

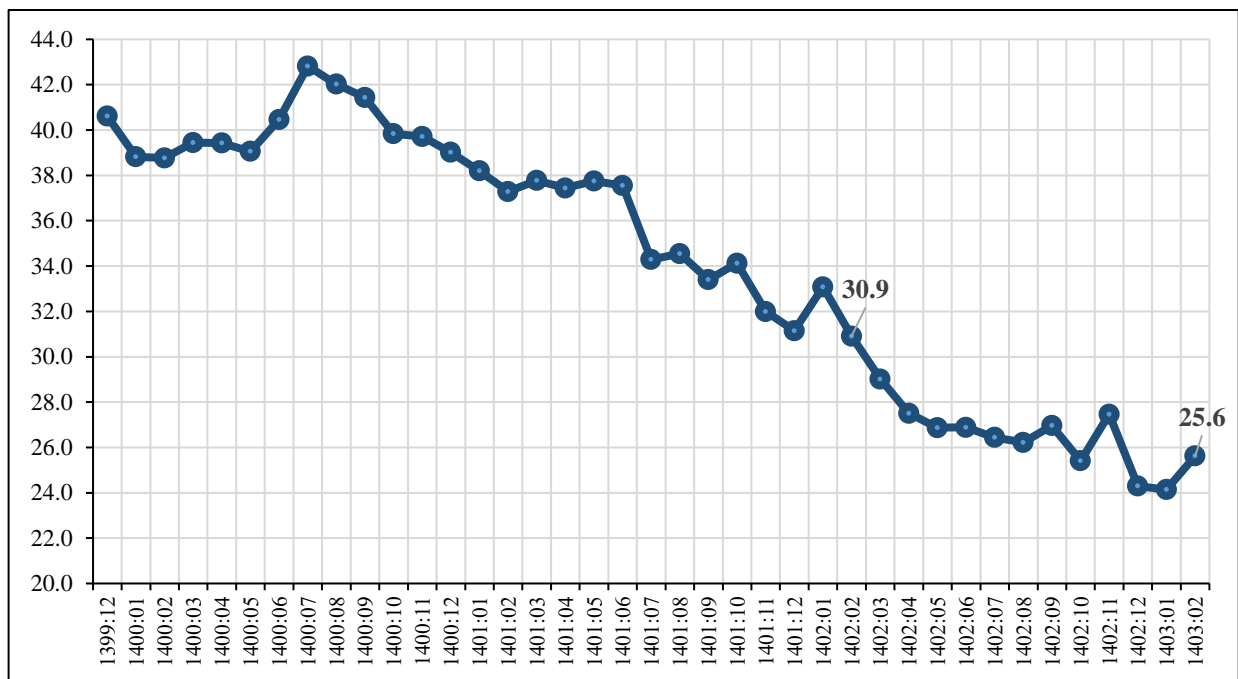
## Selected Economic Indicators

### Analysis on Developments of Monetary and Credit Aggregates

#### ➤ Broad Money (M2)

Broad money (M2) amounted to 81,296.7 trillion rials in Ordibehesht 1403 (May 2024), indicating an increase of 3.2 percent compared with end-Esfand 1402 (March 2024). The twelve-month growth rate of broad money was 25.6 percent in May 2024, down by 5.3 percentage points compared with the twelve-month growth rate of broad money in May 2023 (30.9 percent). The relatively downward trend of broad money (M2) growth in recent months is indicative of the CBI's success in actualizing its monetary plan aimed at limiting growth in banks' balance sheets.

**Figure 1: Twelve-month Growth of Broad Money (M2) in Recent Years**  
(Percent)



#### ➤ Monetary Base

The monetary base reached 10,936.1 trillion rials in May 2024, experiencing a growth rate of 0.3 percent compared with March 2024. The twelve-month growth rate of monetary base amounted to 21.2 percent in May 2024, down by 20.3 percentage points compared with the twelve-month monetary base growth in May 2023 (41.5 percent).

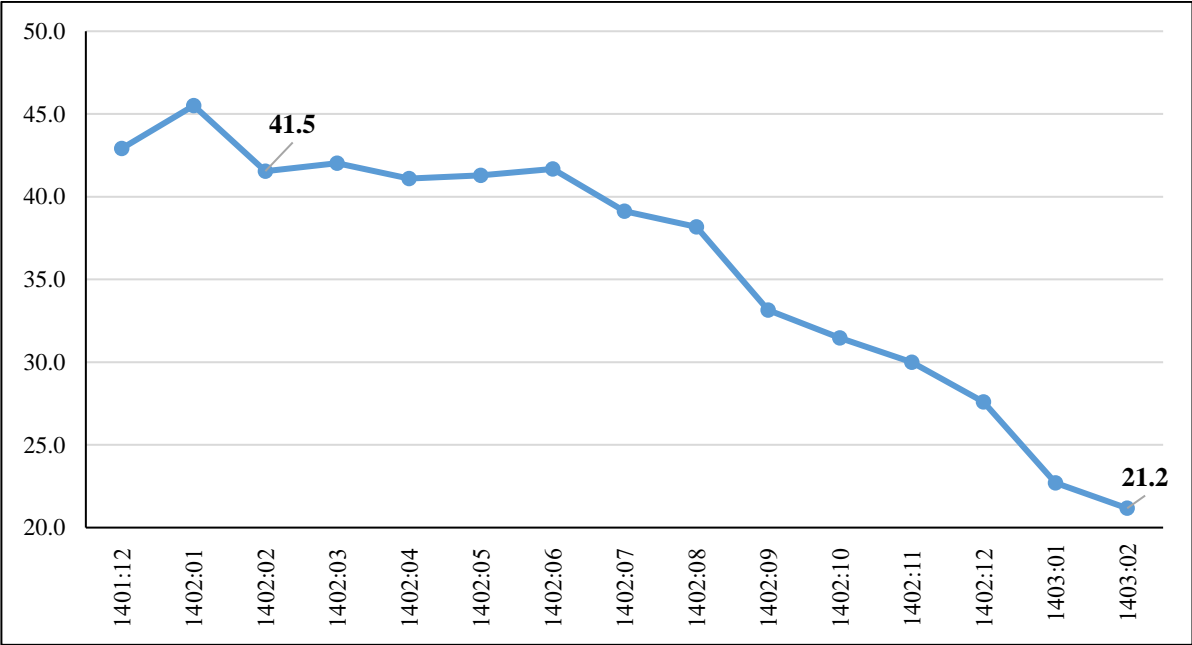
It is important to note that based on the stipulation of the CBI's General Meeting of 2022/23 regarding the revaluation of foreign assets (based on their quality) and liabilities, the financial statements on the assets

and liabilities of the CBI for 2023/24 were revised in March 2024. Meanwhile, to ensure consistency with the international standards, the CBI has revised the classification of monetary base components in line with the IMF's Monetary and Financial Statistics Manual and Compilation Guide (MFSMCG, 2016) and the principle of economic territory. Accordingly, the figures related to the monetary base and its components have been revised as of 2021.

The amount of the public debt to the CBI (net) had a positive share of 8.7 percentage points in the 0.3 percent growth of the monetary base in May 2024 as compared with March 2024. The main factor behind the increase in the public debt to the CBI (net) in May 2024 as compared with March 2024 was the fall in the deposits of the government with the CBI in the mentioned period, indicating the government's reliance on its deposit resources. The twelve-month growth of the public debt to the CBI (net) had a decreasing share of -0.4 percentage point in the 21.2 percent growth of the monetary base in May 2024 as compared with May 2023. Rise in the public debt to the CBI was partly attributable to the rise in the notes payable as committed by the government in order to raise Iran's quota in the IMF. As this figure has been registered under the "other liabilities of the CBI" heading as well, it contains no monetary effects.

The net foreign assets of the CBI had an increasing share of 6.0 percentage points in the growth of the monetary base in May 2024 as compared with March 2024. By contrast, banks' debt to the CBI had a decreasing share of -7.2 percentage points in the monetary base growth (0.3 percent). Another factor decreasing the monetary base growth in May 2024 was the other items of the CBI (net) with a negative share of 7.2 percentage points in the growth of the monetary base.

**Figure 2: Twelve-month Growth of Monetary Base in Recent Years**  
(Percent)



➤ **Money Multiplier**

The money multiplier amounted to 7.434 in May 2024. This was indicative of an increase of 2.9 percent compared with March 2024.

Prepared by the Economic Research and Policy Department, CBI