

Monetary developments – France • June 2018

The growth of monetary resources remains robust

The growth rate of the resident monetary resources in June is back at its level of April at +6.2% (after +5.6% in May) due to issuance of Money Market Funds shares (+4.9% in June after -1.1% in May), purchased notably by insurance companies.

Overnight deposits continued to grow at a sustained pace: +8.5% after +8.6% in May.

Domestic resources included in M2-M1 slowed down slightly (+3.6% after +4.1%), reflecting the deceleration of deposits with agreed maturity of up to 2 years (+2.4% after +5.3%).

Taking assets and liabilities vis-à-vis the rest of the euro area into account, the 3-month moving average of the French component of monetary aggregate M3 remained stable in June, at +5.7%.

France : Monetary Resources of Monetary Financial Institutions

	Outstandings (in € Bn) (a)		Annual growth rate (in %) (a)	
	Jun-18	Apr-18	May-18	Jun-18
Overnight deposits	980	9.0	8.6	8.5
= Domestic resources included in M1	980	9.0	8.6	8.5
= Domestic resources included in M1, 3-month moving average		9.3	8.8	8.7
Deposits with agreed maturity of up to 2 years	121	-1.2	5.3	2.4
+ Saving accounts	661	4.1	3.9	3.8
= Domestic resources included in M2-M1	782	3.3	4.1	3.6
= Domestic resources included in M2-M1, 3-month moving average		3.2	3.4	3.7
MMF shares	273	3.8	-1.1	4.9
+ Repurchase agreements	26	27.6	26.6	33.9
+ Debt securities issued with a maturity of up to 2 years	61	4.4	0.3	-0.3
= Domestic resources included in M3-M2	360	5.2	0.8	5.6
= Domestic resources included in M3-M2, 3-month moving average		0.5	1.7	3.9
Sum of domestic resources included in M3	2 122	6.2	5.6	6.2
Sum of domestic resources included in M3, 3-month moving average		5.5	5.5	6.0
+ Monetary external liabilities vis-à-vis other monetary union members	210	6.6	5.1	0.7
- Monetary external assets vis-à-vis other monetary union members	49	11.9	14.4	13.6
= French component of euro area monetary aggregate M3	2 283	6.1	5.3	5.5
= French component of euro area monetary aggregate M3, 3-month moving average		6.2	5.7	5.7

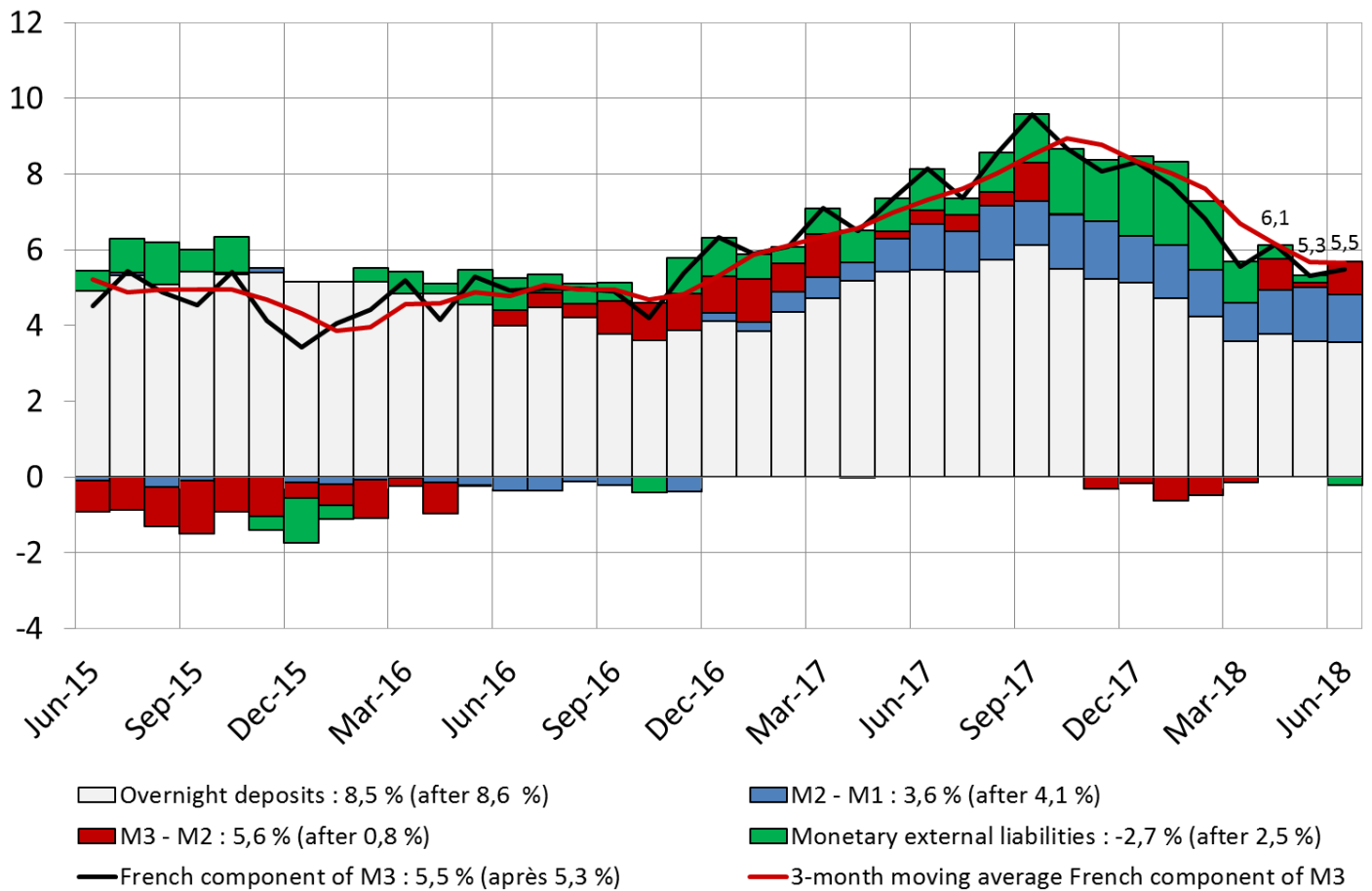
(a) Seasonally-adjusted data.

Source : BdF



Contributions to the growth of the French component of M3

(Annual growth rate in %)



Additional information

The outstanding amount of monetary claims (excluding coins and banknotes) consists of claims with an initial maturity of up to and including 2 years that monetary counterparts (basically households, non-financial corporations, general government excluding central government, insurance corporations, non-money market funds, investment funds and financial vehicle corporations) hold against monetary financial institutions (deposit-taking institutions, *sociétés de financement* under French law, Caisse des dépôts et consignations, MMF and the central bank).

Saving accounts include regulated saving accounts, i.e. *livrets A*, *livrets de développement durable*, *comptes d'épargne logement*, *livrets d'épargne populaire*, and non-regulated saving accounts, i.e. *livrets jeunes* and *livrets ordinaires*. One part of the amounts held on regulated saving accounts is transferred by deposit-taking institutions to a fund managed by the Caisse des dépôts et consignations; the other part remains in banks' balance sheets. Debt securities with maturity of up to 2 years mainly include certificates of deposit (short term paper) issued by French deposit-taking institutions and subscribed by neither MMF nor deposit-taking institutions counterparts.

Annual growth rates are adjusted for reclassifications and revaluations but not for foreign exchange rate effects.

