



THE BALANCE OF PAYMENTS

REMITTANCE UPDATE September 2010

External Sector Statistics Unit
Economic Information & Publications Department
RESEARCH AND ECONOMIC PROGRAMMING DIVISION
BANK OF JAMAICA
P.O. BOX 621
Kingston, Jamaica

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Overview

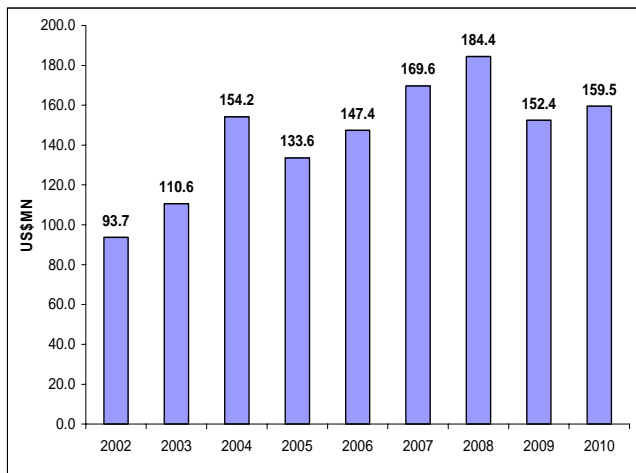
Table 1

JAMAICA'S REMITTANCES (US\$MN)				
	Sept 2009	Sept 2010*	Change	% Change**
Total Remittance Inflows	152.4	159.5	7.1	4.6
Remittance Companies^	129.6	132.4	2.8	2.2
Other Remittances	22.8	27.1	4.2	18.6
Total Remittance Outflows	19.4	20.2	0.8	4.0
Net Remittances	133.0	139.3	6.3	4.7

* Provisional
** Growth relative to the corresponding period of the previous year
^ Flows through Remittance Companies

Source: Bank of Jamaica

Graph 1
Historical Trend in Remittance Inflows
Sept 2002-2010



Source: Bank of Jamaica

September 2010

For September 2010, net remittances were **US\$139.3 million**, which represented an improvement of **US\$6.3 million** or **4.7 per cent** relative to the corresponding period of 2009. (Table 1)

During the month, total remittance inflows were **US\$159.5 million**, an improvement of **US\$7.1 million** or **4.6 per cent**. The increase in total remittance inflows emanated from both *Remittance Companies* and the *Other Remittances* sub-categories. In terms of the *Remittance Companies* category, an increase of **US\$2.8 million** was realized. Remittances recorded in the *Other Remittances* category was **US\$27.1 million**, representing an increase of **18.6 per cent** relative to the corresponding period in 2009.

For the month, remittance inflows of **US\$159.5 million** represent a reversal of the decline noted in September 2009 (Graph 1). This improvement resulted primarily from increases in total remittance inflows through Remittance companies.

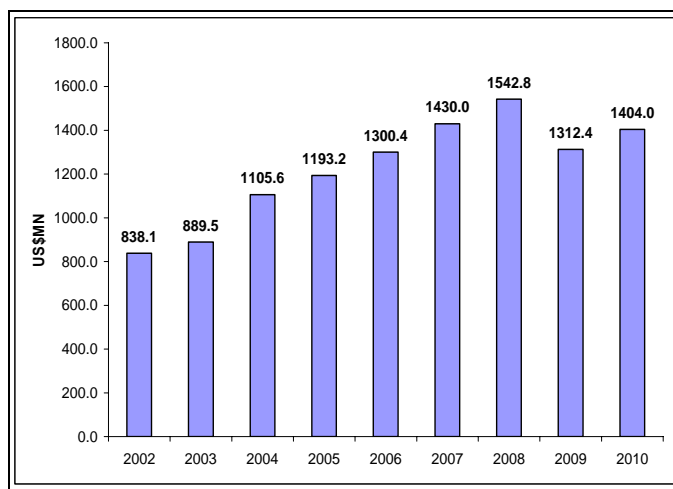
Table 2

JAMAICA'S REMITTANCES (US\$MN)				
	Jan-Sept	Jan-Sept		%
	2009	2010*	Change	Change**
Total Remittance Inflows	1312.4	1404.0	91.6	7.0
Remittance Companies^	1116.1	1189.6	73.4	6.6
Other Remittances	196.3	214.5	18.2	9.3
Total Remittance Outflows	177.5	183.9	6.4	3.6
Net Remittances	1134.9	1220.1	85.2	7.5

* Provisional
** Growth relative to the corresponding period of the previous year
^ Flows through Remittance Companies

Source: Bank of Jamaica

Graph 2
Historical Trend in Remittance Inflows
January- Sept 2002-2010



Source: Bank of Jamaica

January to September 2010

For the first nine months of the 2010 calendar year, net remittances were **US\$1,220.1 million**, which represented an increase of **US\$85.2 million** or **7.5 per cent** relative to the corresponding period of 2009 (Table 2).

For the calendar year, total remittance inflows were **US\$1,404.0 million**, representing an increase of **US\$91.6 million** or **7.0 per cent**. This increase in total remittance inflows emanated mainly from improvements in inflows to *Remittance Companies* which recorded total inflows of **US\$1,189.6 million**, a **US\$73.4 million** or **6.6 per cent** improvement compared to the corresponding period in 2009.

Although marginally better than the corresponding period in 2009, remittance inflows of **US\$1,404.0 million** were still below the pre-crisis (2008) trend (Graph 2). A continued improvement in remittance inflows in ensuing months is juxtaposed on the improving macroeconomic conditions in source economies.

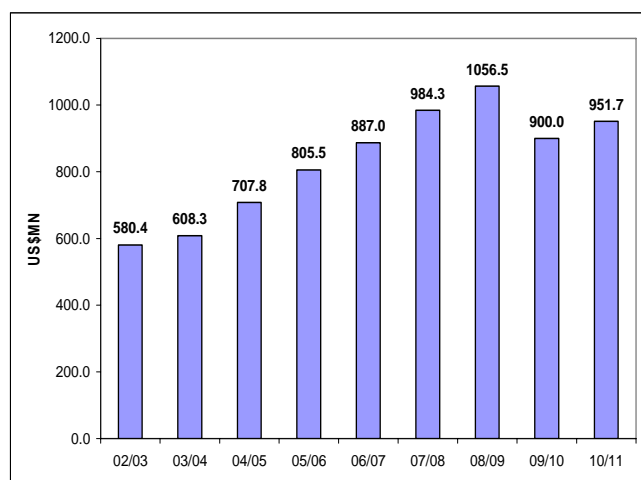
Table 3

JAMAICA'S REMITTANCES (US\$MN)				
	April-Sept			
	2009/10	2010/11	Change	% Change**
Total Remittance Inflows	900.0	951.7	51.6	5.7
Remittance Companies^	767.4	803.4	36.1	4.7
Other Remittances	132.7	148.2	15.6	11.7
Total Remittance Outflows	121.8	132.8	11.0	9.0
Net Remittances	778.2	818.9	40.7	5.2

* Provisional
 ** Growth relative to the corresponding period of the previous year
 ^ Flows through Remittance Companies

Source: Bank of Jamaica

Graph 3
Historical Trend Remittance Inflows
Apr-Sept FY-to-date 02/03-10/11



Source: Bank of Jamaica

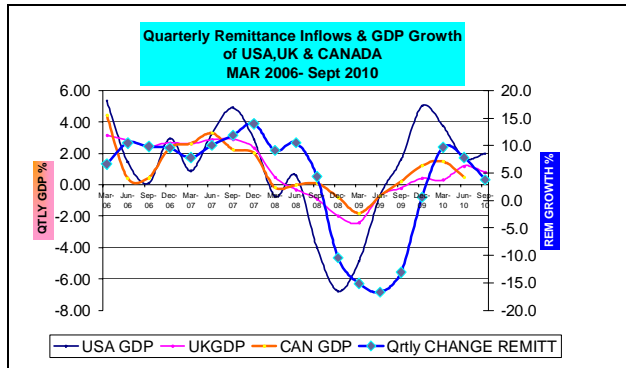
April to September 2010/11

For the first six months of the 2010/11 fiscal year (FY), net remittances were **US\$818.9 million**, which represented an increase of **US\$40.7 million** or **5.2 per cent** relative to the corresponding period of the previous fiscal year.

For the FY-to-date, total remittance inflows were **US\$951.7 million**, representing an increase of **US\$51.6 million** or **5.7 per cent** over the preceding fiscal year. The increase in total remittance inflows emanated from both *Remittance Companies* and the *Other Remittances* sub-categories. In terms of *Other Remittances*, an increase of **US\$15.6 million** or **11.7 per cent** was realized. The *Remittance Companies* category also recorded increases where total inflows of **US\$803.4 million**, represented a **US\$36.1 million** or **4.7 per cent** improvement compared to the corresponding period in fiscal year 2009/10.

The remittance inflows of **US\$951.7 million** for the first six months of the 2010/11 fiscal year represents a reversal of the decline noted in the corresponding period in fiscal year 2009/10 (Graph 3). This was consistent with the global developments occurring during the review period.

Graph 4
Quarterly Remittance Inflows & GDP Growth
of US, UK and CANADA
Mar 2006-Sept 2010



Sources: Bank of Jamaica
 Bloomberg LP

Remittance inflows have exhibited a positive relationship with the rate of economic recovery in major source countries (Graph 4). As these economies recover, remittance flows are expected to improve over ensuing quarters.

Table 4

Jamaica's Remittances				
US\$ Millions				
	2009 Sept	2010* Sept	Change	% Change**
Remittance Companies^	129.6	132.4	2.8	2.2
Other Remittances	22.8	27.1	4.2	18.6
Total Remittance Inflows	152.4	159.5	7.1	4.6
Total Remittance Outflows	19.4	20.2	0.8	4.0
Net Remittances	133.0	139.3	6.3	4.7
* Provisional				
** Growth relative to the corresponding period of the previous year.				
^ Flows through Remittance Companies				
<i>External Sector Statistics Unit Economic Information & Publications Dept. Research & Economic Programming Division Bank of Jamaica</i>				

Table 5

Jamaica's Remittances				
US\$ Millions				
	2009 Jan-Sept	2010* Jan-Sept	Change	% Change**
Remittance Companies^	1116.1	1189.6	73.4	6.6
Other Remittances	196.3	214.5	18.2	9.3
Total Remittance Inflows	1312.4	1404.0	91.6	7.0
Total Remittance Outflows	177.5	183.9	6.4	3.6
Net Remittances	1134.9	1220.1	85.2	7.5
<p>* <i>Provisional</i></p> <p>** <i>Growth relative to the corresponding period of the previous year.</i></p> <p>^ <i>Flows through Remittance Companies</i></p> <p><i>External Sector Statistics Unit Economic Information & Publications Dept. Research & Economic Programming Division Bank of Jamaica</i></p>				

Table 6

Jamaica's Remittances				
US\$ Millions				
	`2009/10 April-Sept	`2010/11* April-Sept	Change	% Change**
Remittance Companies^	767.4	803.4	36.1	4.7
Other Remittances	132.7	148.2	15.6	11.7
Total Remittance Inflows	900.0	951.7	51.6	5.7
Total Remittance Outflows	121.8	132.8	11.0	9.0
Net Remittances	778.2	818.9	40.7	5.2
<p>* Provisional</p> <p>** Growth relative to the corresponding period of the previous year.</p> <p>^ Flows through Remittance Companies</p>				
<p><i>External Sector Statistics Unit Economic Information & Publications Dept. Research & Economic Programming Division Bank of Jamaica</i></p>				

Table 7

Jamaica's Historical Remittances by Quarter					
	2008 <i>Jul-Sept</i>	2009 <i>Jul-Sept</i>	2010* <i>Jul-Sept</i>	% Change**	
				<i>Jul-Sept -09*</i>	<i>Jul-Sept -10*</i>
Remittance Companies^	395.5	386.8	401.0	-2.2	3.7
Other Remittances	131.8	71.7	74.8	-45.6	4.3
Total Remittance Inflows	527.3	458.5	475.8	-13.1	3.8
Total Remittance Outflows	82.5	70.7	68.0	-14.2	-3.8
Net Remittances	444.9	387.7	407.8	-12.8	5.2
<p>* <i>Provisional</i></p> <p>** <i>Growth relative to the corresponding period of the previous year.</i></p> <p>^ <i>Flows through Remittance Companies</i></p> <p><i>External Sector Statistics Unit Economic Information & Publications Dept. Research & Economic Programming Division Bank of Jamaica</i></p>					

Table 8

Jamaica's Historical Remittances												
<i>US\$ Millions</i>												
	<i>Jan</i>	<i>Feb</i>	<i>Mar</i>	<i>Apr</i>	<i>May</i>	<i>Jun</i>	<i>Jul</i>	<i>Aug</i>	<i>Sept</i>	<i>Oct</i>	<i>Nov</i>	<i>Dec</i>
Remittance Companies												
2008	111.0	122.1	131.7	128.6	138.3	128.7	133.3	124.7	137.6	126.7	110.7	143.5
2009	109.0	113.3	126.5	123.6	129.1	127.9	128.9	128.2	129.6	136.5	119.3	155.4
2010	116.2	122.4	147.5	136.8	132.9	132.8	134.9	133.6	132.4			
<i>month/month growth rate (%):2010/2009</i>	6.7	8.0	16.6	10.7	2.9	3.8	4.6	4.2	2.2			
<i>CYTD growth rate (%):2010/2009</i>	6.7	7.4	10.7	10.7	9.0	8.1	7.6	7.2	6.6			
Other Remittances												
2008	38.5	40.2	42.6	48.8	42.2	42.5	43.8	41.3	46.8	39.3	24.9	33.5
2009	25.1	19.0	19.4	18.1	17.0	25.9	25.0	23.9	22.8	19.4	23.4	25.5
2010	19.9	19.7	26.6	25.3	23.2	24.9	24.6	23.1	27.1			
<i>month/month growth rate (%):2010/2009</i>	-20.6	3.4	36.9	39.9	36.4	-3.7	-1.6	-3.1	18.6			
<i>CYTD growth rate (%):2010/2009</i>	-20.6	-10.3	4.1	12.0	16.2	12.1	9.8	8.0	9.3			
Total Remittance Inflows												
2008	149.6	162.3	174.3	177.4	180.5	171.2	177.0	165.9	184.3	166.0	135.7	177.0
2009	134.1	132.3	145.9	141.7	146.1	153.8	153.9	152.1	152.4	155.9	142.7	180.9
2010	136.2	142.1	174.1	162.2	156.0	157.7	159.5	156.8	159.5			
<i>month/month growth rate (%)</i>	1.5	7.4	19.3	14.5	6.8	2.5	3.6	3.1	4.6			
<i>CYTD growth rate (%)</i>	1.5	4.4	9.7	10.9	10.1	8.7	7.9	7.3	7.0			
Total Remittance Outflows												
2008	27.3	26.6	26.8	26.0	25.7	26.2	27.8	29.9	24.8	24.0	22.3	25.8
2009	20.7	15.4	19.6	15.0	15.8	20.3	28.4	22.9	19.4	19.7	20.9	24.5
2010	15.1	15.0	21.1	21.0	22.0	21.7	24.9	22.9	20.2			
<i>month/month growth rate (%)</i>	-27.2	-2.6	7.2	40.6	39.4	6.9	-12.3	0.0	4.0			
<i>CYTD growth rate (%)</i>	-27.2	-16.7	-8.2	2.1	8.9	8.5	4.2	3.5	3.6			
Net Remittances												
2008	122.2	135.7	147.5	151.4	154.8	145.0	149.2	136.1	159.5	142.0	113.4	151.3
2009	113.4	116.9	126.3	126.7	130.2	133.5	125.5	129.2	133.0	136.2	121.8	156.4
2010	121.1	127.1	153.0	141.1	134.0	136.0	134.6	133.8	139.3			
<i>month/month growth rate (%)</i>	6.8	8.7	21.2	11.4	2.9	1.9	7.2	3.6	4.7			
<i>CYTD growth rate (%)</i>	6.8	7.7	12.5	12.2	10.2	8.7	8.5	7.9	7.5			
* Provisional												
<i>External Sector Statistics Unit</i>												
<i>Economic Information & Publications Dept.</i>												
<i>Research & Economic Programming Division</i>												
<i>Bank of Jamaica</i>												

Table 9

Jamaica's Historical Remittances (US\$MN)			
	2007	2008	2009*
Remittance Companies	1166.7	1536.9	1526.9
Other Remittances	797.6	484.4	265.0
Total Remittance Inflows	1964.3	2021.3	1791.9
Total Remittance Outflows	303.2	313.2	237.4
Net Remittances	1661.1	1708.1	1554.5
<i>External Sector Statistics Unit Economic Information & Publications Dept. Research & Economic Programming Division Bank of Jamaica * Provisional</i>			

Table 10

SELECTED INDICATORS				
	2006	2007	2008**	2009**
Selected indicators (US\$mn)				
REMITTANCE INFLOWS	1769.4	1964.3	2021.3	1791.9
TOURISM EXPENDITURE	1870.1	1910.0	1975.8	1925.5
EXPORTS	2133.6	2362.6	2743.9	1387.7
FDI (Inflows)	882.2	866.5	1436.6	540.9
IMPORTS	5077.0	6203.9	7546.8	4475.6
GDP	11973.5	12984.9	14024.3	12309.2
Remittance/Population (US\$) (Per Capita)	663.3	733.7	751.8	664.4
Remittances/GDP	14.8	15.1	14.4	14.6
Remittances/Tourist Expenditure	94.6	102.8	102.3	93.1
Remittances /Exports	82.9	83.1	73.7	129.1
Remittances/FDI (INFLOWS)	200.6	226.7	140.7	331.3
Remittances/Imports	34.9	31.7	26.8	40.0
<i>External Sector Statistics Unit Economic Information & Publications Department Research & Economic Programming Division Bank of Jamaica September 6, 2010</i>				
** Provisional * Revised				

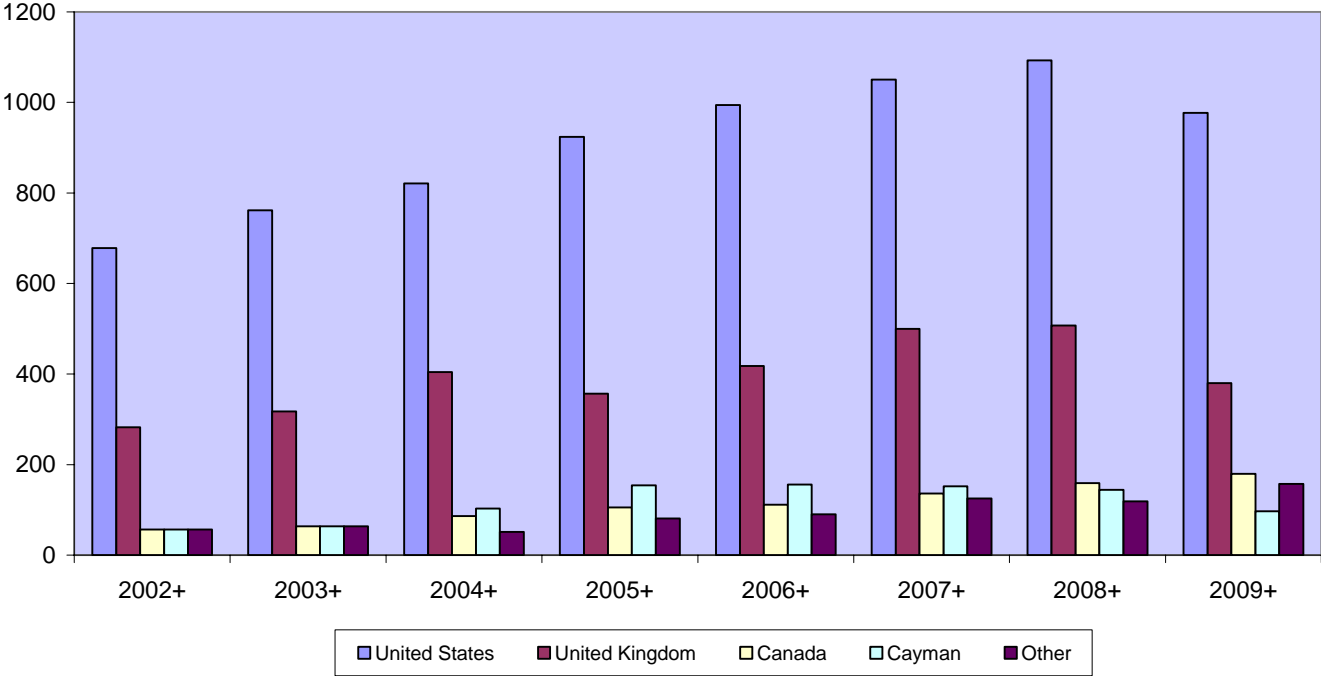
Table 11

Remittances for Selected Countries												
US\$ Millions												
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sept.	Oct	Nov	Dec*
Mexico												
2008	1781.1	1859.4	2115.9	2188.4	2371.2	2264.1	2186.7	2097.5	2113.4	2636.6	1747.3	1,775.8
2009	1568.2	1803.4	2104.4	1779.8	1900.1	1922.8	1833.4	1780.4	1742.1	1691.20	1495.10	1560.1
2010	1320.7	1548.9	1949.7	1784.0	2139.2	1885.2	1867.2	1946.7	1714.8	..	..	..
month/month growth rate (%):2010/2009	-15.8	-14.1	-7.4	0.2	12.6	-2.0	1.8	9.3	-1.6			
CYTD growth rate (%):2010/2009	-15.8	-14.9	-12.0	-9.0	-4.5	-4.1	-3.2	-1.7	-1.7			
El Salvador												
2008	275.5	298.3	338.4	338.5	353.4	334.4	332.1	305.7	304.7	304.3	264.8	337.5
2009	252.4	275.1	315.8	292.5	308.2	295.7	286.1	287.4	270.9	281.7	262.7	336.5
2010	236.0	269.2	343.2	306.5	327.1	300.9	292.8	299.0	270.7	..	..	..
month/month growth rate (%):2010/2009	-6.5	-2.1	8.7	4.8	6.1	1.8	2.3	4.0	-0.1			
CYTD growth rate (%):2010/2009	-6.5	-4.2	0.6	1.7	2.6	2.5	2.5	2.7	2.4			
Guatemala												
2008	369.8	362.7	378.1	432.9	451.4	423.0	457.2	411.7	416.4	419.7	358.9	383.5
2009	320.5	322.5	385.2	383.1	384.9	393.2	405.7	370.8	367.4	362.8	326.3	383.8
2010	291.7	311.4	424.6	391.2	393.2	439.8	431.6	426.5	405.7	..	..	..
month/month growth rate (%):2010/2009	-9.0	-3.4	10.2	2.1	2.2	11.9	6.4	15.0	10.4			
CYTD growth rate (%):2010/2009	-9.0	-6.2	0.0	0.5	0.9	2.9	3.4	4.9	5.5			
Jamaica**												
2008	149.6	162.3	174.3	177.4	180.5	171.2	177.0	165.9	184.3	166.0	135.7	177.0
2009	134.1	132.3	145.9	141.7	146.1	153.8	153.9	152.1	152.4	155.9	142.7	180.9
2010	136.2	142.1	174.1	162.2	156.0	157.7	159.5	156.8	159.5	..	..	..
month/month growth rate (%):2010/2009	1.5	7.4	19.3	14.5	6.8	2.5	3.6	3.1	4.6			
CYTD growth rate (%):2010/2009	1.5	4.4	9.7	10.9	10.1	8.7	7.9	7.3	7.0			
Dominican Republic												
2008	250.6	270.3	287.8	265.1	266.1	263.1	307.6	271.6	246.8	258.0	232.5	302.0
2009	229.2	241.4	271.7	241.2	265.0	248.4	279.9	263.0	248.1	247.8	226.7	279.1
2010	244.2	254.6	237.6	230.1	245.2	226.8	..	..	..	..	..	..
month/month growth rate (%):2010/2009	6.5	5.5	-12.6	-4.6	-7.5	-8.7						
CYTD growth rate (%):2010/2009	6.5	6.0	-0.8	-1.7	-2.9	-3.9						
* Provisional												
** Total Remittance Inflows												
..- data not available												
** revised												
Sources : Central Banks of each country . Please note that the information above reflects the most accurate data to date,as such, these figures are subject to revision.												
External Sector Statistics Unit Economic Information & Publications Dept. Research & Economic Programming Division Bank of Jamaica												

Table 12

	Remittance by Source Countries (US\$MN)								
	2003+	2004+	2005+	2006+	2007+	2008+	2009+	Jan- Sept 2010+	Sept 2010+
United States	761.6	820.8	924.1	994.4	1050.5	1092.7	977.0	842.0	91.5
United Kingdom	317.4	404.6	356.7	417.6	500.0	507.1	380.0	278.2	33.4
Canada	63.5	86.5	105.4	111.5	136.2	158.8	179.8	146.1	19.7
Cayman	63.5	102.6	154.0	155.7	152.2	144.0	97.2	60.5	6.8
Other	63.5	51.3	81.1	90.2	125.3	118.6	157.5	77.2	8.1
Total	1269.5	1465.8	1621.2	1769.4	1964.3	2021.3	1791.5	1404.0	159.5
Source: Bank of Jamaica <i>+ Estimates are based on information submitted by Institutions</i>									

CHART 1
Contribution of Remittances by Source Country



+ Estimates are based on information submitted by Institutions

**Chart 2:
Percentage Contribution by Source Country**

