

MONEY & CREDIT

| | Rs. Million | |
|---|------------------|------------------|
| HIGHLIGHTS | | |
| Items/Years | 2012-13 R | 2013-14 P |
| Components of Monetary Assets | | |
| Currency in Circulation | 1,938,222 | 2,177,873 |
| Other Deposits with SBP | 10,523 | 13,147 |
| Total Demand & Time Deposits incl. RFCDs | 6,909,066 | 7,777,021 |
| of which Residents Foreign Currency Deposits | 514,988 | 599,384 |
| Broad Money (M2) | 8,857,812 | 9,968,041 |
| Growth | 15.9 | 12.5 |
| 1. Public Sector Borrowing (net) | | |
| i. Net Budgetary Support | 5,246,387 | 5,549,358 |
| ii. Commodity Operations | 467,707 | 492,439 |
| iii. Zakat Fund etc. | -9,155 | -9,739 |
| iv. Utilization of privatization proceeds by Govt./WAPDA | 37,657 | 37,657 |
| v. Use of Privatization proceeds/ NDRP Fund for Debt Retirement | -5,749 | -5,749 |
| vi. Payment to HBL on A/C of HC&EB | 287 | 287 |
| 2. Non-Government Sector | | |
| i. Autonomous Bodies | 106,960 | 130,283 |
| ii. Net Credit to Private Sector & PSCEs | 3,557,024 | 3,971,751 |
| a. Private Sector | 3,357,352 | 3,741,321 |
| b. Public Sector Corp. other than 2(i) | 205,210 | 235,907 |
| c. PSEs Special Account Debt Repayment | -24,075 | -24,075 |
| d. Other Financial Institutions (NBFIs) | 18,537 | 18,597 |
| 3. Other Items (Net) | -811,640 | -798,569 |
| 4. Domestic Credit | 8,588,980 | 9,367,219 |
| 5. Foreign Assets (Net) | 268,832 | 600,822 |

R : Revised P : Provisional

TABLE 5.1

COMPONENTS OF MONETARY ASSETS

| Stock | Rs. in million | | | | | | |
|--|----------------|-----------|-----------|-----------|-----------|-----------|-----------|
| | End June | | | | | | |
| | 2008 | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 P |
| 1. Currency Issued | 1,054,191 | 1,231,871 | 1,385,548 | 1,608,641 | 1,785,775 | 2,050,157 | 2,317,891 |
| 2. Currency held by SBP | 2,900 | 2,693 | 2,491 | 2,380 | 1,974 | 1,068 | 529 |
| 3. Currency in title of Scheduled Banks | 68,966 | 77,006 | 87,673 | 104,852 | 110,055 | 110,867 | 139,490 |
| 4. Currency in circulation (1-2-3) | 982,325 | 1,152,173 | 1,295,385 | 1,501,409 | 1,673,746 | 1,938,222 | 2,177,872 |
| 5. Other deposits with SBP* | 4,261 | 4,662 | 6,663 | 10,145 | 8,899 | 10,523 | 13,147 |
| 6. Scheduled Banks Total Deposits** | 3,702,556 | 3,980,384 | 4,475,186 | 5,183,640 | 5,959,150 | 6,909,066 | 7,777,021 |
| 7. Residents' Foreign Currency Deposits (RFCD) | 263,430 | 280,364 | 345,438 | 374,945 | 440,130 | 514,988 | 599,384 |
| 8. Monetary assets (4+5+6) M2 | 4,689,142 | 5,137,219 | 5,777,234 | 6,695,194 | 7,641,795 | 8,857,811 | 9,968,040 |
| 9. Growth rate (%) M2 | 15.3 | 9.6 | 12.5 | 15.9 | 14.1 | 15.9 | 12.5 |
| Memorandum | | | | | | | |
| 1. Currency / Money ratio | 20.9 | 22.4 | 22.4 | 22.4 | 21.9 | 21.9 | 21.8 |
| 2. Demand Deposits / Money ratio | 65.5 | 62.4 | 62.2 | 61.6 | 61.7 | 63.1 | 65.3 |
| 3. Time Deposits / Money ratio | 7.8 | 9.6 | 9.3 | 10.2 | 10.6 | 9.1 | 6.7 |
| 4. Other Deposits / Money ratio | 0.1 | 0.1 | 0.1 | 0.2 | 0.1 | 0.1 | 0.1 |
| 5. RFCD / Money ratio | 5.6 | 5.5 | 6.0 | 5.6 | 5.8 | 5.8 | 6.0 |
| 6. Income Velocity of Money*** | 2.3 | 2.6 | 2.7 | 2.9 | 2.8 | 2.7 | 2.7 |

P : Provisional

central

banks and foreign governments.

** : Excluding inter banks deposits and deposits of federal and provincial governments, foreign constituents and international organization etc.

*** : Income velocity of money is taken as GDP at current factor cost / quarterly average of monetary assets (M2)

TABLE 5.2

CAUSATIVE FACTORS ASSOCIATED WITH MONETARY ASSETS

Rs. in million

| | 2008 | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 P |
|---|-----------|-----------|-----------|-----------|-----------|-----------|-----------|
| A. Stock End June | | | | | | | |
| 1. Public Sector Borrowing (net) | | | | | | | |
| (i + ii + iii + iv + v + vi) | 1,508,541 | 2,034,305 | 2,440,941 | 3,020,510 | 4,257,951 | 5,737,134 | 6,064,253 |
| i. Net Budgetary Support | 1,364,604 | 1,681,022 | 2,011,459 | 2,601,622 | 3,799,917 | 5,246,387 | 5,549,358 |
| ii. Commodity Operations | 125,423 | 336,202 | 413,191 | 397,488 | 436,137 | 467,707 | 492,439 |
| iii. Zakat Fund etc. | -13,681 | -15,114 | -15,904 | -10,795 | -10,298 | -9,155 | -9,739 |
| iv. Utilization of privatization proceeds by Govt./WAPDA | 37,657 | 37,657 | 37,657 | 37,657 | 37,657 | 37,657 | 37,657 |
| v. Use of Privatization proceeds/ NDRP Fund for Debt Retirement | -5,749 | -5,749 | -5,749 | -5,749 | -5,749 | -5,749 | -5,749 |
| vi. Payment to HBL on A/C of HC&EB | 287 | 287 | 287 | 287 | 287 | 287 | 287 |
| 2. Non-Government Sector | 3,019,924 | 3,189,994 | 3,388,800 | 3,547,345 | 3,652,248 | 3,663,984 | 4,102,033 |
| i. Autonomous Bodies* | 84,415 | 109,675 | 70,479 | 68,283 | 83,987 | 106,960 | 130,283 |
| ii. Net Credit to Private Sector & PSCEs | 2,932,536 | 3,080,319 | 3,318,321 | 3,479,062 | 3,568,261 | 3,557,024 | 3,971,751 |
| a. Private Sector | 2,889,814 | 2,906,897 | 3,019,822 | 3,141,151 | 3,376,392 | 3,357,352 | 3,741,321 |
| b. Public Sector Corp. other than 2(i) | 52,866 | 180,330 | 304,554 | 343,255 | 197,087 | 205,210 | 235,907 |
| c. PSEs Special Account Debt Repayment | -27,597 | -23,683 | -23,683 | -23,915 | -23,915 | -24,075 | -24,075 |
| d. Other Financial Institutions (NBFIs) | 16,425 | 16,776 | 17,628 | 18,571 | 18,697 | 18,537 | 18,597 |
| 3. Counterpart Funds | -543 | -500 | -503 | -498 | -498 | -498 | -498 |
| 4. Other Items (Net) | -506,291 | -582,434 | -597,285 | -652,416 | -800,038 | -811,640 | -798,569 |
| 5. Domestic Credit (1+2+3+4) | 4,021,631 | 4,641,364 | 5,231,953 | 5,914,941 | 7,109,663 | 8,588,980 | 9,367,219 |
| 6. Foreign Assets (Net) | 667,511 | 495,855 | 545,281 | 780,253 | 532,131 | 268,832 | 600,822 |
| 7. Monetary Assets (5+6) | 4,689,143 | 5,137,218 | 5,777,234 | 6,695,194 | 7,641,795 | 8,857,812 | 9,968,041 |
| B. Changes over the year (July-June) | | | | | | | |
| 8. Public Sector Borrowing (net) | | | | | | | |
| (i+ii+iii+iv+v+vi) | 582,011 | 525,763 | 406,636 | 579,569 | 1,237,441 | 1,479,183 | 327,118 |
| i. Net Budgetary Support | 554,551 | 316,418 | 330,437 | 590,163 | 1,198,295 | 1,446,470 | 302,970 |
| ii. Commodity Operations | 26,871 | 210,779 | 76,989 | -15,703 | 38,649 | 31,569 | 24,733 |
| iii. Zakat Fund etc. | 588 | -1,433 | -790 | 5,109 | 498 | 1,143 | -585 |
| iv. Utilization of privatization proceeds by Govt./WAPDA | - | - | - | - | - | - | - |
| v. Use of Privatization proceeds/ NDRP Fund for Debt Retirement | - | - | - | - | - | - | - |
| vi. Payment to HBL on A/C of HC&EB | - | - | - | - | - | - | - |
| 9. Non-Government Sector | 443,449 | 170,070 | 198,806 | 158,544 | 104,903 | 11,736 | 438,049 |
| i. Autonomous Bodies* | 26,268 | 25,260 | -39,196 | -2,196 | 15,704 | 22,973 | 23,322 |
| ii. Net Credit to Private Sector & PSCEs | 414,210 | 147,783 | 238,002 | 160,740 | 89,200 | -11,237 | 414,727 |
| a. Private Sector | 410,206 | 17,083 | 112,926 | 121,328 | 235,242 | -19,041 | 383,970 |
| b. Public Sector Corp. other than 2(i) | 6,856 | 127,464 | 124,224 | 38,701 | -146,168 | 8,123 | 30,697 |
| c. PSEs Special Account Debt Repayment | -119 | 3,914 | 0 | -232 | 0 | -160 | 0 |
| d. Other Financial Institutions (NBFIs) | 238 | 351 | 852 | 943 | 126 | -160 | 60 |
| 10. Counterpart Funds | -24 | 43 | -3 | 5 | 0 | 0 | 0 |
| 11. Other Items (Net) | -84,068 | -76,143 | -14,850 | -55,131 | -147,622 | -11,602 | 13,071 |
| 12. Domestic Credit Expansion (8+9+10+11) | 941,369 | 619,733 | 590,589 | 682,988 | 1,194,723 | 1,479,317 | 778,238 |
| 13. Foreign Assets (Net) | -317,380 | -171,656 | 49,427 | 234,972 | -248,122 | -263,300 | 331,990 |
| 14. Monetary Expansion (12+13) | 623,988 | 448,075 | 640,016 | 917,960 | 946,601 | 1,216,017 | 1,110,229 |

P : Provisional

Source: State Bank of Pakistan

* : Autonomous bodies are WAPDA, PEPCO, OGDCL, SSGC, SNGPL, PIAC, Pakistan Steel and Pakistan Railway.

TABLE 5.3

SCHEDULED BANKS POSITION BASED ON WEEKLY RETURNS: LIABILITIES & ASSETS

Rs. in million

| Outstanding Amount at end June | 2008 | 2009 | 2010 | 2011 | 2012 | 2013 R | 2014 P |
|---|-----------|-----------|-----------|-----------|-----------|------------|------------|
| LIABILITIES | | | | | | | |
| 1. Capital (paid-up) and Reserves | 551,313 | 639,098 | 669,863 | 724,112 | 813,555 | 932,906 | 984,863 |
| DEMAND LIABILITIES IN PAKISTAN | | | | | | | |
| 2. Inter-banks Demand Liabilities | 35,856 | 60,235 | 69,679 | 88,478 | 107,332 | 120,419 | 129,222 |
| 2.1 Borrowing | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 2.2 Deposits | 35,856 | 60,235 | 69,679 | 88,478 | 107,332 | 120,419 | 129,222 |
| 3. Deposits (General) | 3,352,974 | 3,473,440 | 3,965,680 | 4,601,452 | 5,251,360 | 6,147,750 | 7,148,706 |
| 4. Other Liabilities | 169,897 | 218,283 | 227,436 | 251,625 | 291,216 | 328,249 | 384,936 |
| 5. Total Demand Liabilities (2+3+4) | 3,556,727 | 3,751,958 | 4,262,795 | 4,941,556 | 5,649,908 | 6,596,418 | 7,662,865 |
| TIME LIABILITIES IN PAKISTAN | | | | | | | |
| 6. Inter-banks Time Liabilities | 6,344 | 17,470 | 11,883 | 3,817 | 660 | 4,883 | 625 |
| 6.1 Borrowing | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 6.2 Deposits | 6,344 | 17,470 | 11,883 | 3,817 | 660 | 4,883 | 625 |
| 7. Time Deposits (General) | 522,843 | 684,685 | 770,992 | 905,350 | 1,043,383 | 1,055,019 | 1,002,053 |
| 8. Other Liabilities | 87,554 | 86,659 | 93,947 | 105,214 | 108,105 | 113,607 | 106,009 |
| 9. Total Time Liabilities (6+7+8) | 616,741 | 788,814 | 876,823 | 1,014,381 | 1,152,148 | 1,173,509 | 1,108,687 |
| 10. Total Demand & Time Liabilities | 4,173,469 | 4,540,772 | 5,139,617 | 5,955,937 | 6,802,056 | 7,769,926 | 8,771,552 |
| 11. Borrowing From SBP | 213,293 | 293,641 | 321,127 | 359,278 | 378,714 | 483,931 | 272,436 |
| 12. Borrowing from Banks Abroad | 5,287 | 9,139 | 9,211 | 14,403 | 15,446 | 43,219 | 70,309 |
| 13. Money at Call & Short Notice in Pakistan | 169,637 | 192,979 | 218,179 | 174,488 | 96,165 | 277,425 | 340,538 |
| 14. Other Liabilities | 218,672 | 323,587 | 423,774 | 458,099 | 521,701 | 499,920 | 521,906 |
| 15. Total Liabilities | 5,331,671 | 5,999,217 | 6,781,771 | 7,686,317 | 8,627,638 | 10,007,328 | 10,961,604 |
| 16. Total Statutory Reserves | 316,878 | 187,598 | 213,140 | 247,078 | 282,495 | 329,821 | 383,143 |
| 16.1 On Demand Liabilities | 316,878 | 187,598 | 213,140 | 247,078 | 282,495 | 329,821 | 383,143 |
| 16.2 On Time Liabilities Assets | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| ASSETS | | | | | | | |
| 17. Cash in Pakistan | 68,966 | 77,006 | 87,673 | 104,852 | 110,055 | 110,867 | 139,490 |
| 18. Balances with SBP | 414,098 | 278,432 | 288,067 | 342,501 | 393,631 | 489,765 | 525,303 |
| 19. Other Balances | 63,622 | 80,986 | 80,458 | 103,921 | 116,871 | 133,064 | 162,657 |
| 20. Money at Call & Short Notice in Pakistan | 157,218 | 185,049 | 228,906 | 162,696 | 102,968 | 252,298 | 319,058 |
| 21. 17+18+19+20 as % of Total Demand and Time Liabilities | 17.0 | 13.7 | 13.3 | 12.0 | 10.6 | 12.7 | 13.1 |
| FOREIGN CURRENCY | | | | | | | |
| 22. Foreign Currency held in Pakistan | 11,009 | 13,518 | 15,482 | 14,797 | 19,024 | 19,365 | 24,468 |
| 23. Balances with Banks Abroad | 132,081 | 149,837 | 110,694 | 98,656 | 95,290 | 89,011 | 88,353 |
| 24. Total Foreign Currency | 143,090 | 163,356 | 126,176 | 113,453 | 114,315 | 108,376 | 112,821 |
| BANK CREDIT & ADVANCES | | | | | | | |
| 25. To Banks | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 26. To Others | 2,802,674 | 3,085,495 | 3,233,176 | 3,340,283 | 3,566,978 | 3,673,730 | 4,113,525 |
| 27. Total Advances | 2,802,674 | 3,085,495 | 3,233,176 | 3,340,283 | 3,566,978 | 3,673,730 | 4,113,525 |
| 28. Bills Purchased & Discounted | 140,864 | 148,693 | 158,269 | 193,307 | 204,982 | 219,048 | 224,842 |
| 29. Total Bank Credit | 2,943,537 | 3,234,188 | 3,391,445 | 3,533,590 | 3,771,960 | 3,892,778 | 4,338,366 |
| 30. Total Credit as % of Total Demand & Time Liabilities | 70.5 | 71.2 | 66.0 | 59.0 | 55.5 | 50.1 | 49.5 |
| INVESTMENT IN SECURITIES & SHARES | | | | | | | |
| 31. Central Government Securities | 173,171 | 214,164 | 248,753 | 464,936 | 829,485 | 1,117,115 | 2,413,134 |
| 32. Provincial Government Securities | 76 | 0 | 0 | 0 | 0 | 0 | 0 |
| 33. Treasury Bills | 559,825 | 756,955 | 1,105,957 | 1,577,897 | 1,928,287 | 2,611,512 | 1,550,476 |
| 34. Other Investment in Securities & Shares | 286,960 | 385,035 | 506,303 | 530,571 | 435,647 | 367,692 | 375,968 |
| 35. Total Investment in Securities & Shares | 1,020,032 | 1,356,154 | 1,861,013 | 2,573,404 | 3,193,419 | 4,096,319 | 4,339,578 |
| 36. 35 as % of 10 | 24.4 | 29.9 | 36.2 | 43.0 | 46.9 | 52.7 | 49.5 |
| 37. Other Assets | 301,166 | 349,537 | 423,040 | 455,531 | 510,637 | 609,017 | 690,758 |
| 38. Advance Tax Paid | 18,178 | 47,136 | 58,459 | 71,091 | 75,114 | 67,450 | 72,314 |
| 39. Fixed Assets | 201,764 | 227,373 | 236,534 | 225,277 | 238,669 | 247,394 | 261,258 |
| 40. Total Assets | 5,331,671 | 5,999,217 | 6,781,771 | 7,686,317 | 8,627,638 | 10,007,328 | 10,961,604 |
| 41. Excess Reserves (18-16) | 97,220 | 90,834 | 74,928 | 95,423 | 111,136 | 159,944 | 142,159 |

P : Provisional R : Revised

Source: State Bank of Pakistan

Note:

1 : Effective from 22 July 2006, demand & time deposits have been re-classified in accordance with Banking Surveillance Department circular no. 9, 2006 dated 18 July 2006. The time deposits of less than 6 months are included in demand deposits for the purpose of Cash Reserve Requirement and Statutory Liquid Requirements.

2 : Time liabilities include deposits with tenor of one year and above. Accordingly, time deposits with tenor of less than one year will become part of demand deposits.

TABLE 5.4

INCOME VELOCITY OF MONEY

| End June Stocks | Rs. in billion | | | |
|-----------------|--------------------|-----------------------|----------------------|--|
| | Narrow Money M1 | Monetary Assets M2 | Growth Percentage | Income Velocity of Monetary Assets (M2) |
| 1980-81 | 73.56 | 104.62 | 13.2 | 2.7 |
| 1981-82 | 80.93 | 116.51 | 11.4 | 2.7 |
| 1982-83 | 96.54 | 146.03 | 25.3 | 2.7 |
| 1983-84 | 103.45 | 163.27 | 11.8 | 2.7 |
| 1984-85 | 118.97 | 183.91 | 12.6 | 2.7 |
| 1985-86 | 134.83 | 211.11 | 14.8 | 2.6 |
| 1986-87 | 159.63 | 240.02 | 13.7 | 2.5 |
| 1987-88 | 185.08 | 269.51 | 12.3 | 2.6 |
| 1988-89 | 206.36 | 290.46 | 7.8 | 2.7 |
| 1989-90 | 240.16 | 341.25 | 17.5 | 2.7 |
| 1990-91 | 265.14 | 400.64 | 17.4 | 2.7 |
| 1991-92 | 302.91 | 505.57 | 26.2 | 2.7 |
| 1992-93 | 327.82 | 595.39 | 17.8 | 2.3 |
| 1993-94 | 358.77 | 703.40 | 18.1 | 2.4 |
| 1994-95 | 423.14 | 824.73 | 17.2 | 2.4 |
| 1995-96 | 448.01 | 938.68 | 13.8 | 2.4 |
| 1996-97 | 443.55 | 1,053.23 | 12.2 | 2.5 |
| 1997-98 | 480.33 | 1,206.32 | 14.5 | 2.3 |
| 1998-99 | 643.04 | 1,280.55 | 6.2 | 2.4 |
| 1999-00 | 739.03 | 1,400.63 | 9.4 | 2.2 |
| 2000-01 | 1,275.61 | 1,526.04 | 9.0 | 2.6 |
| 2001-02 | 1,494.14 | 1,751.88 | 14.8 | 2.5 |
| 2002-03 | 1,797.36 | 2,078.48 | 18.6 | 2.3 |
| 2003-04 | 2,174.74 | 2,485.49 | 19.6 | 2.3 |
| 2004-05 | 2,512.21 | 2,960.64 | 19.1 | 2.4 |
| 2005-06 | 2,720.68 | 3,406.91 | 15.1 | 2.4 |
| 2006-07 | 3,155.63 | 4,065.16 | 19.3 | 2.3 |
| 2007-08 | 4,339.50 | 4,689.14 | 15.3 | 2.3 |
| 2008-09 | 3,621.22 | 5,137.21 | 9.6 | 2.6 |
| 2009-10 | - | 5,777.23 | 12.5 | 2.7 |
| 2010-11 | - | 6,695.19 | 15.9 | 2.9 |
| 2011-12 | - | 7,641.79 | 14.1 | 2.8 |
| 2012-13 | - | 8,858.81 | 15.9 | 2.7 |
| 2013-14 P | - | 9,968.04 | 12.5 | 2.7 |

P: Provisional

Source: State Bank of Pakistan

Explanatory Notes:

1. It may be noted that data series of M1 from 2000-01 is not comparable as compilation of M1 based on weekly data has been discontinued by the SBP. Now M1 is being compiled on the basis of monthly returns and as reported in the monthly Statistical Bulletin of the SBP beginning from April 2008 in its table 2.1
2. The stock data of M2 has been revised since June 2002 due to treatment of privatization commission deposits with NBP as government deposits. These deposits were previously included in private sector deposits which have now being included in government deposits.
3. SBP has discontinued providing Data on M1.

TABLE 5.5

SCHEDULED BANKS IN PAKISTAN (Weighted Average Rates of Return on Advances)

| As at the End of | | in Percentage | | | | | | |
|----------------------------|-----|-------------------|---------------------------------|------------------|-----------|----------------|-------------------------------|------------------------------|
| | | Precious Metal | Stock Exchange Securities | Merchan- dise | Machinery | Real Estate | Financial Obli- gations | Others Total Advances* |
| I. INTEREST BEARING | | | | | | | | |
| 1999 | Jun | 13.39 | 14.15 | 13.89 | 15.19 | 14.08 | 14.95 | 14.47 |
| | | (15.57) | (14.16) | (13.91) | (15.18) | (14.49) | (15.13) | (14.88) |
| | | 11.41 | 13.79 | 14.56 | 14.17 | 13.75 | 13.14 | 14.09 |
| | Dec | (16.50) | (13.44) | (14.35) | (14.30) | (14.78) | (13.25) | (16.29) |
| | | 11.10 | 13.76 | 13.67 | 13.15 | 12.23 | 13.65 | 13.34 |
| | | (11.81) | (13.45) | (13.83) | (13.15) | (13.73) | (14.03) | (13.98) |
| 2000 | Jun | 11.53 | 13.57 | 12.88 | 13.82 | 12.90 | 13.49 | 12.93 |
| | | (12.73) | (12.82) | (13.68) | (13.74) | (13.62) | (13.56) | (13.36) |
| | | 11.75 | 13.54 | 13.69 | 13.50 | 12.84 | 13.07 | 12.05 |
| | Dec | (13.87) | (14.06) | (13.59) | (13.55) | (13.86) | (13.00) | (13.87) |
| | | 8.10 | 11.27 | 13.12 | 13.56 | 12.72 | 13.88 | 12.47 |
| | | (8.14) | (11.70) | (13.13) | (13.67) | (12.98) | (13.81) | (13.39) |
| 2003 | Jun | 12.01 | 11.97 | 9.39 | 15.66 | 12.63 | 7.74 | 10.66 |
| | | (12.01) | (11.82) | (9.67) | (15.68) | (12.86) | (7.66) | (11.49) |
| | | 9.20 | 6.01 | 6.89 | 11.21 | 9.08 | 7.08 | 9.04 |
| 2004 | Jun | (9.20) | (6.01) | (7.08) | (11.77) | (9.08) | (7.03) | (9.05) |
| | | 8.51 | 6.86 | 6.09 | 4.59 | 6.68 | 6.76 | 8.86 |
| | | (8.51) | (8.29) | (6.01) | (4.07) | (6.68) | (6.70) | (9.02) |
| 2006 | Jun | 11.58 | 14.84 | 8.68 | 8.55 | 10.23 | 10.31 | 9.59 |
| | | (11.58) | (14.09) | (8.51) | (8.55) | (10.23) | (10.31) | (9.99) |
| | | 10.87 | 11.37 | 10.73 | 11.07 | 12.30 | 11.05 | 10.76 |
| 2007 | Jun | (10.87) | (12.11) | (10.68) | (11.06) | (12.30) | (11.05) | (10.81) |
| | | 11.45 | 10.36 | 9.82 | 11.09 | 12.85 | 10.02 | 11.93 |
| | | (11.45) | (10.42) | (9.82) | (11.09) | (12.85) | (10.02) | (11.98) |
| 2008 | Jun | 13.62 | 12.37 | 11.78 | 13.16 | 12.21 | 13.32 | 13.02 |
| | | (13.62) | (12.60) | (11.77) | (13.16) | (12.21) | (13.32) | (13.14) |
| | | 14.64 | 13.88 | 13.83 | 12.05 | 13.60 | 16.55 | 13.74 |
| | Dec | (14.64) | (14.11) | (13.83) | (12.04) | (13.60) | (16.55) | (13.52) |
| | | 14.86 | 12.15 | 13.45 | 11.91 | 14.14 | 15.30 | 13.21 |
| | | (14.86) | (10.11) | (13.07) | (11.91) | (13.75) | (15.27) | (13.10) |
| 2009 | Jun | 14.07 | 11.62 | 12.38 | 12.78 | 13.70 | 12.43 | 12.35 |
| | | (14.07) | (10.28) | (12.17) | (12.78) | (13.70) | (11.87) | (11.99) |
| | | 14.85 | 13.86 | 10.90 | 9.63 | 12.77 | 12.07 | 13.02 |
| 2010 | Jun | (14.85) | (14.30) | (9.77) | (9.63) | (12.77) | (12.07) | (13.20) |
| | | 14.72 | 13.36 | 11.69 | 12.02 | 12.48 | 13.45 | 12.92 |
| | | (14.72) | (12.30) | (11.32) | (11.95) | (12.47) | (13.45) | (12.81) |
| 2011 | Jun | 15.78 | 12.42 | 11.33 | 11.11 | 12.01 | 11.04 | 12.85 |
| | | (15.78) | (13.26) | (10.50) | (11.11) | (12.01) | (11.04) | (12.69) |
| | | 14.78 | 10.20 | 11.53 | 8.89 | 11.46 | 13.12 | 12.90 |
| | Dec | (14.78) | (9.95) | (11.27) | (8.85) | (11.46) | (13.12) | (12.88) |
| | | 12.80 | 12.86 | 11.89 | 11.07 | 12.49 | 12.30 | 13.29 |
| | | (12.80) | (15.01) | (11.48) | (11.02) | (12.49) | (12.30) | (13.24) |
| 2012 | Jun | 15.40 | 12.28 | 10.55 | 8.31 | 10.20 | 8.40 | 11.41 |
| | | (15.40) | (12.25) | (10.15) | (8.28) | (10.20) | (8.40) | (11.92) |
| | | 14.86 | 11.72 | 8.71 | 8.45 | 10.80 | 9.40 | 10.64 |
| 2013 | Jun | (14.86) | (11.95) | (8.61) | (8.42) | (10.80) | (9.40) | (10.58) |
| | | 9.66 | 11.65 | 10.77 | 9.67 | 11.11 | 7.79 | 11.49 |
| | | (9.66) | (11.97) | (10.50) | (9.66) | (11.11) | (7.79) | (12.22) |
| 2014 | Jun | 15.46 | 12.03 | 10.11 | 9.92 | 11.61 | 7.10 | 11.72 |
| | | (15.46) | (12.49) | (9.66) | (9.92) | (11.61) | (7.10) | (11.72) |
| | | | | | | | | |

(Contd.)

* : Figure shown in parentheses represent Private Sector weighted average rates of return on advances.

TABLE 5.5

SCHEDULED BANKS IN PAKISTAN (Weighted Average Rates of Return on Advances)

| | | in Percentage | | | | | | | |
|---------------------------------------|-----|--------------------|---------------------------------|------------------|------------------|------------------|-------------------------------|------------------|--------------------|
| As at the End of | | Precious Metals | Stock Exchange Securities | Merchan- dise | Machinery | Real Estate | Financial Obli- gations | Others | Total Advances* |
| II. ISLAMIC MODES OF FINANCING | | | | | | | | | |
| 1999 | Jun | 11.27 (10.01) | 15.69 (15.39) | 15.12 (15.03) | 15.75 (15.92) | 13.76 (14.92) | 14.49 (14.57) | 15.00 (15.87) | 14.82 (15.23) |
| | Dec | 10.91 (16.28) | 14.42 (14.51) | 14.82 (14.68) | 15.41 (15.45) | 13.57 (14.84) | 13.89 (13.86) | 14.74 (15.82) | 14.49 (14.96) |
| 2000 | Jun | 10.61 (11.10) | 13.12 (13.48) | 13.48 (14.07) | 14.31 (14.39) | 13.08 (14.39) | 13.42 (13.40) | 13.83 (14.94) | 13.54 (14.27) |
| | Dec | 11.24 (11.32) | 13.51 (13.68) | 13.54 (14.01) | 14.48 (14.53) | 12.97 (14.24) | 13.15 (13.09) | 14.07 (15.09) | 13.59 (14.24) |
| 2001 | Jun | 11.02 (11.28) | 13.47 (13.57) | 13.39 (13.88) | 14.53 (14.42) | 13.31 (14.52) | 13.84 (13.86) | 14.03 (14.78) | 13.65 (14.24) |
| 2002 | Jun | 9.30 (9.50) | 13.09 (13.33) | 12.85 (12.73) | 13.70 (13.81) | 13.47 (14.05) | 13.32 (13.22) | 13.32 (14.00) | 13.20 (13.52) |
| 2003 | Jun | 11.43 (11.43) | 5.92 (5.77) | 7.50 (7.95) | 9.39 (9.54) | 11.47 (12.08) | 7.79 (8.62) | 10.31 (10.84) | 9.19 (9.71) |
| 2004 | Jun | 10.86 (10.86) | 4.86 (5.28) | 5.73 (5.96) | 6.61 (6.81) | 9.27 (9.68) | 5.88 (5.82) | 8.34 (9.01) | 7.19 (7.60) |
| 2005 | Jun | 9.03 (9.03) | 7.15 (7.17) | 7.93 (7.95) | 7.80 (7.88) | 10.16 (10.22) | 8.21 (8.19) | 10.15 (10.67) | 8.94 (9.13) |
| 2006 | Jun | 10.66 (10.66) | 10.03 (10.20) | 9.63 (9.66) | 9.14 (9.20) | 11.23 (11.26) | 9.25 (9.25) | 12.37 (12.90) | 10.68 (10.83) |
| 2007 | Jun | 12.04 (12.04) | 11.26 (11.34) | 10.11 (10.03) | 10.80 (10.84) | 11.92 (11.92) | 10.43 (10.49) | 13.02 (13.40) | 11.57 (11.68) |
| | Dec | 9.70 (9.70) | 11.27 (11.41) | 10.26 (10.23) | 10.76 (10.82) | 11.80 (11.79) | 10.58 (10.62) | 12.93 (13.26) | 11.55 (11.65) |
| 2008 | Jun | 11.75 (11.75) | 12.87 (12.93) | 11.53 (11.55) | 12.26 (12.22) | 12.11 (12.12) | 11.23 (11.23) | 13.90 (14.21) | 12.48 (12.55) |
| | Dec | 15.02 (15.02) | 15.76 (15.66) | 14.42 (14.19) | 14.62 (14.67) | 13.51 (13.49) | 15.00 (15.02) | 15.89 (15.96) | 14.72 (14.72) |
| 2009 | Jun | 14.18 (14.18) | 15.01 (15.03) | 14.19 (13.73) | 14.20 (14.10) | 13.27 (13.30) | 15.83 (16.79) | 15.08 (15.20) | 14.31 (14.30) |
| | Dec | 14.18 (14.14) | 13.61 (14.02) | 12.10 (12.18) | 12.72 (12.70) | 12.71 (12.71) | 11.93 (11.55) | 14.88 (14.96) | 13.22 (13.10) |
| 2010 | Jun | 15.08 (15.74) | 14.26 (14.34) | 13.16 (12.80) | 13.81 (13.79) | 12.25 (12.24) | 13.59 (13.67) | 14.83 (14.94) | 13.73 (13.52) |
| | Dec | 15.20 (15.20) | 13.80 (13.59) | 13.01 (12.69) | 13.10 (13.18) | 12.24 (12.23) | 12.86 (12.79) | 14.59 (14.82) | 13.43 (13.23) |
| 2011 | Jun | 16.24 (16.24) | 11.04 (14.41) | 12.81 (12.36) | 13.74 (14.22) | 12.57 (12.53) | 12.81 (12.83) | 14.73 (14.43) | 13.55 (13.32) |
| | Dec | 13.50 (13.50) | 13.06 (13.21) | 13.40 (13.17) | 14.18 (14.14) | 12.46 (12.46) | 12.42 (12.51) | 15.04 (14.92) | 13.83 (13.62) |
| 2012 | Jun | 9.46 (9.63) | 11.63 (12.89) | 12.84 (12.43) | 12.51 (13.17) | 11.84 (11.81) | 14.11 (14.10) | 13.68 (13.52) | 12.84 (12.72) |
| | Dec | 9.53 (9.53) | 11.10 (11.67) | 11.19 (10.91) | 12.10 (12.03) | 12.43 (12.40) | 13.30 (13.21) | 12.80 (13.02) | 12.02 (11.93) |
| 2013 | Jun | 12.80 (13.69) | 11.65 (11.44) | 11.02 (10.92) | 11.74 (11.46) | 12.05 (12.04) | 13.80 (12.57) | 12.20 (12.88) | 11.78 (11.81) |
| | Dec | 14.20 (15.26) | 10.80 (10.99) | 10.52 (10.48) | 11.14 (11.03) | 11.23 (11.29) | 9.10 (10.67) | 11.79 (12.59) | 11.20 (11.37) |
| 2014 | Jun | 14.22 (15.12) | 11.27 (11.25) | 10.12 (10.44) | 9.48 (11.16) | 12.03 (11.71) | 10.65 (10.65) | 12.29 (12.90) | 11.18 (11.58) |

Source: State Bank of Pakistan

* : Figure shown in parentheses represent Private Sector weighted average rates of return on advances.

TABLE 5.6

SALE OF GOVERNMENT SECURITIES THROUGH AUCTION (MTBs)

| | | Rs. in million | | | | | | | |
|----------------------------------|------------------------|----------------|---------|-----------|-----------|-----------|-----------|-----------|-----------|
| No. | Securities | 2006-07 | 2007-08 | 2008-09 | 2009-10 | 2010-11 | 2011-12 | 2012-13 | 2013-14 |
| Market Treasury Bills* | | | | | | | | | |
| A. Three Months Maturity | | | | | | | | | |
| | Amount Offered | | | | | | | | |
| i) | Face value | 186,652 | 157,946 | 1,413,218 | 571,993 | 2,837,276 | 1,658,923 | 1,592,616 | 5,555,952 |
| ii) | Discounted value | 183,039 | 154,340 | 1,372,004 | 556,452 | 2,742,436 | 1,611,411 | 1,554,179 | 5,435,437 |
| | Amount Accepted | | | | | | | | |
| i) | Face value | 136,102 | 139,771 | 975,798 | 239,467 | 1,668,408 | 1,114,157 | 1,155,404 | 5,031,692 |
| ii) | Discounted value | 133,484 | 136,574 | 947,622 | 232,985 | 1,619,861 | 1,084,374 | 1,130,378 | 4,922,517 |
| | Weighted Average Yield | | | | | | | | |
| i) | Minimum % p.a. | 8.315 | 8.687 | 11.451 | 11.306 | 12.084 | 11.562 | 8.932 | 8.887 |
| ii) | Maximum % p.a. | 8.689 | 11.316 | 13.855 | 12.968 | 13.577 | 13.518 | 11.873 | 9.974 |
| B. Six Months Maturity | | | | | | | | | |
| | Amount Offered | | | | | | | | |
| i) | Face value | 125,483 | 91,476 | 272,584 | 868,334 | 2,226,878 | 1,719,456 | 3,597,169 | 1,024,910 |
| ii) | Discounted value | 120,197 | 87,279 | 255,885 | 818,516 | 2,087,195 | 1,619,284 | 3,425,863 | 973,520 |
| | Amount Accepted | | | | | | | | |
| i) | Face value | 90,433 | 78,242 | 176,401 | 406,896 | 1,614,552 | 1,058,185 | 2,434,463 | 950,189 |
| ii) | Discounted value | 86,629 | 74,673 | 165,626 | 383,593 | 1,538,590 | 996,796 | 2,319,355 | 906,276 |
| | Weighted Average Yield | | | | | | | | |
| i) | Minimum % p.a. | 8.485 | 8.902 | 11.668 | 11.381 | 12.316 | 11.626 | 8.916 | 8.944 |
| ii) | Maximum % p.a. | 8.902 | 11.472 | 14.011 | 12.597 | 13.736 | 13.762 | 11.920 | 9.979 |
| C. Twelve Months Maturity | | | | | | | | | |
| | Amount Offered | | | | | | | | |
| i) | Face value | 787,636 | 658,709 | 931,293 | 1,765,589 | 908,194 | 2,154,137 | 2,963,751 | 915,273 |
| ii) | Discounted value | 717,951 | 598,425 | 823,027 | 1,572,033 | 799,172 | 1,910,366 | 2,691,500 | 830,313 |
| | Amount Accepted | | | | | | | | |
| i) | Face value | 661,786 | 441,130 | 332,008 | 931,787 | 599,015 | 1,283,676 | 2,017,987 | 894,465 |
| ii) | Discounted value | 607,211 | 402,784 | 294,106 | 830,606 | 527,018 | 1,139,954 | 1,833,775 | 813,625 |
| | Weighted Average Yield | | | | | | | | |
| i) | Minimum % p.a. | 8.786 | 9.16 | 11.778 | 11.464 | 12.431 | 11.690 | 8.956 | 8.957 |
| ii) | Maximum % p.a. | 9.16 | 11.688 | 14.261 | 12.609 | 13.907 | 13.907 | 11.930 | 9.990 |

* : MTBs were introduced in 1998-99

Source: State Bank of Pakistan

Note : Amount includes Non-competitive Bids since 2009-10

TABLE 5.7

SALE OF GOVERNMENT SECURITIES THROUGH AUCTION (PIBs)

| Rs. in million | | | | | | | | | |
|----------------------------|-----------------------------|---------|---------|---------|---------|----------|---------|---------|-----------|
| No. | Securities | 2006-07 | 2007-08 | 2008-09 | 2009-10 | 2010-11 | 2011-12 | 2012-13 | 2013-14 |
| Pakistan Investment Bonds* | | | | | | | | | |
| A. | Amount Offered | 199,017 | 141,853 | 12,640 | 140,520 | 321,936 | 331,683 | 647,257 | 2,232,571 |
| | 03 Years Maturity | 36,982 | 11,260 | 9,523 | 21,163 | 81,960 | 98,271 | 319,735 | 1,231,992 |
| | 05 Years Maturity | 39,799 | 21,311 | 4,410 | 13,427 | 33,306 | 74,798 | 173,909 | 465,286 |
| | 07 Years Maturity | - | - | - | 5,900 | 6,576 | 1,650 | - | - |
| | 10 Years Maturity | 65,986 | 61,593 | 25,254 | 69,800 | 176,840 | 149,418 | 147,403 | 512,925 |
| | 15 Years Maturity | 12,750 | 16,138 | 2,536 | 3,560 | 2,966 | 2,446 | - | - |
| | 20 Years Maturity | 20,200 | 11,750 | 3,500 | 12,120 | 7,875 | 4,890 | 6,210 | 22,368 |
| | 30 Years Maturity | 23,300 | 19,800 | 7,000 | 14,550 | 12,413 | 210 | - | - |
| B. | Amount Accepted | 87,867 | 73,584 | 25868 | 64,732 | 169,295 | 226,095 | 278,357 | 2,038,994 |
| | 3 Years Maturity | | | | | | | | |
| | (i) Amount Accepted | 10,882 | 5,169 | 4,165 | 11,645 | 49,712 | 72,207 | 139,300 | 1,171,806 |
| | (ii) Weighted Average Yield | | | | | | | | |
| | Minimum % p.a. | 9.311 | 9.619 | 13.697 | 12.208 | 13.898 | 12.080 | 9.607 | 10.326 |
| | Maximum % p.a. | 9.778 | 12.296 | 13.883 | 13.551 | 14.200 | 13.431 | 12.639 | 12.086 |
| | 5 Years Maturity | | | | | | | | |
| | (i) Amount Accepted | 10,174 | 10,777 | 3,023 | 7,177 | 16,668 | 55,897 | 80,492 | 426,111 |
| | (ii) Weighted Average Yield | | | | | | | | |
| | Minimum % p.a. | 9.528 | 9.796 | 14.335 | 12.294 | 12.276 | 12.108 | 10.050 | 10.776 |
| | Maximum % p.a. | 10.002 | 10.800 | 14.336 | 12.563 | 14.277 | 13.474 | 13.050 | 12.559 |
| | 7 Years Maturity | | | | | | | | |
| | (i) Amount Accepted | - | - | 2,935 | 2,175 | Bids | - | - | - |
| | (ii) Weighted Average Yield | | | | | Rejected | | | |
| | Minimum % p.a. | - | - | 14.3273 | 12.4159 | 0 | 0 | - | - |
| | Maximum % p.a. | - | - | 14.7041 | 12.696 | 0 | 0 | - | - |
| | 10 Years Maturity | | | | | | | | |
| | (i) Amount Accepted | 30,211 | 23,875 | 8,509 | 39,399 | 101,355 | 92,049 | 53,368 | 420,755 |
| | (ii) Weighted Average Yield | | | | | | | | |
| | Minimum % p.a. | 10.106 | 10.179 | 14.472 | 12.426 | 14.017 | 12.156 | 10.962 | 11.527 |
| | Maximum % p.a. | 10.507 | 13.411 | 14.864 | 12.705 | 14.249 | 13.499 | 13.327 | 12.921 |
| | 15 Years Maturity | | | | | | | | |
| | (i) Amount Accepted | 9,250 | 8,613 | 1,236 | 1,035 | 460 | 2,262 | - | - |
| | (ii) Weighted Average Yield | | | | | | | | |
| | Minimum % p.a. | 10.85 | 11.108 | 14.750 | 12.293 | 14.098 | 13.501 | - | - |
| | Maximum % p.a. | 11.058 | 13.441 | 15.356 | 12.923 | 14.108 | 13.501 | - | - |
| | 20 Years Maturity | | | | | | | | |
| | (i) Amount Accepted | 11,250 | 9,050 | 1,500 | 1,525 | 875 | 3,680 | 5,197 | 20,323 |
| | (ii) Weighted Average Yield | | | | | | | | |
| | Minimum % p.a. | 11.173 | 11.373 | 15.700 | 13.099 | 14.138 | 13.350 | 13.350 | 12.900 |
| | Maximum % p.a. | 11.392 | 13.855 | 15.700 | 13.922 | 14.199 | 13.350 | 13.350 | 13.289 |
| | 30 Years Maturity | | | | | | | | |
| | (i) Amount Accepted | 16,100 | 16,100 | 4,500 | 1,775 | 225 | 0 | - | - |
| | (ii) Weighted Average Yield | | | | | | | | |
| | Minimum % p.a. | 11.546 | 11.588 | 14.608 | 13.551 | 14.186 | 0 | - | - |
| | Maximum % p.a. | 11.680 | 14.118 | 16.225 | 13.749 | 14.187 | 0 | - | - |

* : PIBs were introduced in 2000-01

Source: State Bank of Pakistan

Notes: 1. Offered amount include non-competitive bids since 2009-10

2. Accepted amount include non-competitive bids as well as short sell accommodation

TABLE 5.8

LIST OF DOMESTIC, FOREIGN BANKS AND DFIs (As on 30-06-2014)

| | | |
|--|--|---|
| <u>Public Sector Commercial Banks</u> | | 21. Summit Bank Limited |
| 1. First Women Bank Ltd. | | 22. United Bank Limited |
| 2. National Bank of Pakistan | | |
| 3. Sindh Bank Limited | | |
| 4. The Bank of Khyber | | |
| 5. The Bank of Punjab | | |
| <u>Specialized Scheduled Banks</u> | | <u>Foreign Banks</u> |
| 1. Industrial Development Bank of Pakistan | | 1. Barclays Bank PLC (Pakistan) |
| 2. SME Bank Limited | | 2. Citibank N.A. |
| 3. The Punjab Provincial Co-operative Bank | | 3. Deutsche Bank A.G. |
| 4. Zarai Taraqiati Bank Limited | | 4. HSBC Bank Middle East Limited |
| | | 5. Industrial and Commercial Bank of China Limited |
| | | 6. Oman International Bank S.A.O.G. |
| | | 7. The Bank of Tokyo - Mitsubishi UFJ Limited |
| <u>Private Local Banks</u> | | <u>Development Financial Institutions</u> |
| 1. Allied Bank Limited | | 1. House Building Finance Corporation |
| 2. Albarka Bank Pakistan Limited | | 2. Pak-Brunai Investment Company Ltd |
| 3. Askari Bank Limited | | 3. Pak-China Investment Co. Ltd |
| 4. Bank Al Falah Limited | | 4. Pak-Iran Joint Investment Co.Ltd |
| 5. Bank Al Habib Limited | | 5. Pak Kuwait Investment Company of Pakistan (Pvt) Limited |
| 6. Bank Islami Pakistan Limited | | 6. Pak Libya Holding Company (Pvt) Limited |
| 7. Burj Bank Ltd | | 7. Pak Oman Investment Company (Pvt) Limited |
| 8. Dubai Islamic Bank Pakistan Limited | | 8. Saudi Pak Industrial & Agricultural Investment Company (Pvt) Limited |
| 9. Faysal Bank Limited | | |
| 10. Habib Bank Limited | | <u>Micro Finance Banks</u> |
| 11. Habib Metropolitan Bank Limited | | 1. Advance Pakistan Micro Finance Bank |
| 12. JS Bank Limited | | 2. FINCA Microfinance Bank Ltd |
| 13. KASB Bank Limited | | 3. First Micro Finance Bank Limited |
| 14. MCB Bank Limited | | 4. Khushhali Bank |
| 15. Meezan Bank Limited | | 5. Network Microfinance Bank |
| 16. NIB Bank Limited | | 6. NRSP Micro Finance Bank Ltd |
| 17. Samba Bank Limited | | 7. Pak Oman Micro Finance Bank Limited |
| 18. Silk Bank Limited | | 8. Tameer Micro Finance Bank Limited |
| 19. Soneri Bank Limited | | 9. U Micro Finance Bank Ltd |
| 20. Standard Chartered Bank (Pakistan) Limited | | 10. Waseela Micro Finance Bank |

Source: State Bank of Pakistan