

Balance of payments – France • May 2019

A current account in surplus in May

The current account recorded a small surplus of 0.3 billion euros in May (seasonally and working-day adjusted data), compared with a deficit of -1.2 billion euros in April.

This upturn was mainly explained by the improvement of the balance of goods excluding energy which recorded a surplus of 1.8 billion euros. However, the balance of services surplus decreased by 0.6 billion euros (to 1.8 billion), notably due to travel services surplus which diminished by 0.3 billion.

The financial account (non-adjusted data) resulted in an improvement of the international investment position by 10.6 billion euros. The decrease in portfolio investments and direct investments was more than offset by an improvement of loans and deposits balance.

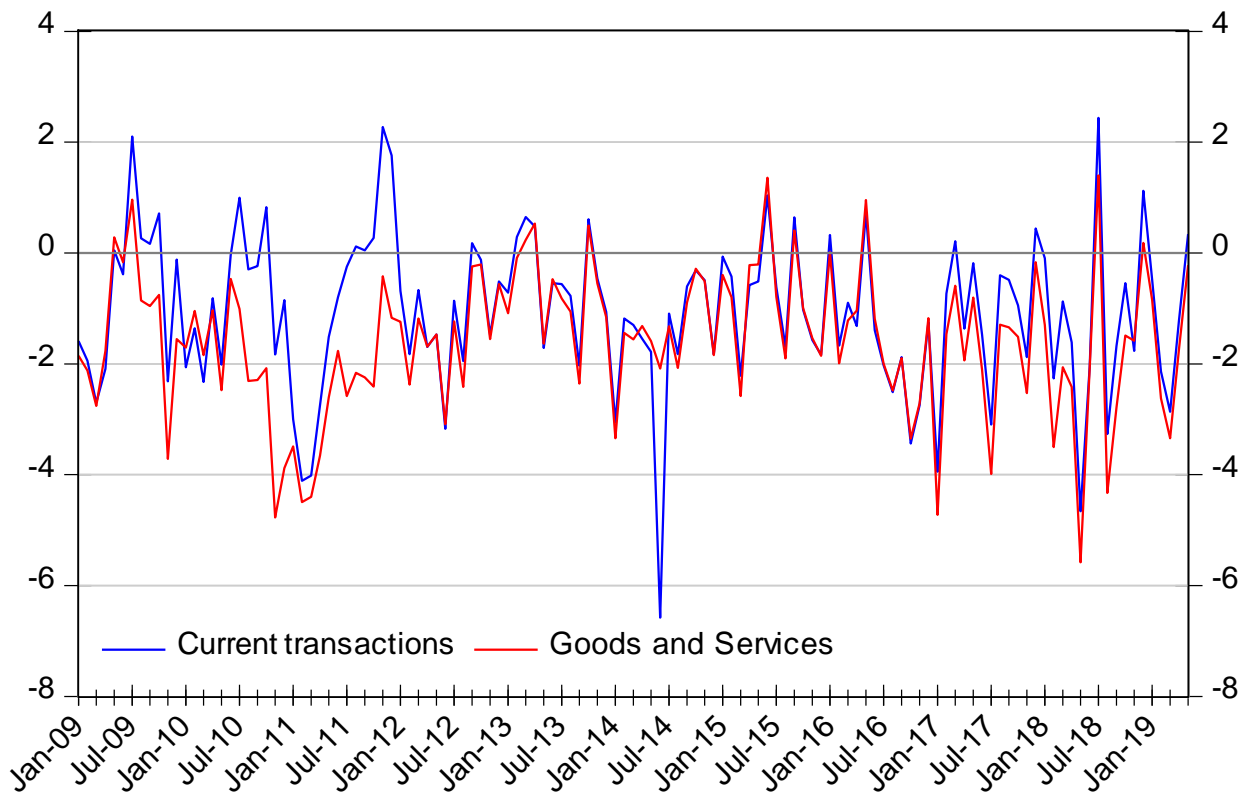
France's balance of payments

(EUR billions)	2017 (a)	2018 (a)	Apr-19 (b)	May-19 (b)
Current account (seasonally and working-day adjusted)	-16.4	-15.1	-1.2	0.3
<i>Goods (1)</i>	-45.2	-49.3	-4.2	-2.0
Energy	-37.4	-43.7	-4.0	-3.8
Goods excl. Energy	-7.8	-5.6	-0.2	1.8
<i>Services</i>	20.2	23.8	2.4	1.8
Travel	14.2	14.9	1.4	1.1
Transport services	-2.9	-4.6	-0.3	-0.3
Professional and management consulting services, Research and development and Technical services , trade- related and other business services	4.1	7.2	0.6	0.4
Other services (2)	4.8	6.2	0.7	0.7
<i>Primary and secondary income (3)</i>	8.6	10.3	0.5	0.6
Capital account (not adjusted)	0.3	2.1	0.0	0.3
Financial account (not adjusted)	-31.0	-27.3	-15.2	10.6
<i>Direct investment</i>	10.2	55.2	7.3	0.4
- Abroad	44.7	106.6	11.4	3.0
- In France	34.5	51.4	4.1	2.5
<i>Portfolio investment</i>	23.6	-5.0	22.5	4.9
- Assets	53.6	19.2	39.6	11.1
- Liabilities	30.0	24.2	17.1	6.2
<i>Financial derivatives</i>	-1.2	-25.9	3.5	-4.8
<i>Loans and deposits (4)</i>	-60.5	-62.0	-50.6	9.6
<i>Reserve assets</i>	-3.0	10.4	2.0	0.6
Net errors and omissions	-14.9	-14.3	-13.4	10.6

a) Annual report 2018 data (b) Provisional data
(1) to (4) See methodological notes on page 2.

Source and production : BANQUE DE FRANCE – DGSEI

Current account - Goods and services balance



Methodological notes relating to pages 1 and 3

(1) Data on trade in goods are FOB-FOB values, which means without cost, insurance and freight. This expenditure is recorded in the services item. Exchanges of goods cover General merchandise published by the Directorate General of Customs and Excise (DGDDI) on one side, merchandising and methodological adjustments calculated by the Banque de France, on the other side. In order to ensure the comparability of French balance of payments with those of other countries and conformity with the international standards, the international standard for Balance of Payments statistics is released under the aegis of the International Monetary Fund. The key concept for the balance of payments is the concept of economic ownership which is consistent with the national accounts.

(2) Services other than travel (tourism and professional travels), transport services, professional and management consulting services, R&D and development and technical services, trade-related and other business services include manufacturing, maintenance and repair, construction, insurance and pension services, financial services, charges for the use of intellectual property, telecommunication, computer and information services, personal, cultural and recreational services and government goods and services.

(3) Income includes primary and secondary incomes. Primary income refers to the flows received by economic agents for their participation in the production process ("compensation of employees") or for the provision of financial assets ("investment income") or for the rental of natural resources ("rent"). Taxes and subsidies on products and production are also included in primary income. Secondary income records current transfers between residents and non-residents. A transfer is a transaction that involves the provision of a good, service, financial asset or another non-produced asset without receiving something of economic value in exchange.

(4) The "other investment" (loans and deposits) component of the financial account includes all transactions in financial assets and liabilities with non-residents that do not concern direct investment, portfolio investment, financial derivatives or reserve assets. In practice, this mainly concerns bank deposits and interbank lending, as well as loans and deposits made by insurance companies and all kinds of investment companies and funds.

On the Banque de France website a detailed [methodological note on balance of payments and international investment position](#) can be found. Highlights on specific topics are also available:

- [foreign direct investments \(English and French\)](#),
- [remittances \(French\)](#),
- [international tourism in France \(French\)](#),
- [international banking activity \(English and French\)](#),
- [banks foreign establishment \(French\)](#),
- [net foreign assets \(English and French\)](#).



Revisions Q1 2019

Not seasonally adjusted, EUR billions

	Current publications	Previous publications	Revisions
	(a)	(b)	(a-b)
	Q1	Q1	Q1
Current account	-15.9	-14.9	-1.0
<i>Goods (1)</i>	-17.2	-16.6	-0.6
Energy	-11.0	-11.0	0.0
Goods excl. Energy	-6.2	-5.6	-0.6
<i>Services</i>	2.2	3.6	-1.4
Travel	0.8	1.6	-0.8
Transport services	-1.1	-0.7	-0.4
Professional and management consulting services, Research and development and Technical services , trade- related and other business services	2.5	1.0	1.5
Other services (2)	0.0	1.7	-1.7
<i>Primary and secondary income (3)</i>	-0.9	-1.9	1.0
Capital account	1.1	1.1	0.0
Financial account	-28.6	-40.7	12.1
<i>Direct investment</i>	4.7	-3.6	8.3
- Abroad	7.2	8.4	-1.2
- In France	2.5	12.0	-9.5
<i>Portfolio investment</i>	20.1	22.8	-2.7
- Assets	51.8	49.3	2.5
- Liabilities	31.8	26.5	5.3
<i>Financial derivatives</i>	-5.8	-9.7	3.9
<i>Loans and deposits (4)</i>	-46.7	-49.5	2.8
<i>Reserve assets</i>	-0.8	-0.8	0.0
Net errors and omissions	-13.7	-26.9	13.2