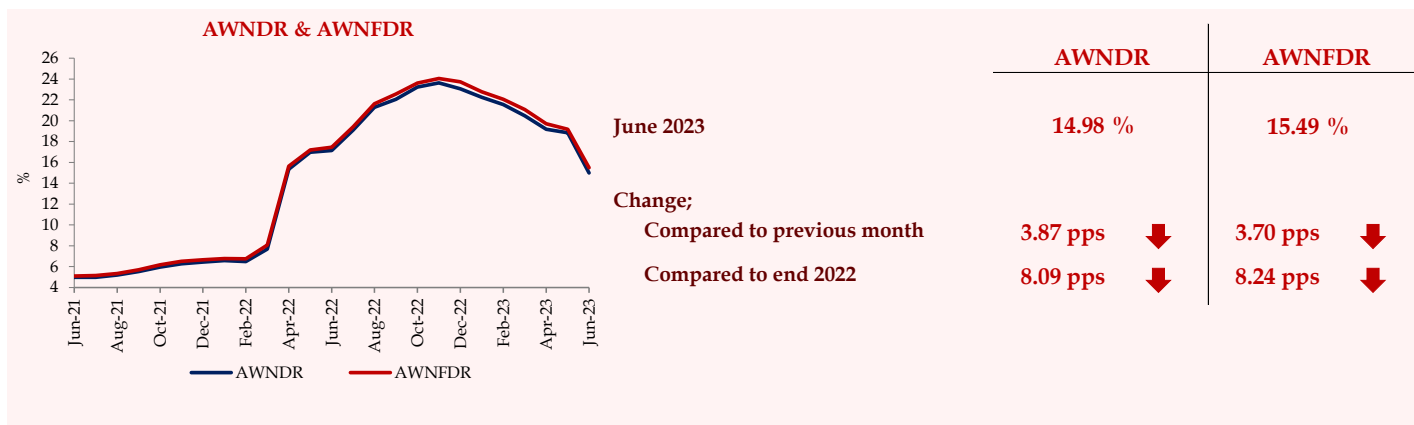
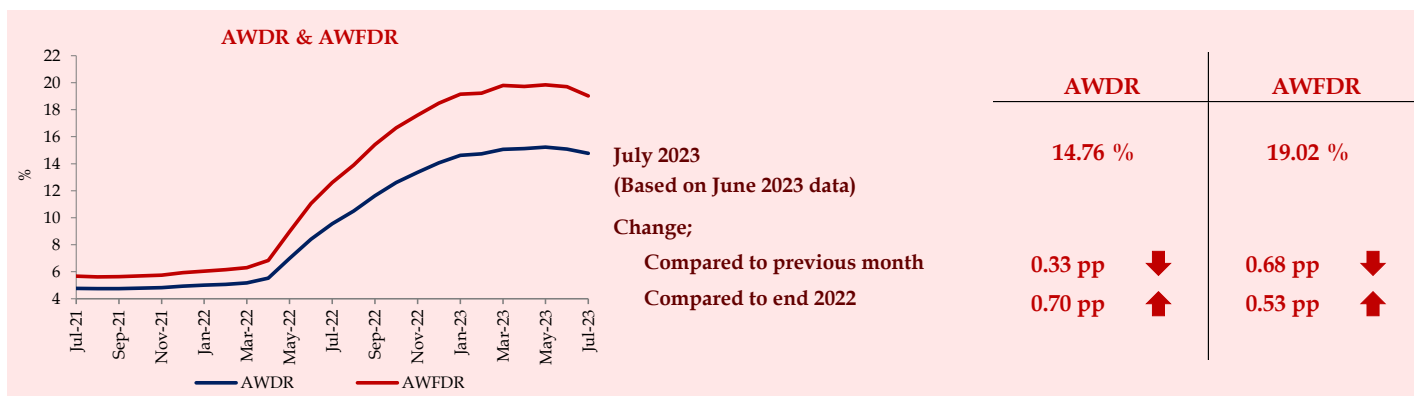
Change compared to end 2022

4.00 pps

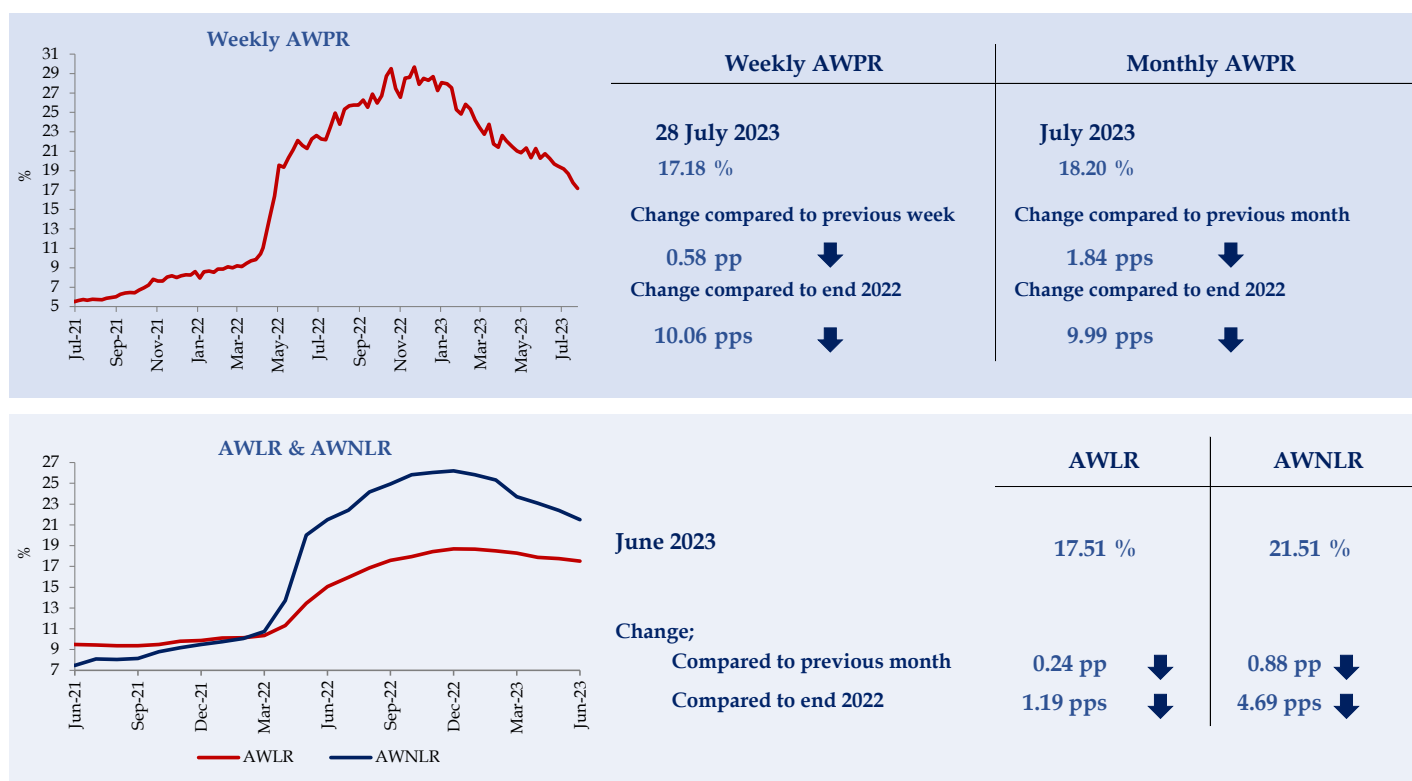


	26 Jul 2022 (%)	Change (Compared to previous month) in pps	Change (Compared to end 2022) in pps
91-Day	19.96	-3.04	-12.68
182-Day	17.69	-1.80	-14.51
364-Day	14.29	-2.70	-14.98

Deposit Rates***



Lending Rates***



* Provisional

** The significant depreciation of the Sri Lanka rupee against the US dollar during March-May 2022 mainly contributed to the notable expansion of monetary and credit aggregates during that period, while the appreciation of the Sri Lanka rupee against the US dollar during March & May 2023 mainly contributed to the moderation of monetary and credit aggregates during this period.

*** Acronyms

SDFR	Standing Deposit Facility Rate	AWNDR	Average Weighted New Deposit Rate
SLFR	Standing Lending Facility Rate	AWNFDNR	Average Weighted New Fixed Deposit Rate
AWCMR	Average Weighted Call Money Rate	AWPR	Average Weighted Prime Lending Rate
AWDR	Average Weighted Deposit Rate	AWLR	Average Weighted Lending Rate
AWFDR	Average Weighted Fixed Deposit Rate	AWNLR	Average Weighted New Lending Rate