



LUXEMBOURG

STAFF REPORT FOR THE 2022 ARTICLE IV CONSULTATION— INFORMATIONAL ANNEX

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European Department

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FUND RELATIONS

(As of March 31, 2022)

Membership Status: Joined December 27, 1945; Article VIII.

General Resources Account:

	SDR million	Percent of quota
Quota	1,321.80	100.00
Fund holding of currency	993.26	75.14
Reserve Tranche Position	328.62	24.86
Lending to the Fund		
New Arrangements to Borrow	11.59	

SDR Department:

	SDR million	Percent of allocation
Net cumulative allocation	1,513.51	100.00
Holdings	1,517.71	100.28

Outstanding Purchases and Loans: None

Latest Financial Arrangements: None

Projected Payments to Fund (SDR Million); based on existing use of resources and present holdings of SDRs):

	2022	2023	<u>Forthcoming</u> 2024	2025	2026
Principal	0.00	0.00	0.00	0.00	0.00
Charges/Interest	0.03	0.03	0.03	0.03	0.03

Implementation of HIPC Initiative: Not applicable

Safeguards Assessments: Not applicable

Exchange Rate Assessment: Luxembourg's currency is the euro, which floats freely and independently against other currencies. Luxembourg has accepted the obligations of Article VIII, Sections 2, 3, and 4, and maintains an exchange system free of restrictions on payments and transfers for current international transactions, other than restrictions notified to the Fund under Decision No. 144 (52/51).

Last Article IV Consultation: The last Article IV consultation was concluded on May 14, 2021. The associated Executive Board assessment is available at [IMF Executive Board Concludes 2021 Article IV Consultation with Luxembourg](#) and the staff report (IMF Country Report No. 21/93) at [1LUXEA2021001.pdf](#). Luxembourg is on the standard 12-month consultation cycle.

Financial Sector Assessment Program (FSAP) Participation and ROSC: The Financial System Stability Assessment (FSSA) for the last mandatory FSA was discussed by the Board on May 05, 2017. The FSSA and accompanying Reports on the Observation of Standards and Codes (ROSCs) are available at <http://www.imf.org/en/Publications/CR/Issues/2017/05/15/Luxembourg-Financial-System-Stability-Assessment-44907>

Anti-Money Laundering/Combating the Financing of Terrorism (AML/CFT): In February 2014, the Financial Action Task Force (FATF) recognized that Luxembourg had made significant progress in addressing deficiencies identified in the February 2010 mutual evaluation report and decided to remove the country from the regular follow-up process. The FATF report is available at <http://www.fatf-gafi.org/countries/j-m/luxembourg/documents/fur-luxembourg-2014.html>.

STATISTICAL ISSUES

A. Assessment of Data Adequacy for Surveillance

General: Data provision is adequate for surveillance, although macroeconomic data are sometimes released with a lag, and subject to substantial revisions. The Central Service for Statistics and Economic Studies (Statec) regularly publishes a full range of economic and financial data and provides an advance release calendar for main statistical releases at <http://www.statistiques.public.lu/fr/agenda/calendrier-diffusion/index.html>.

Online access to Statec's databases is available to all users simultaneously at the time of release through the [Statistics Portal of Luxembourg](#). Key publicly accessible websites for macroeconomic data and analysis are:

Statistics Portal of Luxembourg	http://www.statistiques.public.lu/fr/
Statec	http://www.statec.public.lu/fr/index.html
Central Bank of Luxembourg	http://www.bcl.lu/en/index.php
Ministry of Finance	http://www.mf.public.lu/

Monetary and Financial Statistics (MFS): Luxembourg reports monetary data to STA through the European Central Bank using standardized report forms (SRFs). The data cover only the depository corporations' sub-sector, which is central bank and the other depository corporations. Luxembourg also reports data on some key series and indicators of the Financial Access Survey (FAS), including two indicators of the United Nations' Sustainable Development Goals.

Financial soundness indicators (FSIs): The Central Bank of Luxemburg compiles FSIs in line with the *FSI Guide* methodology and reports to STA on a quarterly basis for posting on the IMF FSI website. The data cover 12 core and 11 encouraged FSIs for Deposit-takers; 1 encouraged FSIs for households; and 2 encouraged FSIs for real estate markets.

B. Data Standards and Quality

Luxembourg has moved up from the Special Data Dissemination Standard (SDDS) to the SDDS Plus on November 18, 2019. Luxembourg became the 22nd country in the world—and 12th country in the euro area—to adhere to the highest tier of the IMF Data Standards Initiatives. Luxembourg uses SDDS flexibility options on the timeliness of the analytical accounts of the central bank.

No data ROSC is available.

Luxembourg: Table of Common Indicators Required for Surveillance

(As of April 11, 2022)	Date of Latest Observation	Date Received	Frequency of Data ⁷	Frequency of Reporting ⁷	Frequency of Publication ⁷
Exchange Rates	04/10/21	04/10/21	D	D	D
International Reserve Assets and Reserve Liabilities of the Monetary Authorities ¹	02/28/22	03/30/22	M	M	M
Reserve/Base Money	02/28/22	03/30/22	M	M	M
Broad Money	02/28/22	03/30/22	M	M	M
Central Bank Balance Sheet	02/28/22	03/30/22	M	M	M
Consolidated Balance Sheet of the Banking System	02/28/22	03/30/22	M	M	M
Interest Rates ²	03/31/22	03/31/22	D	D	D
Consumer Price Index	M3 2022	04/08/22	M	M	M
Revenue, Expenditure, Balance and Composition of Financing ³ —General Government ⁴	2021	04/11/22	A	A	A
Revenue, Expenditure, Balance and Composition of Financing ³ —Central Government	2021:Q4	04/11/22	Q	Q	Q
Stocks of Central Government and Central Government-Guaranteed Debt ⁵	2021	04/11/22	A	A	A
External Current Account Balance	2021:Q4	03/23/22	Q	Q	Q
Exports and Imports of Goods	M1 2022	03/25/22	M	M	M
GDP/GNP	2021:Q4	03/14/22	Q	Q	Q
Gross External Debt	2021:Q4	03/23/21	Q	Q	Q
International Investment Position ⁶	2021:Q4	03/23/21	Q	Q	Q

¹ Including reserve assets that are pledged or otherwise encumbered.

² Both market-based and officially-determined, including discount rates, money market rates, and rates on treasury bills, notes, and bonds.

³ Foreign, domestic bank, and domestic nonbank financing.

⁴ The general government consists of the central government (budgetary funds, extra budgetary funds, and social security funds) and the state and local governments.

⁵ Including currency and maturity composition.

⁶ Includes external gross financial asset and liability positions vis-à-vis nonresidents.

⁷ Daily (D); weekly (W); monthly (M); quarterly (Q); annually (A); irregular (I); and not available (NA).