



Press Release

2011 – Monetary & Banking Developments – May 2011

Date : 3/7/2011

التاريخ : 2011/7/3

Central Bank announced that money supply **M0** (currency in circulation + currency at banks) increased by 0.4%, from AED 50.3 billion at the end of April 2011 to AED 50.5 billion at the end of May of the same year.

(0)

50.3 %0.4
50.5 2011

Meanwhile, money supply **M1** (currency in circulation plus monetary deposits, i.e., current accounts and call accounts at banks) decreased by 0.2%, from AED 261.2 billion to AED 260.6 billion.

) (1)

(
261.2 %0.2
260.6

As regards money supply **M2** which comprises M1 plus quasi-monetary deposits (the sum of resident time and savings deposits in Dirhams, commercial prepayments in Dirhams and resident deposits in foreign currencies), it decreased by 1.1%, from AED 850.5 billion as at the end of April 2011 to AED 841.1 billion at the end of May of the same year.

(2)

) (1)
(
850.5 %1.1
2011 841.1

And money supply **M3** (M2 plus government deposits at the banking sector) decreased by 0.6%, from AED 1,076.1 billion at the end of April 2011 to AED 1,070.0 billion at the end of May of the same year.

(3)

(2)
1076.1 %0.6
1070.0 2011

- 2 -

<p>Bank deposits decreased by 0.4% during the month of May 2011, reaching AED 1,123.5 billion. Meanwhile, total bank loans and advances (net of provisions and interest in suspense) decreased by 0.5%, reaching AED 1,048.7 billion, and total bank assets increased by 0.5%, reaching AED 1,703.5 billion at the end of May of the same year.</p>	<p>% 0.4</p> <p>2011</p> <p>.</p> <p>)</p> <p>(</p> <p>1048.71</p> <p>1703.5</p> <p>.</p>	<p>1123.5</p> <p>%0.5</p> <p>%0.5</p>
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<p>During the first five months of 2011, intermediary monetary aggregate M2 as well as bank deposits increased by 7.0%, while bank loans and advances increased by 1.7%.</p>	<p>(2)</p> <p>%7.0</p> <p>2011</p> <p>%1.7</p>
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