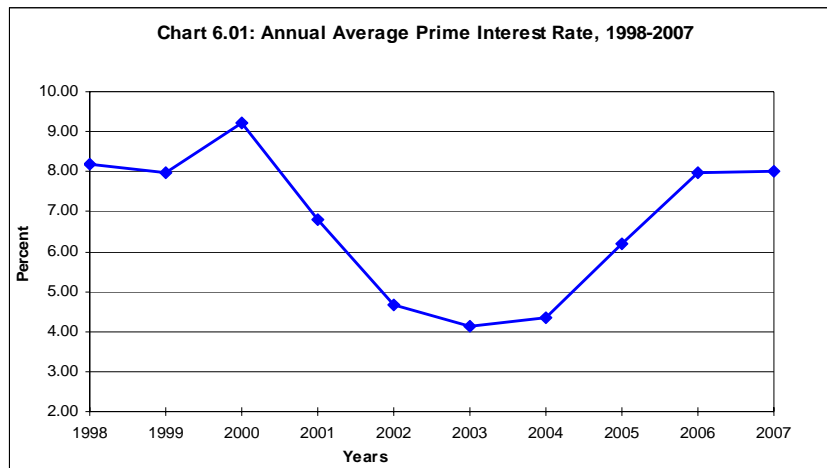


## 6. MONETARY AND FINANCIAL SERVICES

## 6.01

 Prime Interest Rate by Quarterly Average, 1998 - 2007<sup>1</sup>

	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
<b>CI\$ Prime Rate</b>										
1st quarter average	8.25	7.75	8.66	8.50	4.75	4.25	4.00	5.50	7.43	8.25
2nd quarter average	8.25	7.75	9.17	7.17	4.75	4.25	4.00	5.92	7.93	8.25
3rd quarter average	8.25	8.08	9.50	6.42	4.75	4.00	4.41	6.50	8.24	8.08
4th quarter average	8.00	8.33	9.50	5.08	4.42	4.00	4.93	6.83	8.25	7.50
Annual average	8.19	7.98	9.21	6.79	4.67	4.13	4.34	6.19	7.96	8.02

**Notes:**
<sup>1</sup>Prime lending rate for CI\$ denominated loans


Source: Economics and Statistics Office, Cayman Islands Monetary Authority (CIMA)

## 6.02

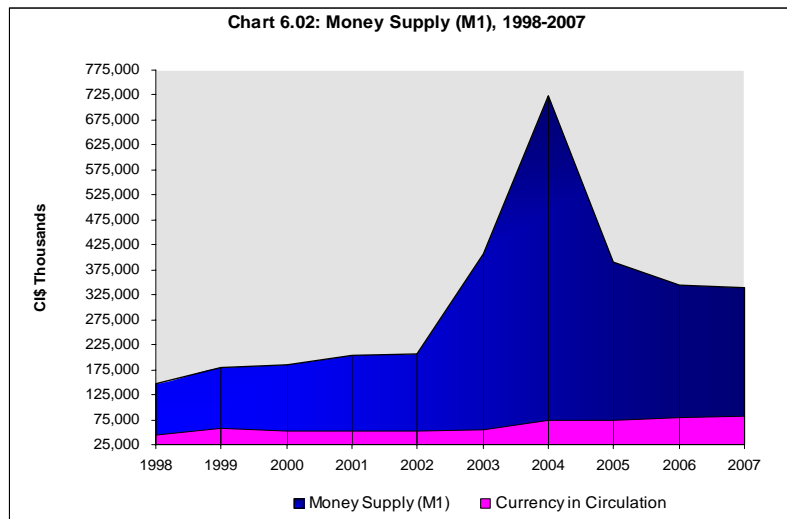
## Money Supply (M1), 1998 - 2007

	<i>CIS (000's)</i>									
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
<b>Money Supply (M1)*</b>	<b>146,884</b>	<b>180,389</b>	<b>183,663</b>	<b>203,583</b>	<b>206,117</b>	<b>406,578</b>	<b>722,314</b>	<b>389,839</b>	<b>344,640</b>	<b>339,507</b>
Percent change	26.3	22.8	1.8	10.8	1.2	97.3	77.7	(46.0)	(11.6)	(1.5)
Currency in Circulation										
\$100	18,423	23,810	19,621	19,248	19,143	19,445	31,293	29,245	30,168	30,499
\$40/\$50	5,877	7,587	7,157	6,478	7,274	9,425	13,264	15,371	17,395	19,243
\$25	7,194	9,722	8,814	9,451	8,673	7,945	11,152	10,116	9,976	10,474
\$10	3,029	3,832	3,613	3,739	3,586	3,723	3,440	3,668	3,896	4,095
\$5	1,954	2,247	2,345	2,336	2,453	2,521	2,741	2,894	3,099	3,286
\$1	3,441	3,789	4,011	4,210	4,386	4,683	4,938	5,201	5,485	5,753
25 cents	2,676	2,929	3,099	3,228	3,349	3,627	3,908	4,217	4,475	4,707
10 cents	1,307	1,399	1,478	1,531	1,577	1,673	1,805	1,960	2,090	2,183
5 cents	496	543	580	616	650	699	741	804	853	887
1 cents	358	399	431	462	489	526	556	612	666	709
Total	44,755	56,257	51,149	51,298	51,580	54,267	73,838	74,088	78,103	81,837
Demand Deposits (KYD)*	102,129	124,132	132,514	152,285	154,537	352,311	648,476	315,751	266,537	257,671

**Notes:**

\*Currency in circulation plus demand deposits with commercial banks.

\*Values for 2003-2006 have been revised



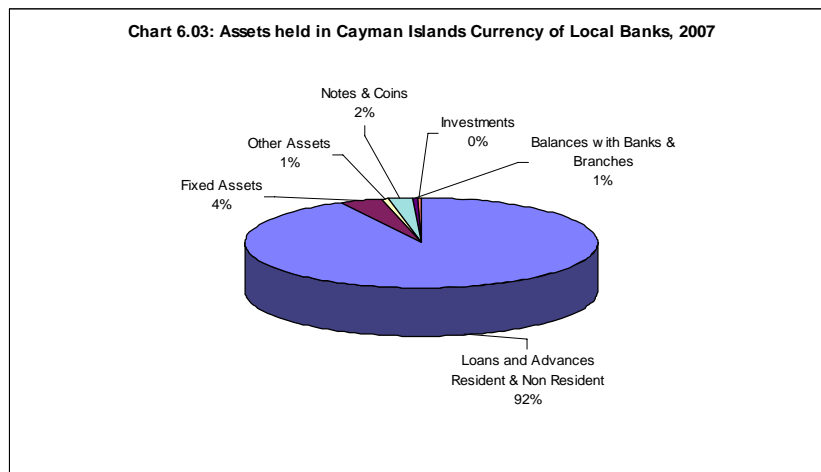
Source: Cayman Islands Monetary Authority

## 6.03

**Assets held in Cayman Islands Currency of Local Banks, 1998 - 2007**

	<i>Position at end of year, CIS (000's)</i>									
	1998	1999	2000	2001	2002*	2003	2004	2005	2006	2007
Notes & coins	12,166	17,376	16,278	16,047	13,760	12,435	17,886	20,855	22,135	28,009
Balances with Banks & Branches	56,108	70,224	75,410	77,440	12,470	14,865	16,964	10,663	20,313	6,863
Loans & Advances to Banks & Branches	-	-	-	-	-	69	0	0	0	0
Investments	625	525	4,456	523	8,023	3	3	3	0	3,187
Loans & advances:										
Resident	535,194	679,862	746,313	740,326	709,890	937,012	1,085,064	921,633	1,113,993	1,205,043
Non- Resident	27	139	5	9,214	9,449	14,298	22,146	26,630	29,090	32,884
Fixed assets	26,574	19,861	20,808	23,033	33,026	29,410	27,541	44,725	46,889	51,488
Other assets	10,741	67,657	24,272	20,710	20,312	(10,980)	35,828	22,888	26,330	(9,104)
<b>TOTAL ASSETS</b>	<b>641,435</b>	<b>855,644</b>	<b>887,542</b>	<b>887,293</b>	<b>806,930</b>	<b>997,113</b>	<b>1,205,431</b>	<b>1,047,397</b>	<b>1,258,750</b>	<b>1,318,369</b>

\* 2002 data and onwards collected by the Cayman Islands Monetary Authority



Source: Cayman Islands Monetary Authority

## 6.04

## Liabilities in Cayman Islands Currency of Local Banks, 1998 - 2007

	<i>Position at end of year, CI\$ (000's)</i>									
	1998	1999	2000	2001	2002*	2003	2004	2005	2006	2007
Deposits:										
Demand**	102,129	124,132	132,514	152,285	160,006	352,311	648,476	315,751	266,537	257,671
Savings	89,523	91,613	101,608	99,826	120,440	124,171	231,913	222,346	205,043	211,685
Fixed	276,773	289,879	323,961	277,661	254,401	259,407	273,684	343,640	426,593	485,807
<b>All deposits</b>	<b>468,425</b>	<b>505,624</b>	<b>558,083</b>	<b>529,772</b>	<b>534,847</b>	<b>735,889</b>	<b>1,154,073</b>	<b>881,737</b>	<b>898,173</b>	<b>955,163</b>
Due to:										
Head office										
Other financial institutions	157,107	202,845	234,536	208,668	44,406	-	-	-	-	-
Shareholders Equity	-	-	-	-	-	85,424	58,283	94,637	201,656	251,869
Other liabilities	35,284	31,343	59,467	66,694	139,706	90,845	26,563	166,627	57,414	199,168
<b>TOTAL LIABILITIES</b>	<b>660,816</b>	<b>739,812</b>	<b>852,086</b>	<b>805,134</b>	<b>718,959</b>	<b>912,158</b>	<b>1,238,919</b>	<b>1,143,001</b>	<b>1,157,243</b>	<b>1,406,199</b>

\* 2002 data and onwards collected by the Cayman Islands Monetary Authority

\*\* 2003-2006 Revised

Source: Cayman Islands Monetary Authority

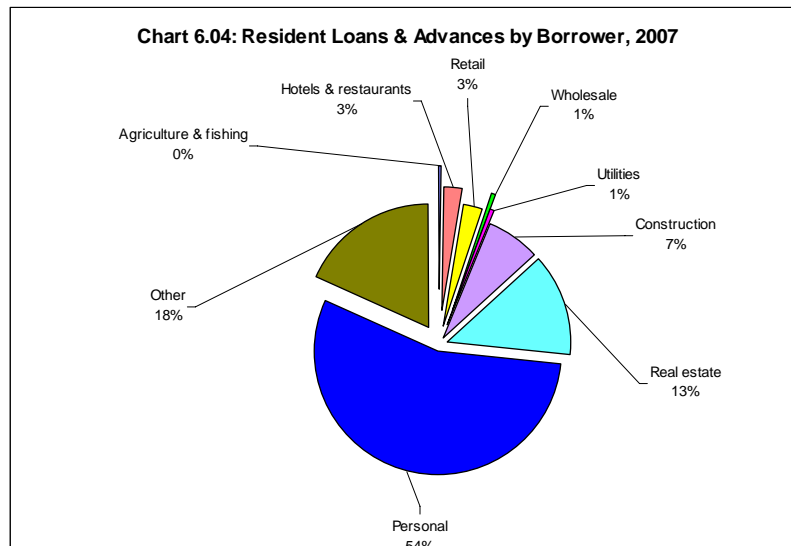
**6.05 Loans and Advances to Cayman Islands Residents by All Banks, 1998 - 2007**

Industry	<i>CIS (000's)</i>									
	1998	1999	2000	2001	2002*	2003	2004	2005 <sup>1</sup>	2006	2007
Agriculture & fishing	405	477	1,119	691	347	270	309	397	2,353	3,658
Hotels & restaurants	53,778	64,729	88,243	70,840	76,603	62,098	83,707	71,509	58,986	60,040
Retail	58,834	59,827	66,610	50,716	41,175	52,767	56,926	65,525	64,518	57,427
Wholesale	23,322	21,930	19,637	12,304	9,378	10,453	14,447	4,866	15,783	12,972
Utilities	52,543	50,430	28,218	20,703	21,725	36,127	28,775	29,013	12,863	11,763
Construction	43,176	42,256	37,691	38,708	29,118	74,609	51,364	85,603	141,074	155,078
Real estate	180,683	186,625	215,955	241,697	198,779	143,154	174,446	177,013	136,218	298,795
Personal	433,181	580,835	735,854	673,011	673,276	782,435	924,048	1,006,962	1,255,668	1,240,580
Other	310,648	521,820	480,153	585,245	563,656	716,743	771,635	508,361	439,850	416,709
<b>All</b>	<b>1,156,570</b>	<b>1,528,929</b>	<b>1,673,480</b>	<b>1,693,915</b>	<b>1,614,055</b>	<b>1,878,656</b>	<b>2,105,657</b>	<b>1,949,249</b>	<b>2,127,313</b>	<b>2,257,022</b>

**Notes:**

\*2002 data and onwards collected by the Cayman Islands Monetary Authority

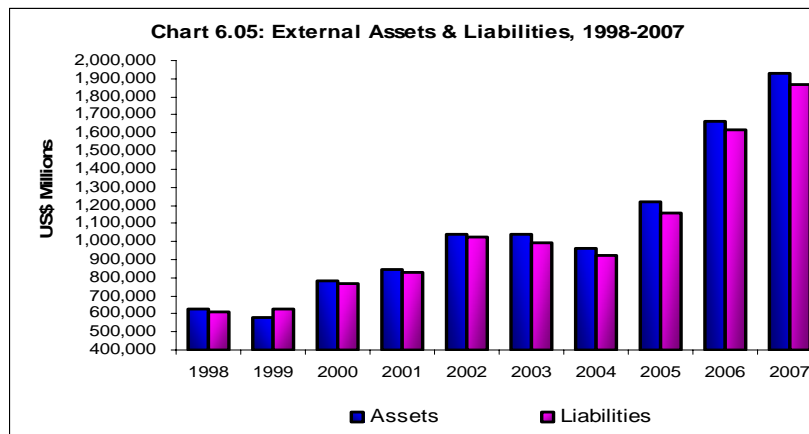
<sup>1</sup>Data for 2005 applies to local commercial banks only.



Source: Cayman Islands Monetary Authority

**6.06 External Assets and Liabilities of All Banks, 1980 - 2007**

Year	(US\$M)			
	Assets	Percent change	Liabilities	Percent change
1980	84,527	36.8	83,401	29.0
1981	109,572	29.6	107,919	29.4
1982	125,958	15.0	120,069	11.3
1983	131,281	4.2	130,448	8.6
1984	150,626	14.7	149,418	14.5
1985	175,592	16.6	172,592	15.5
1986	202,188	15.1	193,300	12.0
1987	249,909	23.6	243,196	25.8
1988	281,032	12.5	246,039	1.2
1989	350,637	24.8	339,822	38.1
1990	432,781	23.4	430,200	26.6
1991	427,105	(1.3)	423,504	(1.6)
1992	411,491	(3.7)	408,157	(3.6)
1993	407,259	(1.0)	403,472	(1.1)
1994	460,671	13.1	455,437	12.9
1995	499,702	8.5	495,000	8.7
1996	497,624	(0.4)	492,993	(0.4)
1997	641,663	28.9	635,289	28.9
1998 <sup>R</sup>	622,771	(2.9)	607,214	(4.4)
1999 <sup>R</sup>	578,422	(7.1)	628,817	3.6
2000 <sup>R</sup>	781,546	35.1	766,935	22.0
2001 <sup>R</sup>	848,511	8.6	828,096	8.0
2002 <sup>R</sup>	1,037,031	22.2	1,020,989	23.3
2003 <sup>R</sup>	1,038,900	0.2	996,800	(2.4)
2004 <sup>R</sup>	964,700	(7.1)	923,200	(7.4)
2005 <sup>R</sup>	1,216,100	26.1	1,160,500	25.7
2006	1,661,900	36.7	1,620,000	39.6
2007	1,927,233	16.0	1,864,468	15.1

<sup>R</sup> Revised


Source: Cayman Islands Monetary Authority

**6.07 Banking and Trust Licences, 1972 - 2007**

Year	"A" Banking only	Trust & Cat. "A" Banking <sup>1</sup>	"B" Banking only	Trust & Cat. "B" Banking <sup>2</sup>	Trust Only <sup>3</sup>	Total	Nominee (Trust) <sup>4</sup>
1972		23		58		81	
1973		30		116		146	
1974		33		153		186	
1975		36		158		194	
1976		35		181		216	
1977		29		208		237	
1978		29		232		261	
1979		31		260		291	
1980		31		293		324	
1981		31		362		393	
1982		33		395		428	
1983		32		420		452	
1984		31		428		459	
1985		31		450		481	
1986		30		468		498	
1987		32		476		508	
1988		35		492		527	
1989		35		503		538	
1990		34		512		546	
1991	4	28	274	201	37	544	55
1992	4	26	265	199	38	532	56
1993	5	26	266	196	44	537	55
1994	5	26	278	198	53	560	82
1995	4	25	278	194	63	564	84
1996	4	24	278	193	78	577	93
1997	4	26	288	187	89	594	98
1998	4	26	277	180	97	584	98
1999	4	27	262	168	109	570	110
2000	4	27	267	166	116	580	109
2001	4	27	243	153	118	545	115
2002	4	26	213	140	125	508	117
2003	4	23	192	130	122	471	106
2004	3	20	180	119	124	446	99
2005	3	18	169	115	127	432	99
2006	3	16	160	112	134	425	97
2007	5	14	156	106	138	419	85

**Notes:**

- <sup>1</sup> "A" licences permit the holder to undertake both local and overseas business.
- <sup>2</sup> "B" licences permit the holder to undertake banking and trust business anywhere in the world except the Cayman Islands (i.e. offshore banks).
- <sup>3</sup> Trust licences permit the holder to undertake local and overseas trust business.
- <sup>4</sup> Nominee (Trust) licences permit the holders to act only as a nominee for its parent.

Source: Cayman Islands Monetary Authority



**6.08 New Company Registration by Type and Number, 1992 - 2007**

Year	Ordinary Non- Resident <sup>1</sup>	Ordinary Resident <sup>1</sup>	Exempt <sup>2</sup>	Foreign <sup>3</sup>	TOTAL <sup>4</sup>	Percent Change
1992	964	350	2,306	43	3,663	12.9
1993	1,156	266	2,681	61	4,180	14.1
1994	1,094	342	3,865	76	5,409	29.4
1995	1,040	318	4,252	85	5,695	5.3
1996	1,318	378	5,340	88	7,124	25.1
1997	1,326	369	6,529	97	8,321	16.8
1998	1,258	383	6,783	77	8,501	2.2
1999	1,523	415	7,345	116	9,399	10.6
2000	2,539	377	9,595	182	12,693	35.0
2001	1,365	296	6,654	141	8,456	(33.4)
2002	768	310	5,795	143	7,016	(17.0)
2003	692	439	5,941	182	7,254	3.4
2004	674	530	7,480	208	8,892	22.6
2005	595	650	8,694	271	10,210	14.8
2006	569	588	10,735	385	12,277	20.2
2007	533	531	12,697	477	14,238	16.0

**Notes:**

- <sup>1</sup> Ordinary Company means a local company carrying on business in the Cayman Islands. In order to trade locally such a company must also obtain a licence under Local Companies (Control) Law.
- <sup>2</sup> Exempt Company means a company whose proposed activities are to be carried out mainly outside the islands (offshore). An exempted company enjoys benefits under the law which are not available to other companies under the law, chief of which is an exemption from any taxes which may be imposed in the islands for the next twenty years.
- <sup>3</sup> Foreign Company means a corporate body incorporated outside the islands but carrying on business within the islands.
- <sup>4</sup> All Companies registered under the Companies Law must maintain a registered office in the Islands.

Source: General Registry

**6.09 Total Company Registration by Type and Number, 1992 - 2007**

Year	Ordinary Non-Resident <sup>1</sup>	Ordinary Resident <sup>1</sup>	Exempt <sup>2</sup>	Foreign <sup>3</sup>	TOTAL <sup>4</sup>	Percent Change
1992	..	10,031	14,371	645	25,047	5.7
1993	7,529	3,672	16,449	678	28,344	13.2
1994	8,849	3,081	18,920	730	31,612	11.5
1995	8,675	2,884	21,765	658	33,982	7.5
1996	9,109	3,052	25,069	689	37,919	11.6
1997	9,728	3,087	27,640	708	41,163	8.6
1998	9,778	3,289	31,364	738	45,169	9.7
1999	11,342	3,614	35,188	807	50,951	12.8
2000	13,740	3,865	41,361	956	59,922	17.6
2001	14,421	3,983	45,030	1,061	64,495	7.6
2002	14,676	4,081	45,448	1,054	65,259	1.2
2003	15,104	4,382	47,430	1,162	68,078	4.3
2004	13,462	4,763	50,618	1,290	70,133	3.0
2005	13,307	5,046	55,083	1,469	74,905	6.8
2006	13,642	5,569	62,572	1,749	83,532	11.5
2007	11,589	5,549	67,911	2,060	87,109	4.3

**Notes:**

- <sup>1</sup> Ordinary Company means a local company carrying on business in the Cayman Islands. In order to trade locally such a company must also obtain a licence under Local Companies (Control) Law.
- <sup>2</sup> Exempt Company means a company whose proposed activities are to be carried out mainly outside the islands (offshore). An exempted company enjoys benefits under the law which are not available to other companies under the law, chief of which is an exemption from any taxes which may be imposed in the islands for the next twenty years.
- <sup>3</sup> Foreign Company means a corporate body incorporated outside the islands but carrying on business within the islands.
- <sup>4</sup> All Companies registered under the Companies Law must maintain a registered office in the Islands.

Source: General Registry

## 6.10

## Insurance Activity, 1998 - 2007

	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
<b>Domestic Insurance Licences<sup>1</sup></b>										
current at year-end	31	32	30	28	27	27	27	26	27	28
<b>Gross domestic written premiums (C\$mil)<sup>2</sup></b>										
Life, annuity and health	31.9	33.0	50.3	49.4	62.4	60.9	70.4	95.8	114.7	137.0
Motor	9.8	10.0	10.8	12.1	12.4	13.6	11.7	19.1	25.0	26.8
Property and other	25.8	29.8	42.1	51.4	65.2	63.6	65.7	104.6	135.4	139.0
All	67.4	72.8	103.2	112.8	140.1	138.1	147.8	219.6	275.1	302.7
<b>Agents' licences<sup>3</sup></b>										
current at year-end	136	140	121	121	115	115	117	112	140	147
<b>Offshore Insurance Licences<sup>4</sup></b>										
issued during year	52	37	45	47	97	83	75	59	56	46
current at year-end	485	497	516	543	600	644	693	733	740	765
Gross written premiums (US\$mil) <sup>5</sup>	2,332	2372	3,270	2,994	4,177	4,939	5,602	6,720	7,054	7,538
Net retained earnings (US\$mil) <sup>6</sup>	243	438	583	594	581	253	494	934	1,299	1,891
Gross assets at year-end (US\$mil)	11,089	12,050	14,836	14,993	17,733	19,247	22,282	26,677	29,586	32,876

**Notes:**

N.B. These figures do not represent total consolidated assets, but only those related to operations in the Cayman Islands.

<sup>1</sup> Includes approved external and ordinary class A insurers

<sup>2</sup> Before deduction of reinsurance and acquisition costs, and before adjusting for unearned premium volume.

<sup>3</sup> Includes: agents, sub-agents, brokers, insurance managers, offshore brokers, and principal representatives.

<sup>4</sup> Includes restricted and unrestricted class B insurers.

<sup>5</sup> May be understated due to net premiums being quoted by some Companies.

<sup>6</sup> After deduction of claims paid and reserved; all other expenses, but including investment income.

Source: Cayman Islands Monetary Authority

## 6.11

**Mutual Funds, 1998 - 2007**

	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
<b><u>Funds</u></b>										
Administered	607	617	701	659	641	592	616	598	548	543
Licensed	44	44	50	52	51	48	67	79	105	119
Registered	1,328	1,610	2,263	2,937	3,593	4,168	5,249	6,429	7,481	8,751
<b>Total</b>	<b>1,979</b>	<b>2,271</b>	<b>3,014</b>	<b>3,648</b>	<b>4,285</b>	<b>4,808</b>	<b>5,932</b>	<b>7,106</b>	<b>8,134</b>	<b>9,413</b>
<b><u>Mutual Fund Administrators</u></b>										
Exempted	20	20	19	16	13	10	7	7	5	5
Full	72	73	77	83	85	82	83	87	91	95
Restricted	69	82	106	118	132	103	83	61	57	52
<b>Total Active</b>	<b>161</b>	<b>175</b>	<b>202</b>	<b>217</b>	<b>230</b>	<b>195</b>	<b>173</b>	<b>155</b>	<b>153</b>	<b>152</b>

Source: Cayman Islands Monetary Authority