

Loan to non-financial corporations – France • October 2019

Investment credit slows down slightly in October

- Investment credit growth slows down slightly in October, but remains at a high level (7.1%, down from 7.3% in September). This reflects both the deceleration in equipment loans (+8.1%, down from +8.3 % in September) and real estate loans (+5.5 %, down from +5.8 % in September).
- The rebound in outstanding treasury loans (+€4 billion) corrects the outflow recorded the previous month (-€4 billion), but does not allow the growth rate (+3.8%, up from +3.2% in September) to return to its previous pace (+6.8% in August).
- Overall, growth in total lending to NFCs accelerates slightly.

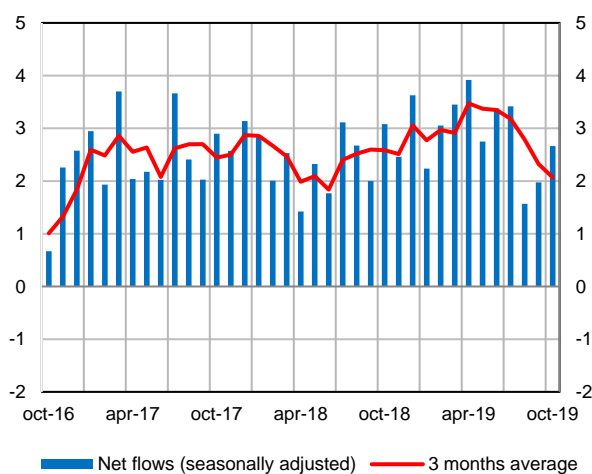
Outstanding amounts and annual growth rates (not seasonally adjusted)

(Outstanding amounts in € Bn. annual growth rates in %)

	End-of-month level	Annual growth rate		
	Oct-19	Aug-19	Sep -19	Oct-19
Total	1 066	7.2	6.2	6.4
Investment	759	7.3	7.3	7.1
<i>Equipment</i>	461	8.3	8.3	8.1
<i>Real estate</i>	298	5.8	5.8	5.5
Treasury	247	6.8	3.2	3.8
Other lending	60	7.6	6.3	9.3

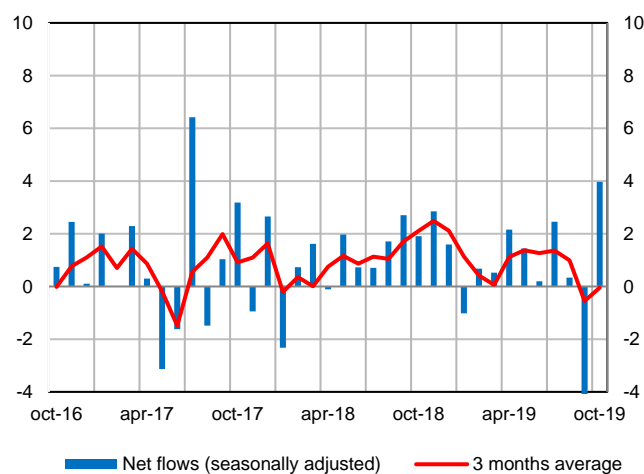
Monthly changes in stocks of equipment loans (seasonally adjusted flows)

(Monthly flows in € Bn)



Monthly changes in stocks of treasury loans (seasonally adjusted flows)

(Monthly flows in € Bn)



* Seasonal adjusted monthly net flows of other lending to NFC are allocated to treasury loans in proportion to the outstanding amounts.

Source et réalisation : BANQUE DE FRANCE – DIRECTION GÉNÉRALE DES STATISTIQUES, DES ÉTUDES ET DE L'INTERNATIONAL



Additional information

Non-financial corporations include all companies whose main activity is the production of goods and non-financial services, excluding sole proprietor and unincorporated partnerships.

Calculations are made with the aim to give the best possible image of the evolution of the lending activity:

- Loans that have been securitized or sold by credit institutions are considered as remaining in their books
- Accounting changes that are not reflecting economic transactions, in particular write-offs/write-downs, are eliminated
- The impact of statistical modifications in the scope of the MFI sector (e.g. the reclassification of an entity from the non-financial corporations sector to the government sector) is also eliminated
- As FX hedges are unknown, loans in foreign currencies are however taken into account at their face value in Euros at the end of the month

