



Press Release

2011 – Monetary & Banking Developments – February 2011

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Central Bank announced that money supply **M0** (currency in circulation + currency at banks) increased by 2.3%, from AED 46.9 billion at the end of January 2011 to AED 48.0 billion at the end of February of the same year.

(0)

46.9 %2.3
48.0 2011

Meanwhile, money supply **M1** (currency in circulation plus monetary deposits, i.e., current accounts and call accounts at banks) increased by 2.4%, from AED 236.9 billion to AED 242.7 billion.

) (1)

(
242.7 236.9 %2.4

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 increased by 2.9%, from AED 795.2 billion as at the end of January 2011 to AED 818.3 billion at the end of February of the same year.

(2)

) (1)
(
795.2 %2.9
2011 818.3

And money supply **M3** (M2 plus government deposits at the banking sector) increased by 2.0%, from AED 997.5 billion at the end of January 2011 to AED 1,017.7 billion at the end of February of the same year.

(3)

(2)
997.5 %2.0
1017.7 2011

Bank deposits increased by 2.1% during the month of February 2011, reaching AED 1,079.0 billion. Meanwhile, total bank loans and advances (net of provisions and interest in suspense) increased by 0.6%, reaching AED 1,049.2 billion, and total bank assets increased by 1.8%, reaching AED 1.66 trillion at the end of February of the same year.

During the first 2 months of 2011, monetary aggregate M2 increased by 4.1%, while bank deposits increased by 2.8% and bank loans and advances increased by 1.7%.
