

Half-Yearly Monetary and Financial Stability Report

September 2022

Table of Contents

1. Summary and overview	
2. Global setting and outlook	
2.1 External environment	10
2.2 Mainland China	19
3. Domestic economy	
3.1 Real activities	27
3.2 Labour market conditions	28
3.3 Inflation	29
4. Monetary and financial conditions	
4.1 Exchange rate and capital flows	31
4.2 Monetary environment and interest rates	32
4.3 Equity market	36
4.4 Debt market	38
4.5 Property markets	41
5. Banking sector performance	
5.1 Profitability and capitalisation	48
5.2 Liquidity and interest rate risks	50
5.3 Credit risk	52
5.4 Systemic risk	59
Box 1. An assessment of vulnerabilities of emerging Asian dollar corporate bond market: A perspective of open-ended funds	15
Box 2. Nowcasting GDP growth in Mainland China	24
Box 3. Using data science to assess banks' mortgage credit risks	44
Box 4. The effects of COVID-19 support measures on bank lending: Lessons from the release of CCyB and loan guarantee schemes in Hong Kong	63

Glossary of terms

Abbreviations