

Section 6

MONETARY SECTOR

Table (24) Developments in Main Monetary Aggregates-----	45
Table (25) Monetary Survey-----	46 -47
Table (26) Central Bank Reserve Money-----	48
Table (27) Deposits With Banks-----	49
Table (28) Credit Provided By Banks-----	50
Table (29) Domestic Interest Rates-----	51
Table (30) Average Interbank Rates-----	52

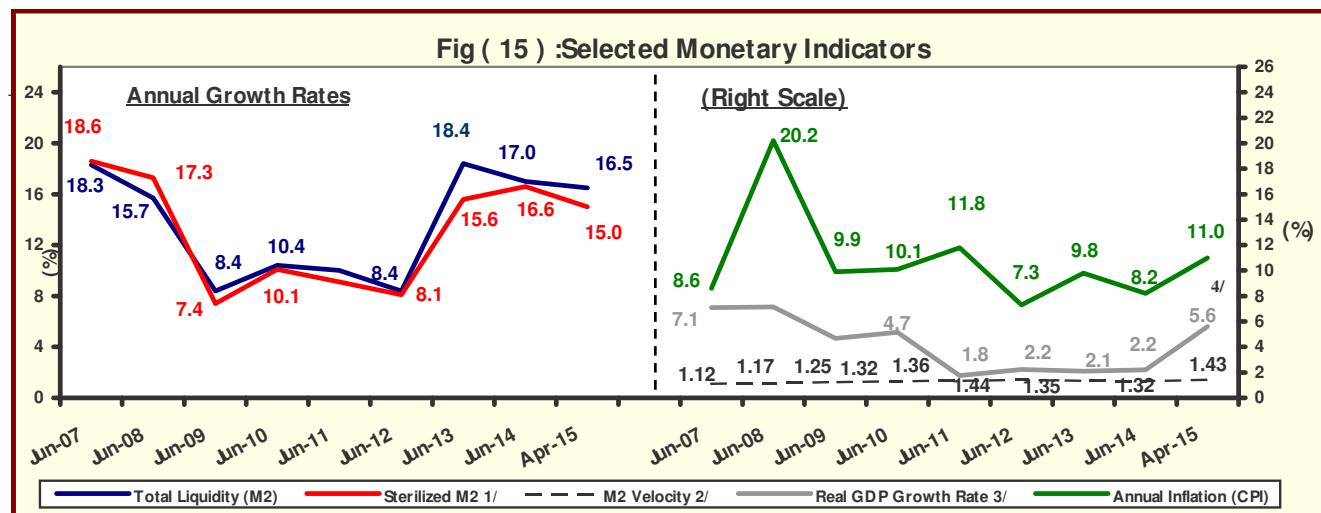
Table (24) : Developments in Main Monetary Aggregates
(April 2015)

	1 Month % Change	3 Month % Change	12 Month % Change	Full Year Average % Change ^{1/}
Net Foreign Assets (LE terms)	-18.8	-28.3	-55.9	-18.6
CBEN FA	-17.0	-18.0	-32.1	-7.2
CBEN IR	34.3	39.3	27.9	-0.9
Banks NFA 2/	-20.7	-37.1	-68.3	-23.9
Net Foreign Assets (US dollar terms)	-18.8	-31.6	-59.5	-21.3
CBEN FA	-17.0	-21.7	-37.7	-10.5
CBEN IR	34.2	33.0	17.4	-4.5
Banks NFA 2/	-20.7	-40.0	-70.9	-12.6
Net Domestic Assets	1.9	6.1	23.1	20.0
Net Claims on Government and GASC	2.0	7.4	25.9	25.4
Claims on Public Companies	-0.5	7.7	37.7	19.1
Claims on Private Sector	2.0	6.3	16.9	10.2
Total Liquidity (M2)	1.1	4.5	16.5	16.4
Money (M1)	1.4	4.2	18.2	18.8
Quasi Money	0.9	4.6	15.9	15.5

Source: Central Bank of Egypt.

1/ Average year on year growth for twelve successive observations.

2/ Commercial, specialized, business and investment banks.



Source: Central Bank of Egypt.

1/ This concept neutralizes the impact of exchange rate movements on M2 by applying previous year's prevailing exchange rate to current period foreign currency component in total liquidity.

2/ The Ministry of Planning has revised the time series of GDP starting FY11/12 until FY13/14 in accordance with the economic census. However, the historical actuals for that period have not been changed, to the previously recorded estimates. It is also worthy to note that GDP estimates for 2014/2015 have been revised to LE 2431.1 billion in light of these recent developments.

3/ Real Growth of GDP at market prices.

4/ Reflects Real GDP growth for the period July - September 2014/2015.

Table (25) : Monetary Survey
Assets and Liabilities of The Banking Sector
(April 2015)

(LE Million)

	Apr-10	Apr-11	Apr-12	Apr-13	Apr-14	Jan-15	Feb-15	Mar-15	Apr-15*
Net Foreign Assets 1/	288,939	256,212	129,346	120,879	122,614	75,402	70,355	66,547	54,051
	(19.2)	-(11.3)	-(24.9)	-(26.7)	(1.4)	-(38.5)	-(44.5)	-(46.5)	-(55.9)
Central bank (Net)	181,980	154,804	41,282	34,794	41,896	34,721	35,294	34,295	28,464
Foreign Assets	190,248	162,852	85,362	93,204	118,812	111,969	113,445	112,475	151,761
Foreign Liabilities	8,268	8,048	44,080	58,410	76,916	77,248	78,151	78,180	123,297
Banks (Net)	106,959	101,408	88,064	86,085	80,718	40,681	35,061	32,252	25,587
Foreign Assets	134,702	136,472	120,776	119,977	114,075	91,180	87,805	86,564	84,194
Foreign Liabilities	27,743	35,064	32,712	33,892	33,357	50,499	52,744	54,312	58,607
Net Domestic Assets of which:	601,437	730,580	1,107,592	1,131,982	1,336,954	1,552,145	1,567,023	1,615,678	1,646,365
	(5.5)	(21.5)	(25.5)	(26.6)	(18.1)	(21.7)	(21.4)	(22.9)	(23.1)
Net Claims on Government, and GASC 1/	310,139	427,591	751,663	770,398	980,557	1,149,711	1,163,632	1,210,480	1,234,792
National Currency	378,232	511,464	801,276	822,116	969,827	1,128,600	1,141,102	1,182,083	1,200,345
Foreign Currency	-68,093	-83,873	-49,613	-51,718	10,730	21,111	22,530	28,397	34,447
Claims on Public Business Sector	36,961	33,688	44,089	44,400	46,131	58,979	58,902	63,852	63,514
National Currency	27,967	25,119	34,864	34,902	36,308	41,994	42,137	42,489	42,597
Foreign Currency	8,994	8,569	9,225	9,498	9,823	16,985	16,765	21,363	20,917
Claims on Private Sector 2/	399,778	417,847	484,954	490,765	517,557	568,816	576,319	593,289	604,913
National Currency	295,186	308,571	367,329	371,656	392,713	423,957	427,118	432,986	444,693
Foreign Currency	104,592	109,276	117,625	119,109	124,844	144,859	149,201	160,303	160,220
Other Items (net) 1/ 3/	-145,441	-148,546	-173,114	-173,581	-207,291	-225,361	-231,830	-251,943	-256,854
Total Liquidity (M2)	890,376	986,792	1,236,938	1,252,861	1,459,568	1,627,547	1,637,378	1,682,225	1,700,416
	(9.6)	(10.8)	(17.2)	(18.3)	(16.5)	(16.4)	(15.5)	(16.9)	(16.5)
Money (M1) 4/	205,416	241,864	326,547	328,679	394,139	447,004	450,816	459,136	465,730
	(16.4)	(17.7)	(25.3)	(25.1)	(19.9)	(18.6)	(19.2)	(18.1)	(18.2)
Currency in Circulation	130,271	165,003	221,364	225,501	259,294	279,570	278,661	278,439	282,744
Demand Deposits in Local Currency	75,145	76,861	105,183	103,178	134,845	167,434	172,155	180,697	182,986
Quasi Money	684,960	744,928	910,391	924,182	1,065,429	1,180,543	1,186,562	1,223,089	1,234,686
	(7.7)	(8.8)	(14.6)	(16.1)	(15.3)	(15.6)	(14.2)	(16.5)	(15.9)
Local Currency Time & Savings Deposits	529,535	566,290	690,557	701,392	836,692	938,260	943,417	966,336	975,523
Foreign Currency Demand Deposits	29,998	44,613	54,749	56,380	60,900	64,700	63,547	66,321	65,358
Foreign Currency Time and Savings Deposits	125,427	134,025	165,085	166,410	167,837	177,583	179,598	190,432	193,805

Source: Central Bank of Egypt.

() Percent change over previous year.

* Preliminary.

1/ The agreement between CBE and Ministry of Finance to use part of the blocked account balance to retire part of the bonds outstanding on government to CBE became effective as of June 2008.

2/ Includes claims on private business sector and household sector.

3/ Includes capital accounts, unclassified net assets and liabilities, net interbank debt, and credit positions.

4/ Excludes drafts and checks under collection.

Table (25) : Monetary Survey (continued)
(Memorandum Items)

(April 2015)

	Apr-10	Apr-11	Apr-12	Apr-13	Apr-14	Jan-15	Feb-15	Mar-15	Apr-15*
Net Foreign Assets (In Million US\$)^{4/}	52,421	43,086	27,342	17,594	17,571	10,387	9,258	8,754	7,108
Central bank NFA	33,016	26,032	13,199	5,064	6,004	4,783	4,644	4,511	3,743
Net International Reserves	53,922	44,439	29,045	26,096	28,594	21,028	19,541	19,037	23,324
Central Bank (Gross)	34,654	28,024	15,213	14,426	17,489	15,429	15,456	15,291	20,525
Banks (net)	19,405	17,053	14,143	12,530	11,567	5,604	4,614	4,242	3,365
Foreign assets	24,439	22,950	19,151	17,463	16,348	12,560	11,554	11,387	11,073
Foreign Liabilities	5,033	5,897	5,007	4,933	4,780	6,956	6,940	7,144	7,708
In Percent of Beginning of Money Stocks^{5/}									
Net Foreign Assets	4.2%	-2.9%	-8.78%	-3.4%	0.0%	-2.9%	-3.2%	-3.5%	-4.3%
Net Domestic Assets	2.9%	10.4%	13.7%	17.8%	12.7%	10.2%	11.2%	14.4%	16.4%
Money (M1)	2.7%	3.0%	1.4%	4.9%	3.9%	2.4%	2.7%	3.2%	3.6%
Quasi Money	4.4%	4.5%	3.5%	9.5%	8.8%	4.9%	5.3%	7.7%	8.5%
Dollarization (% of Total Liquidity)^{6/}	17.5	18.1	17.3	17.8	15.7	14.9	14.8	15.3	15.2
M2 Multiplier^{7/}	4.45	4.10	4.31	4.33	4.27	4.37	4.49	4.42	4.42
M2 Velocity^{8/}	1.36	1.39	1.49	1.40	1.37	1.43	1.42	1.38	1.43
M2 (annual percentage change)	9.6	10.8	7.3	18.3	16.5	16.4	15.5	16.9	16.5
Credit to private sector (annual percentage change)^{9/}	2.2	4.5	6.3	10.5	5.5	13.8	14.2	16.1	16.9
Exchange Rate^{10/}	5.51	5.95	6.03	6.87	6.98	7.26	7.60	7.60	7.60

Source: Central Bank of Egypt.

* Preliminary.

4/ Net Foreign Assets equals Central Bank NFA plus banks (net).

5/ Shows the annual percent change of selected aggregates in percent of total liquidity at beginning of fiscal year. This indicator is intended to show sources of money growth during the fiscal year in study.

6/ Denotes the ratio of foreign currency demand deposits and time and savings deposits to total liquidity. It excludes non-residents deposits which are counted in the net foreign assets line as well as government deposits.

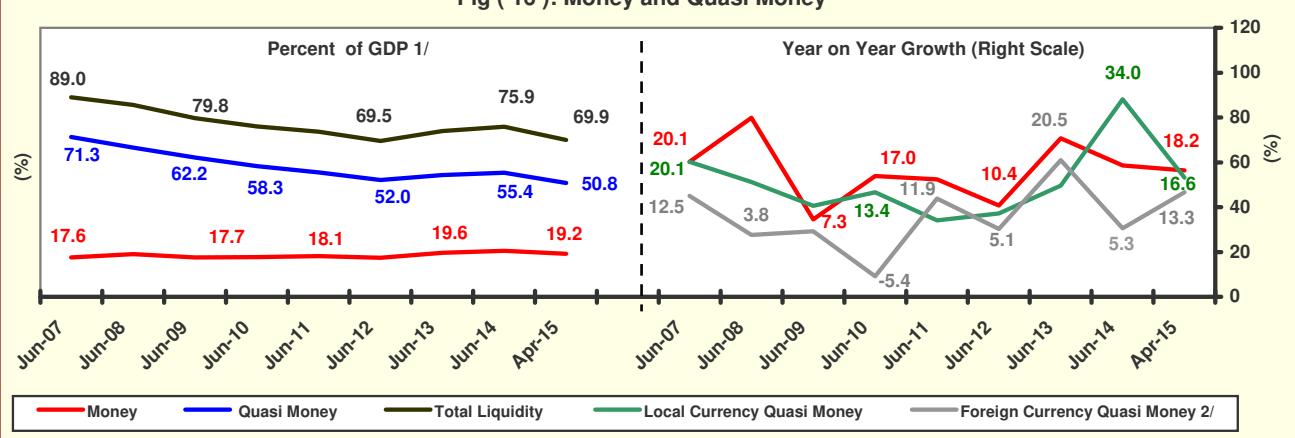
7/ M2 / Reserve Money.

8/ GDP / M2. The Ministry of Planning has revised the time series of GDP starting FY11/12 until FY13/14 in accordance with the economic census. However, the historical actuals for that period have not been changed, to the previously recorded estimates. It is also worthy to note that GDP estimates for 2014/2015 have been revised to LE 2431.1 billion in light of these recent developments.

9/ Includes claims on private business sector and household sector.

10/ Starting January 2003 rates are based on buy rates only, while prior to that date rates were based on the average buy / sell rates.

Fig (16) : Money and Quasi Money



Source: Central Bank of Egypt.

1/ The Ministry of Planning has revised the time series of GDP starting FY11/12 until FY13/14 in accordance with the economic census. However, the historical actuals for that period have not been changed, to the previously recorded estimates. It is also worthy to note that GDP estimates for 2014/2015 have been revised to LE 2431.1 billion in light of these recent developments.

2/ Foreign currency demand, and time and savings deposits.

Table (26) : Central Bank Reserve Money ^{1/}

(LE Million)

	Apr-10	Apr-11	Apr-12	Apr-13	Apr-14	Jan-15	Feb-15	Mar-15	Apr-15*
Reserve Money	199,951	240,849	245,371	289,552	341,611	372,158	364,271	380,392	384,648
	(17.3)	(20.5)	(1.9)	(18.0)	(18.0)	(11.0)	(11.3)	(17.9)	(12.6)
Currency in Circulation	137,852	175,752	192,109	237,465	273,373	294,756	293,428	294,825	298,989
	(13.9)	(27.5)	(9.3)	(23.6)	(15.1)	(9.5)	(9.6)	(8.9)	(9.4)
Banks LE Deposits with CBE	62,099	65,097	53,262	52,087	68,238	77,402	70,843	85,567	85,659
	(25.7)	(4.8)	-(18.2)	-(2.2)	(31.0)	(17.2)	(19.2)	(64.3)	(25.5)
Counter Assets:									
Net Foreign Assets ^{2/}	181,980	154,804	79,575	34,794	41,896	34,721	35,294	34,295	28,464
	(6.0)	-(14.9)	-(48.6)	-(56.3)	(20.4)	-(11.3)	-(12.8)	-(16.9)	-(32.1)
Net Domestic Assets ^{2/}	17,971	86,045	165,796	254,758	299,715	337,437	328,977	346,097	356,184
	(1651.9)	(378.8)	(92.7)	(53.7)	(17.6)	(14.0)	(14.7)	(23.0)	(18.8)
Net Claims on Government ^{3/}	75,556	108,404	186,329	285,160	380,865	475,558	471,960	498,236	510,804
	-(12.7)	(43.5)	(71.9)	(53.0)	(33.6)	(24.6)	(25.7)	(34.8)	(34.1)
Claims	153,421	191,806	266,980	386,735	426,556	573,648	578,307	603,924	620,863
	-(5.7)	(25.0)	(39.2)	(44.9)	(10.3)	(35.3)	(37.0)	(45.7)	(45.6)
Securities	124,559	130,597	129,097	178,831	240,331	300,330	300,330	290,330	290,330
Credit Facilities	28,862	61,209	137,883	207,904	186,225	273,318	277,977	313,594	330,533
Deposits ^{4/}	77,865	83,402	80,651	101,575	45,691	98,090	106,347	105,688	110,059
	(2.2)	(7.1)	-(3.3)	(25.9)	-(55.0)	(131.2)	(127.1)	(136.3)	(140.9)
Net Claims on Banks	34,869	-856	-2,159	-6,122	-8,022	-21,852	-26,735	-27,409	-27,764
Net Balancing Items ^{5/}	-92,454	-21,503	-18,374	-24,280	-73,128	-116,269	-116,248	-124,730	-126,856
Memorandum Items									
Reserve Money Velocity ^{6/ , 7/}	6.03	5.70	6.42	6.06	5.85	6.53	6.67	6.39	6.32

Source: Central Bank of Egypt.

() Percent change over same period in previous year.

* Preliminary.

1/ Revised series due to the new accounting treatment of "Open market operations". Starting June 2003 data under the new treatment value of open market operations was excluded from banks deposits in local currency with the CBE and instead incorporated under net balancing items.

2/ The agreement between CBE and Ministry of Finance to use part of the blocked account balance to retire part of the bonds outstanding on government to CBE became effective as of June 2008.

3/ Includes net claims on public economic authorities and National Investment Bank (NIB).

4/ All government deposit accounts (including public economic and services authorities) were switched, as of December 2006, to the Treasury Single Account (TSA) at the Central Bank, pursuant to the Law no. 139 of 2006.

5/ Includes net unidentified assets and liabilities and open market operations.

6/ GDP / Reserve Money (M0).

7/ The Ministry of Planning has revised the time series of GDP starting FY11/12 until FY13/14 in accordance with the economic census. However, the historical actuals for that period have not been changed, to the previously recorded estimates. It is also worthy to note that GDP estimates for 2014/2015 have been revised to LE 2431.1 billion in light of these recent developments.

Table (27) : Deposits With Banks ^{1/}

(LE Million)

	Apr-10	Apr-11	Apr-12	Apr-13	Apr-14	Jan-15	Feb-15	Mar-15	Apr-15*
Total Deposits	886,422	945,727	1,008,743	1,159,779	1,382,804	1,593,582	1,615,696	1,663,797	1,676,043
	(10.5)	(6.7)	(6.7)	(15.0)	(19.2)	(20.3)	(20.4)	(22.2)	(21.2)
In local currency	677,128	712,531	768,273	874,576	1,059,109	1,251,328	1,272,084	1,302,890	1,315,380
In foreign currency	209,294	233,196	240,470	285,203	323,695	342,254	343,612	360,907	360,663
Non Government Deposits ^{2/}	765,139	828,224	884,241	1,035,676	1,208,866	1,362,663	1,373,303	1,419,869	1,433,324
	(8.9)	(8.2)	(6.8)	(17.1)	(16.7)	(18.3)	(17.2)	(19.1)	(18.6)
In local currency	607,441	646,150	697,615	808,754	976,245	1,115,124	1,125,335	1,157,396	1,169,180
In foreign currency	157,698	182,074	186,626	226,922	232,621	247,539	247,968	262,473	264,144
Government Deposits	121,283	117,503	124,502	124,103	173,938	230,919	242,393	243,928	242,719
	(21.6)	-(3.1)	(6.0)	-(0.3)	(40.16)	(33.3)	(42.2)	(44.0)	(39.5)
In local currency	69,687	66,381	70,658	65,822	82,864	136,204	146,749	145,494	146,200
In foreign currency	51,596	51,122	53,844	58,281	91,074	94,715	95,644	98,434	96,519
Memorandum Items (In Percent):									
Dollarization in Total Deposits	23.6	24.7	23.8	24.6	23.4	21.5	21.3	21.7	21.5
Dollarization in Non-Government Deposits	20.6	22.0	21.1	21.9	19.2	18.2	18.1	18.5	18.4
Dollarization in Government Deposits	42.5	43.5	43.2	47.0	52.4	41.0	39.5	40.4	39.8

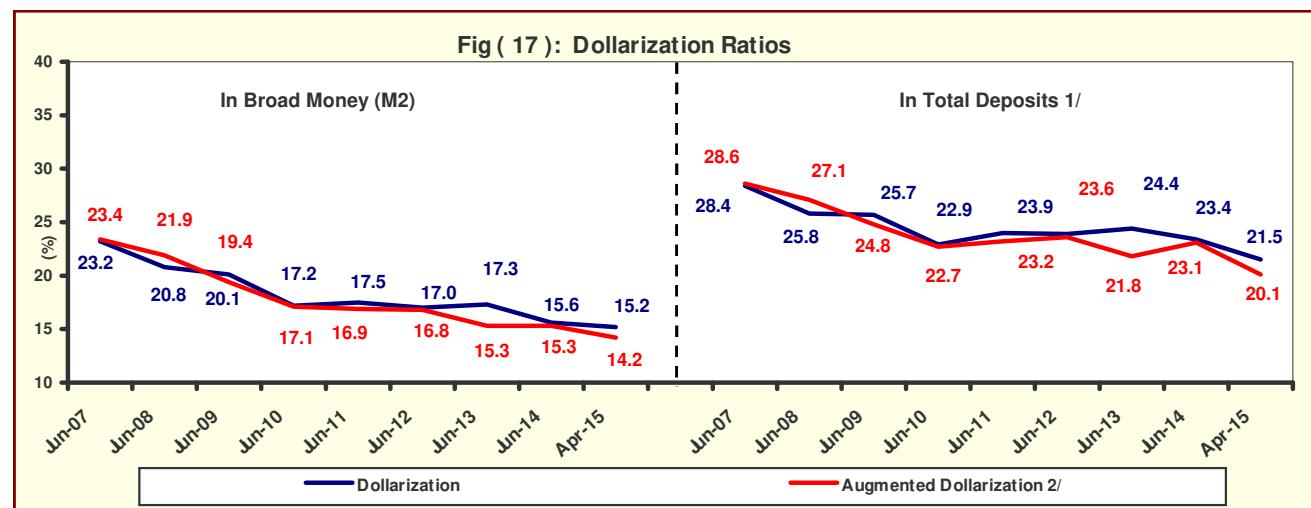
Source: Central bank of Egypt.

() Percent change over same period in previous year.

* Preliminary.

1/ Excludes deposits held with the Central Bank of Egypt.

2/ Includes deposits of private business sector, public business sector, household sector, and non-resident (foreign sector). Excludes drafts and checks under collection.



Source: Central Bank of Egypt.

1/ Excludes Deposits with CBE

2/ "Augmented Dollarization" excludes the impact of exchange rate revaluation on dollarization ratios. For example in June-08, dollarization in total deposits would have been 27.1% instead of 25.8% if exchange rate was unchanged during the previous year.

Table (28) : Credit Provided By Banks ^{1/}

(LE Million)

	Apr-10	Apr-11	Apr-12	Apr-13	Apr-14	Jan-15	Feb-15	Mar-15	* Apr-15
Total lending	452,905	473,045	498,963	543,165	569,471	646,253	656,043	679,321	695,832
	(4.9)	(4.4)	(5.5)	(8.9)	(4.8)	(17.0)	(18.0)	(20.6)	(22.2)
To Government ^{2/}	38,484	41,449	33,719	34,901	38,134	49,655	51,979	56,126	60,864
	(21.8)	(7.7)	-(18.6)	(3.5)	(9.3)	(22.3)	(30.4)	(45.3)	(59.6)
In local currency	14,481	18,617	15,625	11,680	11,558	11,341	11,178	10,912	11,067
In foreign currency	24,003	22,832	18,094	23,221	26,576	38,314	40,801	45,214	49,797
To Non-Government	414,421	431,596	465,244	508,264	531,337	596,598	604,064	623,195	634,968
	(3.6)	(4.1)	(7.8)	(9.2)	(4.5)	(16.6)	(17.0)	(18.8)	(19.5)
In local currency	291,385	301,633	341,559	372,059	392,673	428,281	431,559	438,076	450,701
In foreign currency	123,036	129,963	123,685	136,205	138,664	168,317	172,505	185,119	184,267
Memorandum Items (In Percent):									
Credit to private sector ^{3/} / Total Credit	83.4	84.2	84.9	85.4	85.3	83.2	83.1	82.4	82.2
Non Government Loans/ Deposits ^{4/}	54.2	52.1	52.6	49.1	44.0	43.8	44.0	43.9	44.3
Government Loans / Deposits	31.7	35.3	27.1	28.1	21.9	21.5	21.4	23.0	25.1
Foreign currency denominated credit to total credit	32.5	32.3	28.4	29.4	29.0	32.0	32.5	33.9	33.6
Government foreign currency denominated credit to total government credit	62.4	55.1	53.7	66.5	69.7	77.2	78.5	80.6	81.8
Non - government foreign currency denominated credit to total non-government credit	29.7	30.1	26.6	26.8	26.1	28.2	28.6	29.7	29.0

Source: Central Bank of Egypt.

() Percent change over previous year

* Preliminary.

1/ Excludes credit provided by the Central Bank of Egypt.

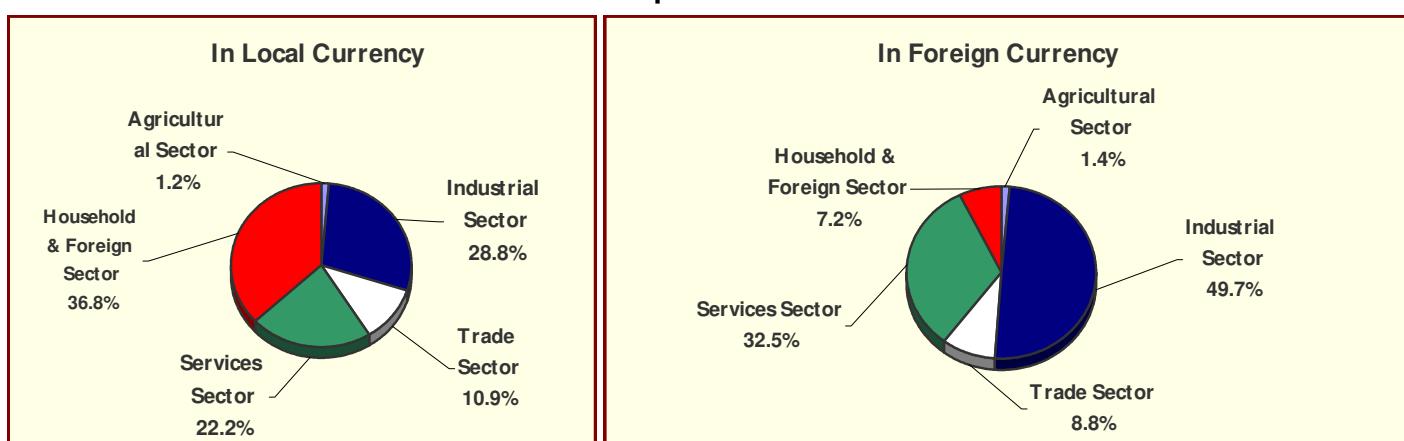
2/ Includes central government and economic authorities.

3/ Includes private business sector, household sector, and non-resident (foreign sector).

4/ Non government sector includes public business sector, private business sector, household sector, and non resident (foreign sector).

Fig (18) : Sectoral Distribution of Non-Government Credit Facilities

April-2015



Source: Central Bank of Egypt.

Table (29) : Domestic Interest Rates

	CBE Discount Rate ^{1/}	Lending Rate (Less than one year loans) ^{2/}	3 Months Deposit Rate ^{2/}	3 Months T-bills	Investment Certificates ^{1/ 3/}	Post office Saving Deposits ^{1/}
Yearly Average						
2003/2004	10.00	13.40	7.96	8.41	10.50	10.50
2004/2005	10.00	13.39	7.66	10.12	10.50	10.50
2005/2006	9.00	12.71	6.53	8.82	9.50	9.50
2006/2007	9.00	12.64	6.01	8.65	10.00	9.50
2007/2008	10.00	12.22	6.09	6.97	10.00	9.50
2008/2009	9.00	12.39	7.03	11.32	10.00	9.27
2009/2010	8.50	11.35	5.97	9.86	9.58	9.00
2010/2011	8.50	10.84	6.52	10.20	9.50	9.00
2011/2012	9.50	11.63	7.26	13.38	10.92	9.00
2012/2013	10.25	12.20	7.77	13.35	11.92	9.00
2013/2014	8.75	11.92	7.19	10.88	10.48	8.63
Monthly Average						
Dec-13	8.75	11.90	7.00	10.46	9.75	8.50
Jan-14	8.75	11.80	7.10	10.37	9.75	8.50
Feb-14	8.75	11.80	7.10	10.22	9.75	8.50
Mar-14	8.75	11.70	6.80	10.24	9.75	8.50
Apr-14	8.75	11.60	6.80	10.40	9.75	8.50
May-14	8.75	11.40	6.70	10.52	9.75	8.50
Jun-14	8.75	11.30	6.70	10.60	9.75	8.50
Jul-14	9.75	11.80	6.60	11.19	9.75	8.50
Aug-14	9.75	11.90	7.00	11.72	9.75	8.50
Sep-14	9.75	11.90	7.00	11.75	9.75	8.50
Oct-14	9.75	11.70	7.00	11.57	9.75	8.50
Nov-14	9.75	11.80	7.00	11.62	9.75	8.50
Dec-14	9.75	11.80	7.20	11.51	9.75	8.50
Jan-15	9.25	11.70	7.20	11.44	9.75	8.50
Feb-15	9.25	11.60	7.20	11.04	9.75	8.50
Mar-15	9.25	11.60	7.10	11.20	9.75	8.50
Apr-15	9.25	11.50	7.00	11.16	9.75	8.50
May-15	9.25	--	--	11.16	10.25	8.50

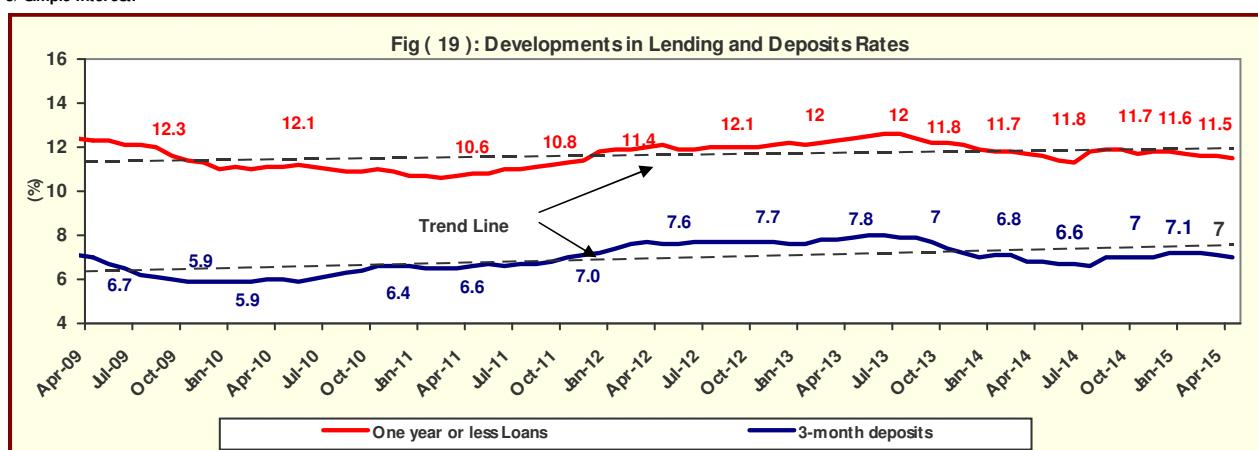
Source: Central Bank of Egypt.

-- Data unavailable.

1/ End of period rate.

2/ Starting September 2005, data reflects weighted average monthly interest rates for a sample of banks representing 80 percent of banking system operations. Prior to this date, figures reflect simple average weekly interest rates for most banks' operations.

3/ Simple Interest.



Source: Central Bank of Egypt.

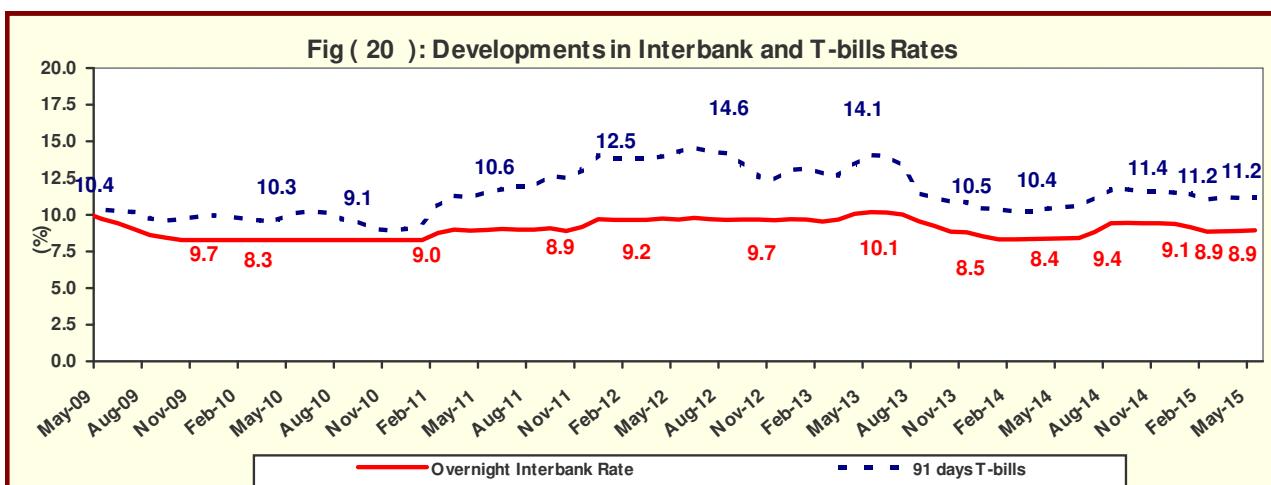
Table (30) : Average Interbank Rates ^{1/}

	Overnight	One Week	Month	More than One Month
<u>Yearly Average</u>				
2005	9.5	10.1	10.4	10.7
2006	8.6	8.8	8.8	8.8
2007	8.8	8.9	9.0	9.1
2008	10.3	10.3	10.2	10.3
2009	9.5	9.5	9.1	9.6
2010	8.3	8.3	8.3	8.4
2011	9.0	9.1	9.4	9.5
2012	9.4	9.8	10.1	10.2
2013	9.5	9.8	10.2	10.5
2014	8.8	9.1	--	--
<u>Monthly Average</u>				
Dec-13	9.67	8.91	--	--
Jan-14	8.33	8.62	--	--
Feb-14	8.32	8.57	--	--
Mar-14	8.34	8.61	--	--
Apr-14	8.37	8.65	--	--
May-14	8.38	8.70	--	--
Jun-14	8.41	8.72	--	--
Jul-14	8.83	9.08	--	--
Aug-14	9.41	9.62	--	--
Sep-14	9.43	9.67	--	--
Oct-14	9.42	9.64	--	--
Nov-14	9.41	9.63	--	--
Dec-14	9.36	9.64	--	--
Jan-15	9.15	9.51	--	--
Feb-15	8.85	9.18	9.53	8.85
Mar-15	8.87	9.16	--	8.85
Apr-15	8.89	9.08	--	--
May-15	8.93	9.19	--	--

Source: Central Bank of Egypt.

-- Data not available.

1/ Starting March 2003, average interbank rate replaced CAIBOR average " Bid " rate. The interbank rate is considered to be a better measurement to market developments for its wider coverage of commercial , specialized, and investment banks'.



Source: Central Bank of Egypt.